# A BILL FOR AN ACT

RELATING TO TRANSPORTATION.

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

1 SECTION 1. The legislature finds that over the past five 2 years, the transportation network company industry has 3 experienced substantial growth nationally and in Hawaii, 4 transforming the way people commute and navigate. This paradigm 5 shift is evident in cities like Boston, where the sheer volume 6 of transportation network company rides reached a staggering 7 \$45,000,000 in 2022 alone. As transportation network companies 8 continue to grow, its impact is felt more and more in Hawaii's 9 communities, and on its roads. In Hawaii, a state heavily 10 reliant on tourism, transportation network company services are 11 often utilized by visitors. The legislature further finds that 12 visitors and transportation network company platforms should 13 contribute more to address the infrastructure and road safety 14 issues they exacerbate and help alleviate the burden on local 15 residents of improving and maintaining roads and infrastructure. 16 The legislature further finds that implementing a fee has 17 been successful for funding infrastructure in other states like



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2 model where those benefiting the most from transportation 3 network company services contribute directly to the maintenance 4 and enhancement of the transportation infrastructure they 5 utilize. This approach not only aligns with broader initiatives 6 to promote responsible tourism, but also represents a 7 responsible means of addressing the evolving challenges posed by 8 the proliferation of transportation network company services in 9 the State. 10 The purpose of this Act is to implement a fee on each 11 transportation network company ride, to be used on safety 12 projects. 13 SECTION 2. Chapter 279G, Hawaii Revised Statutes, is 14 amended by adding a new section to be appropriately designated 15 and to read as follows: 16 "§279G- Transportation network company fee. (a) There 17 is levied and shall be assessed and collected a transportation 18 network company fee of cents on each ride originated

Minnesota. Hawaii has the potential to create a self-sustaining

through a transportation network company application. 20 transportation network company fee shall be levied upon the

21 rider.

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1	(b) Each transportation network company platform shall
2	collect and remit the required transportation network company
3	fees to the department of taxation.
4	(c) All fees collected under this section shall be
5	deposited into the safe routes to schools program special fund
6	established under section 291C-4.
7	(d) For the purposes of this section, "transportation
8	network company" means the same as in section 431:10C-701."
9	SECTION 3. Section 291C-4, Hawaii Revised Statutes, is
10	amended to read as follows:
11	"§291C-4 Safe routes to school program special fund;
11 12	"§291C-4 Safe routes to school program special fund; establishment. There is established in the state treasury the
12	establishment. There is established in the state treasury the
12 13	establishment. There is established in the state treasury the safe routes to school program special fund, into which shall be
12 13 14	establishment. There is established in the state treasury the safe routes to school program special fund, into which shall be deposited:
12 13 14 15	<pre>establishment. There is established in the state treasury the safe routes to school program special fund, into which shall be deposited:     (1) Assessments collected for speeding in a school zone,</pre>
12 13 14 15 16	<pre>establishment. There is established in the state treasury the safe routes to school program special fund, into which shall be deposited:     (1) Assessments collected for speeding in a school zone,     pursuant to section 291C-104; [and]</pre>
12 13 14 15 16 17	<pre>establishment. There is established in the state treasury the safe routes to school program special fund, into which shall be deposited:     (1) Assessments collected for speeding in a school zone,         pursuant to section 291C-104; [and]     (2) Safe routes to school program surcharges collected in</pre>

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- 1 SECTION 4. Statutory material to be repealed is bracketed
- 2 and stricken. New statutory material is underscored.
- **3** SECTION 5. This Act shall take effect on January 1, 2050.



#### Report Title:

Transportation; Transportation Network Company; Safe Routes to School Program Special Fund; Fee

#### Description:

Establishes a transportation network company fee. Deposits fees collected into the Safe Routes to School Program Special Fund. Takes effect 1/1/2050. (SD1)

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