STAND. COM. REP. NO. 712

Honolulu, Hawaii

February 17

2017

RE: H.B. No. 1019 H.D. 1

Honorable Joseph M. Souki Speaker, House of Representatives Twenty-Ninth State Legislature Regular Session of 2017 State of Hawaii

Sir:

Your Committee on Consumer Protection & Commerce, to which was referred H.B. No. 1019 entitled:

"A BILL FOR AN ACT RELATING TO THE STATE RISK MANAGEMENT AND INSURANCE ADMINISTRATION,"

begs leave to report as follows:

The purpose of this measure is to assist the Comptroller in procuring insurance coverage for the State by allowing insurers procured by the Comptroller to be exempt from certain provisions of the Insurance Code.

The Department of Accounting and General Services testified in support of this measure. The Department of Commerce and Consumer Affairs provided comments.

Your Committee has amended this measure by:

(1) Deleting the provision allowing insurers procured by the Comptroller to be exempt from certain provisions of the Insurance Code and instead stipulating that a broker submitting a proposal in response to a fixed fee solicitation by the Comptroller and the broker's performance of the activities in accordance with the proposal submitted does not violate sections 431:10-218, 431:13-101, and 431:13-103, Hawaii Revised Statutes;

- (2) Changing its effective date to July 1, 2112, to facilitate further discussion; and
- (3) Making technical, nonsubstantive amendments for 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 H.B. No. 1019, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 1019, H.D. 1, and be referred to your Committee on Finance.

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

ANGV L.K. McKELVEY, Chair

State of Hawaii House of Representatives The Twenty-ninth Legislature

HSCR 712

Record of Votes of the Committee on Consumer Protection & Commerce

Bill/Resolution No.: HB 1019	Committee Referral:	Date	2/15	/17
θ The committee is reconsidering its previous decision on the measure.				
The recommendation is to: θ Pass, unamended (as is) θ Pass, with amendments (HD) θ Hold θ Pass short form bill with HD to recommit for future public hearing (recommit)				
CPC Members	Ayes	Ayes (WR)	Nays	Excused
1. McKELVEY, Angus L.K. (C)				
2. ICHIYAMA, Linda (VC)	/			
3. AQUINO, Henry J.C.			-	~
4. ITO, Ken	/			
5. SAY, Calvin K.Y.	✓			
6. TAKAYAMA, Gregg	✓			
7. TODD, Chris				
8. YAMANE, Ryan I.	7			
9. FUKUMOTO, Beth	√			
			-	
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TOTAL (9)	7	0	0	2
The recommendation is: Adopted By 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				