
A BILL FOR AN ACT

RELATING TO THE CONVEYANCE TAX.

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

1 SECTION 1. The purpose of this Act is to:

- 2 (1) Temporarily suspend the distribution of a portion of
3 the conveyance tax to the land conservation fund; and
4 (2) Temporarily reduce the portions of the conveyance tax
5 distributed to the rental housing trust fund and
6 natural area reserve fund.

7 SECTION 2. Section 173A-5, Hawaii Revised Statutes, is
8 amended by amending subsection (d) to read as follows:

9 "(d) [~~Ten per cent~~] The appropriate percentage identified
10 under section 247-7 of all taxes imposed and collected [~~by~~
11 ~~section 247-1~~] under chapter 247 shall be deposited in or
12 credited to the fund every fiscal year."

13 SECTION 3. Section 247-7, Hawaii Revised Statutes, is
14 amended to read as follows:

15 "~~§247-7~~ **Disposition of taxes.** All taxes collected under
16 this chapter shall be paid into the state treasury to the credit
17 of the general fund of the State, to be used and expended for



1 the purposes for which the general fund was created and exists
2 by law; provided that of the taxes collected each fiscal year:

3 (1) [~~Ten~~] None from July 1, 2009 until June 30, 2015 and
4 ten per cent in each fiscal year thereafter shall be
5 paid into the land conservation fund established
6 pursuant to section 173A-5;

7 (2) [~~Thirty~~] Fifteen per cent from July 1, 2009 until June
8 30, 2015 and thirty per cent in each fiscal year
9 thereafter shall be paid into the rental housing trust
10 fund established by section 201H-202; and

11 (3) [~~Twenty-five~~] Ten per cent from July 1, 2009 until
12 June 30, 2015 and twenty-five per cent in each fiscal
13 year thereafter shall be paid into the natural area
14 reserve fund established by section 195-9; provided
15 that the funds paid into the natural area reserve fund
16 shall be annually disbursed by the department of land
17 and natural resources in the following priority:

18 (A) To natural area partnership and forest
19 stewardship programs after joint consultation
20 with the forest stewardship committee and the
21 natural area reserves system commission;



1 (B) Projects undertaken in accordance with watershed
2 management plans pursuant to section 171-58 or
3 watershed management plans negotiated with
4 private landowners, and management of the natural
5 area reserves system pursuant to section 195-3;
6 and

7 (C) The youth conservation corps established under
8 chapter 193."

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

11 SECTION 5. This Act shall take effect on July 1, 2009.

12 INTRODUCED BY: Calvin K. Boy
JAN 28 2009



Report Title:

Conveyance Tax; Distribution

Description:

Suspends temporarily the distribution of a portion of the conveyance tax to the land conservation fund. Reduces temporarily the portions transmitted to the natural area reserve fund and rental housing trust fund.

