HOUSE OF REPRESENTATIVES TWENTY-FOURTH LEGISLATURE, 2007 STATE OF HAWAII H.B. NO. 1122

## A BILL FOR AN ACT

RELATING TO TAXATION.

## 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 "§248-2.6 County surcharge on state tax; disposition of 4 proceeds. (a) If adopted by county ordinance, all county 5 surcharges on state tax collected by the director of taxation 6 shall be paid into the state treasury quarterly, within ten 7 working days after collection, and shall be placed by the 8 director of finance in special accounts. Out of the revenues 9 generated by county surcharges on state tax paid into each 10 respective state treasury special account, the director of 11 finance shall deduct [ten] four per cent of the gross proceeds of 12 a respective county's surcharge on state tax to reimburse the 13 State for the costs of assessment, collection, and disposition 14 of the county surcharge on state tax incurred by the State. 15 Amounts retained shall be general fund realizations of the 16 State.

SECTION 2. Statutory material to be repealed is bracketedand stricken. New statutory material is underscored.



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INTRODUCED BY:

ALL

JAN 2 2 2007



**Report Title:** Taxation

## Description:

Amend disposition of proceeds on county surcharge on state tax by reducing state reimbursement amount from ten per cent to four per cent to reflect payment for current costs to collect and administer county surcharge.

