

Honolulu, Hawaii

MAR 2.4 , 2023

RE: S.B. No. 1502

S.D. 2 H.D. 1

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 S.B. No. 1502, S.D. 2, entitled:

"A BILL FOR AN ACT RELATING TO TRANSPORTATION,"

begs leave to report as follows:

The purpose of this measure is to:

- (1) Authorize the Department of Transportation and counties to regulate the parking of shared cars at state parking lots and on highways under the jurisdiction of the counties, respectively; and
- (2) Establish mandatory minimum insurance coverage requirements for hourly peer-to-peer car-sharing programs that are separate from the mandatory minimum insurance coverage required of other peer-to-peer carsharing programs.

Your Committee received testimony in opposition to this measure from the Office of Consumer Protection of the Department of Commerce and Consumer Affairs, Hawaii Association for Justice, and Hawaii Insurers Council. Your Committee received comments on this measure from the Insurance Division of the Department of Commerce and Consumer Affairs and Turo.

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Your Committee finds that peer-to-peer car sharing allows for vehicle owners to share their vehicle with others through online platforms. Your Committee further finds that the increasing popularity of peer-to-peer car-sharing programs and the accompanying concerns over whether drivers and passengers were adequately covered by insurance prompted the Legislature to pass Act 56, Session Laws of Hawaii 2022 (Act 56). Act 56 established minimum insurance coverage requirements for shared cars made available through peer-to-peer car-sharing programs, and is set to sunset June 30, 2025. However, your Committee is concerned with the bifurcation in the treatment of different types of peer-to-peer car-sharing programs as proposed in this measure.

Accordingly, your Committee has amended this measure by:

- (1) Deleting language that established mandatory minimum insurance coverage requirements for hourly peer-to-peer car-sharing programs;
- (2) Amending the minimum insurance coverage amount for shared cars available and used through a peer-to-peer car-sharing program from \$750,000 to four times the minimum coverage amounts for other vehicles; and
- (3) 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 S.B. No. 1502, S.D. 2, as amended herein, and recommends that it pass Second Reading in the form attached hereto as S.B. No. 1502, S.D. 2, H.D. 1, and be referred to your Committee on Finance.

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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 1938

Record of Votes of the Committee on Consumer Protection & Commerce

	tee Referral:	Date: 03-21-23		
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)				
Pass short form one with AD to recommit for future public hearing (recommit)				
CPC Members	Ayes	Ayes (WR)	Nays	Excused
1. NAKASHIMA, Mark M. (C)				
2. SAYAMA, Jackson D. (VC)				
		FAR CONTRACTOR		
3. AMATO, Terez			11 Z. Walland	
4. BELATTI, Della Au		1495 Ti	383/26/15/15/15/3.	
4. DELATTI, Della Au				
5. HASHEM, Mark J.				
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6. HUSSEY-BURDICK, Natalia				
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7. GATES, Cedric Asuega				
8. LOWEN, Nicole E.		\$\$ \		allo liggi segalpe ca yanna line lig
9. ONISHI, Richard H.K.	- 1746 de 2012	1440 - TETRE	78% (\$600)	Till I I I I I I I I I I I I I I I I I I
10. TAM, Adrian K.				
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11. PIERICK, Elijah				
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TOTAL (11)	[]		Mark.	
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				