

JAN 23 2025

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# A BILL FOR AN ACT

RELATING TO HEARING AIDS.

**BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:**

1       SECTION 1. The legislature finds that approximately three  
2 to four out of every one thousand children born in Hawaii are  
3 identified as having permanent hearing loss. According to the  
4 National Institutes of Health, about one-third of Americans  
5 between the ages of sixty-five and seventy-five and around  
6 one-half of those older than seventy-five have some degree of  
7 hearing loss.

8       According to the Lions Club, the cost for one digital  
9 hearing aid can be around \$3,000 or more. Some people with  
10 permanent conductive hearing loss, for whom conventional hearing  
11 aids are not appropriate, may benefit from amplification through  
12 bone conduction hearing aids, which can also cost over \$3,000.  
13 Furthermore, about fifty per cent of childhood hearing loss is  
14 due to genetic causes, meaning that more than one member in a  
15 family may need to wear hearing aids, thereby multiplying the  
16 financial burden of purchasing hearing aids.



1       The legislature also finds that, currently, most health  
2 insurance plans in Hawaii cover the purchase of hearing aids,  
3 but the amount of coverage may be low, leaving the patient with  
4 a large copayment. As a result, it is not unusual for people  
5 with hearing loss to choose to delay or forgo the purchase of  
6 hearing aids because they are unable to pay for them. A 2005  
7 study by the Better Hearing Institute estimated that untreated  
8 hearing loss resulted in a loss of income per household of up to  
9 \$12,000 per year. Hawaii's medicaid managed care plans cover  
10 hearing aid evaluation, selection, purchase, and fitting every  
11 three years, and subsequent hearing aid checks, hearing testing,  
12 ear molds, repairs, and batteries. However, federal medicare  
13 insurance plans for the elderly do not cover hearing aid  
14 purchases and related services, and only cover hearing testing.

15       According to the American Speech-Language-Hearing  
16 Association, twenty-five states currently mandate insurance  
17 coverage for hearing aids. In states that specify the frequency  
18 of replacing hearing aids, the range is every two to five years,  
19 with thirteen of those states requiring replacement every three  
20 years. Fifteen states have parameters on the amount of coverage



1 that the insurance companies must provide, ranging from \$1,400  
2 to \$4,000 per ear or hearing aid.

3 The legislature further finds that in 2014, the auditor  
4 published a study of Proposed Mandatory Health Insurance for  
5 Hearing Aids, Report No. 14-10, October 2014, a sunrise study on  
6 the advisability of mandating insurance coverage for hearing  
7 aids, as proposed in S.B. No. 309, S.D. 1 (2013) (S.B. No. 309).  
8 The auditor found that most insurance plans in Hawaii already  
9 covered or planned to cover the cost of hearing aids by 2015 and  
10 that although the coverage levels at that time might require a  
11 large copayment, those insurance plans would have complied with  
12 S.B. No. 309, had it been enacted. The legislature notes that  
13 the auditor's report expressed concerns that S.B. No. 309, had  
14 no limits on coverage, such as minimum or maximum costs covered  
15 by insurers or frequency of placement.

16 In response to the auditor's report, S.B. No. 2439, S.D. 2  
17 (2022) (S.B. No. 2439), proposed a minimum coverage benefit of  
18 \$1,500 per hearing aid for each hearing-impaired ear every  
19 thirty-six months. The legislature adopted S.C.R. No. 61,  
20 S.D. 1, H.D. 1 (2022), which requested the auditor to perform a  
21 social and financial assessment of S.B. No. 2439, as required by



1 section 23-51, Hawaii Revised Statutes; however, has not  
2 received a report from the auditor at this point.

3 The purpose of this Act is to require health insurance  
4 coverage in the State for hearing aids for all types of hearing  
5 loss at a minimum coverage benefit of \$1,500 per hearing aid for  
6 each hearing-impaired ear every thirty-six months.

7 SECTION 2. Chapter 431, Hawaii Revised Statutes, is  
8 amended by adding a new section to article 10A to be  
9 appropriately designated and to read as follows:

10 "§431:10A- Coverage for hearing aids. (a) Each  
11 individual and group accident and health or sickness policy,  
12 contract, plan, or agreement issued or renewed in the State on  
13 or after January 1, 2026, shall provide coverage for the cost of  
14 hearing aids for the policyholder and individuals covered under  
15 the policy, contract, plan, or agreement.

16 (b) Hearing aid purchases covered under this section shall  
17 be subject to a minimum benefit of \$1,500 per hearing-impaired  
18 ear every thirty-six months.

19 (c) The policyholder and individual covered under the  
20 policy, contract, plan, or agreement may choose a hearing aid  
21 that is priced higher than the benefit payable under this



1 section without financial or contractual penalty to the provider  
2 of the hearing aid.

3 (d) This section shall not prohibit an insurer subject to  
4 this section from providing coverage that is greater or more  
5 favorable to the policyholder and individuals covered under the  
6 policy, contract, plan, or agreement.

7 (e) Coverage required under this section may be subject to  
8 deductibles, copayments, coinsurance, or annual or maximum  
9 payment limits that are consistent with deductibles, copayments,  
10 coinsurance, and annual or maximum payment limits applicable to  
11 other similar coverage under the policy, contract, plan, or  
12 agreement.

13 (f) Any literature or correspondence an insurer sends to  
14 policyholders, including annual information that is made  
15 available to policyholders, shall include information concerning  
16 the coverage required by this section; provided that the  
17 information concerning the coverage required by this section  
18 shall also be posted on the insurer's website.

19 (g) This section shall not apply to limited benefit health  
20 insurance as provided in section 431:10A-607.



1        (h) For the purposes of this section, "hearing aid" shall  
2        have the same meaning as defined in section 451A-1 and includes  
3        conventional and bone conduction hearing aids."

4        SECTION 3. Chapter 432, Hawaii Revised Statutes, is  
5        amended by adding a new section to article 1 to be appropriately  
6        designated and to read as follows:

7        "§432:1- Coverage of hearing aids. (a) Each individual  
8        and group hospital or medical service plan contract issued or  
9        renewed in the State on or after January 1, 2026, shall provide  
10       coverage for the cost of hearing aids for the member and  
11       individuals covered under the individual and group hospital or  
12       medical service plan contract.

13       (b) Hearing aid purchases covered under this section shall  
14       be subject to a minimum benefit of \$1,500 per hearing-impaired  
15       ear every thirty-six months.

16       (c) The member and individuals covered under the plan  
17       contract may choose a hearing aid that is priced higher than the  
18       benefit payable under this section without financial or  
19       contractual penalty to the provider of the hearing aid.

20       (d) This section shall not prohibit a mutual benefit  
21       society subject to this section from providing coverage that is



1 greater or more favorable to the member and individuals covered  
2 under the individual and group hospital or medical service plan  
3 contract.

4 (e) Coverage required under this section may be subject to  
5 deductibles, copayments, coinsurance, or annual or maximum  
6 payment limits that are consistent with deductibles, copayments,  
7 coinsurance, and annual or maximum payment limits applicable to  
8 other similar coverage under the individual and group hospital  
9 or medical service plan contract.

10 (f) Any literature or correspondence a mutual benefit  
11 society sends to members, including annual information that is  
12 made available to members, shall include information concerning  
13 the coverage required by this section; provided that the  
14 information concerning the coverage required by this section  
15 shall also be posted on the mutual benefit society's website.

16 (g) For the purposes of this section, "hearing aid" shall  
17 have the same meaning as defined in section 451A-1 and includes  
18 conventional and bone conduction hearing aids."

19 SECTION 4. Section 432D-23, Hawaii Revised Statutes, is  
20 amended to read as follows:



1           **"§432D-23 Required provisions and benefits.**

2   Notwithstanding any provision of law to the contrary, each  
3   policy, contract, plan, or agreement issued in the State after  
4   January 1, 1995, by health maintenance organizations pursuant to  
5   this chapter, shall include benefits provided in sections  
6   431:10-212, 431:10A-115, 431:10A-115.5, 431:10A-116,  
7   431:10A-116.2, 431:10A-116.5, 431:10A-116.6, 431:10A-119,  
8   431:10A-120, 431:10A-121, 431:10A-122, 431:10A-125, 431:10A-126,  
9   431:10A-132, 431:10A-133, 431:10A-134, 431:10A-140, and  
10  ~~[431:10A-134,]~~ 431:10A- , and chapter 431M."

11           SECTION 5. The benefit to be provided by health  
12 maintenance organizations corresponding to the benefit provided  
13 under section 431:10A- , Hawaii Revised Statutes, as contained  
14 in the amendment to section 432D-23, Hawaii Revised Statutes, in  
15 section 4 of this Act, shall take effect for all policies,  
16 contracts, plans, or agreements issued in the State on or after  
17 January 1, 2026.

18           SECTION 6. Statutory material to be repealed is bracketed  
19 and stricken. New statutory material is underscored.

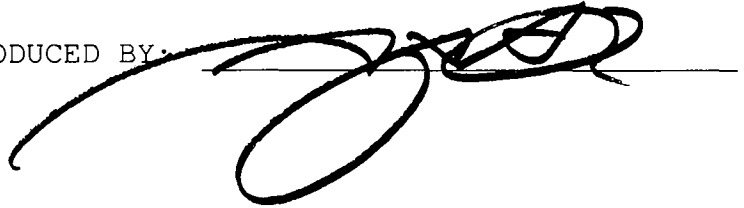




1 SECTION 7. This Act shall take effect upon its approval.

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INTRODUCED BY:

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# S.B. NO. 1494

**Report Title:**

Deaf and Blind Task Force; Kupuna Caucus; Health Insurance Coverage; Hearing Aids

**Description:**

Requires health insurance policies and contracts issued on or after 1/1/2026 to provide coverage for the cost of hearing aids at a minimum \$1,500 per hearing aid for each hearing-impaired ear every thirty-six months.

*The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.*

