STAND. COM. REP. NO. 902

Honolulu, Hawaii

, 2019

FEB 28

RE: H.B. No. 1528

H.D. 1

Honorable Scott K. Saiki Speaker, House of Representatives Thirtieth State Legislature Regular Session of 2019 State of Hawaii

## Sir:

Your Committee on Finance, to which was referred H.B. No. 1528, H.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO COMMERCE AND CONSUMER AFFAIRS,"

begs leave to report as follows:

The purpose of this measure is to:

- (1) Repeal the statutory requirement that \$2,000,000 of certain taxes collected on bank and financial corporations be deposited to the credit of the Compliance Resolution Fund;
- (2) Require adjustments to fees and assessments collected by the Division of Financial Institutions of the Department of Commerce and Consumer Affairs to take into account factors including the amount of moneys credited to the Division in the Compliance Resolution Fund;
- (3) Statutorily establish the annual fee assessed on cable operators at 4.5 percent of the income received from subscribers for cable services rendered during the preceding calendar year;

- (4) Authorize the Director of Commerce and Consumer Affairs to reduce the annual fee assessed on cable operators if the existing annual fee exceeds the amount necessary to administer chapter 440G, Hawaii Revised Statutes, relating to cable television systems, and establish the criteria to determine the amount of the fee;
- (5) Establish criteria to determine the amounts to be assessed for fees and expenses regulated under title 25, Hawaii Revised Statutes, relating to professions and occupations; and
- (6) Provide for the reduction or cessation of fees or interest to be paid into the Mortgage Loan Recovery Fund, Contractors Recovery Fund, Contractors Education Fund, Real Estate Recovery Fund, Real Estate Education Fund, and Condominium Education Fund if the balances in these funds reach a certain dollar amount per fiscal year.

The Department of Commerce and Consumer Affairs, Hawaii Bankers Association, Hawaii Association of Mortgage Professionals, Akaku: Maui Community Television, PBS Hawai'i, and Ho'ike Kauai Community Television submitted testimony in opposition to this measure. The University of Hawai'i System, 'Ōlelo Community Media, and Nā Leo TV provided comments.

As affirmed by the record of votes of the members of your Committee on Finance that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 1528, H.D. 1, and recommends that it pass Third Reading.

Respectfully submitted on behalf of the members of the Committee on Finance,

SYLVIA LUKE, Chair

## State of Hawaii House of Representatives The THIRTIETH Legislature

## HSCR 902

## **Record of Votes of the Committee on Finance**

Bill/Resolution No.: HD1528 HD1	Committee Referral:	HN Date:	2/20/19	
☐ The committee is reconsidering its previous decision on the measure.				
The recommendation is to: ☐ Pass, unamended (as is) ☐ Pass, with amendments (HD) ☐ Hold ☐ Pass short form bill with HD to recommit for future public hearing (recommit)				
FIN Members	Ayes	Ayes (WR)	Nays	Excused
1. LUKE, Sylvia (C)				
2. CULLEN, Ty J.K. (VC)				
3. ELI, Stacelynn K.M.				
4. GATES, Cedric Asuega				
5. HASHIMOTO, Troy N.				
6. HOLT, Daniel				
7. KITAGAWA, Lisa				
8. KOBAYASHI, Bertrand				
9. MATAYOSHI, Scot Z.	~			
10. NAKAMURA, Nadine K.				
11. NISHIMOTO, Scott Y.				
12. TODD, Chris				
13. WILDBERGER, Tina				
14. YAMASHITA, Kyle T.				
15. McDERMOTT, Bob				
TOTAL (15)	9	Ø	Ø	6
The recommendation is:  Adopted  If joint referral, did not support recommendation.  committee acronym(s)				
Vice Chair's or designee's signature:				
Distribution: Original (White) – Committee Duplicate (Yellow) – Chief Clerk's Office Duplicate (Pink) – HMSO				