STAND. COM. REP. NO. 1318

Honolulu, Hawaii

APR 03 ' 2023

RE: S.B. No. 798

S.D. 1 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. 798, S.D. 1, H.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO TIME SHARING,"

begs leave to report as follows:

The purpose of this measure is to:

- (1) Require, as part of a time share plan developer's application for registration or annexation:
 - (A) A list of the projects containing time share units included in the application that are located outside of the State; and
 - (B) A statement by the developer that it has verified that such time share units are in compliance with or not prohibited by the zoning and land use laws and regulations of the jurisdiction where the time share units are located; and
- (2) Specify that the developer is not required to submit any other evidence of this compliance to register in the State.

Your Committee received testimony in support of this measure from the American Resort Development Association - Hawaii, Marriott Vacations Worldwide Corporation, and one individual. Your Committee received comments on this measure from the Department of Commerce and Consumer Affairs.

Your Committee finds that for time share plans located outof-state, the Department of Commerce and Consumer Affairs requires
evidence that the out-of-state time share units comply with the
applicable jurisdiction's zoning requirements. However, this has
been difficult for developers to comply with as jurisdictions are
not uniform in their zoning regulations and governmental
processes, particularly for out-of-state properties located in
foreign countries. This requirement has made the registration
review of time share projects in the State slower, more expensive,
and in some cases, nearly impossible to achieve. This measure
will make the registration process of time share projects more
efficient and less costly while also maintaining the proper level
of consumer protection.

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. 798, S.D. 1, H.D. 1, and recommends that it pass Third Reading.

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

HSCR1878

Record of Votes of the Committee on Consumer Protection & Commerce

Bill/Resolution No.: SB 798 SDI HD	Committee Referral: TOU, CPC	Date	03-28	- Z3
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)				
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2. SAYAMA, Jackson D. (VC)			TERRES MEXSUS	
3. AMATO, Terez				
J. AMATO, Telez				
4. BELATTI, Della Au				a e a
5. HASHEM, Mark J.				
THICKEY DYDDYCK NA P		**************************************		
6. HUSSEY-BURDICK, Natalia				
7. GATES, Cedric Asuega		1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1		
8. LOWEN, Nicole E.				
9. ONISHI, Richard H.K.				
10. TAM, Adrian K.				
11. PIERICK, Elijah	An and a second		18,048, 18,000 m	
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TOTAL (11)	O			2
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				