

Honolulu, Hawaii

FEB 14 , 2020

RE: H.B. No. 2317
H.D. 1

Honorable Scott K. Saiki
Speaker, House of Representatives
Thirtieth State Legislature
Regular Session of 2020
State of Hawaii

Sir:

Your Committees on Consumer Protection & Commerce and
Judiciary, to which was referred H.B. No. 2317, H.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO SECURITIES,"

beg leave to report as follows:

The purpose of this measure is to protect vulnerable adults
from financial exploitation in relation to securities.

Your Committees received testimony in support of this measure
from the Department of Commerce and Consumer Affairs, Department
of Human Services, National Association of Insurance and Financial
Advisors Hawaii, Securities Industry Association of Hawaii, and
Hawaii Credit Union League. Your Committees received comments on
this measure from the Executive Office on Aging and Securities
Industry and Financial Markets Association.

Your Committees find that this measure is based upon the
North American Securities Administrators Association's Model Act.
As of September 30, 2019, twenty-four jurisdictions have enacted
legislation based upon the Model Act and one jurisdiction has
adopted the Model Act by regulation.

Your Committees further find that financial exploitation is
the fastest growing form of elder abuse. Financial exploitation
also impacts other individuals, who, because of mental or physical



impairment, are unable to protect themselves from abuse. In many instances, financial exploitation goes unreported because the perpetrator is someone entrusted or relied upon by the victim or the victim is ashamed or embarrassed, reliant on the perpetrator for care or support, fearful of retaliation, or unaware of the abuse. This measure protects vulnerable adults from financial exploitation by allowing others to report suspected financial exploitation, thereby minimizing financial loss while preserving dignity, financial independence and control, and overall quality of life of vulnerable adults.

Your Committees note that interested stakeholders submitted suggested amendments in their testimony to your Committees and indicated a willingness to work together on collaborative amendments to present to your Committee on Finance, should your Committee deliberate on this measure.

As affirmed by the records of votes of the members of your Committees on Consumer Protection & Commerce and Judiciary that are attached to this report, your Committees are in accord with the intent and purpose of H.B. No. 2317, H.D. 1, and recommend that it be referred to your Committee on Finance.

Respectfully submitted on
behalf of the members of the
Committees on Consumer
Protection & Commerce and
Judiciary,



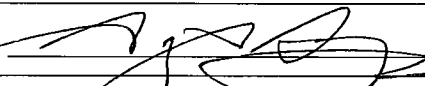
CHRIS LEE, Chair



ROY M. TAKUMI, Chair



Record of Votes of the Committee on Judiciary

Bill/Resolution No.: HB 2317 HD1	Committee Referral: HSH, CPC/JUD, FIN	Date: 2/12/2020		
<input type="checkbox"/> The committee is reconsidering its previous decision on the measure.				
The recommendation is to: <input checked="" type="checkbox"/> Pass, unamended (as is) <input 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)				
JUD Members	Ayes	Ayes (WR)	Nays	Excused
1. LEE, Chris (C)	/			
2. SAN BUENAVENTURA, Joy A. (VC)	/			
3. BROWER, Tom	/			
4. CREAGAN, Richard P.	/			
5. LOWEN, Nicole E.	/			
6. McKELVEY, Angus L.K.	/			
7. NAKASHIMA, Mark M.	/			
8. PERRUSO, Amy A.	/			
9. SAY, Calvin K.Y.	/			
10. TAKAYAMA, Gregg	/			
11. YAMANE, Ryan I.	/			
12. THIELEN, Cynthia	/			
TOTAL (12)	12			
The recommendation is: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not 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				