

Honolulu, Hawaii

March 1, 2012

RE: H.B. No. 2047
H.D. 1

Honorable Calvin K.Y. Say
Speaker, House of Representatives
Twenty-Sixth State Legislature
Regular Session of 2012
State of Hawaii

Sir:

Your Committees on Consumer Protection & Commerce and
Judiciary, to which was referred H.B. No. 2047 entitled:

"A BILL FOR AN ACT RELATING TO INFORMATION PROTECTION,"

beg leave to report as follows:

The purpose of this measure is to protect individuals from
identity theft by:

- (1) Requiring every business that maintains personal
information to implement a comprehensive, written policy
and procedure to prevent identity theft by January 1,
2014;
- (2) Requiring the policy and procedure to include
administrative, technical, and physical safeguards for
the protection of personal information; and
- (3) Providing penalties for businesses that do not comply
with these personal information requirements.

ID Theft Solutions of America testified in support of this
measure. The Office of Consumer Protection of the Department of
Commerce and Consumer Affairs testified in support of the intent
of this measure. The Consumer Data Industry Association; Hawaii
Bankers Association; Hawaiian Electric Company, Inc.; Maui
Electric Company, Ltd.; Hawaii Electric Light Company, Inc.; and
Hawaii Credit Union League testified in opposition to this



measure. The Commissioner of Financial Institutions of the Department of Commerce and Consumer Affairs, Retail Merchants of Hawaii, and American Council of Life Insurers provided comments.

Your Committees have amended this bill by:

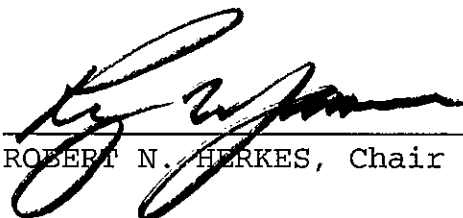
- (1) Changing its effective date to July 1, 2050, to facilitate further discussion; and
- (2) Making technical, nonsubstantive amendments for clarity, consistency, and style.

As affirmed by the records of votes of the members of your Committees on Consumer Protection & Commerce and Judiciary that are attached to this report, your Committees are in accord with the intent and purpose of H.B. No. 2047, as amended herein, and recommend that it pass Second Reading in the form attached hereto as H.B. No. 2047, H.D. 1, and be placed on the calendar for Third Reading.

Respectfully submitted on behalf of the members of the Committees on Consumer Protection & Commerce and Judiciary,



GILBERT KEITH-AGARAN, Chair



ROBERT N. HERKES, Chair



