

---

---

# A BILL FOR AN ACT

RELATING TO TRANSIENT ACCOMMODATIONS TAX.

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

1 SECTION 1. Section 235-20.5, Hawaii Revised Statutes, is  
2 amended to read as follows:

3 "§235-20.5 Tax administration special fund; established.

4 (a) There is established a tax administration special fund,  
5 into which shall be deposited:

6 (1) Fees collected under sections 235-20, 235-110.9, and  
7 235-110.91;

8 (2) Revenues collected by the special enforcement section  
9 pursuant to section 231-85; provided that in each  
10 fiscal year, of the total revenues collected by the  
11 special enforcement section[, ~~all revenues in excess~~  
12 ~~of \$700,000~~]:

13 (A) An amount not to exceed \$1,000,000 shall be  
14 deposited into the special fund, and any amounts  
15 in excess of \$1,000,000 shall be deposited into  
16 the general fund; and



1           (B) Of the \$1,000,000 collected and deposited  
2           pursuant to subparagraph (A), the first \$300,000  
3           of revenues shall be deposited into a separate  
4           account for the purpose described in subsection  
5           (b); and

6           (3) Fines assessed pursuant to section 237D-4.

7           (b) The moneys in the fund shall be used for the following  
8 purposes:

9           (1) Issuing comfort letters, letter rulings, written  
10 opinions, and other guidance to taxpayers;

11           (2) Issuing certificates under sections 235-110.9 and 235-  
12 110.91;

13           (3) Administering the operations of the special  
14 enforcement section; and

15           (4) Developing, implementing, and providing taxpayer  
16 education programs, including tax publications[-];

17 provided that all moneys in the separate account established  
18 pursuant to subsection (a) (2) (B) shall be used for operations of  
19 the special enforcement section established under section 231-  
20 81(a) that pertain exclusively to the enforcement of chapter  
21 237D."



1           SECTION 2. Statutory material to be repealed is bracketed  
2 and stricken. New statutory material is underscored.

3           SECTION 3. This Act shall take effect on July 1, 2050.



**Report Title:**

Transient Accommodations Tax Enforcement; Tax Administration  
Special Fund; Special Enforcement Section

**Description:**

Increases the revenue threshold for the tax administration  
special fund and allocates the additional moneys to the special  
enforcement section for the enforcement of the transient  
accommodations tax. (HB2011 HD1)

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

