STAND. COM. REP. NO. 3425

Honolulu, Hawaii

APR 1 6 2014

RE: H.C.R. No. 32

Honorable Donna Mercado Kim President of the Senate Twenty-Seventh State Legislature Regular Session of 2014 State of Hawaii

#### Madam:

Your Committees on Technology and the Arts, Public Safety, Intergovernmental and Military Affairs, and Commerce and Consumer Protection, to which was referred H.C.R. No. 32 entitled:

"HOUSE CONCURRENT RESOLUTION URGING CONGRESS, HAWAII FINANCIAL INSTITUTIONS, AND HAWAII BUSINESSES TO ADOPT LEGISLATION, POLICIES, AND PROCEDURES TO USE IDENTITY THEFT-RESISTANT CREDIT CARDS,"

beg leave to report as follows:

The purpose and intent of this measure is to urge the United States Congress, Hawaii financial institutions, and Hawaii businesses to adopt legislation, policies, and procedures to implement the use of identity theft-resistant credit cards.

Your Committees received testimony in support of this measure from the Department of Commerce and Consumer Affairs, Hawaii State Federal Credit Union, and Honolulu Police Department. Your Committees received comments on this measure from the Hawaii Bankers Association, Hawaii Financial Services Association, and Hawaii Credit Union League.

Your Committees find that identity theft is expected to surpass traditional theft as the leading form of property crime. Identity theft, including credit card data theft, is a serious crime that can devastate an individual's finances, credit history, and reputation. To protect consumers and reduce fraud, identity theft-resistant credit cards have been developed. Identity theft-resistant credit cards have small, digital, internal components that allow a consumer to enter a personal unlocking code that

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generates a unique credit card number for every transaction, making the credit card more difficult to use by thieves. Identity theft-resistant credit cards are used throughout Europe and Asia, and at least one major bank in the State is already testing identity theft-resistant credit cards.

As affirmed by the records of votes of the members of your Committees on Technology and the Arts, Public Safety, Intergovernmental and Military Affairs, and Commerce and Consumer Protection that are attached to this report, your Committees concur with the intent and purpose of H.C.R. No. 32, and recommend its adoption.

Respectfully submitted on behalf of the members of the Committees on Technology and the Arts, Public Safety, Intergovernmental and Military Affairs, and Commerce and Consumer Protection,

WILL ESPERO, Chair

GLENN WAKAT, Chair

ROSALVN H BAKER Chair

#### The Senate Twenty-Seventh Legislature State of Hawai'i

# Record of Votes Committee on Technology and the Arts TEC

Bill / Resolution No.:*	Committee Referral: Date:						
HCP32	2 TEC/PSM/CPN 4/14/14						
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 Recommit 2313							
Members		Aye	Aye (WR)	Nay	Excused		
WAKAI, Glenn (C)							
NISHIHARA, Clarence K. (VC)							
IHARA, Les					<b>V</b>		
TOKUDA, Jill N.					· V		
SLOM, Sam			<b>/</b>				
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TOTAL		2	,		2		
Recommendation:							
Adopted Not Adopted							
Chair's or Designee's Signature:  Claure a Deskiher							
Distribution:         Original         Yellow         Pink         Goldenrod           File with Committee Report         Clerk's Office         Drafting Agency         Committee File Copy							

\*Only one measure per Record of Votes

#### The Senate Twenty-Seventh Legislature State of Hawai'i

### Record of Votes Committee on Public Safety and Military Affairs PSM

1= 111	_ /	Referral: SM/CPA		ite: 4-14-2	2014		
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 (WR)	Nay	Excused		
ESPERO, Will (C)		V					
BAKER, Rosalyn H. (VC)		/					
GALUTERIA, Brickwood							
GREEN, M.D., Josh			,				
SLOM, Sam			./				
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TOTAL		2	1	_	2		
Recommendation:  Adopted  Not Adopted							
Chair's or Designee's Signature:  Kosaly H BU							
Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy							

\*Only one measure per Record of Votes

### The Senate Twenty-Seventh Legislature State of Hawai'i

# Record of Votes Committee on Commerce and Consumer Protection CPN

Bill / Resolution No.:*	Committee Referral: Date:						
HCR 32	TEC/PSM CPN 4-14-2014				2014		
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 (WR)	Nay	Excused		
BAKER, Rosalyn H. (C)		V					
TANIGUCHI, Brian T. (VC)							
NISHIHARA, Clarence K.							
WAKAI, Glenn	·						
SLOM, Sam			$\sim$		·		
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TOTAL		2	ì	_	2		
Recommendation:  Adopted  Not Adopted							
Chair's or Designee's Signature:							
Distribution: Original File with Committee Report Cerk's Office Drafting Agency Committee File Copy							

\*Only one measure per Record of Votes