STAND. COM. REP. NO. /193 -08

Honolulu, Hawaii

Mezh 19, 2008

RE: S.B. No. 2803 S.D. 1

Honorable Calvin K.Y. Say Speaker, House of Representatives Twenty-Fourth State Legislature Regular Session of 2008 State of Hawaii

Sir:

Your Committees on Consumer Protection & Commerce and Judiciary, to which was referred S.B. No. 2803, S.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO PERSONAL INFORMATION,"

beg leave to report as follows:

The purpose of this bill is to protect the personal information collected and maintained by state and county agencies through the implementation of the recommendations of the "Hawaii Identity Theft Task Force Report" of December 2007. Specifically, this measure:

- (1) Requires each state and county agency to designate an employee to ensure the agency's compliance with requirements relating to the security of personal information;
- (2) Establishes the Information and Privacy Security Council to be placed administratively within the Department of the Attorney General and appropriates funds for three staff analyst positions to support the Council;
- (3) Changes the effective date of Chapter 487J, Hawaii Revised Statutes, relating to social security number protection, to July 1, 2009;

- (4) Requires conditions on third party personal information use to be included in contracts between government agencies and third parties that provide support services on behalf of the agency;
- (5) Requires state and county agencies that collect, maintain, or disseminate documents with personal information to:
 - (A) Develop and implement a plan to protect the personal information; and
 - (B) Develop a written plan to eliminate unnecessary collection and use of social security numbers;
- (6) Requires state and county agencies responsible for human resource functions to develop and distribute to agencies, guidelines to minimize unauthorized access to personal information;
- (7) Requires state and government agencies to develop a written policy regarding notification of security breaches of personal information; and
- (8) Defines the terms: "government agency," "personal information," "personal information system," "records," and "security breach."

The Department of Education, Retail Merchants of Hawaii, Hawaii Financial Services Association, and a concerned individual testified in support of this bill. The Judiciary, Department of Accounting and General Services, Department of Personnel Services of the County of Maui, Department of Human Resources of the City and County of Honolulu, and Department of Human Resources of the County of Hawaii supported the intent of this measure. The Consumer Data Industry Association testified in opposition to this bill. The Attorney General, Department of Human Resources Development, Department of Finance of the County of Maui, and the University of Hawaii System provided comments.

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 S.B. No. 2803, S.D. 1, and recommend that it pass Second Reading and be referred to the Committee on Finance.

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

TOMMY WATERS, Chair

ROBERT N. HERKES, Chair

State of Hawaii House of Representatives The Twenty-fourth Legislature

Record of Votes of the Committee on Consumer Protection & Commerce

Bill/Resolution No.: Committee Referral: Date: SB2803,SD1, (SSCR2679) CPC/JUD, FIN							
☐ The committee is reconsidering its previous decision on the measure.							
The recommendation is to: Pass, unamended (as is) Pass, with amendments (HD) Hold Pass short form bill with HD to recommit for future public hearing (recommit)							
CPC Members	Ayes	Ayes (WR)	Nays	Excused			
1. HERKES, Robert N. (C)	λ						
2. McKELVEY, Angus L.K. (VC)	, , , , , , , , , , , , , , , , , , ,						
3. EVANS, Cindy	×						
4. GREEN, Josh, M.D.	, V						
5. ITO, Ken	γ						
6. LUKE, Sylvia	~						
7. MORITA, Hermina M.				>			
8. SONSON, Alex M.				>			
9. SOUKI, Joseph M.				ا ح			
10. TSUJI, Clift	Y						
11. YAMANE, Ryan I.	Y						
12. YAMASHITA, Kyle T.	Y		**************************************				
13. MARUMOTO, Barbara C.		Y					
14. THIELEN, Cynthia				<u>x</u>			
TOTAL (14)	m 29	WW E	0	4			
The recommendation is: Adopted							
Vice Chair's or designee's signature:							
Distribution: Original (White) – Committee Duplicate (Yellow) – Chief Clerk's Office							

State of Hawaii House of Representatives The Twenty-fourth Legislature

Record of Votes of the Committee on Judiciary

Bill/Resolution No.:	Committee Referral:		Date:				
SB2803, SD1 (SSCR2679)	CPC/JUD, FIN		3-13-08				
☐ The committee is reconsidering its previous decision on the measure.							
The recommendation is to: ☐ Pass, unamended (as is) ☐ Pass, with amendments (HD) ☐ Hold ☐ Pass short form bill with HD to recommit for future public hearing (recommit)							
JUD Members	Ayes	Ayes (WR)	Nays	Excused			
1. WATERS, Tommy (C)							
2. OSHIRO, Blake K. (VC)							
3. EVANS, Cindy							
4. GREEN, Josh, M.D.				*			
5. ITO, Ken							
6. LUKE, Sylvia							
7. McKELVEY, Angus L.K.							
8. MORITA, Hermina M.							
9. SONSON, Alex M.				1			
10. SOUKI, Joseph M.							
11. TSUJI, Clift							
12. YAMANE, Ryan I.							
13. YAMASHITA, Kyle T.							
14. MARUMOTO, Barbara C.							
15. PINE, Kymberly Marcos				_			
16. THIELEN, Cynthia							
		-					
TOTAL V. (4.0)				.1			
TOTAL (16)	10	2		4			
The recommendation is: 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							