

STAND. COM. REP. NO.

513

Honolulu, Hawaii

Feb 16, 2007

RE: H.B. No. 1313

H.D. 1

Honorable Calvin K.Y. Say
Speaker, House of Representatives
Twenty-Fourth State Legislature
Regular Session of 2007
State of Hawaii

Sir:

Your Committee on Consumer Protection & Commerce, to which was referred H.B. No. 1313 entitled:

"A BILL FOR AN ACT RELATING TO THE CODE OF FINANCIAL INSTITUTIONS,"

begs leave to report as follows:

The purpose of this bill is to update the Code of Financial Institutions to eliminate obsolete requirements, make technical corrections, and improve the procedures for the licensing and regulation of financial institutions.

The Department of Commerce and Consumer Affairs testified in support of this bill. The Hawaii Financial Services Association, Hawaii Bankers Association, and Escrow Association of Hawaii opposed this measure. The Hawaii Credit Union League submitted comments.

Your Committee has amended this measure by deleting the provisions that:

- (1) Require financial institutions to file with the Commissioner of Financial Institutions written notice of any security breach involving the personal information of individuals; and
- (2) Create new definitions for "fixed-rate loan", "step-rate loan", and "variable rate loan".

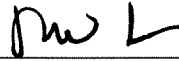
HB1313 HD1 HSCR CPC HMS 2007-2047



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As affirmed by the record of votes of the members of your Committee on Consumer Protection & Commerce that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 1313, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 1313, H.D. 1, and be referred to the Committee on Judiciary.

Respectfully submitted on
behalf of the members of the
Committee on Consumer
Protection & Commerce,



ROBERT N. HERKES, Chair



