



DEPARTMENT OF TAXATION

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FOR IMMEDIATE RELEASE

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TREATMENT OF STATE TAXES ON ACTIVITIES WITHIN THE FOREIGN TRADE ZONE

HONOLULU -- The Department of Taxation (Department) announced that it has issued guidance on the treatment of State taxes on the Foreign Trade Zone (FTZ). The Department's Tax Information Release (TIR) 2021-07 further clarifies services and contracting that may be subjected to the State general excise and use tax within the FTZ in accordance with §212-8 of the Hawaii Revised Statutes.

Taxpayers who filed their returns and paid taxes in a manner inconsistent with the advice contained in [TIR 2021-07](#) are encouraged to amend their returns or apply to the Department's Voluntary Disclosure Program. For information regarding the Voluntary Disclosure Program, program details can be found in [TIR 2020-03](#).

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