

ACT 27

An Act Relating to Taxation, Amending Sections 117-14 and 129-9, Revised Laws of Hawaii 1955, as Amended.

*Be it Enacted by the Legislature of the State of Hawaii:*

SECTION 1. Section 117-14, Revised Laws of Hawaii 1955, as amended, is hereby further amended:

a. By amending the part of paragraph (1) of subsection (a) setting forth the rates of tax to read:

“(i) millers or processors of sugar, raw or refined, and canners of pineapple and pineapple juice:

(A) one and one-half per cent for the period commencing July 1, 1962 and ending June 30, 1963;

(B) one per cent for the period commencing July 1, 1963 and ending June 30, 1964;

(C) one-half of one per cent commencing July 1, 1964;

(ii) all other manufacturers, one-half of one per cent.”

b. On and after July 1, 1964, paragraph (4) of subsection (a) shall be deleted therefrom. Notwithstanding any other provision in Chapter 117, Revised Laws of Hawaii 1955, as amended, every manufacturer subject to the tax rate reductions set forth in paragraph (i) of subsection (a) above shall continue to be permitted the special computations up to and including the 30th day of June, 1964, regardless of the tax rate applicable thereto. Thereafter every manufacturer subject thereto shall be taxed in the manner applicable to all other manufacturers.

c. On and after July 1, 1964, paragraph (5) of subsection (a) shall be deleted and every person covered thereby shall be taxed in the manner applicable to all other manufacturers.

d. By amending the last sentence of paragraph (1) of subsection (b) to read as follows:

“Upon every person engaging or continuing within this State in the business of a producer the tax shall be equal to one-half of one per cent of the gross proceeds of sales of the business, or the value of the products, for sale, if sold for delivery outside the State or shipped or transported out of the State, and the value of such products shall be determined in the same manner as the value of manufactured products covered in the cases under paragraph (3) of subsection (a).”

SECTION 2. The first sentence of the third paragraph of Section 129-9, Revised Laws of Hawaii 1955, as amended, is hereby further amended to read as follows:

“The county’s share of the general excise tax shall be determined as follows: the total of the distributions so made to the counties from the collections of general excise tax, consumption tax and compensating tax shall be in an amount determined by crediting to the counties (in the aggregate irrespective of where the collections are made), 1.125 per cent of the tax base of all collections of these taxes which have been made at the rate of three and one-half per cent or more, excepting only general excise taxes collected from public utility airlines.”

SECTION 3. This Act shall take effect on July 1, 1962 and shall affect taxes incurred on or after that date.

(Approved May 25, 1962.) **S.B. 3.**

---