STAND. COM. REP. NO. 295

Honolulu, Hawaii

Feb 15 , 2011

RE: H.B. No. 976

H.D. 1

Honorable Calvin K.Y. Say Speaker, House of Representatives Twenty-Sixth State Legislature Regular Session of 2011 State of Hawaii

Sir:

Your Committee on Tourism, to which was referred H.B. No. 976 entitled:

"A BILL FOR AN ACT RELATING TO TAXATION,"

begs leave to report as follows:

The purpose of this bill is to specify that the transient accommodations tax (TAT) collected should be the higher of \$8 per day per unit or 7.25 percent of the gross proceeds, beginning July 1, 2011.

The Department of Taxation testified in support of this bill. Marriott Vacation Club International opposed this measure. Starwood Hotels and Resorts and the Tax Foundation of Hawaii provided comments.

Your Committee has amended this bill by assessing a TAT of \$4 per day per unit beginning on July 1, 2013.

As affirmed by the record of votes of the members of your Committee on Tourism that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 976, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 976, H.D. 1, and be referred to the Committee on Finance.

STAND. COM. REP. NO. 295
Page 2

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

TOM BROWER, Chair

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

## HSCR 295

## **Record of Votes of the Committee on Tourism**

Bill/Resolution No.: Comm	nittee Referral: TOU, FIN	Date:	02/0	1/1/
☐ 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)				
TOU Members	Ayes	Ayes (WR)	Nays	Excused
1. BROWER, Tom (C)	V			
2. TOKIOKA, James Kunane (VC)	V			
3. AWANA, Karen L.	V			
4. CHOY, Isaac W.	V			
5. EVANS, Cindy	1 1	,		
6. HASHEM, Mark J.	V			
7. McKELVEY, Angus L.K.		✓	- Control to the cont	
8. NISHIMOTO, Scott Y.				<b>V</b>
9. TSUJI, Clift	<b>V</b>			
10. CHING, Corinne W.L.				$\bigvee$
11. MARUMOTO, Barbara C.		<b>V</b>		
TOTAL (11)	1	1		
The recommendation is:  Adopted  If joint referral, did not support recommendation.    Committee acronym(s)   Committee acronym(s)				
Vice Chair's or designee's signature:				
Distribution: Original (White) - Committee Duplicate (Yellow) - Chief Clerk's Office Duplicate (Pink) - HMSO				