STAND. COM. REP. NO. 211

Honolulu, Hawaii

FEB 17 , 2021

RE: H.B. No. 194 H.D. 1

Honorable Scott K. Saiki Speaker, House of Representatives Thirty-First State Legislature Regular Session of 2021 State of Hawaii

Sir:

Your Committee on Transportation, to which was referred H.B. No. 194 entitled:

"A BILL FOR AN ACT RELATING TO TAXATION,"

begs leave to report as follows:

The purpose of this measure is to extend the period in which a county may adopt a surcharge on state tax, under certain conditions, from March 31, 2019, to June 30, 2022.

Your Committee received testimony in support of this measure from the Maui County Council. Your Committee received comments on this measure from the Department of Taxation, Tax Foundation of Hawaii, and Maui Chamber of Commerce.

Your Committee finds that existing law authorized counties to establish a county surcharge on state taxes in order to financially assist the counties with operating or capital costs of public transportation. However, not all counties were able to establish a surcharge by the mandated deadline and therefore are burdened with the operating and capital costs of public transportation. Your Committee believes that providing another opportunity to establish a county surcharge will alleviate and equalize any financial burden of certain public transportation costs.

Your Committee has amended this measure by changing its effective date to July 1, 2050, to encourage further discussion.

As affirmed by the record of votes of the members of your Committee on Transportation that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 194, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 194, H.D. 1, and be referred to your Committee on Finance.

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

HENDY I C. POLLING Chaire

2021-1716 HB194 HD1 HSCR HMSO

State of Hawaii House of Representatives The Thirty-first Legislature

Bill/Resolution No.: 서요면식	Committee Referral: TRN , FIN	Date:	2/12/21		
☐ 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)					
TRN Members	Ayes	Ayes (WR)	Nays	Excused	
1. AQUINO, Henry J.C. (C)	X				
2. ILAGAN, Greggor (VC)	X				
3. DeCOITE, Lynn	l X				
S. Become, Byini					
4. HASHIMOTO, Troy N.	X				
5. KITAGAWA, Lisa	X				
6. NAKAMURA, Nadine K.	X			the state of the s	
7. TAKUMI, Roy M.	X			The state of the s	
8. MATSUMOTO, Lauren	X				
TOTAL (8)	8	0	D	0	
The recommendation is: Add If joint	referral,	□ Not Adopted did not support recommendation. committee acronym(s)			
Vice Chair's or designee's signature:					
Distribution: Original (White) - Committee Duplicate (Yellow) - Chief Clerk's Office Duplicate (Pink) - HMSO					