

STAND. COM. REP. NO. 1065

Honolulu, Hawaii

March, 2007

RE: H.B. No. 273
H.D. 1

Honorable Calvin K.Y. Say
Speaker, House of Representatives
Twenty-Fourth State Legislature
Regular Session of 2007
State of Hawaii

Sir:

Your Committee on Finance, to which was referred H.B. No. 273
entitled:

"A BILL FOR AN ACT RELATING TO ANNUITIES,"

begs leave to report as follows:

The purpose of this bill is to enhance the regulation of
sales of annuities by establishing standards and procedures for
insurers and insurance producers making recommendations to
consumers regarding the purchase or exchange of any annuity.

The National Association of Insurance and Financial Advisors
and American Council of Life Insurers testified in support of this
bill. The Insurance Division and Business Registration Division
of the Department of Commerce and Consumer Affairs and a concerned
individual testified in opposition to this measure.

Your Committee has amended this bill by:

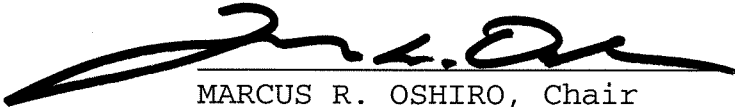
- (1) Clarifying that jurisdiction of the Commissioner of
Securities of the Business Registration Division of the
Department of Commerce and Consumer Affairs over
variable annuities under Chapter 485, Hawaii Revised
Statutes, is not affected by this measure; and
- (2) Making technical, nonsubstantive amendments for clarity,
consistency, and style.

HB273 HD1 HSCR FIN HMS 2007-2824



As affirmed by the record of votes of the members of your Committee on Finance that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 273, as amended herein, and recommends that it pass Third Reading in the form attached hereto as H.B. No. 273, H.D. 1.

Respectfully submitted on
behalf of the members of the
Committee on Finance,



MARCUS R. OSHIRO, Chair



