A BILL FOR AN ACT

RELATING TO TRANSPORTATION.

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

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1	SECTION 1. Section 251-1, Hawaii Revised Statutes, is		
2	amended as follows:		
3	1. By adding a new definition to be appropriately inserted		
4	and to read:		
5	"Car-sharing organization" means a non-profit organization		
6	that operates a membership program under which its members are		
7	permitted to use vehicles from the organization's fleet on an		
8	hourly or other incremental basis less than twenty-four hours."		
9	2. By amending the definition of "rental motor vehicle" or		
10	"vehicle" to read:		
11	""Rental motor vehicle" or "vehicle" means every vehicle		
12	[which] that is:		
13	(1) Self-propelled and every vehicle [which] that is		
14	propelled by electric power, but [which] is not		
15	operated upon rails, [which] and that is rented or		
16	leased or offered for rent or lease in this State,		

whether for personal or commercial use, for a period

of six months or less; and

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1	(2)	Designed to carry seventeen passengers or fewer.
2	"Ren	tal motor vehicle" or "vehicle" shall not include:
3	(1)	Mopeds as defined in section 286-2;
4	(2)	Any trucks, truck-tractors, tractor-semitrailer
5		combinations, or truck-trailer combinations, with:
6		(A) A manufacturer's nominal carrying capacity of one
7		thousand pounds or more; and
8		(B) A barrier or separation between the operator's
9		compartment and the cargo area; [and]
10	(3)	Cargo vans with no more than two seats, including the
11		driver's seat; provided that vans with a recreational
12		vehicle converter package and vans with quick release
13		passenger seats shall not be classified as cargo
14		vans[-]; and
15	(4)	Vehicles that are rented by a car-sharing organization
16		to members of its membership program on an hourly or
17		other incremental basis for a period of up to six
18		hours per day per vehicle."
19	SECT	ION 2. Section 251-2, Hawaii Revised Statutes, is
20	amended by	y amending subsection (a) to read as follows:
21	"(a)	There is levied and shall be assessed and collected
22	each mont	h a rental motor vehicle surcharge tax of \$7.50 a day,
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- 1 except that after June 30, 2012, the tax shall be \$3 a day, or
- 2 any portion of a day that a rental motor vehicle is rented or
- 3 leased[-]; provided that a car-sharing organization shall be
- 4 exempt from the rental motor vehicle surcharge tax on rentals of
- 5 vehicles to members of its membership program for up to six
- 6 hours per day per vehicle. The rental motor vehicle surcharge
- 7 tax shall be levied upon the lessor; provided that the tax shall
- 8 not be levied on the lessor if:
- 9 (1) The lessor is renting the vehicle to replace a vehicle
- of the lessee that is being repaired; and
- 11 (2) A record of the repair order for the vehicle is
- 12 retained either by the lessor for two years for
- verification purposes or by a motor vehicle repair
- 14 dealer for two years as provided in section 437B-16."
- 15 SECTION 3. Statutory material to be repealed is bracketed
- 16 and stricken. New statutory material is underscored.
- 17 SECTION 4. This Act shall take effect on July 1, 2050.

Report Title:

Rental Motor Vehicle and Tour Vehicle Surcharge Tax; Car-Sharing

Description:

Exempts from the rental motor vehicle surcharge tax, vehicles that are rented by a car-sharing organization to members of its membership program on an hourly basis for up to six hours per day per vehicle. Effective 7/1/2050. (SD2)

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.