STAND. COM. REP. NO.

739

Honolulu, Hawaii

MAR 0 4 2011

RE: S.B. No. 1162 S.D. 2

Honorable Shan S. Tsutsui President of the Senate Twenty-Sixth State Legislature Regular Session of 2011 State of Hawaii

Sir:

Your Committee on Ways and Means, to which was referred S.B. No. 1162, S.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO SECURITY BREACHES OF PERSONAL INFORMATION,"

begs leave to report as follows:

The purpose and intent of this measure is to improve the safeguards afforded to persons whose personal information is compromised by a security breach of a government agency.

More specifically this measure:

- (1) Requires government agencies that maintain personal information systems to develop mandatory training programs for personnel who have access to disclosures of personal information;
- (2) Requires reports of security breaches to be submitted to the Information Privacy and Security Council;
- (3) Requires the Information Privacy and Security Council to coordinate the implementation of guidelines by government agencies, and makes the Comptroller or State Chief Information Officer the chair of the council; and
- (4) Appropriates moneys for the council, a specialist and coordinator positions in statewide network security, and

security tools, maintenance, and licenses, including software and enhanced web applications.

Your Committee received comments in support of this measure from Christopher Stathis, Support Services Department Head, The Judiciary, State of Hawaii.

Your Committee received comments on this measure from Bruce A. Coppa, Comptroller, Department of Accounting and General Services; and Mihoko Ito, Consumer Data Industry Association.

Your Committee finds that recent high profile security breaches of government agencies have revealed a need to strengthen the safeguards related to maintenance of personal records. This measure will address many of the deficiencies in the current system.

Your Committee has amended this measure by:

- (1) Changing the effective date to July 1, 2050, to facilitate further discussion on the issue; and
- (2) Making technical, nonsubstantive amendments for the purposes of clarity and consistency.

As affirmed by the record of votes of the members of your Committee on Ways and Means that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 1162, S.D. 1, as amended herein, and recommends that it pass Third Reading in the form attached hereto as S.B. No. 1162, S.D. 2.

Respectfully submitted on behalf of the members of the Committee on Ways and Means,

DAVID Y. ICE, Chair

The Senate Twenty-Sixth Legislature State of Hawaiʻi

Record of Votes Committee on Ways and Means WAM

Bill / Resolution No.:*	Committee Referral:		Da	Date:	
SB 1162 SDI EDT/JOLIWAM 3-1-11)
The committee is reconsidering its previous decision on this measure.					
If so, then the previous decision was to:					
The Recommendation is:					
Pass, unamended Pass, with amendments Hold Recommit 2312 2311 2310 2313					
Members		Aye	Aye (WR)	Nay	Excused
IGE, David Y. (C)					
KIDANI, Michelle N. (VC)					
CHUN OAKLAND, Suzanne					
DELA CRUZ, Donovan M.					
ENGLISH, J. Kalani					
ESPERO, Will					
FUKUNAGA, Carol				.*	
KIM, Donna Mercado					
KAHELE, Gilbert			· ·		
KOUCHI, Ronald D.					
RYAN, Pohai			Talling and the control of the contr	70 Land 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	rang kan makanan liberara yang manan saga
TOKUDA, Jill N.					
WAKAI, Glenn			ry eminero.	No. of the second of the secon	San
SLOM, Sam			ETELLENIEN		
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TOTAL		12	0	0	2
Recommendation: Adopted Not Adopted					
Chair's or Designee's Signature:					
Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy					