DAVID Y. IGE
GOVERNOR

DOUGLAS S. CHIN
LIEUTENANT GOVERNOR

LINDA CHU TAKAYAMA
DIRECTOR

DAMIEN A. ELEFANTE
DEPUTY DIRECTOR

STATE OF HAWAII
DEPARTMENT OF TAXATION
830 PUNCHBOWL STREET, ROOM 221
HONOLULU, HAWAII 96813
http://tax.hawaii.gov/
Phone: (808) 587-1530 / Fax: (808) 587-1584
Email: Tax.Rules.Office@hawaii.gov

April 2, 2018

DEPARTMENT OF TAXATION ANNOUNCEMENT NO. 2018-04

Re: Adoption of Amended Hawaii Administrative Rules Sections 18-237-8.6-01 through 18-237-8.6-10, Relating to County Surcharge

The Department of Taxation (Department) announces the adoption of amended sections 18-237-8.6-01 through 18-237-8.6-10, Hawaii Administrative Rules (HAR), which became effective March 17, 2018. Specifically, these rules amend sections 18-237-8.6-01 through 18-237-8.6-03, HAR, repeal section 18-237-8.6-04, HAR, amend sections 18-237-8.6-05 through 18-237-8.6-06, HAR, repeal section 18-237-8.6-07, HAR, and amend sections 18-237-8.6-08 through 18-237-8.6-10, HAR.

The adopted rules amend the rules for allocating the country surcharge among state taxation districts. Specifically, the adopted rules simplify the allocation rules by eliminating the requirement that taxpayers determine whether they have substantial nexus with a particular taxation district. The proposed rules also clarify how to allocate gross income received for services.

Copies of the rule are available at the Department's website at: tax.hawaii.gov, the Lieutenant Governor's website, and the district tax offices. If you have any further questions, please contact the Rules Office at (808) 587-1530.

LINDA CHU TAKAYAMA
Director of Taxation

HAR Sections Explained: Section 18-237-8.6-01 through 18-237-8.6-10