A BILL FOR AN ACT

RELATING TO DISABLED VETERANS.

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

1 SECTION 1. The legislature finds that greater consistency is needed between the vehicle-based tax and fee exemptions 2 3 offered to active duty military members and the tax and fee 4 exemptions offered to disabled veterans. Accordingly, the 5 purpose of this Act is to: 6 (1) Exempt disabled veterans from the State's vehicle weight tax; and 7 8 (2) Repeal the exemption for disabled veterans from the 9 State's annual vehicle registration fee. SECTION 2. Section 249-6.5, Hawaii Revised Statutes, is 10 11 amended to read as follows: 12 "[+]\$249-6.5[+] Exemption for National Guard, military reserves, and other active duty military personnel, and for 13 14 disabled veterans claiming Hawaii as their residence of record. 15 (a) One noncommercial motor vehicle registered to [a]: 16 (1) A member of the National Guard, military reserve, or

armed service, including the Coast Guard, who is:

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        [\frac{1}{1}] (A) Assigned to a unit in the State; and
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        [\frac{(2)}{(2)}] (B) A member in good standing [\tau]; or
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         (2) A disabled veteran;
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    shall be exempt from the vehicle weight tax provided for in this
    chapter.
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         (b) For purposes of this section, "disabled veteran" means
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    a person who:
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         (1) Is a resident of Hawaii;
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         (2)
              Has served in, and been honorably discharged from, any
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              branch of the United States armed forces; and
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         (3) Has been determined by the United States Department of
        Veterans Affairs or its predecessor to have a
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              service-connected disability rating of one hundred per
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              cent."
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         SECTION 3. Section 249-31, Hawaii Revised Statutes, is
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    amended by amending subsection (a) to read as follows:
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         "(a) All vehicles and motor vehicles in the State as
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    defined in section 249-1, including antique motor vehicles,
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    except as otherwise provided in sections 249-4[7] and 249-6[7]
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    and 249-31.5], shall be subject to a $46 annual vehicle
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    registration fee; provided that alternative fuel vehicles shall
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- 1 pay an annual vehicle registration surcharge of \$50, which shall
- 2 be assessed and collected beginning with the first registration
- 3 renewal for every alternative fuel vehicle and shall be
- 4 deposited into the state highway fund established under section
- 5 248-8. The surcharge shall be paid each year together with all
- 6 other taxes and fees levied by this chapter on a staggered basis
- 7 as established by each county as authorized by section 286-51,
- 8 and the state registration for that county shall likewise be
- 9 staggered so that the state registration fee is due and payable
- 10 at the same time and shall be collected together with the county
- 11 fee. The state registration fee shall be deemed delinquent if
- 12 not paid with the county registration fee. The respective
- 13 counties shall collect this fee together with the vehicle
- 14 registration tax collected for the county and shall transfer the
- 15 moneys collected under this section to the State.
- 16 For the purposes of this subsection, "alternative fuel
- 17 vehicle" means a vehicle powered by a non-petroleum-based fuel,
- 18 but excludes an electric vehicle as defined in section 249-36(g)."
- 19 SECTION 4. Section 249-31.5, Hawaii Revised Statutes, is
- 20 repealed.

1	[" §2 4	19-31.5 Exemptions from registration fees for certain
2	vehicles;	disabled veterans. (a) A disabled veteran who:
3	(1)	Is a resident of Hawaii;
4	(2)	Has been other than dishonorably discharged from the
5		United States uniformed armed forces; and
6	(3)	Is determined by the United States Department of
7		Veterans Affairs or its predecessor to have a
8		service-connected one hundred per cent disability
9	. 1 + 1	rating for compensation or a service-connected
10		disability rating of one hundred per cent,
11	shall be o	exempt from payment of all annual vehicle registration
12	fees as re	equired by section 249-31; provided that this exemption
13	shall not	extend to any vehicle used for commercial purposes or
14	to more th	nan one vehicle owned by the disabled veteran.
15	(b)	The director of the office of veterans' services, in
16	consultati	on with the policy advisory board on [veterans']
17	services,	shall submit a report to the legislature and the
18	department	of taxation no later than twenty days prior to the
19	convening	of each regular session-providing the legislature and
20	the depart	ment of taxation with the total number of disabled

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- 1 veterans who qualify under this section for the exemption from
- 2 annual vehicle registration fees."]
- 3 SECTION 5. Statutory material to be repealed is bracketed
- 4 and stricken. New statutory material is underscored.
- 5 SECTION 6. This Act shall take effect on July 1, 2025.

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INTRODUCED BY:

JAN 17 2025

Report Title:

Vehicle Weight Tax; Annual Vehicle Registration Fee; Disabled Veterans; Exemption

Description:

Exempts disabled veterans from the State's vehicle weight tax and repeals the exemption for disabled veterans from the State's annual vehicle registration fee.

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