February 16, 2018

RE: H.B. No. 2296 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 Consumer Protection & Commerce, to which was referred H.B. No. 2296, H.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO INTERNET PRIVACY,"

begs leave to report as follows:

The purpose of this measure is to protect the privacy of customers of internet service providers by prohibiting internet service providers from using, disclosing, selling, or permitting access to the personal information of their customers without prior written consent, or unless otherwise permitted by law under specified circumstances.

The American Civil Liberties Union of Hawai'i and two individuals supported this measure. CTIA and Charter Communications opposed this measure. The Department of the Attorney General and Hawaiian Telcom provided comments.

Your Committee notes that concerns were raised by the Department of the Attorney General about prohibiting internet service providers from using, disclosing, selling, or permitting access to the personal information of customers. These provisions may subject this measure to a preemption challenge by the Federal Communications Commission, which issued a declaratory order that purports to establish a federal deregulatory regime for broadband internet access providers and can preempt inconsistent state laws.

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. 2296, H.D. 1, and recommends that it be referred to your Committee on Judiciary.

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

ROY M. TAKUMI, Chair

State of Hawaii House of Representatives #\$£2538-18 The Twenty-ninth Legislature

Record of Votes of the Committee on Consumer Protection & Commerce

Bill/Resolution No.: Committee HB 2296, HD1 1AC, C	Referral: CPC , JUD	Date:	2/13/1	0
☐ 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	Ayes (WR)	Nays	Excused
1. TAKUMI, Roy M. (C)				
2. ICHIYAMA, Linda (VC)	7			
3. AQUINO, Henry J.C.			anders v	r marini katalan kara
A UTO Von				
4. ITO, Ken				
5. JOHANSON, Aaron Ling				
6. LoPRESTI, Matthew S.	1			
7. MIZUNO, John M.				
8. SAY, Calvin K.Y.	J			
9. TOKIOKA, James Kunane				
10. YAMANE, Ryan I.				
70. Timerice, Kyan I.				
11. McDERMOTT, Bob	V			
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TOTAL (11)	O	0	Ð	1
The recommendation is: Adopted If joint referral, did not support recommendation. committee acronym(s)				
Vice Chair's or designee's signature:				
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