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COUNTY COUNCIL

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

March 18, 2024

TO: The Honorable Scot Z. Matayoshi, Chair, and

Members of the House Committee on Labor and Government Relations

FROM: Alice L. Lee

Council Chair

SUBJECT: HEARING OF MARCH 19, 2024; COMMENTS ON SB1099, SD1,

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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