
A BILL FOR AN ACT

RELATING TO THE TRANSIENT ACCOMMODATIONS TAX.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

1 SECTION 1. Section 237D-2, Hawaii Revised Statutes, is
2 amended to read as follows:

3 "**§237D-2 Imposition and rates.** (a) There is levied and
4 shall be assessed and collected each month a tax of:

5 (1) Five per cent for the period beginning on January 1,
6 1987, to June 30, 1994;

7 (2) Six per cent for the period beginning July 1, 1994, to
8 December 31, 1998; and

9 (3) [~~7.25~~] Seven and a quarter per cent for the period
10 beginning on January 1, 1999, and thereafter;

11 on the gross rental or gross rental proceeds derived from
12 furnishing transient accommodations.

13 (b) There is levied and shall be assessed and collected
14 each month an additional:

15 (1) One per cent for the period beginning July 1, 2009, to
16 June 30, 2010; and

17 (2) Two per cent for the period beginning July 1, 2010, to
18 June 30, 2015;



1 on the gross rental or gross rental proceeds derived from
2 furnishing transient accommodations. The rate levied and
3 assessed under this subsection shall be additional to the rate
4 levied and assessed under subsection (a)(3).

5 ~~[(e) There is levied and shall be assessed and collected~~
6 ~~each month a daily tax of \$10 for every transient accommodation~~
7 ~~that is furnished on a complimentary or gratuitous basis, or~~
8 ~~otherwise at no charge, including transient accommodations~~
9 ~~furnished as part of a package.~~

10 ~~(d)]~~ (c) Every operator shall pay to the State the tax
11 imposed by subsections (a) ~~[7]~~ and (b), ~~[-and (e),]~~ as applicable,
12 as provided in this chapter.

13 ~~[(e)]~~ (d) There is levied and shall be assessed and
14 collected each month, on the occupant of a resort time share
15 vacation unit, a transient accommodations tax of ~~[7.25]~~ seven
16 and a quarter per cent on the fair market rental value.

17 ~~[(f)]~~ (e) Every plan manager shall be liable for and pay
18 to the State the transient accommodations tax imposed by
19 subsection ~~[(e)]~~ (d) as provided in this chapter. Every resort
20 time share vacation plan shall be represented by a plan manager
21 who shall be subject to this chapter."



1 SECTION 2. Statutory material to be repealed is bracketed
2 and stricken. New statutory material is underscored.

3 SECTION 3. This Act shall take effect on July 1, 2020.



Report Title:

Transient Accommodations Tax; Minimum Daily Tax

Description:

Repeals the \$10 daily transient accommodations tax collected each month for transient accommodations furnished on a complimentary or gratuitous basis. Effective July 1, 2020.
(HB1339 HD1)

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