STAND. COM. REP. NO. 1040



Honolulu, Hawaii MAR 03 / ²⁰²³

RE: H.B. No. 1027 H.D. 2

Honorable Scott K. Saiki Speaker, House of Representatives Thirty-Second State Legislature Regular Session of 2023 State of Hawaii

Sir:

Your Committee on Consumer Protection & Commerce, to which was referred H.B. No. 1027, H.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO MONEY TRANSMITTERS MODERNIZATION ACT,"

begs leave to report as follows:

The purpose of this measure is to align the State's Money Transmitters Modernization Act with the provisions of the Model Money Transmission Modernization Act.

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

Your Committee finds that existing state laws regulating the financial components of money transmitters are outdated and do not adequately provide consumer protection. Your Committee further finds that the Conference of State Bank Supervisors Model Money Transmission Modernization Act adequately addresses the evolving landscape of money transmission to ensure consumer protection while allowing the industry to evolve. This measure will enable the State to work within a network of states to license, supervise, and examine transglobal money transmission companies as a multi-state system of financial regulation.

Your Committee has amended this measure by:



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- (1) Amending the definitions of "money," "money transmission," "outstanding money transmission obligation," and "payment instrument" to align with the definitions under the Model Money Transmission Modernization Act; and
- (2) Making technical, nonsubstantive amendments for the purposes of clarity, consistency, and style.

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. 1027, H.D. 1, as amended herein, and recommends that it pass Third Reading in the form attached hereto as H.B. No. 1027, H.D. 2.

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

MARK M. NAKASHIMA, Chair



State of Hawaii House of Representatives The Thirty-second Legislature

HSCR 1046

Record of Votes of the Committee on Consumer Protection & Commerce

		tee Referral: D _, CPC			23
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. NAKASHIMA, Mark M. (C)		-			
2. SAYAMA, Jackson D	•. (VC)	-			
3. AMATO, Terez		-			
4. BELATTI, Della Au					
5. HASHEM, Mark J.					
6. HUSSEY-BURDICK,	Natalia	-			
7. GATES, Cedric Asueg	ga				-
8. LOWEN, Nicole E.		-			
9. ONISHI, Richard H.K	ζ.	-			
10. TAM, Adrian K.		-			
11. PIERICK, Elijah		-			
TOTAL ((11)	a			Z
Che recommendation is: Image: Adopted image: Adopt					
Vice Chair's or designee's signature:					
Distribution: Original (White) – Committee Duplicate (Yellow) – Chief Clerk's Office Duplicate (Pink) – HMSO					