

Honolulu, Hawaii

, 2010

APR 23 2010

RE: S.B. No. 1062  
S.D. 1  
H.D. 1  
C.D. 1

Honorable Colleen Hanabusa  
President of the Senate  
Twenty-Fifth State Legislature  
Regular Session of 2010  
State of Hawaii

Honorable Calvin K.Y. Say  
Speaker, House of Representatives  
Twenty-Fifth State Legislature  
Regular Session of 2010  
State of Hawaii

Madam and Sir:

Your Committee on Conference on the disagreeing vote of the Senate to the amendments proposed by the House of Representatives in S.B. No. 1062, S.D. 1, H.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO PROFESSIONAL EMPLOYER ORGANIZATIONS,"

having met, and after full and free discussion, has agreed to recommend and does recommend to the respective Houses the final passage of this bill in an amended form.

The purpose of this measure is to:

- (1) Require professional employer organizations to register with the Insurance Commissioner, and to specify requirements for registration; and
- (2) Require a professional employer organization to post a bond in an unspecified amount.



Your Committee on Conference finds that this measure will clarify the requirements for professional employer organizations for both these organizations and the businesses they service.

Your Committee on Conference has amended this measure by:

- (1) Moving the regulation of professional employer organizations from the Insurance Commissioner under the Department of Commerce and Consumer Affairs to the Department of Labor and Industrial Relations, and changing all internal references to reflect this change;
- (2) Setting the bond required to be posted by professional employer organizations at \$250,000; and
- (3) Changing the effective date from July 1, 2020, to upon approval; provided that the registration requirements shall take effect on July 1, 2011.

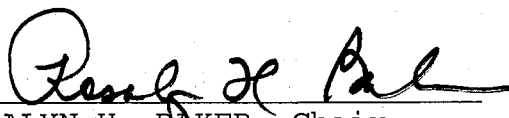
As affirmed by the record of votes of the managers of your Committee on Conference that is attached to this report, your Committee on Conference is in accord with the intent and purpose of S.B. No. 1062, S.D. 1, H.D. 1, as amended herein, and recommends that it pass Final Reading in the form attached hereto as S.B. No. 1062, S.D. 1, H.D. 1, C.D. 1.

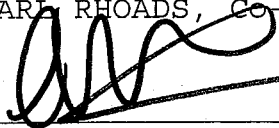
Respectfully submitted on behalf  
of the managers:

ON THE PART OF THE HOUSE

ON THE PART OF THE SENATE

  
KARL RHOADS, Co-Chair

  
ROSALYN H. BAKER, Chair

  
ANGUS L.K. MCKELVEY, Co-Chair



*hm*  
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ROBERT N. HERKES, Co-Chair

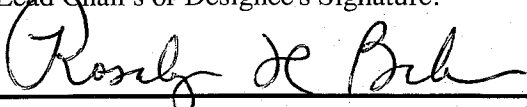
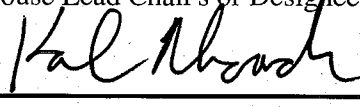
*[Signature]*  
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KYLE T. YAMASHITA, Co-Chair



## Hawaii State Legislature

Record of Votes of a  
Conference Committee

105-10

Bill / Concurrent Resolution No.: <b>SB 1062, SD 1, HD 1</b>					Date/Time: <b>4-23-2010 2:50 pm</b>				
<input checked="" type="checkbox"/> The recommendation of the House and Senate managers is to pass with amendments (CD).									
<input type="checkbox"/> The Committee is reconsidering its previous decision.									
<input type="checkbox"/> The recommendation of the Senate Manager(s) is to AGREE to the House amendments made to the Senate Measure					<input type="checkbox"/> The recommendation of the House Manager(s) is to AGREE to the Senate amendments made to the House Measure.				
Senate Managers	A	WR	N	E	House Managers	A	WR	N	E
BAKER, Rosalyn H., Chr.	✓				RHOADS, Karl, Co-Chr.	✓			
IGE, David Y.	✓				MCKELVEY, Angus L.K., Co-Chr.	✓			
HEMMINGS, Fred				✓	HERKES, Robert N., Co-Chr.	✓			
					YAMASHITA, Kyle T., Co-Chr.	✓			
					PINE, Kymberly Marcos				✓
TOTAL	2	0	0	1	TOTAL	4	0	0	1
A = Aye		WR = Aye with Reservations			N = Nay		E = Excused		
Senate Recommendation is:					House Recommendation is:				
<input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted					<input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted				
Senate Lead Chair's or Designee's Signature:					House Lead Chair's or Designee's Signature:				
									
Distribution:      Original      Yellow      Pink      Goldenrod									
File with Conference Committee Report					House Clerk's Office      Senate Clerk's Office      Drafting Agency				