

Honolulu, Hawaii

February 9, 2018

RE: H.B. No. 2603  
H.D. 1

Honorable Scott K. Saiki  
Speaker, House of Representatives  
Twenty-Ninth State Legislature  
Regular Session of 2018  
State of Hawaii

Sir:

Your Committee on Intrastate Commerce, to which was referred  
H.B. No. 2603 entitled:

"A BILL FOR AN ACT RELATING TO STATE SELF-INSURANCE AGAINST  
PROPERTY AND CASUALTY RISKS,"

begs leave to report as follows:

The purpose of this measure is to help reduce the cost of  
property and casualty insurance for the State by allowing the  
State to insure itself against property and casualty risks,  
including the establishment of the State Self-insurance Against  
Property and Casualty Risks Special Fund.

The Department of Accounting and General Services, Department  
of Budget and Finance, and Tax Foundation of Hawaii submitted  
comments.

Your Committee has amended this measure by:

- (1) Changing its effective date to July 1, 3000, to  
encourage further discussion; and
- (2) Making technical, nonsubstantive amendments for clarity,  
consistency, and style.



Should your Committee on Consumer Protection & Commerce choose to deliberate further on this measure, your Committee respectfully requests that it consider eliminating the proposed State Self-insurance Against Property and Casualty Risks Special Fund and making the State fully self-insured.

As affirmed by the record of votes of the members of your Committee on Intrastate Commerce that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 2603, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 2603, H.D. 1, and be referred to your Committee on Consumer Protection & Commerce.

Respectfully submitted on  
behalf of the members of the  
Committee on Intrastate  
Commerce,



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TAKASHI OHNO, Chair



**Record of Votes of the Committee on Intrastate Commerce**

<b>Bill/Resolution No.:</b> <b>HB 2603</b>	<b>Committee Referral:</b> <b>IAC, CPC, FIN</b>	<b>Date:</b> <b>2/6/2018</b>		
<input type="checkbox"/> The committee is reconsidering its previous decision on the measure.				
<b>The recommendation is to:</b> <input type="checkbox"/> Pass, unamended (as is) <input 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)				
IAC Members	Ayes	Ayes (WR)	Nays	Excused
1. OHNO, Takashi (C)	✓			
2. CHOY, Isaac W. (VC)	/			
3. CACHOLA, Romy M.	/			
4. FUKUMOTO, Beth	/			
5. ITO, Ken	/			
6. LoPRESTI, Matthew S.	/			
7. ONISHI, Richard H.K.	/			
8. TOKIOKA, James Kunane	/			
9. WOODSON, Justin H.	/			
10. WARD, Gene	✓			
<b>TOTAL (10)</b>	<b>10</b>			
<b>The recommendation is:</b> <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted If joint referral, _____ did not support recommendation. <small>committee acronym(s)</small>				
<b>Vice Chair's or designee's signature:</b>				
<b>Distribution:</b> Original (White) – Committee      Duplicate (Yellow) – Chief Clerk's Office      Duplicate (Pink) – HMSO				