Honolulu, Hawaii

Fe 5 26 , 2010

RE: H.B. No. 2874

Honorable Calvin K.Y. Say Speaker, House of Representatives Twenty-Fifth State Legislature Regular Session of 2010 State of Hawaii

Sir:

Your Committee on Finance, to which was referred H.B. No. 2874 entitled:

"A BILL FOR AN ACT RELATING TO THE TRANSIENT ACCOMMODATIONS TAX,"

begs leave to report as follows:

The purpose of this bill is to temporarily increase the transient accommodations tax rate imposed on resort time share vacation units to the same rate that is imposed on the gross rental or gross rental proceeds derived from furnishing transient accommodations.

The Hawaii Government Employees Association, AFSCME Local 152, AFL-CIO testified in support of this bill. The Office of the Governor; Department of Taxation; Royal Aloha Vacation Club; Shell Management Hawaii, Inc.; The Imperial Hawaii Resort; Diamond Resorts International; Marriot Vacation Club International; Marriott's Koʻolina Beach Club; American Resort Development Association (ARDA); ARDA-Hawaii; Wyndham Worldwide; Lawai Beach Resort; Interval International, Inc.; Starwood Vacation Ownership; and several concerned individuals opposed this measure. The Hawaii Tourism Authority and the Tax Foundation of Hawaii submitted comments.

As affirmed by the record of votes of the members of your Committee on Finance that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No.

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2874 and recommends that it pass Second Reading and be placed on the calendar for Third Reading.

Respectfully submitted on behalf of the members of the Committee on Finance,

MARCUS R OSHIRO, Chair

State of Hawaii House of Representatives The Twenty-fifth Legislature

HSCR 509-10

Record of Votes of the Committee on Finance

Bill/Resolution No.: Committe HB 2874	e Referral:	Date	2/12	110
□ 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)				
FIN Members	Ayes	Ayes (WR)	Nays	Excused
1. OSHIRO, Marcus R. (C)				
2. LEE, Marilyn B. (VC)				
3. AQUINO, Henry J.C.				
4. AWANA, Karen Leinani				
5. BROWER, Tom				
6. CHOY, Isaac W.			. The chartes	Hall 20, 3 5 1.00
7. COFFMAN, Denny				
8. HAR, Sharon E.		HERE WAS BUILD ON A VENTOR OF THE	1 1 1 1 1 2 2 2 1 1	\$500 ₀₀₅
9. KEITH-AGARAN, Gilbert S.C.				HER TO THE STATE OF THE STATE O
10. LEE, Chris		CEREST SERVICE :	: 计数据处理等	D2 1 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2
11. NISHIMOTO, Scott Y.				
12. SAGUM, Roland D., III				 한다. 변수값
13. TOKIOKA, James Kunane	•			<u> 1865</u>
14. WOOLEY, Jessica15. YAMASHITA, Kyle T.		gengli, milijanski je j Litanga tiji kali		
16. FINNEGAN, Lynn				
17. WARD, Gene				
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TOTAL (17)	13	_2	2	
The recommendation is: Adopted Not Adopted did not support recommendation. committee acronym(s)				
Vice Chair's or designee's signature: Maily B. Lel				
Distribution: Original (White) - Committee Duplicate (Yellow) - Chief Clerk's Office Duplicate (Pink) - HMSO				