STAND. COM. REP. NO.

Honolulu, Hawaii

FEB 19 ' 2021

H.B. No. 485 RE:

H.D. 1

Honorable Scott K. Saiki Speaker, House of Representatives Thirty-First State Legislature Regular Session of 2021 State of Hawaii

Sir:

Your Committee on Consumer Protection & Commerce, to which was referred H.B. No. 485, H.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO TAXATION,"

begs leave to report as follows:

The purpose of this measure is to amend the amount of the rental motor vehicle surcharge tax from \$5 to an unspecified amount.

Your Committee received testimony in support of this measure from the Department of Transportation. Your Committee received testimony in opposition to this measure from the Avis Budget Group and Enterprise Holdings. Your Committee received comments on this measure from the Department of Taxation, Mayor of the County of Maui, and Tax Foundation of Hawaii.

Your Committee finds that traffic congestion is a serious problem that negatively affects the quality of life for residents and visitors of the State. Your Committee further finds that the increased presence of rental motor vehicles exacerbates traffic congestion in the State and contributes to the degradation of state roadways. Your Committee believes that as the number of rental motor vehicles continue to grow, there must be an equal financial increase to offset the damage done to the State's roads. This measure will provide safer infrastructure enhancements for

all users of the State's roads by amending the amount of the rental motor vehicle surcharge.

As affirmed by the record of votes of the members of your Committee on Consumer Protection & Commerce that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 485, H.D. 1, and recommends that it be referred to your Committee on Finance.

> Respectfully submitted on behalf of the members of the Committee on Consumer Protection & Commerce,

State of Hawaii House of Representatives The Thirty-first Legislature

HSCR 627

Record of Votes of the Committee on Consumer Protection & Commerce

Bill/Resolution No.: HB 485 HD Committee TPN	ee Referral:	Date	2/17/2	1
☐ The committee is reconsidering its previous decision on the measure.				
The recommendation is to: Pass, unamended (as is) Pass, with amendments (HD) Hold Pass short form bill with HD to recommit for future public hearing (recommit)				
CPC Members	Ayes	Ayes (WR)	Nays	Excused
1. JOHANSON, Aaron Ling (C)	<u> </u>			
2. KITAGAWA, Lisa (VC)				
3. AQUINO, Henry J.C.	V		<u> </u>	
	To the second second second			
4. HAR, Sharon E.				
5 HASHEM Monk I				
5. HASHEM, Mark J.				
6. KONG, Sam Satoru	V			h
7. MIZUNO, John M.	V			
8. MORIKAWA, Dee				
9. ONISHI, Richard H.K.	V			
10. TARNAS, David A.				
11. MATSUMOTO, Lauren	V		Andrew Committee of the	B. S.
TOTAL (11)	10	0	0	
The recommendation is: Adopted If joint referral, did not support recommendation. committee acronym(s)				
Vice Chair's or designee's signature:				
Distribution: Original (White) - Committee Duplicate (Yellow) - Chief Clerk's Office Duplicate (Pink) - HMSO				