

STAND. COM. REP. NO. 969

Honolulu, Hawaii

MAR 01 2019

RE: S.B. No. 662  
S.D. 2

Honorable Ronald D. Kouchi  
President of the Senate  
Thirtieth State Legislature  
Regular Session of 2019  
State of Hawaii

Sir:

Your Committee on Ways and Means, to which was referred S.B. No. 662, S.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO MOTOR VEHICLES,"

begs leave to report as follows:

The purpose and intent of this measure is to improve highway safety by removing potentially unsafe vehicles from the road.

Specifically, this measure:

- (1) Prohibits motor vehicle lessors from renting, leasing, or offering for rent or lease vehicles that are subject to a vehicle manufacturer's recall until appropriate repairs are made; and
- (2) Requires a person engaging in the peer-to-peer vehicle sharing organization business to register with the Director of Taxation.

Your Committee received written comments in support of this measure from the Department of Commerce and Consumer Affairs and Enterprise Rental Car.

Your Committee received written comments on this measure from the Tax Foundation of Hawaii.



969

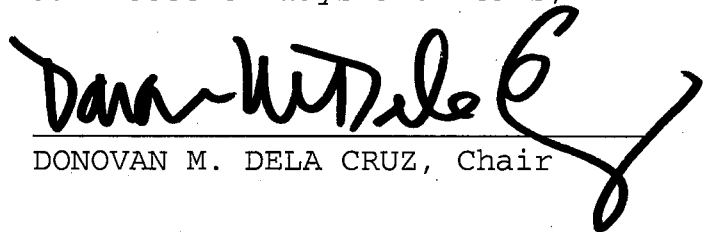
Your Committee finds that this measure provides protections for consumers by removing potentially unsafe vehicles from the road, including vehicles that are subject to a manufacturer's recall. However, your Committee notes that, because peer-to-peer vehicle sharing businesses do not own the vehicles that they lease, these businesses have expressed concerns regarding their ability to implement the recall protocols described in this measure.

Your Committee has amended this measure by:

- (1) Changing the effective date to July 1, 2050, to facilitate further discussion on the measure; and
- (2) Making technical nonsubstantive amendments for purposes of clarity, consistency, and style.

As affirmed by the record of votes of the members of your Committee on Ways and Means that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 662, S.D. 1, as amended herein, and recommends that it pass Third Reading in the form attached hereto as S.B. No. 662, S.D. 2.

Respectfully submitted on  
behalf of the members of the  
Committee on Ways and Means,

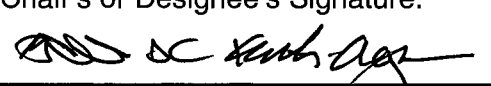


DONOVAN M. DELA CRUZ, Chair



The Senate  
Thirtieth Legislature  
State of Hawai'i

**Record of Votes**  
**Committee on Ways and Means**  
**WAM**

Bill / Resolution No.:*	Committee Referral:	Date:
<i>SB662 SDI</i>	<i>CPH/TRS, WAM</i>	<i>2/19/19</i>
<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 type="checkbox"/> Pass, unamended 2312 <input checked="" type="checkbox"/> Pass, with amendments 2311 <input type="checkbox"/> Hold 2310 <input type="checkbox"/> Recommit 2313		
Members	Aye	Aye (WR)
Nay	Excused	
DELA CRUZ, Donovan M. (C)	X	
KEITH-AGARAN, Gilbert S.C. (VC)	X	
ENGLISH, J. Kalani		X
HARIMOTO, Breene		X
INOUYE, Lorraine R.	X	
KAHELE, Kaiali'i		X
KANUHA, Dru Mamo	X	
KIDANI, Michelle N.	X	
MORIWAKI, Sharon Y.	X	
RIVIERE, Gil	X	
SHIMABUKURO, Maile S.L.		X
TANIGUCHI, Brian T.		X
FEVELLA, Kurt	X	
<b>TOTAL</b>	<b>8</b>	<b>5</b>
Recommendation: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted		
Chair's or Designee's Signature:		
		
Distribution:             Original             Yellow             Pink             Goldenrod File with Committee Report             Clerk's Office             Drafting Agency             Committee File Copy		

\*Only one measure per Record of Votes