Honolulu, Hawaii

81179A

, 2016

RE:

S.B. No. 2852

S.D. 1

H.D. 1

Honorable Joseph M. Souki Speaker, House of Representatives Twenty-Eighth State Legislature Regular Session of 2016 State of Hawaii

Sir:

Your Committee on Finance, to which was referred S.B. No. 2852, S.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO THE INSURANCE HOLDING COMPANY SYSTEM,"

begs leave to report as follows:

The purpose of this measure is to amend:

- (1) Article 11 of chapter 431, Hawaii Revised Statutes (HRS), to incorporate provisions from the National Association of Insurance Commissioners (NAIC) Insurance Holding Company System Regulatory Act to comply with NAIC accreditation requirements; and
- (2) The definition of "domestic insurance holding company system" in section 431:11-102, HRS.

The Department of Commerce and Consumer Affairs and American Council of Life Insurers provided testimony in support of the measure.

Your Committee has amended this measure by:

(1) Changing the effective date to July 1, 2030, to encourage further discussion; and

(2) Making technical, nonsubstantive amendments for the purposes of clarity, consistency, and style.

As affirmed by the record of votes of the members of your Committee on Finance that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 2852, S.D. 1, as amended herein, and recommends that it pass Third Reading in the form attached hereto as S.B. No. 2852, S.D. 1, H.D. 1.

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

SYLVIA LUKE, Chair

## State of Hawaii House of Representatives The Twenty-eighth Legislature

## HSCR 1633-16

## Record of Votes of the Committee on Finance

| Bill/Resolution No.:<br>SB2852 SD1  | Committee Referral:<br>CPC, FIN |           | Date: 04/01/16 |           |
|---|---------------------------------|-----------|----------------|-----------|
| ☐ 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) |                                 |           |                |           |
| FIN Members   | Ayes                            | Ayes (WR) | Nays           | Excused   |
| 1. LUKE, Sylvia (C)   |                                 |           |                |           |
| 2. NISHIMOTO, Scott Y. (VC)   |                                 |           |                |           |
| 3. CACHOLA, Romy M.   |                                 |           | • •            |           |
| 4. CULLEN, Ty J.K.  |                                 |           |                |           |
| 5. DeCOITE, Lynn  |                                 |           |                |           |
| 6. JOHANSON, Aaron Ling   |                                 |           |                |           |
| 7. JORDAN, Jo   |                                 |           |                |           |
| 8. KEOHOKALOLE, Jarrett   | 7,                              |           | ·              |           |
| 9. KOBAYASHI, Bertrand  |                                 |           |                |           |
| 10. LoPRESTI, Matthew S.  |                                 |           |                |           |
| 11. LOWEN, Nicole E.  | - /,                            |           |                |           |
| 12. ONISHI, Richard H.K.  |                                 |           |                |           |
| 13. TOKIOKA, James Kunane   |                                 |           |                |           |
| 14. YAMASHITA, Kyle T.  |                                 |           |                |           |
| 15. POUHA, Feki   | /,                              |           |                |           |
| 16. WARD, Gene  |                                 |           |                |           |
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| TOTAL (16)  | 16                              |           | ,              |           |
| The recommendation is:  Adopted  If joint referral,  committee acronym(s)  Not Adopted  did not support recommendation.   |                                 |           |                |           |
| Vice Chair's or designee's signature:   |                                 |           |                |           |
| Distribution: Original (White) - Committee Duplicate (Yellow) - Chief Clerk's Office Duplicate (Pink) - HMSO  |                                 |           |                |           |
|   |                                 |           |                |           |