

**JOSH GREEN, M.D.**  
GOVERNOR

**SYLVIA LUKE**  
LT. GOVERNOR



STATE OF HAWAII  
**DEPARTMENT OF TAXATION**

*Ka 'Oihana 'Auhau*

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**GARY S. SUGANUMA**  
DIRECTOR OF TAXATION

**DEPT. COM. 172**  
**KRISTEN M.R. SAKAMOTO**  
DEPUTY DIRECTOR

December 23, 2025

The Honorable Ronald D. Kouchi  
President and Members of the Senate  
Thirty-Third State Legislature  
State Capitol, Room 409  
Honolulu, HI 96813

The Honorable Nadine K. Nakamura  
Speaker and Members of the  
House of Representatives  
Thirty-Third State Legislature  
State Capitol, Room 431  
Honolulu, HI 96813

Dear President Kouchi, Speaker Nakamura, and Members of the Legislature:

For your information and consideration, the Department of Taxation (Department) hereby transmits a copy of the Electronic Funds Transfer Report for Fiscal Year 2025, as required by Section 231-9.9(d), Hawai'i Revised Statutes (HRS).

In accordance with section 93-16, HRS, the Department also informs you that the report may be viewed electronically at: [https://tax.hawaii.gov/stats/a5\\_1annual/a5\\_9eft/](https://tax.hawaii.gov/stats/a5_1annual/a5_9eft/)

If you have any questions or concerns, please feel free to contact me at (808) 587-1540.

Sincerely,

*Gary Suganuma*

Gary S. Suganuma  
Director of Taxation

Enclosure



**State of Hawaii Department of Taxation**  
**EFT PENALTY ANNUAL REPORT**  
**As Required By Section 231-9.9, Hawaii Revised Statutes**

HIP

Run Date: November 28, 2025  
 Run Time: 9:14:19 AM

**Reporting Range: July 01, 2024 to June 30, 2025**

Section 231-9.9, Hawaii Revised Statutes (HRS), relates to remittance of taxes by means of Electronic Funds Transfer (EFT). The Department is required to submit an annual report on the number of taxpayers who were assessed the two percent penalty for failing to timely file by an approved EFT method, the amount of each assessment, and the total amount collected.

The mandatory remittance of taxes by means of EFT applies to (1) taxpayers with tax liabilities exceeding \$100,000, and (2) taxpayers with withholding taxes of over \$40,000.

Section 231-9.9(c), HRS, imposes a two percent penalty on the amount of taxes owed if a taxpayer mandated to remit taxes using an approved EFT method fails to do so on or before the date the taxes are due, unless failure is due to reasonable cause and not to neglect.

The amount of the EFT penalties imposed for fiscal year 2025 for taxpayers who remit more than \$100,000 a year in general excise, transient accommodations, rental and tour vehicle, and more than \$40,000 a year in withholding taxes:

For the 2024-2025 Fiscal Year

For the period of Jul-01-2024 – Jun-30-2025

	<b>Total Penalty Assessed</b>	<b>Total Penalty Collected</b>	<b>Number Assessed</b>
Cigarette and Tobacco	6,739.87	6,739.87	2
Corporate Income	85,685.90	83,740.32	55
County Surcharge	144,732.57	119,958.59	4661
Fiduciary Income	18,834.37	17,124.39	34
Franchise	56,997.45	55,450.49	95
General Excise	1,285,751.01	1,126,284.74	3936
Individual Income	703,592.74	671,127.90	736
Liquid Fuel Distributor	82.31	82.31	1
Liquor	17,505.06	17,505.06	3
Public Service Company	17,165.21	11,622.58	49
Rental Vehicle	1,281.15	1,281.15	2
Seller's Collection	2,464.73	2,464.73	16
Transient Accommodations	137,814.95	129,245.14	114
Use Only	0.64	0.64	1
Withholding	145,546.25	132,636.31	581
<b>Total</b>	<b>2,624,194.21</b>	<b>2,375,264.22</b>	<b>10286</b>

The Department allows for automated assessment of the penalties associated with EFT, allowing the Compliance Division to focus their resources on collecting the assessed EFT penalties and interest.