STAND. COM. REP. NO. [21]

Honolulu, Hawaii

March 22 , 201

RE: S.B. No. 1073

S.D. 2 H.D. 1

Honorable Joseph M. Souki Speaker, House of Representatives Twenty-Seventh State Legislature Regular Session of 2013 State of Hawaii

Sir:

Your Committee on Health, to which was referred S.B. No. 1073, S.D. 2, entitled:

"A BILL FOR AN ACT RELATING TO DENTAL SERVICE CORPORATIONS," begs leave to report as follows:

The purpose of this measure is to establish regulations regarding the licensing of dental insurers to assist in the implementation of the Affordable Care Act.

Specifically, the measure establishes:

- (1) Licensing and regulatory requirements;
- (2) Financial and solvency requirements;
- (3) Reporting and audit requirements; and
- (4) Insurance coverage, benefits disclosure, and enrollment requirements.

The Department of Commerce and Consumer Affairs testified in support of this measure. Hawaii Dental Association opposed this measure.

Your Committee has amended this measure by:

- (1) Changing the nomenclature used throughout this measure to specify that the regulations established apply to "dental service corporations" instead of "dental insurers";
- (2) Restricting the definition of "provider" to include only those persons licensed to practice dentistry as defined in section 448-1, Hawaii Revised Statutes, to prevent unlicensed persons from providing dental care services;
- (3) Changing its effective date to July 1, 2112, to encourage further discussion; and
- (4) Making technical, nonsubstantive amendments for clarity, consistency, and style.

As affirmed by the record of votes of the members of your Committee on Health that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 1073, S.D. 2, as amended herein, and recommends that it pass Second Reading in the form attached hereto as S.B. No. 1073, S.D. 2, H.D. 1, and be referred to the Committee on Consumer Protection & Commerce.

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

DELLA AU BELATTI, Chair

State of Hawaii House of Representatives The Twenty-seventh Legislature



Record of Votes of the Committee on Health

	e Referral: HLT, (P(Date:	3/20/1	3
☐ The committee is reconsidering its previous decision on the measure.				
The recommendation is to: Pass, unamended (as is) Pass, with amendments (HD) Hold Pass short form bill with HD to recommit for future public hearing (recommit)				
HLT Members	Ayes	Ayes (WR)	Nays	Excused
1. BELATTI, Della Au (C)				
2. MORIKAWA, Dee (VC)	V			
3. CABANILLA, Rida T.R.				/
4. CARROLL, Mele				V
5. JORDAN, Jo				V
6. KOBAYASHI, Bertrand				
7. WOODSON, Justin H.				
8. CHEAPE, Lauren Kealohilani	\checkmark			
				_
TOTAL (8)		D	0	3
The recommendation is: Adopted If joint referral, did not support recommendation. committee acronym(s)				
Vice Chair's or designee's signature:				
Distribution: Original (White) - Committee Duplicate (Yellow) - Chief Clerk's Office Duplicate (Pink) - HMSO				