100

Honolulu, Hawaii

MAR 0 1 2013

RE: S.B. No. 1073 S.D. 2

Honorable Donna Mercado Kim President of the Senate Twenty-Seventh State Legislature Regular Session of 2013 State of Hawaii

Madam:

Your Committee on Ways and Means, to which was referred S.B. No. 1073, S.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO DENTAL SERVICE CORPORATIONS," begs leave to report as follows:

The purpose and intent of this measure is to establish the licensing and regulation of dental insurers under the Insurance Commissioner.

More specifically, this measure prohibits any person from establishing or operating as a dental insurer without:

- (1) Meeting the requirements of chapter 423, Hawaii Revised Statutes, regarding dental service corporations; and
- (2) Obtaining a certificate of authority to operate as a dental insurer issued by the Insurance Commissioner.

Your Committee received written comments in support of this measure from the Department of Commerce and Consumer Affairs.

Your Committee finds that in order for a dental insurer to sell a standalone dental plan through the Hawaii Health Connector, the dental insurer must be licensed. This measure requires dental insurers to be licensed, thus allowing them to sell dental plans through the Hawaii Health Connector.

Your Committee has amended this measure by:

SB1073 SD2 SSCR LRB 13-1932.doc

- (1) Adding a definition of "dental service corporation"; and
- (2) Making technical nonsubstantive amendments for the purposes of clarity and style.

As affirmed by the record of votes of the members of your Committee on Ways and Means that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 1073, S.D. 1, as amended herein, and recommends that it pass Third Reading in the form attached hereto as S.B. No. 1073, S.D. 2.

Respectfully submitted on behalf of the members of the Committee on Ways and Means,

DAVID Y IGE Chair

The Senate Twenty-Seventh Legislature State of Hawai'i

Record of Votes Committee on Ways and Means WAM

Bill / Resolution No.:*	Committee Referral:		Da	Date:		
SB 1073, SD1			2	2-22-13		
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	
IGE, David Y. (C)		/			-	
KIDANI, Michelle N. (VC)		V				
CHUN OAKLAND, Suzanne		V				
DELA CRUZ, Donovan M.		V				
ENGLISH, J. Kalani		V				
ESPERO, Will		\	* * .	5.15		
KAHELE, Gilbert		<i>\\</i>				
KEITH-AGARAN, Gilbert S.C.		V				
KOUCHI, Ronald D.		10.00				
RUDERMAN, Russell E.	•	√				
THIELEN, Laura H.		/				
TOKUDA, Jill N.		V				
SLOM, Sam						
		,				
TOTAL		12	0	0		
Recommendation: Adopted Not Adopted						
Chair's or Designee's Signature:						
Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy						