
A BILL FOR AN ACT

RELATING TO THE GENERAL EXCISE TAX.

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

1 SECTION 1. Section 237-18, Hawaii Revised Statutes, is
2 amended by amending subsection (e) to read as follows:

3 "(e) Where [~~insurance agents, including general agents,~~
4 ~~subagents, or solicitors,~~] commissions are produced by:

5 (1) Insurance producers who are not employees and are
6 licensed pursuant to chapter 431[~~, or real~~];

7 (2) Real estate brokers or salespersons, who are not
8 employees and are licensed pursuant to chapter 467[~~,~~
9 ~~produce~~]; or

10 (3) Securities professionals, including brokers, dealers,
11 salespersons, and investment advisers who are not
12 employees and are licensed pursuant to chapter 485 or
13 applicable federal securities laws;

14 and the commissions [~~which~~] are divided between [~~such general~~
15 ~~agents, subagents, or solicitors, or between such~~] those

16 insurance producers, or real estate brokers [~~or~~] and

17 salespersons, or securities professionals, as the case may be,

18 the tax levied under section 237-13(6) as to real estate brokers



1 or salespersons~~[7]~~ and securities professionals, or under
2 section 237-13(7) as to insurance [~~general agents, subagents, or~~
3 ~~seleitors~~] producers, shall apply to each [~~such~~] person with
4 respect to the person's portion of the commissions, and no
5 more."

6 SECTION 2. Statutory material to be repealed is bracketed
7 and stricken. New statutory material is underscored.

8 SECTION 3. This Act shall take effect on July 1, 2050; and
9 shall apply to gross income or gross proceeds received after
10 June 30, 2050.



Report Title:

Investment Securities; Broker and Agent; General Excise Tax

Description:

Requires an investment broker and agent who share compensation for their services to pay the general excise tax on only that portion of the compensation retained by each. (SD2)

