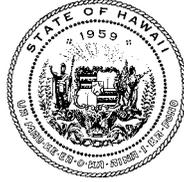


LINDA LINGLE  
GOVERNOR

JAMES R. AIONA, JR.  
LT. GOVERNOR



STATE OF HAWAII  
**DEPARTMENT OF TAXATION**  
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STANLEY SHIRAKI  
DIRECTOR OF TAXATION

RONALD B. RANDALL  
ACTING DEPUTY DIRECTOR

October 1, 2010

## DEPARTMENT OF TAXATION ANNOUNCEMENT NO. 2010-12

Re: Acceleration of Installment Payments for Late-Paid Public Service Company (PSC) and Franchise Taxes

Sections 239-7 and 241-5, Hawaii Revised Statutes (HRS), authorize the Department of Taxation (Department), at its election, to cause the balance of any unpaid PSC or Franchise Taxes to become payable upon not less than 10 days' notice and demand. The balance shall become payable upon the date fixed in the notice and demand. *See HRS §§ 239-7 and 241-5.*<sup>1</sup>

By this Announcement, the Department is exercising its election to accelerate the balance of all installment payments of PSC and Franchise Taxes if an installment is not paid on its due date. Beginning January 1, 2011, any late installment payment of PSC Tax or Franchise Tax shall cause the balance of the tax to be due and payable by the date provided in the notice and demand issued by the Department.

For more information, contact the Technical Section at 587-1577.

A handwritten signature in cursive script, reading "Stanley Shiraki".

STANLEY SHIRAKI  
Director of Taxation

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<sup>1</sup> **§239-7 Assessments; payments; chapter 235 applicable.**

\*\*\*\*If any installment is not paid on or before the date fixed for its payment, the department or the county director of finance as to payments due the county under section 239-5(a), at the election of the department or the county director, may cause the balance of the tax unpaid to become payable upon not less than ten days' notice and demand, and this amount shall be paid upon the date so fixed in the notice and demand from the department or the county director of finance as to payments due to the county.

**§ 241-5 Returns; payment of tax.**

\*\*\*\*If any installment is not paid on or before the date fixed for its payment, the department, at its election, may cause the balance of the tax unpaid to become payable upon not less than ten days' notice and demand, and this amount shall be paid upon the date so fixed in the notice and demand from the department. The department shall prescribe the forms in which returns shall be made.