

ACT 30

H.B. NO. 1460

A Bill for an Act Relating to a Tax Administration Fund.

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

SECTION 1. Chapter 231, Hawaii Revised Statutes, is amended by adding a new section to be appropriately designated and to read as follows:

“§231- Tax administration fund. (a) There is established a special fund in the state treasury, to be known as the tax administration fund, into which shall be deposited not more than \$500,000 during any fiscal year from delinquent taxes collected by the department. The moneys in the fund shall be used by the department to defray the expenses for: employees’ overtime, emergency hires, temporary hires, filling vacant civil service positions, or conducting out-of-state audits of taxpayers. The department may use the moneys in the fund when the balance of outstanding delinquent taxes during any fiscal year reaches three and one-half per cent of the total tax collections reported by the department under title 14 for the prior fiscal year. The director of taxation, from time to time, may deposit delinquent taxes, collected under title 14 as administered by the department, into the special fund.

(b) The tax administration fund shall not be subject to sections 36-27 and 36-30 relating to reimbursements to the state general fund.

(c) As used in this section:

“Delinquent taxes” means the taxes assessed under title 14 by the department that have become delinquent as described in section 231-32.

“Out-of-state audit” means an audit of a taxpayer performed by department employees outside the State.”

SECTION 2. New statutory material is underscored.¹

SECTION 3. This Act shall take effect on July 1, 1993, and shall be repealed on June 30, 1997.

(Approved April 15, 1993.)

Note

1. Edited pursuant to HRS §23G-16.5.