
A BILL FOR AN ACT

RELATING TO TAXATION.

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

1 SECTION 1. Chapter 237, Hawaii Revised Statutes, is
2 amended by adding a new section to be appropriately designated
3 and to read as follows:

4 "§237-A Exemption of sale of alcohol fuels. (a) There
5 shall be exempted from and excluded from the measure of the
6 taxes imposed by this chapter all of the gross proceeds arising
7 from the sale of alcohol fuels for consumption or use by the
8 purchaser and not for resale.

9 (b) As used in this section, "alcohol fuels" means neat
10 biomass-derived alcohol liquid fuel or a petroleum-derived fuel
11 and alcohol liquid fuel mixture consisting of at least ten
12 volume per cent denatured biomass-derived alcohol commercially
13 usable as a fuel to power aircraft, seacraft, spacecraft,
14 automobiles, or other motorized vehicles.

15 (c) The director of taxation shall adopt rules pursuant to
16 chapter 91 necessary to administer this section.

17 (d) This section shall be repealed on December 31, 2010."

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1 SECTION 2. New statutory material is underscored.

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

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Report Title:

Taxation

Description:

Enacts general excise tax exemption for alcohol fuels.

