

JAN 19 2007

---

---

# A BILL FOR AN ACT

RELATING TO COUNTY SURCHARGE ON STATE GENERAL EXCISE TAX.

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

1 SECTION 1. Section 248-2.6, Hawaii Revised Statutes, is  
2 amended by amending subsection (a) to read as follows:

3 "(a) If adopted by county ordinance, all county surcharges  
4 on state tax collected by the director of taxation shall be paid  
5 into the state treasury quarterly, within ten working days after  
6 collection, and shall be placed by the director of finance in  
7 special accounts. Out of the annual revenues generated by  
8 county surcharges on state tax paid into each respective state  
9 treasury special account, the director of finance shall deduct  
10 [~~ten~~] either five per cent of the gross proceeds of a respective  
11 county's surcharge on state tax or \$5,000,000, whichever amount  
12 is less, to reimburse the State for the costs of assessment,  
13 collection, and disposition of the county surcharge on state tax  
14 incurred by the State. Amounts retained shall be general fund  
15 realizations of the State."

16 SECTION 2. Statutory material to be repealed is bracketed  
17 and stricken. New statutory material is underscored.



1 SECTION 3. This Act shall take effect on July 1, 2007.

2

INTRODUCED BY: Will Eyo

*Amir J. J.*  
*Donald W. Sloan*  
*John L. L.*  
*Fred Manning*  
*Robert J. J.*



**Report Title:**

County Surcharge on GET; Reduce Reimbursement to State

**Description:**

Reduces annual reimbursement by city and county of Honolulu to the State from gross proceeds of the county's surcharge on the general excise tax from 10% to 5% or \$5,000,000, whichever is less.

