

**ACT 140**

S. B. 472.

A Bill for an Act Relating to General Excise Tax Exemptions for Non-Profit Housing Projects and Amending Chapter 117 of the Revised Laws of Hawaii 1955.

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

SECTION 1. Chapter 117 of the Revised Laws of Hawaii 1955 is amended by adding a new section to be appropriately numbered and to read as follows:

**“Sec. 117-..... Exemptions for low and moderate income housing.**

(a) For the purposes of this section “nonprofit corporation or association” means a mortgagor who qualifies for an insured mortgage loan under section 221(d)(3) of the National Housing Act as a nonprofit corporation or association.

(b) All of the gross proceeds received by contractors for the construction in the State of multi-unit residential buildings developed, owned and operated by nonprofit corporations or associations regulated by federal or state laws or by a political subdivision of the State or agencies thereof shall be exempt from general excise taxes.

(c) All of the gross proceeds received from or on behalf of a tenant or lessee as rent for a residential unit in a nonprofit corporation housing project shall be exempt from general excise taxes.”

SECTION 2. The director of taxation shall, pursuant to chapter 6C, promulgate rules and regulations necessary to administer this Act.

SECTION 3. This Act shall take effect on January 1, 1968.

(Approved May 29, 1967.)