STAND. COM. REP. NO. 2627

Honolulu, Hawaii

MAR - 2 2012

RE: S.B. No. 2770 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 Ways and Means, to which was referred S.B. No. 2770 entitled:

"A BILL FOR AN ACT RELATING TO COLLECTION AGENCIES,"

begs leave to report as follows:

The purpose and intent of this measure is to:

- (1) Clarify and strengthen the enforcement provisions that apply to out-of-state collection agencies that are designated by the Department of Commerce and Consumer Affairs as exempt from licensure under Chapter 443B, Hawaii Revised Statutes; and
- (2) Increase fines for collection agencies governed under Chapter 443B, Hawaii Revised Statutes.

Written comments in support of this measure were submitted by the Department of Commerce and Consumer Affairs.

Your Committee finds that the number of exempt out-of-state collection agencies operating in the State has more than doubled since 2004, while the number of registered collection agencies has remained relatively stable. This measure would strengthen the ability of the Department of Commerce and Consumer Affairs to oversee the growing number of exempt out-of-state collection agencies and provide adequate safeguards for Hawaii consumers.

Your Committee has amended this measure by:

SB2770 SD1 SSCR LRB 12-1712.doc



- (1) Adding a savings clause to clarify the applicability of the measure to matters preceding its effective date;
- (2) Changing the effective date to July 1, 2050, to facilitate further discussion on the measure; and
- (3) Making technical nonsubstantive amendments for the purposes of clarity and style.

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. 2770, as amended herein, and recommends that it pass Third Reading in the form attached hereto as S.B. No. 2770, S.D. 1.

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

And Yhr DAVID Y. ICK, Chair

The Senate Twenty-Sixth Legislature State of Hawaiʻi

Record of Votes Committee on Ways and Means WAM

Bill / Resolution No.:*	Committee Referral: Date:				
9B 2770	CPN, WAM			2-23-12	
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
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					
TOKUDA, Jill N.					
WAKAI, Glenn					
SLOM, Sam					
TOTAL		14	0	0	0
Recommendation: Adopted Not Adopted					
Chair's or Designee's Signature: The help the h					
Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy					

*Only one measure per Record of Votes