JAN 1 9 2007

A BILL FOR AN ACT

RELATING TO INSURANCE FRAUD.

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

- 1 SECTION 1. The legislature recognizes that insurance fraud
- 2 is a significant problem in Hawaii. The legislature finds that
- 3 to combat insurance fraud, not only is it necessary to have
- 4 substantial fines for a person committing insurance fraud as a
- 5 deterrent, but it is also necessary to have sufficient staff in
- 6 the office of the insurance fraud investigations unit to
- 7 prosecute persons committing insurance fraud. The legislature
- 8 further finds that it is important to provide additional
- 9 personnel and resources to facilitate prosecution of insurance
- 10 fraud.
- 11 The purpose of this Act is to appropriate funds to increase
- 12 staffing of the insurance fraud investigations unit of the
- 13 department of commerce and consumer affairs to combat insurance
- 14 fraud.
- 15 SECTION 2. There is appropriated out of the compliance
- 16 resolution fund of the State of Hawaii the sum of \$, or
- 17 so much thereof as may be necessary for fiscal year 2007-2008,
- 18 and the same sum, or so much thereof as may be necessary for



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- 1 fiscal year 2008-2009, to provide additional personnel and
- 2 resources for the insurance fraud investigations unit of the
- 3 department of commerce and consumer affairs to prosecute
- 4 insurance fraud.
- 5 The sums appropriated shall be expended by the department
- 6 of consumer affairs for the purposes of this Act.
- 7 SECTION 3. This Act shall take effect on July 1, 2007.

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INTRODUCED BY:

Report Title:

Insurance Fraud Investigations Unit

Description:

Provides funds for the insurance fraud investigations unit to increase staff to prosecute insurance fraud more effectively.