STAND. COM. REP. NO. **3290**

Honolulu, Hawaii

APR 0 4 2016

RE: H.B. No. 2329

Honorable Ronald D. Kouchi President of the Senate Twenty-Eighth State Legislature Regular Session of 2016 State of Hawaii

Sir:

Your Committee on Judiciary and Labor, to which was referred H.B. No. 2329 entitled:

"A BILL FOR AN ACT RELATING TO CONSUMER PROTECTION,"

begs leave to report as follows:

The purpose and intent of this measure is to clarify that the State is not subject to a statute of limitations period for claims pursuant to chapter 480, Hawaii Revised Statutes.

Your Committee received testimony in support of this measure from the Office of Consumer Protection, Department of Commerce and Consumer Affairs; and Hawaii Association for Justice.

Your Committee finds that Hawaii common law has long recognized that statutory limitations do not apply to actions initiated by the State. The Legislature codified this longstanding common law rule in 1991. Although section 480-24(b), Hawaii Revised Statutes (HRS), contains a tolling provision for claims brought by the State, the codification of the common law rule that the State is not subject to statutes of limitations made the pre-existing tolling language in this section superfluous. Your Committee further finds that the Legislature has made it clear that unless there is a specific designation in statute that a statute of limitations applies to actions initiated by the State, none exists. In the absence of such a designation that applies to chapter 480, HRS, the repeal of the tolling language in section 480-24(b), HRS, is appropriate and necessary.

Finally, your Committee notes that chapter 480, HRS, relating to monopolies and restraints of trade, is one of the most important statutory tools given to the State to protect the people of Hawaii. This measure preserves the right of the State to seek redress for harm done and deter future bad conduct by persons who would seek to take unfair advantage of Hawaii consumers.

As affirmed by the record of votes of the members of your Committee on Judiciary and Labor that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 2329, and recommends that it pass Third Reading.

Respectfully submitted on behalf of the members of the Committee on Judiciary and Labor,

GILBERT S.C. KEITH-AGARAN, Chair

The Senate Twenty-Eighth Legislature State of Hawaiʻi

Record of Votes Committee on Judiciary and Labor JDL

Bill / Resolution No.:*	Committee Referral:			Date: / /	
HB 2329	CPH,	JDL		3/29/16	
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
KEITH-AGARAN, Gilbert S.C. (C)					
SHIMABUKURO, Maile S.L. (VC)		/			
GABBARD, Mike					
KAHELE, Kaiali'i		/			
KIM, Donna Mercado					
THIELEN, Laura H.					
SLOM, Sam					
		-			
·			.,		
					
				<u>.</u>	
				<u> </u>	
					
					-
·					
TOTAL	,	4			3
Recommendation: Adopted Not Adopted					
Chair's or Designee's Signature:					
Distribution: Original File with Committee Bu	Yellow eport Clerk's Office		Pink Drafting Agency	Goldenrod Committee File Copy	

*Only one measure per Record of Votes