

STAND. COM. REP. NO.

525

Honolulu, Hawaii

FEB 19 , 2021

RE: H.B. No. 1043
H.D. 2

Honorable Scott K. Saiki
Speaker, House of Representatives
Thirty-First State Legislature
Regular Session of 2021
State of Hawaii

Sir:

Your Committee on Economic Development, to which was referred
H.B. No. 1043, H.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO TRANSIENT ACCOMMODATIONS TAX,"

begs leave to report as follows:

The purpose of this measure is to amend chapter 237D, Hawaii
Revised Statutes, relating to the transient accommodations tax by:

- (1) Repealing the misdemeanor criminal penalty for failing to register under that chapter and replacing it with a monetary fine structure;
- (2) Replacing references to operator or plan manager with person or taxpayer;
- (3) Clarifying that a certificate of registration is required for persons who post advertisements for the furnishing of a transient accommodation;
- (4) Making the personal liability provision under the general excise tax law applicable to the transient accommodations tax; and
- (5) Making various other technical amendments.



Your Committee received testimony in support of this measure from the Department of Taxation. Your Committee received comments on this measure from the Tax Foundation of Hawaii.

Your Committee finds that the transient accommodations tax serves as an important source of revenue for the State. This measure assists the Department of Taxation in the imposition of the transient accommodations tax by simplifying and streamlining certain provisions and processes.

Your Committee has amended this measure by:

- (1) Changing the effective date to July 1, 2050, to encourage further discussion; and
- (2) Making technical, nonsubstantive amendments for the purposes of clarity, consistency, and style.

As affirmed by the record of votes of the members of your Committee on Economic Development that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 1043, H.D. 1, as amended herein, and recommends that it be referred to your Committee on Finance in the form attached hereto as H.B. No. 1043, H.D. 2.

Respectfully submitted on
behalf of the members of the
Committee on Economic
Development,


SEAN QUINLAN, Chair



State of Hawaii
House of Representatives
The Thirty-first Legislature **HSCR 525**

Record of Votes of the Committee on Economic Development

Bill/Resolution No.: HB 1043 HD1	Committee Referral: LAT, ECD, FIN	Date: 2/17/2021		
<input type="checkbox"/> The committee is reconsidering its previous decision on the measure.				
The recommendation is to: <input type="checkbox"/> Pass, unamended (as is) <input checked="" type="checkbox"/> Pass, with amendments (HD) <input type="checkbox"/> Hold <input type="checkbox"/> Pass short form bill with HD to recommit for future public hearing (recommit)				
ECD Members	Ayes	Ayes (WR)	Nays	Excused
1. QUINLAN, Sean (C)	✓			
2. HOLT, Daniel (VC)	✓			
3. BELATTI, Della Au	✓			
4. KOBAYASHI, Dale T.	✓			
5. ONISHI, Richard H.K.	✓			
6. SAYAMA, Jackson D.	✓			
7. TAKAYAMA, Gregg	✓			
8. OKIMOTO, Val	✓			
TOTAL (8)	8	0	0	0
The recommendation is: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted If joint referral, _____ did not support recommendation. <div style="text-align: center; font-size: small;">committee acronym(s)</div>				
Vice Chair's or designee's signature: _____ <div style="text-align: center; font-size: x-large;"><i>Dale Holt</i></div>				
Distribution: Original (White) – Committee Duplicate (Yellow) – Chief Clerk's Office Duplicate (Pink) – HMSO				