STAND. COM. REP. NO. 770 -22

Honolulu, Hawaii

, 2022

MAR 0 3

RE: H.B. No. 2115

H.D. 1

Honorable Scott K. Saiki Speaker, House of Representatives Thirty-First State Legislature Regular Session of 2022 State of Hawaii

Sir:

Your Committee on Consumer Protection & Commerce, to which was referred H.B. No. 2115 entitled:

"A BILL FOR AN ACT RELATING TO MORTGAGE SERVICERS,"

begs leave to report as follows:

The purpose of this measure is to authorize the Commissioner of Financial Institutions to modify, by rule or order, the requirements associated with the licensure and regulation of mortgage servicers.

Your Committee received testimony in support of this measure from the Department of Commerce and Consumer Affairs.

Your Committee finds that the State utilizes the NMLS, a multi-state mortgage licensing platform, to manage the licensing of mortgage servicers. Your Committee further finds that conflicts with existing law may arise when the NMLS modifies or modernizes its processes, which then require the Commissioner of Financial Institutions to repeatedly request changes to the law from the Legislature. This measure empowers the Commissioner to modify the requirements for mortgage services by rule or order, bypassing any need for continual modification from the Legislature, which will streamline the licensing process for mortgage services and reduce delays for customers.

Your Committee has amended this measure by changing the effective date to January 1, 2050, to encourage further discussion.

As affirmed by the record of votes of the members of your Committee on Consumer Protection & Commerce that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 2115, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 2115, H.D. 1, and be placed on the calendar for Third Reading.

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

ARON IND JOHANSON, Chair

State of Hawaii House of Representatives The Thirty-first Legislature

45CR 770-22

Record of Votes of the Committee on Consumer Protection & Commerce

Bill/Resolution No.: HB 2115	Committee Referral: CPC Date: 2-24-22		12	
☐ 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)				
CPC Members	Ayes	Ayes (WR)	Nays	Excused
1. JOHANSON, Aaron Ling (C)	V			
	<u>Patha (Salyana)</u>		فيخسسنا سسنو وجري والمسويسون	
2. KITAGAWA, Lisa (VC)				
3. AQUINO, Henry J.C.	\ \			
4. HAR, Sharon E.	V			
5. HASHEM, Mark J.	V			
6. KONG, Sam Satoru				
7. MIZUNO, John M.	V			
8. MORIKAWA, Dee				
9. ONISHI, Richard H.K.				
10. TARNAS, David A.				
11. MATSUMOTO, Lauren				
TOTAL (11)	- 11	0	0	0
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				