STAND. COM. REP. NO.

1146

Honolulu, Hawaii

APR 0 3 2009

RE: S.C.R. No. 168

Honorable Colleen Hanabusa President of the Senate Twenty-Fifth State Legislature Regular Session of 2009 State of Hawaii

Madam:

Your Committee on Commerce and Consumer Protection, to which was referred S.C.R. No. 168 entitled:

"SENATE CONCURRENT RESOLUTION REQUESTING THE AUDITOR TO ASSESS THE SOCIAL AND FINANCIAL EFFECTS OF REQUIRING HEALTH INSURERS TO OFFER COVERAGE FOR HEARING AIDS,"

begs leave to report as follows:

The purpose of this measure is to request that the Auditor assess the social and financial effects of requiring health insurers to offer coverage for hearing aids.

Your Committee received testimony in support of this measure from the Department of Commerce and Consumer Affairs, Disability and Communication Access Board, Hawaii Centers for Independent Living, Kaiser Permanente, and one private citizen. Written testimony presented to the Committee may be reviewed on the Legislature's website.

Your Committee finds that the ability to use one's hearing to the greatest extent possible is essential to the daily lives of most individuals. Your Committee finds that a hearing aid enhances a person's ability to interact independently in the community but is cost-prohibitive to many individuals. At present, insurance coverage for hearing aids ranges from minimal to nonexistent. The State's second largest insurer does not provide any coverage at all for hearing aids and other insurers cover only a small portion of the actual cost. Your Committee finds that this is especially damaging to children with deafness or hearing loss, who periodically outgrow hearing aids and who

2009-2067 SCR SSCR SMA-1.doc

miss vital early educational and linguistic development opportunities when they are not able to use their hearing to the fullest extent possible. Your Committee finds that requiring insurance coverage for hearing aids is essential to allow Hawaii residents with hearing-related disabilities to fully realize the potential of their abilities.

Your Committee notes that while section 23-51, Hawaii Revised Statutes, requires an assessment by the Auditor of the social and financial effects of proposed coverage before insurance coverage of specific diseases or health services may be mandated, the Legislature retains the right to enact laws to protect the general health, safety, and welfare of the State and its residents.

As affirmed by the record of votes of the members of your Committee on Commerce and Consumer Protection that is attached to this report, your Committee concurs with the intent and purpose of S.C.R. No. 168 and recommends that it be referred to the Committee on Ways and Means.

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

ROSALYN H. BAKER, Chair

The Senate Twenty-Fifth Legislature State of Hawaii

Record of Votes Committee on Commerce and Consumer Protection CPN

Bill / Resolution No.:*	Committee Referral: CPN, WAM Date: 4/5/2009				
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)		\			
IGE, David Y. (VC)		_ /			
ESPERO, Will		√			
GREEN, M.D., Josh					/
IHARA, Jr., Les		√ ,			
SAKAMOTO, Norman		-			
HEMMINGS, Fred					
TOTAL		5			2
Recommendation: Adopted Not Adopted					
Chair's or Designee's Signature:					
Distribution: Original File with Committee Re		ellow 's Office D	Pink Prafting Agency		denrod e File Copy

*Only one measure per Record of Votes