STAND. COM. REP. NO. 1142

Honolulu, Hawaii Moch 24 , 2009

RE: S.B. No. 53

Honorable Calvin K.Y. Say Speaker, House of Representatives Twenty-Fifth State Legislature Regular Session of 2009 State of Hawaii

Sir:

Your Committee on Health, to which was referred S.B. No. 53 entitled:

"A BILL FOR AN ACT RELATING TO INSURANCE,"

begs leave to report as follows:

The purpose of this bill is to make permanent the protections in Act 177, Session Laws of Hawaii 2008 (Act 177), codified as Chapter 431E, Hawaii Revised Statutes, that ensure consumer protections in life settlement transactions where the owner of a life insurance policy transfers the death benefit or any portion of the policy for compensation that is less than the expected death benefit, but more than the surrender value of the policy.

This bill also repeals the requirement that the Insurance Commissioner report annually to the Legislature on the implementation and effects of Act 177.

The Department of Commerce and Consumer Affairs, National Association of Insurance and Financial Advisors, and American Councils of Life Insurers supported this bill. The Coventry Group submitted comments.

As affirmed by the record of votes of the members of your Committee on Health that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 53 and recommends that it pass Second Reading and be referred to the Committees on Consumer Protection & Commerce and Judiciary.



STAND. COM. REP. NO. 142 Page 2

Respectfully submitted on behalf of the members of the Committee on Health,

Chair ANE,



State of Hawaii House of Representatives The Twenty-fifth Legislature



Record of Votes of the Committee on Health

Bill/Resolution No.:	Committee Referral:		Date:	
SB 53 (SSCR517)	HLT, CPC/JUD		3-13-09	
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)				
HLT Members	A	ves Ayes (W	(R) Nays	Excused
1. YAMANE, Ryan I. (C)				
2. NISHIMOTO, Scott Y. (VC)				
			es garrantial as	
3. BELATTI, Della Au				
		/		
4. BERTRAM, Joe, III				
		/		
5. BROWER, Tom		/		
6. CARROLL, Mele				
7 MIZUNO Jaka M				a a sa an tao
7. MIZUNO, John M.		/		
8. SHIMABUKURO, Maile S.L.				
o. Similado Koko, Maie 5.2.				
9. FINNEGAN, Lynn				
			C. C. C.	
(5)				
TOTAL (9)		7		2
The recommendation is: Adopted Not 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				