

STAND. COM. REP. NO. 3417

Honolulu, Hawaii

APR 04 2008

RE: H.B. No. 2255  
H.D. 2  
S.D. 2

Honorable Colleen Hanabusa  
President of the Senate  
Twenty-Fourth State Legislature  
Regular Session of 2008  
State of Hawaii

Madam:

Your Committee on Judiciary and Labor, to which was referred  
H.B. No. 2255, H.D. 2, S.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO LIFE INSURANCE,"

begs leave to report as follows:

The purpose of this measure is to conform the Insurance Code with model acts and regulations of the National Association of Insurance Commissioners (NAIC) by amending existing statutes relating to employee group life insurance policies and the replacement of life insurance policies and annuities.

Your Committee received testimony in support of this measure from the State Insurance Commissioner, American Council of Life Insurers, and the National Association of Insurance and Financial Advisors.

This measure, among other things, clarifies that premiums for the policy may be paid entirely by the employer, or by funds paid entirely by the insured employees, or by funds contributed by both the employer and the insured employees, and deletes the requirement that at least seventy-five per cent of eligible employees elect participation in the employee group insurance policy. This measure also allows employee group policies to cover less than ten employees at policy issuance by eliminating the ten employee requirement.



Your Committee has amended this measure on the recommendation of the State Insurance Commissioner and the American Council of Life Insurers to restore the H.D. 2 version of this measure referencing precluding individual selection. Your Committee has further amended this measure by changing the effective date to July 1, 2051, to continue the discussions on this matter.

As affirmed by the record of votes of the members of your Committee on Judiciary and Labor that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 2255, H.D. 2, S.D. 1, as amended herein, and recommends that it pass Third Reading in the form attached hereto as H.B. No. 2255, H.D. 2, S.D. 2.

Respectfully submitted on  
behalf of the members of the  
Committee on Judiciary and  
Labor,



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BRIAN T. TANIGUCHI, Chair



The Senate  
 Twenty-Fourth Legislature  
 State of Hawaii

**Record of Votes**  
**Committee on Judiciary and Labor**  
**JDL**

Bill / Resolution No.:* <b>HB 2255 HD2SD</b>	Committee Referral: <b>CPH, JDL</b>	Date: <b>4-1-08</b>		
<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
TANIGUCHI, BRIAN T. (C)	✓			
HEE, Clayton (VC)				✓
GABBARD, Mike	✓			
KOKUBUN, Russell S.	✓			
NISHIHARA, Clarence K.	✓			
SLOM, Sam	✓			
<b>TOTAL</b>	<b>5</b>	<b>—</b>	<b>—</b>	<b>1</b>
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