



EXECUTIVE CHAMBERS
KE KE'ENA O KE KIA'ĀINA

July 14, 2026

The Honorable Ronald D. Kouchi
President of the Senate,
and Members of the Senate
Thirty-Third State Legislature
State Capitol, Room 409
Honolulu, Hawai'i 96813

The Honorable Nadine K. Nakamura
Speaker, and Members of the
House of Representatives
Thirty-Third State Legislature
State Capitol, Room 431
Honolulu, Hawai'i 96813

Aloha President Kouchi, Speaker Nakamura, and Members of the Legislature:

This is to inform you that on July 14, 2026, the following bill was signed into law:

S.B. NO. 2043, S.D. 1, H.D. 1,
C.D. 1

RELATING TO INSURANCE.
ACT 255

Mahalo,

A handwritten signature in black ink that reads "Josh Green M.D.".

Josh Green, M.D.
Governor, State of Hawai'i

Approved by the Governor

on JUL 14 2026

THE SENATE
THIRTY-THIRD LEGISLATURE, 2026
STATE OF HAWAII

ACT 255
S.B. NO. 2043
S.D. 1
H.D. 1
C.D. 1

A BILL FOR AN ACT

RELATING TO INSURANCE.

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

1 SECTION 1. Section 431:19-108, Hawaii Revised Statutes, is
2 amended by amending subsection (a) to read as follows:

3 "(a) The commissioner or any authorized examiner may
4 conduct an examination, investigation, or financial surveillance
5 of any captive insurance company as often as the commissioner
6 deems appropriate; provided that, unless the commissioner
7 requires otherwise:

8 (1) ~~[An examination shall be conducted at least once every~~
9 ~~five years for all captive insurance companies, except~~
10 ~~as provided in paragraph (2); and]~~ Except as provided
11 in paragraph (2), each captive insurance company,
12 other than a risk retention captive insurance company,
13 shall be subject to an examination no later than five
14 years after licensure. Thereafter, until December 31,
15 2031, the captive insurance company shall be subject
16 to examination at the discretion of the commissioner;
17 provided that on or after January 1, 2032, each



1 captive insurance company shall be subject to
2 examination at least once every five years; and

3 (2) An examination of a risk retention captive insurance
4 company shall be conducted no later than three years
5 after its formation and at least once every five years
6 thereafter.

7 The commissioner or any authorized examiner shall
8 thoroughly inspect and examine the captive insurance company's
9 affairs to ascertain its financial condition, its ability to
10 fulfill its obligations, and whether it has complied with this
11 article."

12 SECTION 2. The insurance commissioner shall submit a
13 report to the legislature no later than twenty days prior to the
14 convening of the regular session of 2031 that evaluates the
15 effectiveness of the discretionary examination framework
16 established by this Act. The report shall include but not be
17 limited to:

18 (1) An assessment of whether the discretionary examination
19 approach adequately protects policyholders and ensures
20 the financial condition and regulatory compliance of
21 captive insurance companies;



1 (2) A comparison of examination frequency, costs, and
2 resource allocation before and after the
3 implementation of this Act; and

4 (3) Any modifications, including whether to continue,
5 modify, or repeal the discretionary examination
6 framework.

7 SECTION 3. Statutory material to be repealed is bracketed
8 and stricken. New statutory material is underscored.

9 SECTION 4. This Act shall take effect on July 1, 2026.



S.B. NO. 2043
S.D. 1
H.D. 1
C.D. 1

APPROVED this 14th day of July, 2026

A handwritten signature in black ink, appearing to read "Josh Green". The signature is fluid and cursive, with a large initial "J" and "G".

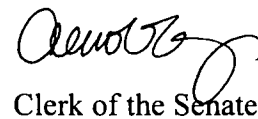
GOVERNOR OF THE STATE OF HAWAII

THE SENATE OF THE STATE OF HAWAI‘I

Date: May 6, 2026
Honolulu, Hawai‘i 96813

We hereby certify that the foregoing Bill this day passed Final Reading in the Senate
of the Thirty-Third Legislature of the State of Hawai‘i, Regular Session of 2026.


President of the Senate


Clerk of the Senate

SB No. 2043, SD 1, HD 1, CD 1

THE HOUSE OF REPRESENTATIVES OF THE STATE OF HAWAII

Date: May 6, 2026
Honolulu, Hawaii

We hereby certify that the above-referenced Bill on this day passed Final Reading in the House of Representatives of the Thirty-Third Legislature of the State of Hawaii, Regular Session of 2026.



Nadine K. Nakamura
Speaker
House of Representatives



Brian L. Takeshita
Chief Clerk
House of Representatives