
A BILL FOR AN ACT

RELATING TO GENERAL EXCISE TAX LAW.

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

1 SECTION 1. Section 237-31, Hawaii Revised Statutes, is
2 amended to read as follows:

3 "§237-31 Remittances. (a) All remittances of taxes
4 imposed by this chapter shall be made by money, bank draft,
5 check, cashier's check, money order, or certificate of deposit
6 to [the]:

7 (1) The office of the department of taxation to which the
8 return was transmitted[-]; or

9 (2) A financial institution chartered or licensed under
10 chapter 412.

11 (b) For remittances made to the department of taxation,
12 [The] the department shall issue its receipts therefor to the
13 taxpayer and shall pay the moneys into the state treasury as a
14 state realization, to be kept and accounted for as provided by
15 law[,- provided that-].

16 (c) For remittances made to a financial institution, the
17 financial institution shall issue its receipts therefor to the
18 taxpayer and shall pay the moneys into the state treasury as a



1 state realization, to be kept and accounted for as provided by
2 law; provided that the financial institution shall transmit an
3 annual record of general excise tax remittances received to the
4 department of taxation.

5 (d) Of all remittances of taxes imposed by this chapter:

6 (1) The sum from all general excise tax revenues realized
7 by the State that represents the difference between
8 \$45,000,000 and the proceeds from the sale of any
9 general obligation bonds authorized for that fiscal
10 year for the purposes of the state educational
11 facilities improvement special fund shall be deposited
12 in the state treasury in each fiscal year to the
13 credit of the state educational facilities improvement
14 special fund; and

15 (2) A sum, not to exceed \$5,000,000, from all general
16 excise tax revenues realized by the State shall be
17 deposited in the state treasury in each fiscal year to
18 the credit of the compound interest bond reserve
19 fund."

20 SECTION 2. The department of commerce and consumer
21 affairs, with the assistance of the department of taxation and
22 the department of budget and finance, shall adopt rules under



1 chapter 91, Hawaii Revised Statutes, to permit the payment of
2 general excise taxes at financial institutions chartered or
3 licensed under chapter 412, Hawaii Revised Statutes.

4 SECTION 3. Statutory material to be repealed is bracketed
5 and stricken. New statutory material is underscored.

6 SECTION 4. This Act shall take effect on July 1, 2011.

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INTRODUCED BY:

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JAN 21 2011



Report Title:

General Excise Tax; Financial Institutions

Description:

Allows payment of general excise taxes at financial institutions. Requires financial institutions to pay general excise tax remittances to the state treasury, and report receipts to the department of taxation. Directs department of commerce and consumer affairs to adopt rules.

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