STAND. COM. REP. NO. **2382**

Honolulu, Hawaii

FEB 1 7 2012

RE: S.B. No. 2419

S.D. 1

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

Sir:

Your Committees on Commerce and Consumer Protection and Economic Development and Technology, to which was referred S.B. No. 2419 entitled:

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

beg leave to report as follows:

The purpose and intent of this measure is to allow the scanning and retention of personal information contained in a certificate of identification or driver's license for only limited purposes.

Your Committees received testimony in support of this measure from the Office of Consumer Protection of the Department of Commerce and Consumer Affairs, City and County of Honolulu Department of Customer Services, Retail Merchants of Hawaii, and American Civil Liberties Union of Hawaii. Your Committees received comments on this measure from the Consumer Data Industry Association, AT&T, and one individual.

Your Committees find that a frequently used source of identity theft is information contained on an individual's identification card or driver's license. Because identify theft can have lasting negative repercussions on the life of the person whose identity is stolen, it is important to minimize the widespread use of this personal information.

Your Committees further find that a balance must be obtained by entities that lawfully use an individual's personal



information. Responsible entities must respect and protect an individual's personal information while complying with state and federal laws and regulations that govern the collection of this information.

Your Committees have amended this measure by:

- (1) Moving the language for the new section contained in this measure from chapter 487R, Hawaii Revised Statutes, to the more appropriate chapter 487J, Hawaii Revised Statutes, and amending the title of chapter 487J accordingly;
- (2) Clarifying the forms of identification subject to this measure by changing references to a "certificate of identification" to a "Hawaii identification card" and deleting the definition for "certificate of identification";
- (3) Clarifying the entities that may scan the machinereadable zone of an individual's Hawaii identification card or driver's license;
- (4) Limiting certain entities from retaining or using any scanned information except for specified purposes and setting a time frame for retention of this scanned information;
- (5) Deleting the proposed penalty language, as penalty provisions already exist in chapter 487J, Hawaii Revised Statutes;
- (6) Adding a definition of "scan"; and
- (7) Making technical, nonsubstantive amendments for the purposes of clarity and consistency.

As affirmed by the records of votes of the members of your Committees on Commerce and Consumer Protection and Economic Development and Technology that are attached to this report, your Committees are in accord with the intent and purpose of S.B. No. 2419, as amended herein, and recommend that it pass Second Reading in the form attached hereto as S.B. No. 2419, S.D. 1, and be referred to the Committee on Judiciary and Labor.

Respectfully submitted on behalf of the members of the Committees on Commerce and Consumer Protection and Economic Development and Technology,

CAROL FUKUNAGA, Chair

ROSALYN H. BAKER, Chair

The Senate Twenty-Sixth Legislature State of Hawaiʻi

Record of Votes Committee on Commerce and Consumer Protection CPN

Bill / Resolution No.:*	Committee		Dat					
SB 2419	CPN/EDT, JDL 02/14/12							
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			
BAKER, Rosalyn H. (C)								
TANIGUCHI, Brian T. (VC)		V						
GALUTERIA, Brickwood		/						
GREEN, M.D., Josh								
NISHIHARA, Clarence K.		\						
SOLOMON, Malama								
SLOM, Sam			✓					
TOTAL		5	(O	1			
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								

^{*}Only one measure per Record of Votes

The Senate Twenty-Sixth Legislature State of Hawaiʻi

Record of Votes Committee on Economic Development and Technology EDT

SB 2419	CPN/EDT, JDL Date: 2/14/12							
The committee is reconsidering its previous decision on this measure. If so, then the previous decision was to:								
The Recommendation is:								
Pass, unamended [2312								
Members		Aye /	Aye (WR)	Nay	Excused			
FUKUNAGA, Carol (C)		/ /						
WAKAI, Glenn (VC)					r i i i i i i i i i i i i i i i i i i i			
BAKER, Rosalyn H.		//						
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SLOM, Sam			✓					
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TOTAL		4			0			
Recommendation: Adopted Not Adopted								
Chair's or Designee's Signature:								
Distribution: Original Yellow Pink Goldenrod File with Committee Report Office Drafting Agency Committee File Copy								

*Only one measure per Record of Votes