STAND. COM. REP. NO. 492 -06

Honolulu, Hawaii

Feb 17, 2006

RE: H.B. No. 2214

Honorable Calvin K.Y. Say Speaker, House of Representatives Twenty-Third State Legislature Regular Session of 2006 State of Hawaii

Sir:

Your Committee on Consumer Protection & Commerce, to which was referred H.B. No. 2214 entitled:

"A BILL FOR AN ACT RELATING TO RENTAL MOTOR VEHICLE SURCHARGE TAX,"

begs leave to report as follows:

The purpose of this bill is to assist the motor vehicle industry by reducing from \$3 to \$2 per day, the rental motor vehicle surcharge tax that was levied for the period between September 1, 1999, to August 31, 2007.

Catrala-Hawaii testified in support of this bill with an amendment. The Department of Transportation and Department of Taxation opposed this measure. The Tax Foundation of Hawaii commented.

Your Committee heard testimony that the rental car industry generally opposes the addition of any fees passed on to tourists because this may have a detrimental effect on their competitive position with regard to other tourist destinations. However, your Committee recognizes that this relatively small \$1 reduction in the surcharge will have a substantial impact on state revenues.

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. 2214 and recommends that it be referred to the Committee on Finance.

HB2214 HSCR CPC HMS 2006-2143

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

ROBERT N. HERKES, Chair

## State of Hawaii House of Representatives The Twenty-third Legislature

## **Record of Votes of the Committee on Consumer Protection & Commerce**

| Bill/Resolution No.: HB 2214 Date: 2/15/04  |      |           |                              |         |
|---|------|-----------|------------------------------|---------|
| Committee Referral:  The committee is reconsidering its previous decision on the measure. |      |           |                              |         |
| The recommendation is to: Pass, unamended Pass, with amendments                           |      |           |                              |         |
| ☐ Hold ☐ Recommit   |      |           |                              |         |
| CPC Members   | Ayes | Ayes (WR) | Nays                         | Excused |
| 1. HERKES, Robert N. (C)  |      |           |                              |         |
| 2. SCHATZ, Brian (VC)   |      | /         |                              |         |
| 3. CALDWELL, Kirk   |      |           |                              |         |
| 4. ITO, Ken   |      |           |                              |         |
| 5. KANOHO, Ezra R.  |      |           |                              |         |
| 6. KARAMATSU, Jon Riki  |      |           |                              |         |
| 7. MORITA, Hermina M.   |      |           |                              |         |
| 8. SONSON, Alex M.  |      |           | емника жения жининия джинурд |         |
| 9. SOUKI, Joseph M.   | V    |           |                              |         |
| 10. MARUMOTO, Barbara C.  |      |           |                              |         |
| 11. STONEBRAKER, Bud  |      |           |                              |         |
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|   |      |           |                              |         |
| TOTAL   |      |           |                              |         |
| TOTAL   | 8    |           |                              | 2       |
| The recommendation is:  |      |           |                              |         |
| ☐ Not Adopted   |      |           |                              |         |
|   |      |           |                              |         |
| If joint referral, did not support recommendation.  |      |           |                              |         |
| Vice Chair's or designed's signature:   |      |           |                              |         |
|   |      |           |                              |         |
| Distribution: Original (White) – Committee Duplicate (Yellow) – Clerk's Office            |      |           |                              |         |