

STAND. COM. REP. NO.

894

Honolulu, Hawaii

March 6, 2009

RE: H.B. No. 1074
H.D. 2

Honorable Calvin K.Y. Say
Speaker, House of Representatives
Twenty-Fifth State Legislature
Regular Session of 2009
State of Hawaii

Sir:

Your Committee on Finance, to which was referred H.B. No. 1074, H.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO INSURANCE,"

begs leave to report as follows:

The purpose of this bill is to update the Insurance Code by, among other things:

- (1) Clarifying the allowable insurer investments in common stocks, common trust funds, mutual funds, and exchange traded funds;
- (2) Establishing a time limit for an insurer to claim the retaliatory tax credit;
- (3) Limiting the issuance of surplus lines broker licenses to licensed producers with certain insurance lines of authority;
- (4) Allowing a limited adjuster license for crop insurance claims;
- (5) Amending the continuing education credit hours required for insurance producer license renewals; and

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- (6) Making printed form filings optional for insurance rate and policy revision filings, in accordance with state plans to begin accepting electronic rate filings and payments for all lines of insurance using the National Association of Insurance Commissioners' System for Electronic Rate and Form Filing.

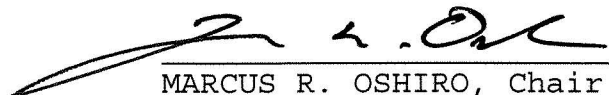
The Department of Commerce and Consumer Affairs and National Association of Insurance and Financial Advisors testified in support of this bill. The American Council of Life Insurers, Hawai'i Captive Insurance Council, and Hawaii Medical Service Association provided comments.

Your Committee has amended this bill by:

- (1) Changing its effective date to July 1, 2020, to encourage further discussion; and
- (2) Making technical, nonsubstantive amendments for clarity, consistency, and style.

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. 1074, H.D. 1, as amended herein, and recommends that it pass Third Reading in the form attached hereto as H.B. No. 1074, H.D. 2.

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


MARCUS R. OSHIRO, Chair



Record of Votes of the Committee on Finance

Bill/Resolution No.: HB 1074, HD 1		Committee Referral: CPC/JUD, FIN		Date: March 2, 2009	
<input type="checkbox"/> The committee is reconsidering its previous decision on the measure.					
The recommendation is to: <input type="checkbox"/> Pass, unamended (as is) <input checked="checked" type="checkbox"/> Pass, with amendments (HD) <input type="checkbox"/> Hold <input type="checkbox"/> Pass short form bill with HD to recommit for future public hearing (recommit)					
FIN Members	Ayes	Ayes (WR)	Nays	Excused	
1. OSHIRO, Marcus R. (C)	✓				
2. LEE, Marilyn B. (VC)	✓				
3. AQUINO, Henry J.C.	✓				
4. AWANA, Karen Leinani	✓				
5. BROWER, Tom	✓				
6. CHOY, Isaac W.	✓				
7. COFFMAN, Denny	✓				
8. HAR, Sharon E.	✓				
9. KEITH-AGARAN, Gilbert S.C.	✓				
10. LEE, Chris	✓				
11. NISHIMOTO, Scott Y.	✓				
12. SAGUM, Roland D., III	✓				
13. TOKIOKA, James Kunane	✓				
14. WOOLEY, Jessica	✓				
15. YAMASHITA, Kyle T.	✓				
16. PINE, Kymberly Marcos	✓				
17. WARD, Gene					✓
TOTAL (17)		16	0	0	1
The recommendation is: <input checked="checked" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted If joint referral, _____ did not support recommendation. <small>committee acronym(s)</small>					
Vice Chair's or designee's signature: _____ <i>Marilyn B. Lee</i>					
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