

JAN 24 2013

SENATE RESOLUTION

URGING THE GOVERNOR AND THE LEGISLATURE OF THE STATE OF HAWAII
TO PRESERVE THE COUNTIES' SHARE OF THE TRANSIENT
ACCOMMODATIONS TAX.

WHEREAS, the transient accommodations tax is a tax levied
by the State on the proceeds derived from furnishing transient
accommodations; and

WHEREAS, during the Regular Session of 1990, the
Legislature enacted Act 185 which gave the counties a share of
the transient accommodations tax; and

WHEREAS, according to Conference Committee Report 207, the
purpose of Act 185 was to provide a more equitable method of
sharing state revenues with the counties, rather than continuing
with the system existing at the time, whereby the counties
requested financial assistance through grants-in-aid from the
State; and

WHEREAS, the county share of the tax also provides more
stability to county finances and enables improved budgeting and
planning; and

WHEREAS, currently, 44.8 per cent of the total transient
accommodations tax collected by the State is distributed to the
counties; of this amount, the revenue is allocated as follows:

Kauai County	-	14.5%
Hawaii County	-	18.6%
City and County of Honolulu	-	44.1%
Maui County	-	<u>22.8%</u>
		100.0%

and

WHEREAS, the transient accommodations tax revenues account
for a significant portion of the counties' general fund budgets;
and



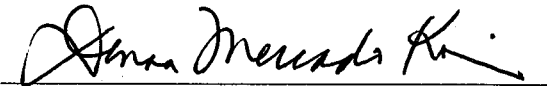
1 WHEREAS, maintaining the current allocation of the
2 transient accommodations tax would allow the counties to
3 continue providing essential government services to visitors and
4 residents; and
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6 WHEREAS, losing the current allocation of the transient
7 accommodations tax would require counties to significantly raise
8 property taxes; now, therefore,
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10 BE IT RESOLVED by the Senate of the Twenty-seventh
11 Legislature of the State of Hawaii, Regular Session of 2013,
12 that the Governor and the Legislature are urged to preserve the
13 counties' share of the transient accommodations tax; and
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15 BE IT FURTHER RESOLVED that certified copies of this
16 Resolution be transmitted to the Governor, the President of the
17 Hawaii State Association of Counties, and the Mayors of the
18 Counties of Kauai, Hawaii, Honolulu, and Maui.
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OFFERED BY:



By Request

