STAND. COM. REP. NO. 842

Honolulu, Hawaii

MAR 0 1 2019

RE: S.B. No. 25

S.D. 2

Honorable Ronald D. Kouchi President of the Senate Thirtieth State Legislature Regular Session of 2019 State of Hawaii

Sir:

Your Committee on Commerce, Consumer Protection, and Health, to which was referred S.B. No. 25, S.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO INSURANCE,"

begs leave to report as follows:

The purpose and intent of this measure is to update and improve insurance laws under title 24, Hawaii Revised Statutes.

Your Committee received testimony in support of this measure from the Department of Commerce and Consumer Affairs; Board of Nursing; Board of Pharmacy; University of Hawai'i System; Hawaii Insurers Council; Hawaii Medical Service Association; Hawaii Captive Insurance Council; Zephyr Insurance Company, Inc.; American Council of Life Insurers; and one individual.

Your Committee finds that this measure is intended to update and improve various areas of the State's insurance laws. This measure modernizes provisions, removes antiquated systems, and benefits insurers and consumers by removing redundancy, time, and cost barriers.

Your Committee has amended this measure by:

(1) Clarifying that the short-term health insurance preexisting disclosure requirement does not apply to accident-only health insurance;

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- (2) Clarifying that a health care provider who performs a service is eligible for reimbursement to the extent that the health care provider is eligible for reimbursement under a policy, contract, plan, or agreement, and is acting within the scope of the provider's license or certification under state law;
- (3) Inserting an effective date of October 1, 2019, relating to proposed name changes and use of a trade name or assumed name; and
- (4) Making technical, nonsubstantive amendments for the purposes of clarity and consistency.

As affirmed by the record of votes of the members of your Committee on Commerce, Consumer Protection, and Health that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 25, S.D. 1, as amended herein, and recommends that it pass Second Reading in the form attached hereto as S.B. No. 25, S.D. 2, and be placed on the calendar for Third Reading.

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

ROSALYN H. BAKER, Chair

The Senate Thirtieth Legislature State of Hawai'i

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

| Bill / Resolution No.:* | Committee Referral: | | Date: | | |
|--|---------------------|----------|--|------|---------------------------------------|
| SB25, SD1 CPH 2/15/19 | | | | | 9 |
| The Committee is reconsidering its previous decision on this measure. | | | | | |
| If so, then the previous decision was to: | | | | | |
| The Recommendation is: | | | | | |
| Pass, unamended Pass, with amendments Hold Recommit 2312 Pass 2311 2310 Recommit 2313 | | | | | |
| Members | | Aye | Aye (WR) | Nay | Excused |
| BAKER, Rosalyn H. (C) | | X | | | |
| CHANG, Stanley (VC) | | | | | X |
| KEOHOKALOLE, Jarrett | | X | | | |
| NISHIHARA, Clarence K. | | | | | X |
| RUDERMAN, Russell E. | | λ | | | |
| THIELEN, Laura H. | | X | # 21 1 | | |
| FEVELLA, Kurt | | X | | | |
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| TOTAL | | <u> </u> | 6 | 0 | |
| Recommendation: Adopted 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