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COUNTY COUNCIL COUNTY OF MAUI 200 S. HIGH STREET WAILUKU, MAUI, HAWAII 96793 www.MauiCounty.us

March 27, 2024

- TO: The Honorable Kyle T. Yamashita, Chair, and Members of the Committee on Finance
- FROM: Alice L. Lee Council Chair

SUBJECT: HEARING OF MARCH 28, 2024; COMMENTS ON SB1099, SD1, HD1, RELATING TO TAXATION

Thank you for the opportunity to offer the following comments as an individual member of the Maui County Council:

- 1. Recovery from the August 2023 wildfires is causing unprecedented financial challenges for Maui County and the State.
- 2. To respond to the challenges, I suggest an amendment in the bill so that Maui County would be allowed additional time to amend its ordinance establishing a surcharge on the State General Excise Tax (Chapter 3.100, Maui County Code).
- 3. With additional time to amend its ordinance, the Maui County Council could consider changing the designated allocations for revenue from the surcharge. For instance, the ordinance now has a 20 percent set-aside for a State agency. I would suggest that the set-aside be suspended for three years to allow for the revenue to be appropriated to more urgent matters, such as infrastructure for County-supported housing projects.

Thank you for your consideration.

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Director of Council Services David M. Raatz, Jr., Esq.

Deputy Director of Council Services Richelle K. Kawasaki, Esq.