STAND. COM. REP. NO. 2303

Honolulu, Hawaii

FEB 1 7 2012

RE: S.B. No. 3047

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 Economic Development and Technology, to which was referred S.B. No. 3047 entitled:

"A BILL FOR AN ACT RELATING TO CRIME,"

begs leave to report as follows:

The purpose and intent of this measure is to:

- Amend computer fraud statutes to capture a broader range of crimes committed through the use of a computer, computer system, or computer network, and increase penalties for all degrees of computer fraud;
- (2) Allow protective orders for harassment committed through the use of a computer, computer system, or computer network; and
- (3) Establish the crime of prohibited web design to prohibit certain acts by web designers or developers.

Prior to the hearing, your Committee made available a proposed S.D. 1, which would have established the offense of cybersquatting as a misdemeanor.

Your Committee received testimony in support of the proposed S.D. 1, from the University of Hawaii System. Your Committee received testimony in opposition to the proposed S.D. 1, from the Department of the Prosecuting Attorney, City and County of Honolulu.

2012-1241 SSCR SMA.doc



Your Committee finds that the proposed S.D. 1, would have addressed a situation recently experienced by the University of Hawaii in which an internet domain based on the University's institutional name was registered, put up for auction, and eventually used to purvey pornography. Subsequently, the University of Hawaii was successful in persuading the perpetrator to shut down the web site, and your Committee understands that the University is currently working with the Attorney General to devise solutions to deal with any such situations in the future.

Your Committee further finds that the provisions in S.B. No. 3047, as introduced, which amended computer fraud statutes to capture a broader range of crimes committed through the use of a computer, computer system, or computer network, and increase penalties for all degrees of computer fraud, would provide much needed updates to Hawaii's computer fraud statutes. Law enforcement agencies have expressed concerns that existing laws are too narrow to address the majority of activities thought of as computer fraud, effectively stopping prosecution of these crimes.

Your Committee has amended this measure accordingly, by:

- (1) Retaining the provisions in part I of S.B. No. 3047, as introduced, relating to amendments to the State's computer fraud statutes;
- (2) Deleting the provisions that would have allowed protective orders for harassment committed through the use of a computer, computer system, or computer network;
- (3) Deleting establishment of the crime of prohibited web design;
- (4) Changing the effective date to July 1, 2012; and
- (5) 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 Economic Development and Technology that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 3047, as amended herein, and recommends that it pass Second Reading in the form attached hereto as S.B.

No. 3047, S.D. 1, and be referred to the Committee on Judiciary and Labor.

Respectfully submitted on behalf of the members of the Committee on Economic Development and Technology,

CAROL FUKUNAGA

Chair

The Senate Twenty-Sixth Legislature State of Hawaiʻi

Record of Votes Committee on Economic Development and Technology EDT

Bill / Resolution No.:* いる 3047	Committee Referral: Date: 2/15/12				
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
FUKUNAGA, Carol (C)		V /			
WAKAI, Glenn (VC)					
BAKER, Rosalyn H.		V			/
SOLOMON, Malama					
SLOM, Sam					
		2. 2. 4 2. 2. 4			
		FE . 1.			
				1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	. (2013년 - 12년 2 <u>8</u> 7일 - 12년
	· · · · · · · · · · · · · · · · · · ·				
TOTAL		3	<i>D</i>	φ	
Recommendation: Adopted Not Adopted					
Chair's or Designee's Signature:					
Distribution: Original ellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy					

*Only one measure per Record of Votes