S.B. NO. $^{1091}_{S.D. 1}$

A BILL FOR AN ACT

RELATING TO THE COUNTIES.

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

SECTION 1. The purpose of this Act is to allow certain
 counties to utilize tax revenues collected by the counties for
 the repair and maintenance of private roads that are open to and
 used by the public.

5 SECTION 2. Section 46-16.8, Hawaii Revised Statutes, is
6 amended by amending subsection (f) to read as follows:

7 "(f) Each county with a population equal to or less than 8 five hundred thousand that adopts a county surcharge on state 9 tax ordinance pursuant to this section shall use the surcharges 10 received from the State for:

| 11 | (1) | Operating or capital costs of public transportation |
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| 12 | | within each county for public transportation systems, |
| 13 | | including public roadways or highways, private |
| 14 | | roadways that are open to and used by the public, |
| 15 | | public buses, trains, ferries, pedestrian paths or |
| 16 | | sidewalks, or bicycle paths; and |

2023-1297 SB1091 SD1 SMA.docx

1



S.B. NO. ¹⁰⁹¹ S.D. 1

1 (2) Expenses in complying with the Americans with 2 Disabilities Act of 1990 with respect to paragraph 3 (1)." 4 SECTION 3. Section 243-6, Hawaii Revised Statutes, is 5 amended to read as follows: 6 "§243-6 Fuel taxes, dispositions. (a) The [#city and 7 county of Honolulu fuel tax"] city and county of Honolulu fuel 8 tax shall be paid by the department of taxation into the state treasury, and shall, by the state director of finance, be paid 9 10 over to the director of finance of the city and county of 11 Honolulu for deposit into the [fund known as the "highway fund"] 12 highway fund created by section 249-18. 13 The ["county of Kauai fuel tax"] county of Kauai fuel (b) 14 tax shall be paid by the department into the state treasury, and 15 shall, by the state director of finance, be paid over to the 16 director of finance of the county of Kauai for deposit into the 17 [fund known as the "highway fund"] highway fund created by 18 section 249-18. 19 (C) The ["county of Hawaii fuel tax"] county of Hawaii 20 fuel tax shall be paid by the department into the state 21 treasury, and shall, by the state director of finance, be paid

2023-1297 SB1091 SD1 SMA.docx

2

S.B. NO. ¹⁰⁹¹ S.D. 1

over to the director of finance of the county of Hawaii for
 deposit into the [fund-known as the "highway fund"] highway fund
 created by section 249-18.

4 (d) The ["county of Maui fuel tax"] county of Maui fuel 5 tax collected on account of liquid fuel sold or used on the 6 island of Lanai or sold elsewhere for ultimate use on the island 7 of Lanai, shall be paid by the department into the state 8 treasury, and shall, by the state director of finance, be paid 9 over to the director of finance of the county of Maui for 10 deposit into the [fund known as the "highway fund"] highway fund 11 created by section 249-18, for expenditure on the island of 12 Lanai. The ["county of Maui fuel tax"] county of Maui fuel tax 13 collected on account of liquid fuel sold or used on the island 14 of Molokai or sold elsewhere for ultimate use on the island of 15 Molokai, shall be paid by the department into the state 16 treasury, and shall, by the state director of finance, be paid 17 over to the director of finance of the county of Maui for 18 deposit into the [fund known as the "highway fund"] highway fund 19 created by section 249-18, for expenditure on the island of 20 Molokai. The remainder of the ["county of Maui fuel tax"] 21 county of Maui fuel tax shall be paid by the department into the

2023-1297 SB1091 SD1 SMA.docx

3

Page 3

Page 4

S.B. NO. ¹⁰⁹¹ S.D. 1

state treasury, and shall, by the state director of finance, be
 paid over to the director of finance of the county of Maui for
 deposit into the [fund known as the "highway fund"] highway fund
 created by section 249-18.

5 (e) Each of the [foregoing] taxes under subsections (a) 6 through (d) shall be expended for the following purposes, for 7 the island for which the tax revenue is specially indicated, or, 8 if none, for the county for which the tax revenue is indicated: 9 (1) For payment of interest on and redemption of any bonds 10 duly issued or sold on or after July 1, 1951, under 11 chapter 47 for the financing or aiding in financing 12 the construction of county highway tunnels, approach 13 roads thereto, and highways. [Such payments] Payments 14 of interest and principal on the bonds when due, shall 15 be first charges on such moneys so deposited in the 16 fund [-];

17 (2) For acquisition, designing, construction,

18 reconstruction, improvement, repair, and maintenance 19 of county main and general thoroughfares, highways, 20 and other streets, <u>including private roadways that are</u> 21 open to and used by the public, street lights, storm

2023-1297 SB1091 SD1 SMA.docx

4

Page 5

S.B. NO. ¹⁰⁹¹ S.D. 1

| 1 | | drains, and bridges, including costs of new land |
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| 2 | | therefor, when expenditures for [the foregoing] these |
| 3 | | purposes cannot be financed under state-federal aid |
| 4 | | projects [-] <u>;</u> |
| 5 | (3) | In the case of the city and county of Honolulu, for |
| 6 | | payment of the city and county's share in an |
| 7 | | improvement district initiated by the city and county |
| 8 | | for an improvement listed in $[+]$ paragraph $[+]$ (2) |
| 9 | | [above which] that is permitted to be constructed in |
| 10 | | the city and county[-]; |
| 11 | (4) | For the construction of county highway tunnels, |
| 12 | | overpasses, underpasses, and bridges, where such |
| 13 | | improvement cannot be made under state-federal aid |
| 14 | | projects [-] ; |
| 15 | (5) | For purposes and functions connected with county |
| 16 | | traffic control and preservation of safety upon the |
| 17 | | public highways and streets[-], including private |
| 18 | | roadways that are open to and used by the public; |
| 19 | (6) | For purposes and functions in connection with mass |
| 20 | | transit[-]; and |

2023-1297 SB1091 SD1 SMA.docx

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Page 6

S.B. NO. ¹⁰⁹¹ S.D. 1

| 1 | (7) For acquisition, design, construction, improvement, |
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| 2 | repair, and maintenance of bikeways. |
| 3 | [(8)] <u>(f)</u> No expenditure <u>under subsection (e)</u> shall be |
| 4 | made[$_{	au}$] out of the revenues paid into any such fund[$_{	au}$ which] |
| 5 | that will jeopardize federal aid for highway construction." |
| 6 | SECTION 4. Statutory material to be repealed is bracketed |
| 7 | and stricken. New statutory material is underscored. |
| 8 | SECTION 5. This Act shall take effect on July 1, 2023. |
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S.B. NO. ¹⁰⁹¹ s.d. 1

Report Title:

County Surcharge on GET; Fuel Tax; Counties; Repair and Maintenance; Private Roadways

Description:

Authorizes certain counties to use county surcharge on GET revenues and fuel tax revenues for the repair and maintenance of private roadways that are open to and used by the public. (SD1)

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

