Honolulu, Hawaii

March 1

, 2018

RE: H.B. No. 2432

Honorable Scott K. Saiki Speaker, House of Representatives Twenty-Ninth State Legislature Regular Session of 2018 State of Hawaii

Sir:

Your Committee on Finance, to which was referred H.B. No. 2432 entitled:

"A BILL FOR AN ACT RELATING TO THE TRANSIENT ACCOMMODATIONS TAX,"

begs leave to report as follows:

The purpose of this measure is to specify that resort fees, which are any mandatory charges or surcharges imposed for the use of a transient accommodation's property, services, or amenities, are included in the gross rental proceeds amount upon which transient accommodations tax is calculated.

The Hawai'i Lodging and Tourism Association, Highgate, Maui Hotel and Lodging Association, Waikiki Resort Hawaii, Marriott International, Inc., The Royal Hawaiian, a Luxury Collection Resort, and Kohala Coast Resort Association testified in opposition to this measure. The Department of Taxation and Tax Foundation of Hawaii provided comments.

As affirmed by the record of votes of the members of your Committee on Finance that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 2432 and recommends that it pass Third Reading.

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Respectfully submitted on behalf of the members of the Committee on Finance,

SYLVIA LUKE, Chair

State of Hawaii House of Representatives The Twenty-ninth Legislature

HSCR 878-18

Record of Votes of the Committee on Finance

Bill/Resolution No.: HB 24432	Committee Referral:	Date:	2/23/	2018
☐ The committee is reconsidering its previ	• •		2/051	2010
The recommendation is to: Pass, unamended (as is) □ Pass, with amendments (HD) □ Hold □ Pass short form bill with HD to recommit for future public hearing (recommit)				
FIN Members	Ayes	Ayes (WR)	Nays	Excused
1. LUKE, Sylvia (C)				
2. CULLEN, Ty J.K. (VC)				
3. CACHOLA, Romy M.				
4. DeCOITE, Lynn				<u></u>
5. FUKUMOTO, Beth				
6. GATES, Cedric Asuega				~
7. HOLT, Daniel				
8. KEOHOKALOLE, Jarrett				
9. KOBAYASHI, Bertrand	V			
10. LOWEN, Nicole E.				
11. NAKAMURA, Nadine K.				
12. TODD, Chris				
13. YAMASHITA, Kyle T.				
14. TUPOLA, Andria P.L.				~
15. WARD, Gene				1
. TOTAL (15)	9	Ø	Ø	6
The recommendation is: Adopt If joint res	-	did not support	t recommendation.	
Vice Chair's or designee's signature:	MAK. C	2	-	
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