## A BILL FOR AN ACT

RELATING TO TRANSPORTATION.

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

1 SECTION 1. The legislature finds that over the past five 2 years, the transportation network company industry has 3 experienced substantial growth nationally and in Hawaii, 4 transforming the way people commute and navigate. This paradigm 5 shift is evident in cities like Boston, where the sheer volume 6 of transportation network company rides reached a staggering 7 \$45,000,000 in 2022 alone. As transportation network companies 8 continue to grow, its impact is felt more and more in Hawaii's 9 communities, and on its roads. In Hawaii, a state heavily 10 reliant on tourism, transportation network company services are 11 often utilized by visitors. The legislature further finds that 12 visitors and transportation network company platforms should 13 contribute more to address the infrastructure and road safety 14 issues they exacerbate and help alleviate the burden on local 15 residents of improving and maintaining roads and infrastructure. 16 The legislature further finds that implementing a fee has 17 been successful for funding infrastructure in other states like

- 1 Minnesota. Hawaii has the potential to create a self-sustaining
- 2 model where those benefiting the most from transportation
- 3 network company services contribute directly to the maintenance
- 4 and enhancement of the transportation infrastructure they
- 5 utilize. This approach not only aligns with broader initiatives
- 6 to promote responsible tourism, but also represents a
- 7 responsible means of addressing the evolving challenges posed by
- 8 the proliferation of transportation network company services in
- 9 the State.
- 10 The purpose of this Act is to implement a fee on each
- 11 transportation network company ride, to be used on safety
- 12 projects.
- 13 SECTION 2. Chapter 279G, Hawaii Revised Statutes, is
- 14 amended by adding a new section to be appropriately designated
- 15 and to read as follows:
- 16 "\$279G- Transportation network company fee. (a) There
- 17 is levied and shall be assessed and collected a transportation
- network company fee of \_\_\_\_\_ cents on each ride originated
- 19 through a transportation network company application. The
- 20 transportation network company fee shall be levied upon the
- 21 rider.

1	(D)	Each clansportation network company practions shall
2	collect a	and remit the required transportation network company
3	fees to the department of taxation.	
4	(c) All fees collected under this section shall be	
5	deposited into the safe routes to schools program special fund	
6	established under section 291C-4.	
7	(d) For the purposes of this section, "transportation	
8	network c	company" means the same as in section 431:10C-701.
9	SECT	'ION 3. Section 291C-4, Hawaii Revised Statutes, is
10	amended to read as follows:	
11	"§29	1C-4 Safe routes to school program special fund;
12	establish	ment. There is established in the state treasury the
13	safe routes to school program special fund, into which shall be	
14	deposited:	
15	(1)	Assessments collected for speeding in a school zone,
16		pursuant to section 291C-104; [and]
17	(2)	Safe routes to school program surcharges collected in
18		accordance with sections 291-16 and 291C-5[ $\div$ ]; and
19	(3)	Transportation network company fees collected under

- 1 SECTION 4. Statutory material to be repealed is bracketed
- 2 and stricken. New statutory material is underscored.
- 3 SECTION 5. This Act shall take effect on January 1, 2050.

## Report Title:

Transportation; Transportation Network Company; Safe Routes to School Program Special Fund; Fee

## Description:

Establishes a transportation network company fee. Deposits fees collected into the Safe Routes to School Program Special Fund. Takes effect 1/1/2050. (SD1)

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.