STAND. COM. REP. NO. 426

Honolulu, Hawaii **Rebruary 20**, 2015

RE: H.B. No. 197 H.D. 1

Honorable Joseph M. Souki Speaker, House of Representatives Twenty-Eighth State Legislature Regular Session of 2015 State of Hawaii

Sir:

Your Committee on Tourism, to which was referred H.B. No. 197 entitled:

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

begs leave to report as follows:

The purpose of this measure is to assist the counties financially so they can better support tourism and tourism-related services by removing the current dollar amount cap on transient accommodations tax revenues to be distributed to the counties and establishing the distribution of these revenues as a percentage of transient accommodations tax collected.

Three council members from the County of Maui, a council member from the County of Hawaii, and two council members from the County of Kauai supported this measure. The Department of Budget and Finance, Hawaii Tourism Authority, State-County Functions Working Group, and the Tax Foundation of Hawaii offered comments.

Your Committee has amended this measure by clarifying that the transient accommodations tax revenues to be distributed to the counties shall be used to address the impact of the visitor industry on county services and tourism-related infrastructure. 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. 197, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 197, H.D. 1, and be referred to the Committee on Finance.

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

TOM BROWER, Chair

## State of Hawaii House of Representatives The Twenty-eighth Legislature HSCR 426

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

	tee Referral:	Date	/	alic
HB 197 TOU.	FIN		21	18/15
☐ 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		· · · · <del>- ·</del>	-
2. OHNO, Takashi (VC)				
3. CACHOLA, Romy M.	V			
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4. CHOY, Isaac W.	V			
5. ITO, Ken				
6. KAWAKAMI, Derek S.K.				
7. KONG, Sam Satoru				
8. ONISHI, Richard H.K.	V			
9 TOVIOVA Iomes Vurans			·	<u> </u>
9. TOKIOKA, James Kunane				
10. TSUJI, Clift				
10. 1300i, Chit				
11. WOODSON, Justin H.	_			·
12. MATSUMOTO, Lauren Kealohilani	/			
13. WARD, Gene	~			
TOTAL (13)	13	0	0	0
The recommendation is:  Adopted  If joint referral,  committee acronym(s)  One Adopted  did not support recommendation.				
Vice Chair's or designee's signature: Jakashi 5m				
Distribution: Original (White) - Committee Duplicate (Yellow) - Chief Clerk's Office Duplicate (Pink) - HMSO				