

STAND. COM. REP. NO.

1002

Honolulu, Hawaii

, 2019

MAR 01

RE: H.B. No. 631

H.D. 1

Honorable Scott K. Saiki  
Speaker, House of Representatives  
Thirtieth State Legislature  
Regular Session of 2019  
State of Hawaii

Sir:

Your Committee on Finance, to which was referred H.B. No. 631, 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:

- (1) Authorize each county to establish a surcharge on the Transient Accommodation Tax (TAT) through adoption of an ordinance and requirements that include conducting a public hearing on the proposed ordinance and notifying the Director of Taxation of establishing the surcharge;
- (2) Limit the surcharge amount on state TAT that counties can levy, assess, and collect;
- (3) Amend the state TAT rate; and
- (4) Repeal the state TAT revenue distributions to the counties.

The Mayor of the County of Kaua'i testified in support of this measure. The Department of Taxation, Mayor of the County of Hawai'i, Mayor of the City and County of Honolulu, and Tax Foundation of Hawaii provided comments on this measure.

HB631 HD1 HSCR FIN HMS 2019-2459



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. 631, 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

