

STAND. COM. REP. NO.

2924

Honolulu, Hawaii

FEB 27 2020

RE: S.B. No. 2336  
S.D. 2

Honorable Ronald D. Kouchi  
President of the Senate  
Thirtieth State Legislature  
Regular Session of 2020  
State of Hawaii

Sir:

Your Committee on Commerce, Consumer Protection, and Health,  
to which was referred S.B. No. 2336, S.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO LONG-TERM CARE INSURANCE,"

begs leave to report as follows:

The purpose and intent of this measure is to require the  
thirty-day lapse or termination notices for long-term care  
policies to be sent by certified mail, priority mail, commercial  
delivery service, or other method of delivery requiring proof of  
delivery.

Your Committee received testimony in support of this measure  
from the Alzheimer's Association, Aloha Chapter. Your Committee  
received testimony in opposition to this measure from the American  
Council of Life Insurers. Your Committee received comments on  
this measure from the Department of Commerce and Consumer Affairs.

Your Committee finds that Hawaii has a long history of  
respecting and helping its kupuna. Accordingly, your Committee  
finds that additional protections are needed to help seniors avoid  
unintended lapses or terminations of their long-term care  
insurance for non-payment of premiums. This measure would require  
the thirty-day lapse or termination notices for long-term care  
policies to be sent via certified mail, priority mail, commercial  
delivery service, or other method of delivery requiring proof of  
delivery.



Your Committee has amended this measure by:

- (1) Inserting language that requires thirty-day lapse or termination notices to be marked with the words "cancellation notice" or "lapse notice" in large font on the front of the envelope or visible through the envelope window; and
- (2) Making technical, nonsubstantive amendments for 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. 2336, S.D. 1, as amended herein, and recommends that it pass Third Reading in the form attached hereto as S.B. No. 2336, S.D. 2.

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



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ROSALYN H. BAKER, Chair



