

JAN 24 2024

A BILL FOR AN ACT

RELATING TO THE RENTAL MOTOR VEHICLE SURCHARGE TAX.

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

1 SECTION 1. Section 251-2, Hawaii Revised Statutes, is
2 amended by amending subsection (a) to read as follows:
3 "(a) There is levied and shall be assessed and collected
4 each month a rental motor vehicle surcharge tax of \$5 a day~~[, or~~
5 ~~any portion of a day that a]~~; provided that the tax shall be
6 pro-rated for any rental motor vehicle that is rented or
7 leased[-] for a portion of the day. Beginning January 1, 2022,
8 and each subsequent year on January 1 until December 31, 2027,
9 the rental motor vehicle surcharge tax shall increase by
10 \$0.50~~[-]~~ a day and shall be pro-rated for any rental motor
11 vehicle that is rented or leased for a portion of a day. The
12 rental motor vehicle surcharge tax shall be levied upon the
13 lessor; provided that the tax shall not be levied on the lessor
14 if:
15 (1) The lessor is renting the vehicle to replace a vehicle
16 of the lessee that:
17 (A) Is being repaired; or



S.B. NO. 3276

Report Title:

Taxes; Rental Motor Vehicles

Description:

Requires the rental motor vehicle surcharge tax to be pro-rated if the vehicle is rented or leased for a portion of the day.

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

