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JAN 2 2 2021

A BILL FOR AN ACT

RELATING TO SECONDHAND DEALERS.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

| SECTION 1. | Section | 486M-1, | Hawaii | Revised | Statutes, | is |
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2 amended as follows:

3 1. By adding a new definition to be appropriately inserted

4 and to read:

5 ""Automated recycling kiosk" means an interactive device

6 that is installed within a secure retail space and performs the

7 following technological functions:

(1) Verifies a seller's identity through a combination of 8

9 technology within the kiosk and remote examination of

10 a government-issued identification by a live

11 representative during each transaction;

12 (2) Securely stores articles accepted by the kiosk;

- (3) Records images of the seller and the articles accepted 13
- 14 during the transaction; and
- (4) Possesses computerized record-keeping and transmittal 15 16

capabilities."



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By amending the definition of "secondhand dealer" to
 read:

3 ""Secondhand dealer" means any person who trades in
4 secondhand or previously owned articles, <u>including the operation</u>
5 <u>of an automated recycling kiosk</u>, and includes any person subject
6 to part VII of chapter 445."

7 SECTION 2. Section 486M-4, Hawaii Revised Statutes, is8 amended to read as follows:

"S486M-4 Minimum retention of items. (a) No dealer, the 9 dealer's agents, employees, or representatives shall alter, 10 melt, deface, break apart, dispose of, or change the character 11 12 or integrity of the precious or semiprecious metals or precious or semiprecious gems received or purchased for a period of 13 14 fifteen calendar days in counties with a population of less than 15 $[\frac{300,000}{7}]$ three hundred thousand and thirty calendar days in 16 counties with a population of [300,000] three hundred thousand or more after the purchase or possession by the dealer, 17 whichever comes later. Every article received by the dealer, 18 the dealer's agents, employees, or representatives shall be 19 20 retained by the dealer in the county where received or purchased 21 for a period of fifteen calendar days in counties with a

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population of less than [300,000,] three hundred thousand and thirty calendar days in counties with a population of [300,000] three hundred thousand or more after the purchase or possession by the dealer, whichever comes later.

(b) At the discretion of the chief of police of each
county, the holding period may be reduced to fifteen calendar
days; provided that the dealer has computerized record-keeping
and transmittal capabilities acceptable to the chief of police
or the chief of police's authorized representative.

10 (c) A secondhand dealer operating an automated recycling

11 kiosk shall be permitted to retain articles received or

12 purchased at an alternate business location outside the county

13 where received or purchased for a period of thirty calendar

14 days. During this retention period, and upon request by law

15 enforcement, a secondhand dealer operating an automated

16 recycling kiosk shall promptly return any requested articles to

17 the requesting law enforcement agency."

18 SECTION 3. Section 486M-5, Hawaii Revised Statutes, is 19 amended to read as follows:

20 "\$486M-5 Inspections. The chief of police of each county
21 or the chief of police's authorized representative may

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1 immediately inspect, during normal business hours or whenever 2 the dealer or the dealer's agents or employees are otherwise present, any records required by this chapter and any articles 3 4 described in [such] those records that the police reasonably 5 believe are stolen goods." SECTION 4. This Act does not affect rights and duties that 6 matured, penalties that were incurred, and proceedings that were 7 begun before its effective date. 8 9 SECTION 5. Statutory material to be repealed is bracketed and stricken. New statutory material is underscored. 10 11 SECTION 6. This Act shall take effect upon its approval. 12 INTRODUCED BY:



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Report Title: Secondhand Dealers; Automated Recycling Kiosk

Description:

Clarifies that the secondhand dealers law applies to a secondhand dealer's operation of an automated recycling kiosk.

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.

