## A BILL FOR AN ACT

RELATING TO SCRAP DEALERS.

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

- 1 SECTION 1. The price of copper has increased nearly seven
- 2 hundred per cent over the past five years. As a result, copper
- 3 theft has become a serious and rapidly growing crime. This new
- 4 type of theft has devastating effects on the entire community,
- 5 not just utility companies, businesses, and government agencies.
- 6 It causes phone outages, power outages, and rising construction
- 7 costs.
- 8 The cost of the stolen copper is often only a small
- 9 percentage of the victims' loss. Criminal copper scavengers can
- 10 cost a homeowner up to \$40,000 or more in damage to their home
- 11 for copper that will net the criminal approximately \$1,000.
- 12 The purpose of this Act is to deter copper theft by
- 13 requiring scrap dealers to include a thumbprint in the required
- 14 identification statement of all persons redeeming copper and to
- 15 establish a copper redemption database.

1	SECT	ION 2. Chapter 445, Hawaii Revised Statutes, is
2	amended b	y adding two new sections to part X to be appropriately
3	designate	d and to read as follows:
4	" <u>§44</u>	5- Copper; prohibitions. (a) No scrap dealer
5	shall:	
6	(1)	Accept any amount of copper from a person under the
7		age of eighteen years; or
8	(2)	Accept copper from a person unable to supply
9		verification of identity by a valid state-issued
10		identification card, driver's license, or federal
11		government-issued identification card; provided that
12		in addition to such verification, the scrap dealer
13		shall take the person's thumbprint, and retain the
14		thumbprint on file with the statement required under
15		<u>section 445-233.</u>
16	(d)	Any person who violates this section shall be
17	penalized	pursuant to section 445-235.
18	<u>§445</u>	- Copper redemption database. (a) The department
19	of commer	ce and consumer affairs shall maintain a copper
20	redemption database.	
21	<u>(b)</u>	A copy of all copper transactions, statements required
22	under sec	tion 445-233, and thumbprints required under section
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- 1 445- , shall be filed by the scrap dealer on a weekly basis
- 2 with the department of commerce and consumer affairs and
- 3 maintained in a copper redemption database.
- 4 (c) The database and weekly updates shall be accessible to
- 5 all law enforcement agencies on a daily basis."
- 6 SECTION 3. Section 445-231, Hawaii Revised Statutes, is
- 7 amended by amending the definition of "scrap" to read as
- 8 follows:
- 9 ""Scrap" means any secondhand or used metal, including
- 10 copper, except those used motor vehicle parts provided in
- 11 chapter 289."
- 12 SECTION 4. Section 445-235, Hawaii Revised Statutes, is
- 13 amended to read as follows:
- 14 "§445-235 Prohibitions; penalty. Any person who violates
- 15 [sections] section 445-232 [and], 445-233, or 445- , or any
- 16 person who falsifies a statement required by section 445-233,
- 17 shall be guilty of a misdemeanor."
- 18 SECTION 5. There is appropriated out of the general
- 19 revenues of the State of Hawaii the sum of \$ , or so
- 20 much thereof as may be necessary for fiscal year 2007-2008, and
- 21 the same sum, or so much thereof as may be necessary for fiscal

- 1 year 2008-2009, for the establishment of a copper redemption
- 2 database.
- 3 The sums appropriated shall be expended by the department
- 4 of commerce and consumer affairs for the purposes of this Act.
- 5 SECTION 6. 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 SECTION 7. Statutory material to be repealed is bracketed
- 9 and stricken. New statutory material is underscored.
- 10 SECTION 8. This Act shall take effect on July 1, 2007.

## Report Title:

Scrap Dealers; Copper; Copper Redemption Database

## Description:

Requires scrap dealers to include a thumbprint of all persons redeeming copper in the required identification statement.

Establishes a copper redemption database. Makes appropriations. (SD1)