

Executive Officers: Derek Kurisu, KTA Superstores - Chairperson John Erickson, Young's Market Company - Vice Chair Bob Stout, Times Supermarkets - Secretary/Treasure Lauren Zirbel, Executive Director

1050 Bishop St. PMB 235 Honolulu, HI 96813 Fax: 808-791-0702 Telephone: 808-533-1292

TO: COMMITTEE ON WAYS & MEANS Senator Jill Tokuda, Chair Senator Donavan M. Dela Cruz, Vice Chair

FROM: HAWAII FOOD INDUSTRY ASSOCIATION Lauren Zirbel, Executive Director

DATE:Thursday, February 25, 2016TIME:1:00 pmPLACE:Conference Room 211

RE: SB2805, SD1

Position: Oppose

The Hawaii Food Industry Association is comprised of two hundred member companies representing retailers, suppliers, producers, and distributors of food and beverage related products in the State of Hawaii.

Hawaii businesses and customers already pay several costly taxes and fees that are not only a financial burden, but an administrative burden as well. The state's system is complex and hard to navigate and adding an additional surcharge creates an unnecessary added cost for retailers and consumers.

While we appreciate the three percent allotment of the fee to retailers, **1.2 cents per card is not enough to pay for accounting and processing costs and we will be operating at a loss.** Several states including Florida, North Carolina and Alabama have allotments greater than three percent. If this bill is passed, we request that it be amended to increase the allotment to five percent, which would be a more appropriate amount to cover associated costs.

Thank you for the opportunity to testify.



ALAN M. ARAKAWA MAYOR

OUR REFERENCE

YOUR REFERENCE

## POLICE DEPARTMENT

COUNTY OF MAUI

55 MAHALANI STREET WAILUKU, HAWAII 96793 (808) 244-6400 FAX (808) 244-6411



CHIEF OF POLICE

DEAN M. RICKARD DEPUTY CHIEF OF POLICE

February 24, 2016

Senator Jill N. Tokuda, Chair Senator Donovan M. Dela Cruz, Vice Chair And Members of the Committee on Ways and Means The Senate State Capitol Honolulu, Hawaii 96813

## RE: Senate Bill No. 2805 SD1 RELATING TO ENHANCED 911 SURCHARGES

Dear Chair Tokuda, Vice Chair Dela Cruz, and Members of the Committee:

The Maui Police Department supports S.B. 2805 SD1, which seeks to collect the 911 surcharge from prepaid wireless consumers at the retail point of sale.

The collection on prepaid wireless 911 surcharge is very important in order to sustain adequate funding for enhanced 911 statewide. 911 surcharges should be imposed in a fair and equitable manner with respect to prepaid mobile service, like the 911 surcharge is collected today for postpaid wireless. The 911 surcharge should be imposed upon all consumers of telecommunication services that have the ability to access 911. This is an important funding mechanism to assist state and local governments in sustaining 911 systems and to provide for the deployment of new, emerging technologies. Prepaid wireless telecommunications services are an important segment of the telecommunications industry and have grown in use by consumers; however, today prepaid wireless consumers are exempt from the surcharge and yet have always had access to 911.

The benefit to the public is a comprehensive, efficient, and coordinated statewide 911 system serving all citizens that is funded in a fair and equitable manner for all. The Maui Police Department asks for your support for S.B. No. 2805 SD1.

Thank you for the opportunity to testify.

Sincerely, J**Anun**in MI

Chief of Police