

STAND. COM. REP. NO. ~~336~~-22

Honolulu, Hawaii

FEB 15 , 2022

RE: H.B. No. 2113
H.D. 1

Honorable Scott K. Saiki
Speaker, House of Representatives
Thirty-First State Legislature
Regular Session of 2022
State of Hawaii

Sir:

Your Committee on Consumer Protection & Commerce, to which was referred H.B. No. 2113 entitled:

"A BILL FOR AN ACT RELATING TO MONEY TRANSMITTERS,"

begs leave to report as follows:

The purpose of this measure is to improve efficiency in processing applications for money transmitter applicants by allowing applicants to obtain either a federal or state level criminal background check.

Your Committee received testimony in support of this measure from the Department of Commerce and Consumer Affairs.

Your Committee finds that applicants for money transmitter licenses are required to obtain a federal criminal background check as well as a state level background check. The State became a reporter to the national criminal background database approximately seven years ago. During this time, the Division of Financial Institutions has reviewed parallel state and federal criminal background reviews and has never found discrepancies on disqualifying crimes. This measure therefore minimizes regulatory burden and eliminates redundancy by permitting money transmitter applicants to submit to either a state or federal criminal background review.

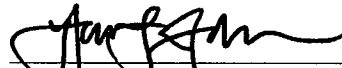


Your Committee has amended this measure by:

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

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. 2113, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 2113, H.D. 1, and be referred to your Committee on Judiciary & Hawaiian Affairs.

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



AARON LING JOHANSON, Chair



