
A BILL FOR AN ACT

RELATING TO RENTAL MOTOR VEHICLES.

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

1 SECTION 1. Chapter 46, Hawaii Revised Statutes, is amended
2 by adding a new section to be appropriately designated and to
3 read as follows:

4 "§46- Rental motor vehicle surcharge; county
5 infrastructure. Each county shall use the rental motor vehicle
6 surcharge transferred to it under section 251-2(b) solely for:

7 (1) The construction, repair, and maintenance of roads;
8 and

9 (2) The construction and improvement of curbs, walkways,
10 and drainage systems
11 within the jurisdiction of the county."

12 SECTION 2. Section 251-2, Hawaii Revised Statutes, is
13 amended to read as follows:

14 "§251-2 Rental motor vehicle and tour vehicle surcharge
15 tax. (a) There is levied and shall be assessed and collected
16 each month a rental motor vehicle surcharge tax of [~~\$2 a day,~~
17 ~~except that for the period of September 1, 1999, to August 31,~~
18 ~~2007, the tax shall be \$3 a day,~~] \$4 a day, or any portion of a



1 day that a rental motor vehicle is rented or leased. The rental
2 motor vehicle surcharge tax shall be levied upon the lessor;
3 provided that the tax shall not be levied on the lessor if:

4 (1) The lessor is renting the vehicle to replace a vehicle
5 of the lessee that is being repaired; and

6 (2) A record of the repair order for the vehicle is
7 retained either by the lessor for two years for
8 verification purposes or by a motor vehicle repair
9 dealer for two years as provided in section 437B-16.

10 (b) Twenty-five per cent of the funds collected from each
11 county under subsection (a) shall be transferred to the
12 respective county and shall be used solely for the purposes
13 described in section 46- .

14 (c) Twenty five per cent of the funds collected under
15 subsection (a) shall be deposited into the emergency medical
16 services special fund under section 321-224 and used solely for
17 the purposes described in section 321-224(d).

18 [~~(b)~~](d) There is levied and shall be assessed and
19 collected each month a tour vehicle surcharge tax of:

20 (1) \$65 for each tour vehicle used or partially used
21 during the month that falls into the over twenty-five
22 passenger seat category; and



1 (2) \$15 for each tour vehicle used or partially used
2 during the month that falls into the eight to twenty-
3 five passenger seat category.

4 The tour vehicle surcharge tax shall be levied upon the
5 tour vehicle operator."

6 SECTION 3. Section 321-234, Hawaii Revised Statutes, is
7 amended to read as follows:

8 "**§321-234 Emergency medical services special fund.** (a)

9 There is established within the state treasury a special fund to
10 be known as the emergency medical services special fund to be
11 administered and expended by the department.

12 (b) The moneys in the special fund shall be used by the
13 department for operating a state comprehensive emergency medical
14 services system, including enhanced and expanded services, and
15 shall not be used to supplant funding for emergency medical
16 services authorized prior to [+]July 1, 2004[+].

17 (c) Fees remitted pursuant to section 249-31, cigarette
18 tax revenues designated under section 245-15, interest and
19 investment earnings attributable to the moneys in the special
20 fund, legislative appropriations, and grants, donations, and
21 contributions from private or public sources for the purposes of
22 the fund, shall be deposited into the special fund.



1 (d) Fees remitted pursuant to section 251-2(c) shall be
 2 deposited into the special fund; provided that these funds shall
 3 be used solely for the purchase and maintenance of ambulances,
 4 including but not limited to vehicles, equipment, supplies, and
 5 communications systems.

6 [~~d~~](e) The department shall submit an annual report to
 7 the legislature no later than twenty days prior to the convening
 8 of each regular session that outlines the receipts of, and
 9 expenditures from, the special fund."

10 SECTION 4. Statutory material to be repealed is bracketed
 11 and stricken. New statutory material is underscored.

12 SECTION 5. This Act shall take effect on July 1, 2007.

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Report Title:

Rental motor vehicle; construction, repair, and maintenance of county infrastructure; ambulance services

Description:

Increases the rental motor vehicle surcharge tax to \$4 per day. Specifies that increased funds collected be used for (1) the construction, repair, and maintenance of county infrastructure and (2) emergency services.

