

Honolulu, Hawaii

MAR 03 2011

RE: S.B. No. 675  
S.D. 1

Honorable Shan S. Tsutsui  
President of the Senate  
Twenty-Sixth State Legislature  
Regular Session of 2011  
State of Hawaii

Sir:

Your Committees on Education and Commerce and Consumer Protection, to which was referred S.B. No. 675 entitled:

"A BILL FOR AN ACT RELATING TO STUDENT LOAN FUNDS,"

beg leave to report as follows:

The purpose and intent of this measure is to repeal section 309-1.5, Hawaii Revised Statutes, which establishes a not-for-profit corporation to acquire certain educational loan notes.

Your Committees received testimony in support of this measure from USA Funds, the parent company of Secondary Market Services Corp. - Hawaii; American Savings Bank; the Travel Institute of the Pacific; and Hawaii Pacific University.

Your Committees find that the purpose for which Secondary Market Services Corp. - Hawaii was created under section 309-1.5, Hawaii Revised Statutes, expired with the enactment of the federal Health Care and Education Reconciliation Act of 2010 (Public Law 111-152). As such, the need for a student loan secondary market in Hawaii has been eliminated. Your Committees further find that repealing section 309-1.5, Hawaii Revised Statutes, will permit Secondary Market Services Corp. - Hawaii to use its financial assets to continue to support higher education through educational and charitable activities, such as providing scholarship and grants.

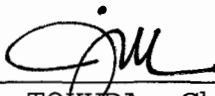


Your Committees have amended this measure by making technical, nonsubstantive amendments for the purposes of clarity and consistency.

As affirmed by the records of votes of the members of your Committees on Education and Commerce and Consumer Protection that are attached to this report, your Committees are in accord with the intent and purpose of S.B. No. 675, as amended herein, and recommend that it pass Second Reading in the form attached hereto as S.B. No. 675, S.D. 1, and be placed on the calendar for Third Reading.

Respectfully submitted on  
behalf of the members of the  
Committees on Education and  
Commerce and Consumer  
Protection,


  
\_\_\_\_\_  
ROSALYN H. BAKER, Chair

  
\_\_\_\_\_  
JILL TOKUDA, Chair



The Senate  
 Twenty-Sixth Legislature  
 State of Hawai'i

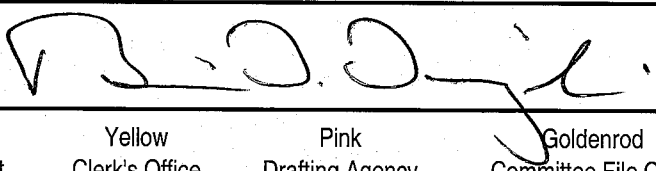
**Record of Votes**  
**Committee on Education**  
**EDU**

Bill / Resolution No.:* <i>SB 675</i>	Committee Referral: <i>EDU/CPN</i>	Date: <i>2/1/11</i>		
<input type="checkbox"/> The committee is reconsidering its previous decision on this measure. If so, then the previous decision was to: _____				
The Recommendation is: <input type="checkbox"/> Pass, unamended <span style="margin-left: 100px;"><input checked="" type="checkbox"/> Pass, with amendments</span> <span style="margin-left: 100px;"><input type="checkbox"/> Hold</span> <span style="margin-left: 100px;"><input type="checkbox"/> Recommit</span> <span style="margin-left: 20px;">2312</span> <span style="margin-left: 100px;">2311</span> <span style="margin-left: 100px;">2310</span> <span style="margin-left: 100px;">2313</span>				
Members	Aye	Aye (WR)	Nay	Excused
TOKUDA, Jill N. (C)	✓			
KIDANI, Michelle N. (VC)				✓
CHUN OAKLAND, Suzanne	✓			
NISHIHARA, Clarence K.				✓
TANIGUCHI, Brian T.	✓			
SLOM, Sam	✓			
<b>TOTAL</b>	<i>4</i>			<i>2</i>
Recommendation: <input checked="" type="checkbox"/> Adopted <span style="margin-left: 200px;"><input type="checkbox"/> Not Adopted</span>				
Chair's or Designee's Signature: 				
Distribution:      Original                      Yellow                      Pink                      Goldenrod <span style="margin-left: 20px;">File with Committee Report</span> Clerk's Office      Drafting Agency      Committee File Copy				

\*Only one measure per Record of Votes

The Senate  
 Twenty-Sixth Legislature  
 State of Hawai'i

**Record of Votes**  
**Committee on Commerce and Consumer Protection**  
**CPN**

Bill / Resolution No.:* <b>SB 675</b>	Committee Referral: <b>EDU/CPN</b>	Date: <b>3-1-11</b>		
<input type="checkbox"/> The committee is reconsidering its previous decision on this measure. If so, then the previous decision was to: _____				
The Recommendation is: <input type="checkbox"/> Pass, unamended 2312 <input checked="" type="checkbox"/> Pass, with amendments 2311 <input type="checkbox"/> Hold 2310 <input type="checkbox"/> Recommit 2313				
Members	Aye	Aye (WR)	Nay	Excused
BAKER, Rosalyn H. (C)	✓			
TANIGUCHI, Brian T. (VC)	✓			
GALUTERIA, Brickwood	✓			
GREEN, M.D., Josh				✓
NISHIHARA, Clarence K.				✓
SOLOMON, Malama	✓			
SLOM, Sam				✓
<b>TOTAL</b>	<b>4</b>	<b>0</b>	<b>0</b>	<b>3</b>
Recommendation: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted				
Chair's or Designee's Signature: 				
<b>Distribution:</b> Original     Yellow     Pink     Goldenrod File with Committee Report     Clerk's Office     Drafting Agency     Committee File Copy				

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