

STAND. COM. REP. NO.

1405

Honolulu, Hawaii

MAR 19

, 2019

RE: S.B. No. 19
S.D. 2

Honorable Scott K. Saiki
Speaker, House of Representatives
Thirtieth State Legislature
Regular Session of 2019
State of Hawaii

Sir:

Your Committee on Consumer Protection & Commerce, to which was referred S.B. No. 19, S.D. 2, entitled:

"A BILL FOR AN ACT RELATING TO SURPLUS LINES,"

begs leave to report as follows:

The purpose of this measure is to:

- (1) Amend the calculation of the surplus lines insurance premium tax to tax the entirety of the premium using the rate established by state law, regardless of location of risk; and
- (2) Repeal the authority of the Insurance Commissioner to enter into interstate compacts to collect surplus lines premium taxes.

The Wholesale & Specialty Insurance Association and American Property Casualty Insurance Association submitted testimony in support of this measure. The Department of Commerce and Consumer Affairs submitted comments.

As affirmed by the record of votes of the members of your Committee on Consumer Protection & Commerce that is attached to this report, your Committee is in accord with the intent and

SB19 SD2 HSCR CPC HMS 2019-3005



purpose of S.B. No. 19, S.D. 2, and recommends that it pass Second Reading and be referred to your Committee on Finance.

Respectfully submitted on
behalf of the members of the
Committee on Consumer
Protection & Commerce,



ROY M. TAKUMI, Chair



State of Hawaii
House of Representatives
The THIRTIETH Legislature **HSCR 1405**

Record of Votes of the Committee on Consumer Protection & Commerce

Bill/Resolution No.: SB 19 SD2	Committee Referral: CPC, FIN	Date: 3/12/19		
<input type="checkbox"/> The committee is reconsidering its previous decision on the measure.				
The recommendation is to: <input checked="" type="checkbox"/> Pass, unamended (as is) <input 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)				
CPC Members	Ayes	Ayes (WR)	Nays	Excused
1. TAKUMI, Roy M. (C)	✓			
2. ICHIYAMA, Linda (VC)				✓
3. AQUINO, Henry J.C.	X			
4. BELATTI, Della Au				X
5. CABANILLA ARAKAWA, Rida	X			
6. CACHOLA, Romy M.	X			
7. HAR, Sharon E.	X			
8. KONG, Sam Satoru	X			
9. MIZUNO, John M.	X			
10. ONISHI, Richard H.K.	X			
11. MATSUMOTO, Lauren	X			
TOTAL (11)	9			2
The recommendation is: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted If joint referral, _____ did not support recommendation. committee acronym(s) _____				
Vice Chair's or designee's signature: <i>Sharon E. Har</i>				
Distribution: Original (White) – Committee Duplicate (Yellow) – Chief Clerk's Office Duplicate (Pink) – HMSO				