### \_S.B. NO. 1218

JAN 2 4 2019

### A BILL FOR AN ACT

RELATING TO CAR REGISTRATION FEE EXEMPTION FOR DISABLED VETERANS.

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

1	SECTION 1. Section 249-31.5, Hawaii Revised Statutes, is
2	amended to read as follows:
3	<pre>"[+]§249-31.5[+] Exemptions [+]from registration fees[+]</pre>
4	for certain vehicles; disabled veterans. (a) A disabled
5	veteran who:
6	(1) Is a resident of Hawaii;
7	(2) Has been other than dishonorably discharged from the
8	United States uniformed armed forces; and
9	(3) Is determined by the United States Department of
10	Veterans Affairs or its predecessor to have a service-connected
11	one hundred per cent disability rating for compensation or a
12	service-connected disability rating of one hundred per cent; and
13	(4) Is in receipt of disability retirement pay from any
14	branch of the uniformed armed forces,
15	shall be exempt from payment of all annual vehicle registration
16	fees as required by section 249-31[-] and the tax imposed under
17	this chapter. This exemption shall not extend to vehicles used

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for commercial purposes, nor to more than one vehicle owned by
the disabled veteran.

The director of the office of veterans' services, in 3 (b) 4 consultation with the policy advisory board on [4] veterans' [4] 5 services, shall submit a report to the legislature and the 6 department of taxation no later than twenty days prior to the 7 convening of each regular session providing the legislature and 8 the department of taxation with the total number of disabled 9 veterans who qualify under this section for the exemption from 10 annual vehicle registration fees [-] and the tax imposed under 11 this chapter."

SECTION 2. This Act shall apply to motor vehicleregistrations issued or renewed after July 1, 2019.

SECTION 3. Statutory material to be repealed is bracketedand stricken. New statutory material is underscored.

16 SECTION 4. This Act upon its approval, shall take effect17 on July 1, 2019.

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INTRODUCED BY: MUN-M.

BY REQUEST

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#### Report Title:

Car Registration Fee Exemption For Disabled Veterans

#### Description:

Repeals requirement that a disabled veteran be in receipt of disability retirement pay in order to be exempt from the payment of annual vehicle registration fees.

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

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#### JUSTIFICATION SHEET

DEPARTMENT :	Defense
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- TITLE: A BILL FOR AN ACT RELATING TO CAR REGISTRATION FEE EXEMPTION FOR DISABLED VETERANS
- PURPOSE: Repeal requirement that a disabled veteran be in receipt of disability retirement pay in order to be exempt from the payment of annual vehicle registration fees.
- MEANS: Amend section 249-31.5, Hawaii Revised Statutes (HRS).

JUSTIFICATION: Current section 249-31.5, Hawaii Revised Statutes, allows exemption from registration fees for those who (1) are residents of Hawaii, (2) received an other than dishonorable discharge characterization from the US Armed Forces, (3) are determined to have a disability rating of 100 percent determined by the Department of Veterans Affairs, and (4) are in receipt of disability retirement pay from any branch of the uniformed armed forces. If the legislative intent was to offer this exemption to 100 percent eligible disabled Veterans, because of the restrictive language with the "disability retirement pay" clause, only 120 eligible Veterans (4%) have qualified out of 3,075 VA 100 percent disabled rated in Hawaii. Striking the "disability retirement pay" clause from the current statute will allow more Veterans to receive this \$45-dollar registration fee exemption on their car registration for one vehicle and will better align with the Legislature's intent.

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### Impact on the public: None.

Impact on the department and other agencies: None.

GENERAL FUND: None.

OTHER FUND: None.

PPBS PROGRAM DESIGNATION:

OTHER AFFECTED AGENCIES:

None.

Upon adoption.

EFFECTIVE DATE:

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