## A BILL FOR AN ACT

RELATING TO ELECTRONIC PERMITTING FEES.

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

- 1 SECTION 1. The purpose of this Act is to allow certain
- 2 environmental programs of the department of health to remove any
- 3 financial disincentive to conducting electronic business with
- 4 them.
- 5 SECTION 2. Chapter 321, Hawaii Revised Statutes is amended
- 6 by adding a new section to be appropriately designated and to
- 7 read as follows:
- 8 "§321- Fees for electronic applications and payments.
- 9 (a) Any departmental program that collects fees for the
- 10 issuance of permits, licenses, certificates, or similar
- 11 approvals, under chapters 340E, 340F, 342D, 342H, 342J, 342L,
- 12 and that is required to deposit those fees to the credit of the
- 13 general fund, may first deduct any electronic and credit card
- 14 processing fees or charges that are made pursuant to agreements
- 15 between the department and electronic services and credit card
- 16 services providers from the total amount received by the
- 17 department from the applicant for each payment made
- 18 electronically.

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- (b) For purposes of this section, the term "credit card"includes credit cards, charge cards, and debit cards.
- 3 (c) A person making an electronic payment to the
- 4 department remains liable for the underlying obligation except
- 5 to the extent that the department realizes final payment of the
- 6 underlying obligation in cash or the equivalent. If the credit
- 7 card issuer, bank, or other guarantor of payment in the
- 8 transaction does not pay the department, then the underlying
- 9 obligation survives, and the department retains all remedies for
- 10 enforcement that would have applied if the transaction had not
- 11 occurred. No contract may modify the provisions of this
- 12 subsection. This subsection, however, does not make the
- 13 underlying obligor liable for any electronic or credit card fees
- 14 paid to an electronic services provider or credit card issuer or
- 15 party other than the department."
- 16 SECTION 3. New statutory material is underscored.
- 17 SECTION 4. This Act shall take effect upon its approval.

## Report Title:

Electronic Permitting Fees

## Description:

Allows certain department of health environmental programs to conduct business electronically and withhold sufficient moneys to cover the cost of electronic and credit card provider services. (SD1)