

Honolulu, Hawaii

February 16, 2018

RE: H.B. No. 1620
H.D. 1

Honorable Scott K. Saiki
Speaker, House of Representatives
Twenty-Ninth State Legislature
Regular Session of 2018
State of Hawaii

Sir:

Your Committee on Intrastate Commerce, to which was referred
H.B. No. 1620 entitled:

"A BILL FOR AN ACT RELATING TO MOTOR VEHICLE REPAIRS,"

begs leave to report as follows:

The purpose of this measure is to prohibit vehicle insurers
from charging insureds an additional fee for repairs made with
original equipment manufacturer parts if the vehicle manufacturer
recommends original equipment manufacturer parts.

The Automotive Body and Paint Association of Hawaii, Auto
Body Hawaii, Island Fender, Oka's Auto Body, Kuroda Auto Repair,
Inc., Hawaii Automobile Dealer's Association, and several
concerned individuals supported this bill. The Department of
Commerce and Consumer Affairs, LKQ Corporation, Property Casualty
Insurers Association of America, State Farm Mutual Automobile
Insurance Company, Hawaii Insurers Council, Auto Care Association,
Mascot Auto Parts, Sigs Collision Centers, National Association of
Mutual Insurance Companies, Automotive Recyclers Association, and
GEICO opposed this measure. The Prism Group LLC submitted
comments on this bill.



Your Committee has amended this measure by:

- (1) Deleting the contents of the measure as received by your Committee, and substituting therefor, provisions establishing the Vehicle Repair Practices Task Force to, among other things, address the concerns of consumers with regard to insurance coverage for original equipment manufacturer parts and aftermarket parts used in the repair of their vehicles and submit a report to the Legislature prior to the Regular Session of 2019;
- (2) Changing its effective date to July 1, 3000, to encourage further discussion; and
- (3) Making technical, nonsubstantive amendments for clarity, consistency, and style.

As affirmed by the record of votes of the members of your Committee on Intrastate Commerce that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 1620, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 1620, H.D. 1, and be referred to your Committee on Consumer Protection & Commerce.

Respectfully submitted on
behalf of the members of the
Committee on Intrastate
Commerce,



TAKASHI OHNO, Chair



State of Hawaii
House of Representatives
The Twenty-ninth Legislature

HSCR 652-18

Record of Votes of the Committee on Intrastate Commerce

Bill/Resolution No.: HB 1620	Committee Referral: IAC, CPC	Date: 1/31/18		
<input type="checkbox"/> The committee is reconsidering its previous decision on the measure.				
The recommendation is to: <input type="checkbox"/> Pass, unamended (as is) <input checked="" type="checkbox"/> Pass, with amendments (HD) <input type="checkbox"/> Hold <input type="checkbox"/> Pass short form bill with HD to recommit for future public hearing (recommit)				
IAC Members	Ayes	Ayes (WR)	Nays	Excused
1. OHNO, Takashi (C)	✓			
2. CHOY, Isaac W. (VC)	✓			
3. CACHOLA, Romy M.	✓			
4. FUKUMOTO, Beth		✓		
5. ITO, Ken	✓			
6. LoPRESTI, Matthew S.	✓			
7. ONISHI, Richard H.K.	✓			
8. TOKIOKA, James Kunane				✓
9. WOODSON, Justin H.	✓			
10. WARD, Gene				✓
TOTAL (10)	7	1		2
The recommendation is: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted If joint referral, _____ did not support recommendation. <small>committee acronym(s)</small>				
Vice Chair's or designee's signature:				
Distribution: Original (White) – Committee Duplicate (Yellow) – Chief Clerk's Office Duplicate (Pink) – HMSO				