Honolulu, Hawaii

FEY 17, 2006

RE: H.B. No. 2244 H.D. 1

Honorable Calvin K.Y. Say Speaker, House of Representatives Twenty-Third State Legislature Regular Session of 2006 State of Hawaii

Sir:

Your Committee on Consumer Protection & Commerce, to which was referred H.B. No. 2244 entitled:

"A BILL FOR AN ACT RELATING TO THE MOTOR VEHICLE RENTAL INDUSTRY,"

begs leave to report as follows:

The purpose of this bill is to authorize motor vehicle lessors to visibly pass on to the lessee, third party concession fees where the third party is an entity other than the Department of Transportation.

Cendant Car Rental Group, Inc., and the Hertz Corporation testified in support of this bill. The Department of Commerce and Consumer Affairs opposed this bill.

Currently, motor vehicle lessors at Hawaii airports are able to recover concession fees. Your Committee has concerns about the impact if lessors at hotel rental car locations are allowed to pass on concession fees to lessees.

In light of these concerns, your Committee has changed the effective date of this bill to July 1, 2050, to facilitate further discussion. Technical, nonsubstantive amendments were also made for 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. 2244, as amended herein, and recommends that it be referred to the Committee on Finance in the form attached hereto as H.B. No. 2244, H.D. 1.

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

ROBERT N. HERKES, Chair

State of Hawaii House of Representatives The Twenty-third Legislature

Record of Votes of the Committee on Consumer Protection & Commerce

Bill/Resolution No.:	Date:	115100	0	
Committee Referral: CPC, FIN	☐ The committee is reconsidering its previous decision on the measure.			
IKN, CPC, FIN			,	
The recommendation is to: Pass, unamended Pass, with amendments				
☐ Hold	□ Re	commit		
CPC Members	Ayes	Ayes (WR)	Nays	Excused
1. HERKES, Robert N. (C)				
2. SCHATZ, Brian (VC)	V		· · · · · · · · · · · · · · · · · · ·	
3. CALDWELL, Kirk	/			
4. ITO, Ken	1/			
5. KANOHO, Ezra R.	V			
6. KARAMATSU, Jon Riki				
7. MORITA, Hermina M.				
8. SONSON, Alex M.				
9. SOUKI, Joseph M.				
10. MARUMOTO, Barbara C.				
11. STONEBRAKER, Bud	/			
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TOTAL	\ll			2
The recommendation is: Adopted				
☐ Not Adopted				
If joint referral, did not support recommendation.				
Vice Chair's of designee's signature:				
Distribution: Original (White) – Committee Duplicate (Yellow) – Clerk's Office				