

Honolulu, Hawaii

MAR 02 2017

RE: S.B. No. 949
S.D. 1

Honorable Ronald D. Kouchi
President of the Senate
Twenty-Ninth State Legislature
Regular Session of 2017
State of Hawaii

Sir:

Your Committee on Judiciary and Labor, to which was referred
S.B. No. 949, S.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO MONEY TRANSMITTERS,"

begs leave to report as follows:

The purpose and intent of this measure is to make various
updates to the money transmitters law, chapter 489D, Hawaii
Revised Statutes, including:

- (1) Clarifying permissible investment requirements for money
transmitter licensees;
- (2) Updating requirements for applications, extraordinary
reporting requirements, change in control of licensee,
and criminal history record checks; and
- (3) Updating various definitions.

Your Committee received testimony in support of this measure
from the Department of Commerce and Consumer Affairs.

Your Committee finds that this measure makes various updates
to clarify and strengthen Hawaii's Money Transmitters Act,
including clarifying permissible investment requirements for money
transmitter licensees; updating requirements for applications,
extraordinary reporting requirements, change in control of



licensee, and criminal history record checks; improving licensee compliance; enhancing the Division of Financial Institutions' ability to effectively administer the money transmitters law; ensuring the law is more clearly applicable to new technology and creative payment options; and enhancing consumer protection by strengthening requirements for background information on persons associated with a money transmitter licensee.

As affirmed by the record of votes of the members of your Committee on Judiciary and Labor that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 949, S.D. 1, and recommends that it pass Third Reading.

Respectfully submitted on
behalf of the members of the
Committee on Judiciary and
Labor,


GILBERT S.C. KEITH-AGARAN, Chair



The Senate
 Twenty-Ninth Legislature
 State of Hawai'i

Record of Votes
Committee on Judiciary and Labor
JDL

Bill / Resolution No.:* SB 949 SD1	Committee Referral: CPH, JDL	Date: 2/27/17		
<input type="checkbox"/> The Committee is reconsidering its previous decision on this measure. If so, then the previous decision was to: _____				
The Recommendation is:				
<input checked="" type="checkbox"/> Pass, unamended 2312	<input type="checkbox"/> Pass, with amendments 2311	<input type="checkbox"/> Hold 2310	<input type="checkbox"/> Recommit 2313	
Members	Aye	Aye (WR)	Nay	Excused
KEITH-AGARAN, Gilbert S.C. (C)	✓			
RHOADS, Karl (VC)	✓			
GABBARD, Mike	✓			
KIM, Donna Mercado	✓			
THIELEN, Laura H.	✓			
TOTAL	5	0	0	0
Recommendation:				
<input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted				
Chair's or Designee's Signature:				
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