

ACT 159

S.B. NO. 528

A Bill for an Act Relating to Health Insurance.

*Be It Enacted by the Legislature of the State of Hawaii:*

SECTION 1. Chapter 431, Hawaii Revised Statutes, is amended by adding a new section to article 10A be appropriately designated and to read as follows:

**“§431:10A- Federally funded programs; exemption.** Requirements relating to mandated coverages shall not be applicable to any insurer offering health insurance under a federally funded program under the Social Security Act, as amended; provided that this exemption shall apply only to that part of the insurer’s business under the federally funded program.”

SECTION 2. Chapter 432, Hawaii Revised Statutes, is amended by adding a new section to article 1 to be appropriately designated and to read as follows:

**“§432:1- Federally funded programs; exemption.** Requirements relating to mandated coverages shall not be applicable to any mutual benefit society offering health insurance under a federally funded program under the Social Security Act, as amended; provided that this exemption shall apply only to that part of the mutual benefit society’s business under the federally funded program.”

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

**“§432D- Federally funded programs; exemption.** Requirements relating to mandated coverages shall not be applicable to any health maintenance organization offering health insurance under a federally funded program under the Social Security Act, as amended; provided that this exemption shall apply only to that part of the health maintenance organization’s business under the federally funded program.”

SECTION 4. New statutory material is underscored.<sup>1</sup>

SECTION 5. This Act, upon its approval, shall take effect on July 1, 1999.  
(Approved June 28, 1999.)

**Note**

1. Edited pursuant to HRS §23G-16.5.