

STAND. COM. REP. NO. 311

Honolulu, Hawaii

FEB 15 2017

RE: S.B. No. 885
S.D. 1

Honorable Ronald D. Kouchi
President of the Senate
Twenty-Ninth State Legislature
Regular Session of 2017
State of Hawaii

Sir:

Your Committees on Government Operations and Commerce,
Consumer Protection, and Health, to which was referred S.B.
No. 885 entitled:

"A BILL FOR AN ACT RELATING TO THE STATE RISK MANAGEMENT AND
INSURANCE ADMINISTRATION,"

beg leave to report as follows:

The purpose and intent of this measure is to provide the
Comptroller the option to hire an insurance broker on a fixed fee
for services basis.

Your Committees received testimony in support of this measure
from the Department of Accounting and General Services. Your
Committees received comments on this measure from the Department
of Commerce and Consumer Affairs.

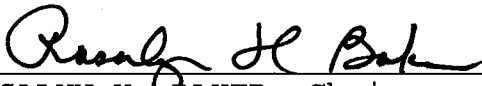
Your Committees find that providing the Comptroller with the
option to hire an insurance broker on a fixed fee for service
basis rather than the current commission basis will result in
better value to the public through lower costs of acquiring and
insuring State property and liability risks. Your Committees also
find that the current arrangement of the state insurance broker
being compensated on a commission basis by the insurance companies
from which the State purchases insurance could present a conflict
of interest or at minimum the appearance of a conflict of
interest.



Your Committees have amended this measure by making technical, nonsubstantive amendments for the purposes of clarity and consistency.

As affirmed by the records of votes of the members of your Committees on Government Operations and Commerce, Consumer Protection, and Health that are attached to this report, your Committees are in accord with the intent and purpose of S.B. No. 885, as amended herein, and recommend that it pass Second Reading in the form attached hereto as S.B. No. 885, S.D. 1, and be referred to your Committee on Ways and Means.

Respectfully submitted on
behalf of the members of the
Committees on Government
Operations and Commerce,
Consumer Protection, and
Health,



ROSALYN H. BAKER, Chair

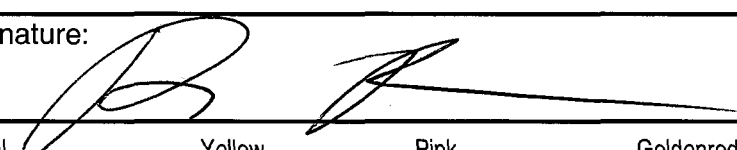


DONNA MERCADO KIM, Chair



The Senate
Twenty-Ninth Legislature
State of Hawai'i

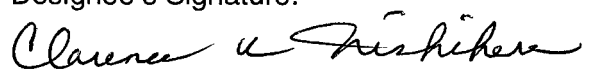
Record of Votes
Committee on Government Operations
GVO

Bill / Resolution No.:* <i>SB 885</i>	Committee Referral: <i>GVO/CPH, WAM</i>	Date: <i>2/10/17</i>		
<input type="checkbox"/> The Committee is reconsidering its previous decision on this measure. If so, then the previous decision was to: _____				
The Recommendation is:				
<input type="checkbox"/> Pass, unamended 2312	<input checked="" type="checkbox"/> Pass, with amendments 2311	<input type="checkbox"/> Hold 2310		
<input type="checkbox"/> Recommit 2313				
Members	Aye	Aye (WR)	Nay	Excused
KIM, Donna Mercado (C)	<i>X</i>			
RUDERMAN, Russell E. (VC)	<i>X</i>			
GALUTERIA, Brickwood	<i>X</i>			
RHOADS, Karl				<i>X</i>
TOKUDA, Jill N.				<i>X</i>
TOTAL	<i>3</i>	<i>0</i>	<i>0</i>	<i>2</i>
Recommendation:				
<input checked="" type="checkbox"/> Adopted				
<input type="checkbox"/> Not Adopted				
Chair's or Designee's Signature:				
				
Distribution:				
Original File with Committee Report	Yellow Clerk's Office	Pink Drafting Agency	Goldenrod Committee File Copy	

*Only one measure per Record of Votes

The Senate
Twenty-Ninth Legislature
State of Hawai'i

Record of Votes
Committee on Commerce, Consumer Protection, and Health
CPH

Bill / Resolution No.:* SB885	Committee Referral: CAVO/CPH, NAM	Date: 2/10/17		
<input type="checkbox"/> The Committee is reconsidering its previous decision on this measure. If so, then the previous decision was to: _____				
The Recommendation is: <input type="checkbox"/> Pass, unamended 2312 <input checked="" type="checkbox"/> Pass, with amendments 2311 <input type="checkbox"/> Hold 2310 <input type="checkbox"/> Recommit 2313				
Members	Aye	Aye (WR)	Nay	Excused
BAKER, Rosalyn H. (C)	/			
NISHIHARA, Clarence K. (VC)	/			
CHANG, Stanley	/			
ESPERO, Will				/
IHARA, Jr., Les				/
KIDANI, Michelle N.				/
RUDERMAN, Russell E.	/			
TOTAL	4			3
Recommendation: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted				
Chair's or Designee's Signature: 				
Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy				

*Only one measure per Record of Votes