Honolulu, Hawaii

February 6, 2014

RE: H.B. No. 1715 H.D. 1

Honorable Joseph M. Souki Speaker, House of Representatives Twenty-Seventh State Legislature Regular Session of 2014 State of Hawaii

Sir:

Your Committee on Consumer Protection & Commerce, to which was referred H.B. No. 1715 entitled:

"A BILL FOR AN ACT RELATING TO THE INVESTOR EDUCATION PROGRAM,"

begs leave to report as follows:

The purpose of this measure is to appropriate funds for the continued operation of the investor education program, targeted at kupuna, within the Department of Commerce and Consumer Affairs Office of the Securities Commissioner.

The Department of Commerce and Consumer Affairs testified in support of the intent of the measure.

Your Committee has amended this measure by:

- (1) Clarifying that the appropriation is for educational outreach targeted at kupuna, based on a model similar to the Department of Commerce and Consumer Affair's existing investor education programs, particularly in the areas of indexed annuities, life-settlement annuities, variable annuities, and Ponzi schemes;
- (2) Changing the appropriation to an unspecified amount; and
- (3) Making technical, nonsubstantive amendments for the purposes of clarity, consistency, and style.

Your Committee respectfully requests that your Committee on Finance insert an appropriation amount of \$50,000.

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. 1715, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 1715, H.D. 1, and be referred to the Committee on Finance.

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

ANGUS L.K. McKELVEY, Chair

House of Representatives The Twenty-seventh Legislature

Record of Votes of the Committee on Consumer Protection and Commerce

Bill/Resolution No.: HB 1715	CPC)		Date	e: 02/03/14	
☐ 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)					
CPC Members		Ayes A	yes (WR)	Nays	Excused
1. McKELVEY, Angus L.K. (C)					
2. KAWAKAMI, Derek S.K. (VC)					
3. BELATTI, Della Au					
4. BROWER, Tom					V
5. CACHOLA, Romy M.					<u></u>
6. CREAGAN, Richard	/	^			
7. EVANS, Cindy					
8. HAR, Sharon E.	_	^			
9. ITO, Ken					
10. LEE, Chris					/
11. NAKASHIMA, Mark M.					\
12. OSHIRO, Marcus R.		∕ 、	·		
13. TSUJI, Clift					\
14. YAMANE, Ryan I.		/			•
15. MCDERMOTT, Bob					·
16. THIELEN, Cynthia		•			
TOTAL (16)		1(5
The recommendation is: Adopted If joint referral, did not support recommendation. committee acronym(s)					
Vice Chair's or designee's signature:					
Distribution: Original (White) – Committee Duplicate (Yellow) – Chief Clerk's Office Duplicate (Pink) – HMSO					