



EXECUTIVE CHAMBERS  
HONOLULU

DAVID Y. IGE  
GOVERNOR

May 7, 2018

**GOV. MSG. NO. 1111**

The Honorable Ronald D. Kouchi,  
President  
and Members of the Senate  
Twenty-Ninth State Legislature  
State Capitol, Room 409  
Honolulu, Hawai'i 96813

The Honorable Scott K. Saiki,  
Speaker and Members of the  
House of Representatives  
Twenty-Ninth State Legislature  
State Capitol, Room 431  
Honolulu, Hawai'i 96813

Dear President Kouchi, Speaker Saiki, and Members of the Legislature:

This is to inform you that on May 4, 2018, the following bill was signed into law:

HB2587 HD1 SD2 CD1

RELATING TO TAXATION  
**ACT 011 (18)**

Sincerely,

DAVID Y. IGE  
Governor, State of Hawai'i

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# A BILL FOR AN ACT

RELATING TO TAXATION.

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

1 SECTION 1. Section 46-16.8, Hawaii Revised Statutes, is  
2 amended by amending subsection (c) to read as follows:

3 "(c) Each county that has not established a surcharge on  
4 state tax prior to July 1, 2015, may establish the surcharge at  
5 the rates enumerated in sections 237-8.6 and 238-2.6. A county  
6 electing to establish this surcharge shall do so by ordinance;  
7 provided that:

8 (1) No ordinance shall be adopted until the county has  
9 conducted a public hearing on the proposed ordinance;

10 (2) The ordinance shall be adopted prior to March 31,  
11 [~~2018,~~] 2019; and

12 (3) No county surcharge on state tax that may be  
13 authorized under this subsection shall be levied prior  
14 to January 1, 2019, or after December 31, 2030.

15 A county electing to exercise the authority granted under  
16 this subsection shall notify the director of taxation within ten  
17 days after the county has adopted a surcharge on state tax  
18 ordinance. Beginning on January 1, 2019, or January 1, 2020, as



1 applicable pursuant to sections 237-8.6 and 238-2.6, the  
2 director of taxation shall levy, assess, collect, and otherwise  
3 administer the county surcharge on state tax."

4 SECTION 2. Section 237-8.6, Hawaii Revised Statutes, is  
5 amended by amending subsection (b) to read as follows:

6 "(b) Each county surcharge on state tax that may be  
7 adopted or extended pursuant to section 46-16.8 shall be levied  
8 beginning in a taxable year after the adoption of the relevant  
9 county ordinance; provided that no surcharge on state tax may be  
10 levied:

11 (1) Prior to:

12 (A) January 1, 2007, if the county surcharge on state  
13 tax was established by an ordinance adopted prior  
14 to December 31, 2005; [~~or~~]

15 (B) January 1, 2019, if the county surcharge on state  
16 tax was established by the adoption of an  
17 ordinance after June 30, 2015, but prior to  
18 [~~March 31,~~] June 30, 2018; [~~and~~] or

19 (C) January 1, 2020, if the county surcharge on state  
20 tax was established by the adoption of an



1 ordinance on or after June 30, 2018, but prior to  
2 March 31, 2019; and

3 (2) After December 31, 2030."

4 SECTION 3. Section 238-2.6, Hawaii Revised Statutes, is  
5 amended by amending subsection (b) to read as follows:

6 "(b) Each county surcharge on state tax that may be  
7 adopted or extended shall be levied beginning in a taxable year  
8 after the adoption of the relevant county ordinance; provided  
9 that no surcharge on state tax may be levied:

10 (1) Prior to:

11 (A) January 1, 2007, if the county surcharge on state  
12 tax was established by an ordinance adopted prior  
13 to December 31, 2005; [~~or~~]

14 (B) January 1, 2019, if the county surcharge on state  
15 tax was established by the adoption of an  
16 ordinance after June 30, 2015, but prior to  
17 [~~March 31,~~] June 30, 2018; [and] or

18 (C) January 1, 2020, if the county surcharge on state  
19 tax was established by the adoption of an  
20 ordinance on or after June 30, 2018, but prior to  
21 March 31, 2019; and



1 (2) After December 31, 2030."

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

4 SECTION 5. This Act shall take effect upon its approval.

APPROVED this 04 day of MAY, 2018



GOVERNOR OF THE STATE OF HAWAII



HB No. 2587, HD 1, SD 2, CD 1

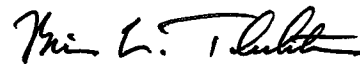
THE HOUSE OF REPRESENTATIVES OF THE STATE OF HAWAII

Date: May 1, 2018  
Honolulu, Hawaii

We hereby certify that the above-referenced Bill on this day passed Final Reading in the House of Representatives of the Twenty-Ninth Legislature of the State of Hawaii, Regular Session of 2018.



Scott K. Saiki  
Speaker  
House of Representatives

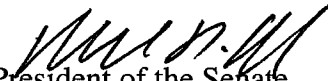



Brian L. Takeshita  
Chief Clerk  
House of Representatives

**THE SENATE OF THE STATE OF HAWAI'I**

Date: May 1, 2018  
Honolulu, Hawaii 96813

We hereby certify that the foregoing Bill this day passed Final Reading in the  
Senate of the Twenty-ninth Legislature of the State of Hawai'i, Regular Session of 2018.

  
President of the Senate

  
Clerk of the Senate