STAND. COM. REP. NO. 1257 -12

Honolulu, Hawaii

March 23 , 2012

RE: S.B. No. 2655

S.D. 2 H.D. 2

Honorable Calvin K.Y. Say Speaker, House of Representatives Twenty-Sixth State Legislature Regular Session of 2012 State of Hawaii

Sir:

Your Committee on Consumer Protection & Commerce, to which was referred S.B. No. 2655, S.D. 2, H.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO PORTABLE ELECTRONICS INSURANCE,"

begs leave to report as follows:

The purpose of this measure is to protect consumers of portable electronics in Hawaii by making portable-electronics insurance available for purchase.

Asurion supported this bill. The Department of Commerce and Consumer Affairs submitted comments.

After careful consideration, your Committee has amended this bill by:

- (1) Requiring that in the event an insurer terminates or otherwise changes the terms and conditions of a policy of portable-electronics insurance:
 - (A) A vendor and enrolled customers must be provided at least 60 days' notice before the change takes effect; and

- (B) The insurer must pay to the enrolled customer at least ten percent of the monthly insurance policy premium paid by the enrolled customer;
- (2) Changing the effective date to January 1, 3000, to encourage further discussion; and
- (3) Making technical, nonsubstantive amendments for purposes of clarity, consistency, and style.

As affirmed by the record of votes of the members of your Committee on Consumer Protection & Commerce that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 2655, S.D. 2, H.D. 1, as amended herein, and recommends that it be referred to the Committee on Finance in the form attached hereto as S.B. No. 2655, S.D. 2, H.D. 2.

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

RKES, Chair

State of Hawaii

Record of Votes of the Committee on Consumer Protection & Commerce

Bill/Resolution No.: Committe SB 2655 SD 2 HDI	e Referral: ERB, CPC, F	Date:	3/11/	2
☐ 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)				
CPC Members	Ayes	Ayes (WR)	Nays	Excused
1. HERKES, Robert N. (C)				
2. YAMANE, Ryan I. (VC)				
3. BROWER, Tom				
4. CABANILLA, Rida T.R.				
5. CARROLL, Mele				
6. COFFMAN, Denny				
7. ITO, Ken				
8. KEITH-AGARAN, Gilbert S.C.				
9. LUKE, Sylvia				
10. McKELVEY, Angus L.K.				
11. SOUKI, Joseph M.				
12. TSUJI, Clift				
13. CHING, Corinne W.L.				
14. MARUMOTO, Barbara C.				
15. THIELEN, Cynthia				
TOTAL (15)	70		/	3
The recommendation is: Adopted If joint referral, did not support recommendation.				
Vice Chair's or designee's signature:				
Distribution: Original (White) – Committee Duplicate (Yellow) – Chief Clerk's Office Duplicate (Pink) – HMSO				