STAND. COM. REP. NO. 2010

Honolulu, Hawaii

FEB 0 2 2012

RE: S.B. No. 2333 S.D. 1

Honorable Shan S. Tsutsui President of the Senate Twenty-Sixth State Legislature Regular Session of 2012 State of Hawaii

Sir:

Your Committee on Transportation and International Affairs, to which was referred S.B. No. 2333 entitled:

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

begs leave to report as follows:

The purpose and intent of this measure is to prohibit personally identifiable information obtained from driver's licenses and state certificates of identification from being scanned and retained without the express permission of the holder of the driver's license or certificate of identification.

Your Committee received testimony in support of this measure from the State Department of Transportation, Honolulu Licensing Administrator, and the American Civil Liberties Union of Hawaii. Comments on this measure were received from Consumer Data Industry Association and one individual.

Your Committee believes that driver's licenses and identification cards containing personally identifiable information must be protected by government agencies and their agents with the utmost care.

Your Committee finds that many private businesses have adopted a practice of scanning bar codes on customer's driver's licenses for all manner of purchases. For example, bar code scanning may be required by company policy for purchases of alcohol and other age-related transactions. This bar code

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scanning practice raises serious privacy concerns inasmuch as Hawaii driver's license bar codes contain significant personal information, including name, address, date of birth, hair, eye color, height, weight, gender, license expiration date, organ donor status, driver's license number, and fingerprint.

Your Committee further finds that the Department of Homeland Security urges states to adopt a law regulating electronically scanning and retaining personally identifiable information stored in the machine readable zone of driver's licenses.

Your Committee has amended this measure by:

- (1) Substituting its contents with S.B. No. 2419 (2012), a substantially similar measure that amends chapter 487R, Hawaii Revised Statutes, to:
  - (A) Go further in protecting the right of privacy by prohibiting the scanning of the machine-readable zone of an individual's certificate of identification or driver's license, with certain exceptions, making no allowance for consent of the holder of the certificate or license; and
  - (B) Make a violation of the prohibition a misdemeanor, punishable by a fine of up to \$2,000 or imprisonment of up to one year, or both, where each violation is a separate offense; and
- (2) Changing the title of chapter 487R, Hawaii Revised Statutes, "Destruction of personal information records", to reflect the provisions relating to unlawful use of personal information records added to that chapter by this measure.

As affirmed by the record of votes of the members of your Committee on Transportation and International Affairs that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 2333, as amended herein, and recommends that it pass Second Reading in the form attached hereto as S.B. No. 2333, S.D. 1, and be referred to the Committee on Judiciary and Labor.

Respectfully submitted on behalf of the members of the Committee on Transportation and International Affairs,

J. KALANI ENGLISH, Chair

## The Senate Twenty-Sixth Legislature State of Hawai'i

## Record of Votes Committee on Transportation and International Affairs TIA

Bill / Resolution No.:*	Committee Referral: Date:				
SB 2333	TIA	, JDI	_	1/30/	12
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
ENGLISH, J. Kalani (C)		~			
ESPERO, Will (VC)		/			
DELA CRUZ, Donovan M.					
GABBARD, Mike					
KAHELE, Gilbert					
KOUCHI, Ronald D.	···			-	
SLOM, Sam					
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TOTAL		7			
Recommendation:					
Adopted Not Adopted					
Chair's or Designee's Signature:					
Distribution: Original File with Committee Re	stribution: Original Yellow File with Committee Report Clerk's Office Draft				denrod ee File Copy
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\*Only one measure per Record of Votes