### A BILL FOR AN ACT

RELATING TO THE TRANSIENT ACCOMMODATIONS TAX.

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

1	SECTION 1. The purpose of this Act is to allocate funds
2	from transient accommodations tax revenues to the Hawaii tourism
3	authority for the implementation of initiatives, in conjunction
4	with the Hawaii Lodging and Tourism Association, to address
5	homelessness in tourist and resort areas.
6	SECTION 2. Section 237D-6.5, Hawaii Revised Statutes, is
7	amended by amending subsection (b) to read as follows:
8	"(b) Except for the revenues collected pursuant to section
9	237D-2(e), revenues collected under this chapter shall be
10	distributed in the following priority, with the excess revenues
11	to be deposited into the general fund:
12	(1) \$1,500,000 shall be allocated to the Turtle Bay
13	conservation easement special fund beginning July 1,
14	2015, for the reimbursement to the state general fund
15	of debt service on reimbursable general obligation
16	bonds, including ongoing expenses related to the
17	issuance of the bonds, the proceeds of which were used

1		to acquire the conservation easement and other real
2		property interests in Turtle Bay, Oahu, for the
3		protection, preservation, and enhancement of natural
4		resources important to the State, until the bonds are
5		fully amortized;
6	(2)	\$26,500,000 shall be allocated to the convention
7		center enterprise special fund established under
8		section 201B-8;
9	(3)	\$82,000,000 shall be allocated to the tourism special
10		fund established under section 201B-11; provided that
11		(A) Beginning on July 1, 2012, and ending on June 30,
12		2015, \$2,000,000 shall be expended from the
13		tourism special fund for development and
14		implementation of initiatives to take advantage
15		of expanded visa programs and increased travel
16		opportunities for international visitors to
17		Hawaii;
18		(B) Of the \$82,000,000 allocated:
19		(i) \$1,000,000 shall be allocated for the
20		operation of a Hawaiian center and the

## H.B. NO. H.D. 2

1		museum of Hawaiian music and dance at the
2		Hawaii convention center; and
3		(ii) 0.5 per cent of the \$82,000,000 shall be
4		transferred to a sub-account in the tourism
5		special fund to provide funding for a safety
6		and security budget, in accordance with the
7		Hawaii tourism strategic plan 2005-2015; and
8		(C) Of the revenues remaining in the tourism special
9		fund after revenues have been deposited as
10		provided in this paragraph and except for any sum
11		authorized by the legislature for expenditure
12		from revenues subject to this paragraph,
13		beginning July 1, 2007, funds shall be deposited
14		into the tourism emergency special fund,
15		established in section 201B-10, in a manner
16		sufficient to maintain a fund balance of
17		\$5,000,000 in the tourism emergency special fund;
18	(4)	\$103,000,000 shall be allocated as follows: Kauai
19		county shall receive 14.5 per cent, Hawaii county
20		shall receive 18.6 per cent, city and county of
21		Honolulu shall receive 44.1 per cent, and Maui county

# H.B. NO. H.D. 2 S.D. 1

1		shall receive 22.8 per cent; provided that commencing
2		with fiscal year 2018-2019, a sum that represents the
3		difference between a county public employer's annual
4		required contribution for the separate trust fund
5		established under section 87A-42 and the amount of the
6		county public employer's contributions into that trust
7		fund shall be retained by the state director of
8		finance and deposited to the credit of the county
9		public employer's annual required contribution into
10		that trust fund in each fiscal year, as provided in
11		section 87A-42, if the respective county fails to
12		remit the total amount of the county's required annual
13		contributions, as required under section 87A-43; [and]
14	(5)	\$3,000,000 shall be allocated to the special land and
15		development fund established under section 171-19;
16		provided that the allocation shall be expended in
17		accordance with the Hawaii tourism authority strategic
18		plan for:
19		(A) The protection, preservation, maintenance, and
20		enhancement of natural resources, including
21		beaches, important to the visitor industry:

1		(15)	riaming, construction, and repair of facilities;
2			and
3		(C)	Operation and maintenance costs of public lands,
4			including beaches, connected with enhancing the
5			visitor experience[-]; and
6	(6)	Begi	nning on July 1, 2018, \$ shall be
7		allo	cated to the Hawaii tourism authority to implement
8		<u>init</u>	iatives, in conjunction with the Hawaii Lodging
9		and	Tourism Association, to address homelessness in
10		tour	ist and resort areas of each county, with the
11		tour	ist and resort areas to be designated by the
12		resp	ective county; provided that no funds shall be
13		rele	ased unless matched dollar-for-dollar by the
14		priv	ate sector; provided further that the funds shall
15		be u	sed for the provision of social services, as
16		defi	ned in section 346-1.
17	All	trans	ient accommodations taxes shall be paid into the
18	state tre	asury	each month within ten days after collection and
19	shall be	kept	by the state director of finance in special
20	accounts	for d	istribution as provided in this subsection.

1	As use	d in this subsection, "fiscal year" means the twelve-
2	month period	d beginning on July 1 of a calendar year and ending
3	on June 30	of the following calendar year."
4	SECTIO	N 3. (a) The Hawaii tourism authority shall submit
5	a report to	the legislature at least twenty days prior to the
6	convening of	f the regular session of 2019, which shall include:
7	(1) T	he current status of any initiative implemented
8	đι	uring the three year period prior to the date of the
9	re	eport, in conjunction with the Hawaii Lodging and
10	Т	ourism Association, to address homelessness in
11	to	ourist and resort areas, including the costs thereof,
12	sc	ource of funding, and participating entities;
13	(2) Th	ne current status of any plans to implement future
14	ir	nitiatives, in conjunction with the Hawaii Lodging
15	ar	nd Tourism Association, to address homelessness in
16	to	ourist and resort areas, including the estimated
17	C	osts thereof, potential sources of funding, other
18	tl	nan legislative appropriations, and anticipated
19	pa	articipating entities; and

# H.B. NO. H.D. 2

- 1 (3) Data collected from the initiatives implemented
  2 pursuant to section 237D-6.5(b)(6), Hawaii Revised
  3 Statutes, as amended by section 2 of this Act.
- 4 (b) The data collected from the initiatives implemented to
- 5 address homelessness in tourist and resort areas and included
- 6 within the report to the legislature shall be entered into the
- 7 homeless management information system by the homeless programs
- 8 office to evaluate the effectiveness of the initiatives in
- 9 addressing homelessness.
- 10 SECTION 4. Statutory material to be repealed is bracketed
- 11 and stricken. New statutory material is underscored.
- 12 SECTION 5. This Act shall take effect on July 1, 3000.

#### Report Title:

Transient Accommodations Tax; Hawaii Tourism Authority; Hawaii Lodging and Tourism Association; Homelessness; Report

### Description:

Allocates funds from transient accommodations tax revenues to the Hawaii Tourism Authority (HTA) to implement initiatives, in conjunction with the Hawaii Lodging and Tourism Association, to address homelessness in tourist and resort areas, as designated by each county; provided that the funds be used to provide social services. Requires HTA to report to the Legislature. Requires the data collected from the initiatives to be entered into the Homeless Management Information System. Takes effect on 7/1/3000. (SD1)

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