STAND. COM. REP. NO. 120 -24

Honolulu, Hawaii

FEB 0 7 ' 2024

RE: H.B. No. 2048 H.D. 1

Honorable Scott K. Saiki Speaker, House of Representatives Thirty-Second State Legislature Regular Session of 2024 State of Hawaii

Sir:

Your Committee on Consumer Protection & Commerce, to which was referred H.B. No. 2048 entitled:

"A BILL FOR AN ACT RELATING TO THE HAWAII PROPERTY INSURANCE ASSOCIATION,"

begs leave to report as follows:

The purpose of this measure is to amend the composition of the board of directors of the Hawaii Property Insurance Association by:

- (1) Increasing the number of public members from three to four; and
- (2) Changing the authority of who appoints those public members from the Insurance Commissioner to the President of the Senate and Speaker of the House of Representatives.

Your Committee received testimony in support of this measure from the Department of Commerce and Consumer Affairs and numerous individuals. Your Committee received comments on this measure from the Hawaii Property Insurance Association and Puna Citizens for Affordable and Sustainable Property Insurance.

Your Committee finds that the Hawaii Property Insurance Association serves as the market of last resort to ensure the availability of basic residential property insurance in the State. This measure provides a mechanism for more diverse representation and a broad range of perspectives by shifting the authority for making public member appointments to the Association's board of directors from the Insurance Commissioner to the President of the Senate and Speaker of the House of Representatives.

Your Committee has amended this measure by:

- (1) Changing the effective date to July 1, 3000, 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 Consumer Protection & Commerce that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 2048, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 2048, 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,

MARK M. NAKASHIMA, Chair

## State of Hawaii House of Representatives The Thirty-second Legislature

HSCR 120-24

## **Record of Votes of the Committee on Consumer Protection & Commerce**

Bill/Resolution No.: HB2048	Committee Referral:	Date:	1/31/2	024
☐ 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. NAKASHIMA, Mark M. (C)				/
2. SAYAMA, Jackson D. (VC)		-	WWW. 2007. 200. 7. 200. 7. 100	•
3. AMATO, Terez				
4. BELATTI, Della Au		S. San		(2 <u>174</u> 2)
5. HASHEM, Mark J.				
S. HASHEW, Mark J.				
6. HUSSEY-BURDICK, Natalia				
7. GATES, Cedric Asuega		A	An artist hat the	
8. LOWEN, Nicole E.				
9. ONISHI, Richard H.K.				######################################
10. TAM, Adrian K.		to the same	TANKAN PARAMANAN	
11. PIERICK, Elijah				
11. TERICK, Enjan				
TOTAL (11)	8	0	0	<b>3</b> 3
The recommendation is:  Adopted  Not Adopted  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				