STAND. COM. REP. NO. 178

Honolulu, Hawaii

## APR 0 3 2019

RE: H.B. No. 760

H.D. 2 S.D. 1

Honorable Ronald D. Kouchi President of the Senate Thirtieth State Legislature Regular Session of 2019 State of Hawaii

Sir:

Your Committee on Commerce, Consumer Protection, and Health, to which was referred H.B. No. 760, H.D. 2, 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 require a full-service franchise restaurant to disclose its non-participation in national advertising campaigns that offer a promotion or a discount with a sign at the entrance or storefront of the restaurant.

Your Committee received testimony in support of this measure from the Department of Commerce and Consumer Affairs and one individual. Your Committee received testimony in opposition to this measure from the Hawai'i Restaurant Association.

Your Committee finds that customers of full-service restaurants who patronize the establishment because of a national advertising campaign that promotes a discount on food or beverage may be misled if the offer is not available in Hawaii. Although national advertisements generally disclose geographic restrictions in television commercials, the disclosure often appears only for a short period of time and in very small print. This measure will benefit Hawaii consumers by requiring a restaurant to inform patrons that a particular promotion does not apply prior to the

patrons entering the restaurant, which will help alleviate unnecessary misunderstandings between restaurants and patrons.

Your Committee has amended this measure by inserting an effective date of July 1, 2019.

As affirmed by the record of votes of the members of your Committee on Commerce, Consumer Protection, and Health that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 760, H.D. 2, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 760, H.D. 2, S.D. 1, and be placed on the calendar for Third Reading.

Respectfully submitted on behalf of the members of the Committee on Commerce, Consumer Protection, and Health,

ROSALYN H. BAKER, Chair

## The Senate Thirtieth Legislature State of Hawai'i

## Record of Votes Committee on Commerce, Consumer Protection, and Health CPH

Bill / Resolution No.:*	Committee	Committee Referral:		Date:	
MB760, HD2	2 CPH			3/15/19	
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 (W	R) Nay	Excused
BAKER, Rosalyn H. (C)					
CHANG, Stanley (VC)		<b>✓</b>		A.1.4	
KEOHOKALOLE, Jarrett					/
NISHIHARA, Clarence K.		V			
RUDERMAN, Russell E.		/			
THIELEN, Laura H.					
FEVELLA, Kurt					
		· · ·	<u> </u>		
		apperation			
		er gare			
		i santa			
	g of the second				1.45
TOTAL		4			3
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