

STAND. COM. REP. NO.

1416

Honolulu, Hawaii

April 4

, 2013

RE: S.B. No. 1071
S.D. 2
H.D. 1

Honorable Joseph M. Souki
Speaker, House of Representatives
Twenty-Seventh State Legislature
Regular Session of 2013
State of Hawaii

Sir:

Your Committee on Finance, to which was referred S.B. No. 1071, S.D. 2, H.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO FINANCIAL INSTITUTIONS,"

begs leave to report as follows:

The purpose of this measure is to update the State's Code of Financial Institutions, Chapter 412, Hawaii Revised Statutes, to reflect changes to banking laws at the federal level and increased monitoring activities required of the Division of Financial Institutions.

Among other things, this measure:

- (1) Specifies additional enforcement and investigatory powers of the Commissioner of Financial Institutions;
- (2) Amends limits on lending and extension of credit to account for derivative transactions;
- (3) Amends real estate holding requirements for financial institutions;
- (4) Updates terminology under the Code of Financial Institutions Law; and

SB1071 HD1 HSCR FIN HMS 2013-3064

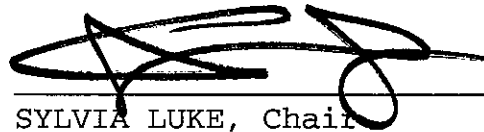


- (5) Statutorily establishes fees and assessments previously determined by the Commissioner of Financial Institutions by rule.

The Department of Commerce and Consumer Affairs, Hawaii Bankers Association, and a concerned individual supported this measure. The Hawaii Financial Services Association commented on this measure.

As affirmed by the record of votes of the members of your Committee on Finance that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 1071, S.D. 2, H.D. 1, and recommends that it pass Third Reading.

Respectfully submitted on
behalf of the members of the
Committee on Finance,



SYLVIA LUKE, Chair



State of Hawaii
House of Representatives
The Twenty-seventh Legislature

HSCR 1416

Record of Votes of the Committee on Finance

Bill/Resolution No.: SB 1071, SD2, HD1	Committee Referral: CPC, FIN	Date: 3/27/13
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The committee is reconsidering its previous decision on the measure.

The recommendation is to: Pass, unamended (as is) Pass, with amendments (HD) Hold
 Pass short form bill with HD to recommit for future public hearing (recommit)

FIN Members	Ayes	Ayes (WR)	Nays	Excused
1. LUKE, Sylvia (C)	/			
2. NISHIMOTO, Scott Y. (VC)	/			
3. JOHANSON, Aaron Ling (VC)	/			
4. CULLEN, Ty J.K.				/
5. HASHEM, Mark J.	/			
6. ING, Kaniela	/			
7. JORDAN, Jo	/			
8. KOBAYASHI, Bertrand	/			
9. LOWEN, Nicole E.	/			
10. MORIKAWA, Dee	/			
11. ONISHI, Richard H.K.	/			
12. TAKAYAMA, Gregg				/
13. TOKIOKA, James Kunane	/			
14. WOODSON, Justin H.	/			
15. YAMASHITA, Kyle T.	/			
16. FUKUMOTO, Beth	/		/	
17. WARD, Gene			/	
TOTAL (17)	16	1		2

The recommendation is: Adopted Not Adopted
 If joint referral, _____ did not support recommendation.
 committee acronym(s)

Vice Chair's or designee's signature: _____

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