

Honolulu, Hawaii

FEB 14 2007

RE: S.B. No. 1408

Honorable Colleen Hanabusa
President of the Senate
Twenty-Fourth State Legislature
Regular Session of 2007
State of Hawaii

Madam:

Your Committee on Commerce, Consumer Protection, and Affordable Housing, to which was referred S.B. No. 1408 entitled:

"A BILL FOR AN ACT RELATING TO INSURANCE LICENSING,"

begs leave to report as follows:

The purpose of this measure is to make various amendments to the existing law governing insurance licensing.

Specifically, this measure:

- (1) Re-establishes the limited line motor vehicle rental company producer's license fee at \$1,000, and the "all services" fee at \$600 per year;
- (2) Mandates that adjusters and independent bill reviewers' place of business be where the licensee principally conducts transactions under the license; and
- (3) Changes the exemption from the education and examination requirements for producers previously licensed for same lines of authority in another state by allowing receipt of resident producer license applications for the State within ninety days of cancellation of the applicant's out-of-state resident license.

Your Committee received testimony in support of this measure from the Department of Commerce and Consumer Affairs.



Your Committee finds that the housekeeping amendments made to certain provisions of the Insurance Code will improve the Department of Commerce and Consumer Affairs's operations.

As affirmed by the record of votes of the members of your Committee on Commerce, Consumer Protection, and Affordable Housing that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 1408 and recommends that it pass Second Reading and be referred to the Committee on Ways and Means.

Respectfully submitted on
behalf of the members of the
Committee on Commerce, Consumer
Protection, and Affordable
Housing,


BRIAN T. TANIGUCHI, Chair



