

Honolulu, Hawaii , 2018 APR 05 RE: S.B. No. 2868 S.D. 3 H.D. 1

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 S.B. No. 2868, S.D. 3, H.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO TAXATION,"

begs leave to report as follows:

The purpose of this measure is to:

- Require transient accommodations brokers, travel agencies, and tour packagers to register with and pay a \$15 registration fee to the Department of Taxation; and
- (2) Amend the definition of "gross rental" or "gross rental proceeds", as used in the transient accommodations tax law, to apply the transient accommodations tax to the share of proceeds received by transient accommodations brokers, travel agencies, and tour packagers who enter into arrangements to furnish transient accommodations at noncommissioned negotiated contract rates.

Expedia, Inc. opposed this measure. The Department of Taxation and Tax Foundation of Hawaii provided comments.



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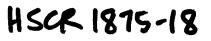
As affirmed by the record of votes of the members of your Committee on Finance that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 2868, S.D. 3, H.D. 1, and recommends that it pass Third Reading.

> 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



## **Record of Votes of the Committee on Finance**

|   | o.:<br>Committee Referral:<br>Committee Referral:<br>TOU, FIN |           | Date:<br>3/28/18 |         |
|---|---|-----------|------------------|---------|
| The committee is reconsidering its previous decision  |   |           |                  | ·       |
| 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  |   |           | -                |         |
| 5. FUKUMOTO, Beth   |   |           |                  |         |
| 6. GATES, Cedric Asuega   |   |           |                  |         |
| 7. HOLT, Daniel   |   |           |                  |         |
| 8. KEOHOKALOLE, Jarrett   |   |           |                  |         |
| 9. KOBAYASHI, Bertrand  |   |           |                  |         |
| 10. LOWEN, Nicole E.  |   |           |                  |         |
| 11. NAKAMURA, Nadine K.   |   |           |                  |         |
| 12. TODD, Chris   |   |           |                  |         |
| 13. YAMASHITA, Kyle T.  |   |           |                  |         |
| 14. TUPOLA, Andria P.L.   |   |           |                  |         |
| 15. WARD, Gene  |   |           |                  |         |
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| TOTAL (15)  | 13  | 1         | Ø                | 1       |
| The recommendation is:  Adopted  Not Adopted    If joint referral,  |   |           |                  |         |
| Vice Chair's or designee's signature:   | 2.F. C  | ~         |                  |         |
| Distribution: Original (White) – Committee Duplicate (Yellow) – Chief Clerk's Office Duplicate (Pink) – HMSO  |   |           |                  |         |