

DAVID Y. IGE GOVERNOR

July 2, 2019 GOV. MSG. NO. 1352

The Honorable Ronald D. Kouchi,
President
and Members of the Senate
Thirtieth State Legislature
State Capitol, Room 409
Honolulu, Hawai'i 96813

The Honorable Scott K. Saiki, Speaker and Members of the House of Representatives Thirtieth State Legislature State Capitol, Room 431 Honolulu, Hawai'i 96813

Dear President Kouchi, Speaker Saiki, and Members of the Legislature:

This is to inform you that on July 2, 2019, the following bill was signed into law:

HB273 HD1 SD1

RELATING TO PRIVACY NOTICE FOR INSURANCE ACT 200 (19)

Sincerely,

DAVID Y. IGE

Governor, State of Hawai'i

ACT 200 H.B. NO. H.D. 1 S.D. 1

A BILL FOR AN ACT

RELATING TO PRIVACY NOTICE FOR INSURANCE.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

1	SECTION 1. The legislature finds that state law requires
2	insurers to send annual privacy notices to all individuals
3	covered by a group policy rather than just to the group
4	policyholder, which results in insurers spending an
5	extraordinary amount of time sending notices to individuals in
6	the State.
7	The purpose of this Act is to provide an insurer with an
8	exception to the requirement that the insurer provide annual
9	privacy notices to all its customers if:
10	(1) The insurer provides nonpublic personal financial
11	information to nonaffiliated third parties under
12	certain conditions where the notice, opt out, or
13	service providers and joint marketing provisions do
14	not apply; and
15	(2) The insurer's policies and practices relating to
16	disclosure of nonpublic personal information remain
17	unchanged.

H.B. NO. 473 S.D. 1

1	SECTION 2. Section 431:3A-202, Hawaii Revised Statutes, is
2	amended to read as follows:
3	"[+]§431:3A-202[+] Annual privacy notice to customers
4	required. (a) [A] Except as provided in subsection (b), a
5	licensee shall provide a clear and conspicuous notice to
6	customers that accurately reflects its privacy policies and
7	practices not less than annually during the continuation of the
8	customer relationship. [Annually] For the purposes of this
9	section, "annually" means at least once in any period of twelve
10	consecutive months during which that relationship exists. A
11	licensee may define the [twelve consecutive month] twelve-
12	consecutive-month period, but the licensee shall apply it to the
13	customer on a consistent basis.
14	(b) A licensee shall not be required to provide an annual
15	notice to a customer under this section if the licensee:
16	(1) Has provided nonpublic personal financial information
17	to nonaffiliated third parties in accordance with
18	section 431:3A-401, 431:3A-402, or 431:3A-403; and
19	(2) Has not changed its policies and practices relating to
20	the disclosure of nonpublic personal information from

H.B. NO. H.D. 1 S.D. 1

1	the most recent notice sent to customers in accordance
2	with this section or section 431:3A-201.
3	[(b)] <u>(c)</u> A licensee shall not be required to provide an
4	annual notice to a former customer. A former customer is an
5	individual with whom a licensee no longer has a continuing
6	relationship.
7	[(c)] (d) If a licensee is required under this section to
8	deliver an annual privacy notice, the licensee shall deliver it
9	according to section 431:3A-206."
10	SECTION 3. Statutory material to be repealed is bracketed
11	and stricken. New statutory material is underscored.
12	SECTION 4. This Act shall take effect on July 1, 2019.

APPROVED this 02 day of JUL , 2019

GOVERNOR OF THE STATE OF HAWAII

HB No. 273, HD 1, SD 1

THE HOUSE OF REPRESENTATIVES OF THE STATE OF HAWAII

Date: April 24, 2019 Honolulu, Hawaii

We hereby certify that the above-referenced Bill on this day passed Final Reading in the House of Representatives of the Thirtieth Legislature of the State of Hawaii, Regular Session of 2019.

(dem

Scott K. Saiki Speaker House of Representatives

N. L. Ille

Brian L. Takeshita

Chief Clerk

House of Representatives

THE SENATE OF THE STATE OF HAWAI'I

Date: April 5, 2019 Honolulu, Hawai'i 96813

We hereby certify that the foregoing Bill this day passed Third Reading in the Senate of the Thirtieth Legislature of the State of Hawai'i, Regular Session of 2019.

MM17-MM,
President of the Senate

Clerk of the Senate