A BILL FOR AN ACT

RELATING TO TRANSPORTATION.

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

1	SECTION 1. Section 251-2, Hawaii Revised Statutes, is
2	amended by amending subsection (a) to read as follows:
3	"(a) There is levied and shall be assessed and collected
4	each month a rental motor vehicle surcharge tax of $[\$2]$ $\$7$ a
5	day[, except that for the period of September 1, 1999, to
6	August 31, 2007, the tax shall be \$3 a day, or any portion of a
7	day that a rental motor vehicle is rented or leased. The rental
8	motor vehicle surcharge tax shall be levied upon the lessor;
9	provided that the tax shall not be levied on the lessor if:
10	(1) The lessor is renting the vehicle to replace a vehicle
11	of the lessee that is being repaired; and
12	(2) A record of the repair order for the vehicle is
13	retained either by the lessor for two years for
14	verification purposes or by a motor vehicle repair
15	dealer for two years as provided in section 437B-16."
16	SECTION 2. Statutory material to be repealed is bracketed
17	and stricken. New statutory material is underscored.



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

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INTRODUCED BY:

Farm allen Mary B. Lee

JAN 2 4 2007

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Report Title:

Rental motor vehicle surcharge

Description:

Raises the rental motor vehicle surcharge from \$2 to \$7.