## MINUTES OF THE HOUSE BUSINESS AND LABOR STANDING COMMITTEE

Room 450, State Capitol, Utah State Capitol Complex February 18, 2011

Members Present: Rep. Jim Dunnigan, Chair

Rep. Dixon Pitcher, Vice Chair

Rep. Jim Bird

Rep. Jackie Biskupski Rep. Derek Brown Rep. Susan Duckworth Rep. Gage Froerer Rep. Francis Gibson Rep. Don Ipson Rep. Todd Kiser Rep. Brad Last Rep. Michael Morley Rep. Curt Webb Rep. Larry Wiley

**Staff Present:** Bryant Howe, Assistant Director

Rosemary Young, Committee Secretary

**Note:** List of visitors and a copy of handouts are filed with committee minutes.

Rep. Pitcher called the meeting to order at 2:07 p.m.

#### H.B. 128 Health Reform Amendments (Rep. J. Dunnigan)

**MOTION:** Rep. Bird moved to replace H.B. 128 with 1st Substitute H.B. 128. The motion passed unanimously with Rep. Biskupski, Rep. Duckworth, Rep. Last, and Rep. Morley absent for the vote.

**MOTION:** Rep. Dunnigan moved to amend 1st Substitute H.B. 128 as follows:

- 1. Page 85, Lines 2609 through 2613:
  - 2609 (2) This bill repeals Uncodified Laws of Utah 2010, Chapter 68, Section 50,
  - 2610 Subsection (3), which provided a future effective date of January 1, 2013, for Title 31A,
  - 2611 Chapter 42a, Utah Statewide Risk Adjuster Act.
  - 2612 (3) The Health System Reform Task Force created in Sections {34} and

 $\{35\}$  of this bill is

repealed on December 30, 2011.

The motion passed unanimously with Rep. Biskkupski, Rep. Duckworth, Rep. Last, and Rep. Morley absent for the vote.

Rep. Dunnigan explained the bill to the committee assisted by Cathy Dupont, Office of Legislative Research and General Counsel. Dave Gessel, Utah Hospital Association, and Michelle McOmber, Utah Medical Association, spoke to the bill.

The following individuals spoke in favor of the bill:

Shelly Braun Utah's Health Policy Project

Eliana White Utah Health Plans

Chet Loftis Regence Blue Cross Blue Shield

**MOTION:** Rep. Kiser moved to transmit 1st Substitute H.B. 128 with a favorable recommendation. The motion passed unanimously with Rep. Morley absent for the vote.

#### H.B. 333 Unfair Inducements Related to Insurance Products (Rep. J. Dunnigan)

**MOTION:** Rep. Dunnigan moved to replace H.B. 333 with 1st Substitute H.B. 333. The motion passed unanimously with Rep. Bird, Rep. Kiser, and Rep. Morley absent for the vote.

**MOTION:** Rep. Duckworth moved to amend 1st Substitute H.B. 333 as follows:

- 1. Page 16, Lines 476 through 478:
  - 476 (u) providing information in a form approved by the commissioner

    and directly related to determining whether an insurance product
  - 477 sold by the licensee meets the requirements of a third party contract that requires or references
  - 478 <u>insurance coverage</u>;

The motion passed unanimously with Rep. Bird, Rep. Ipson, Rep. Last, and Rep. Morley absent for the vote.

Rep. Dunnigan explained the bill to the committee assisted by Suzette Green-Wright, Utah Insurance Department. The following individuals spoke in favor of the bill:

Scott Deru Utah Association of Health Underwriters

Mike Sonntag Utah Association of Independent Insurance Agents

Dave Bradshaw American Insurance Earl Hurst Moreton & Company

**MOTION:** Rep. Gibson moved to transmit 1st Substitute H.B. 333 with a favorable recommendation. The motion passed unanimously with Rep. Ipson, Rep. Last, and Rep. Morley absent for the vote.

Rep. Pitcher relinquished the chair to Rep. Dunnigan.

#### H.B. 85 Alcoholic Beverage Control Act - Sales to Minors (Rep. V. Peterson)

**MOTION:** Rep. Kiser moved to amend H.B. 85 as follows:

- 1. *Page 2, Lines 29 through 37:* 
  - 29 (1) (a) A person may not sell, offer for sale, or furnish an alcoholic product to a minor.
  - 30 (b) A person may not sell, offer for sale, or furnish a product to a minor that {
  - 31 <u>(i) contains, within packaging, such as a carton, case, or other wrapper,</u>

    the specifically packages together for the purpose of producing an alcoholic product ingredients
  - 32 <u>necessary to:</u>
  - 33 ((A)) (i) make an alcoholic product; or
  - 34 {(B)} (ii) cause a liquid that is not an alcoholic product to become an alcoholic product {; and
  - 35 (ii) the person who sells, offers for sale, or furnishes the product knows can be used to:
  - 36 (A) make an alcoholic product;
  - 37 (B) cause a liquid that is not an alcoholic product to become an alcoholic product.

The motion passed unanimously with Rep. Bird, Rep. Ipson, Rep. Last, and Rep. Morley absent for the vote.

Rep. Peterson explained the bill to the committee accompanied by John Freeman, Department of Alcoholic Beverage Control. Kate Bradshaw, Utah Food Industry, spoke in favor of the bill.

**MOTION:** Rep. Froerer moved to transmit H.B. 85 with a favorable recommendation. The motion passed with Rep. Bird, Rep. Wiley, and Rep. Pitcher voting in opposition and Rep. Ipson, Rep. Last, and Rep. Morley absent for the vote.

# 1st Sub. S.B. 101 Utah Uniform Securities Act Enforcement (Sen. B. McAdams) (Rep. J. Bird)

Sen. McAdams explained the bill to the committee assisted by Keith Woodwell, Division of Securities. Rep. Bird declared a conflict of interest.

**MOTION:** Rep. Kiser moved to transmit 1st Substitute S.B. 101 with a favorable recommendation. The motion passed unanimously with Rep. Ipson and Rep. Last absent for the vote.

## H.B. 326 Trust Deed Foreclosure Changes (Rep. L. Christensen)

**MOTION:** Rep. Wiley moved to amend H.B. 326 as follows:

- 1. Page 2, Line 56 through Page 3, Line 60:
  - 56 their successors in interest  $\{+\}$  .  $\{+\}$
  - 57 (e) within 10 days after being executed, be submitted for recording to the office of the
  - 58 recorder of the county in which the trust property is located.
  - 59 (3) (a) If not previously recorded { because the 10-day period under Subsection (2)(e)
  - 60 <u>has not lapsed</u>, at the time of recording a notice of default, the successor trustee shall file for
- 2. *Page 3, Line 87:* 
  - 87 by owner-occupied property, a successor lender who would be entitled, in the event of a default, to direct a trustee to sell the trust property shall file for recording in the office of the
- 3. Page 5, Line 146:
  - the loan, including regarding { a loan modification or forbearance } all reasonably available alternatives to foreclosure; and
- 4. Page 5, Line 150:
  - 150 terms of the loan or any other reasonably available alternative to foreclosure.
- 5. Page 6, Line 164:
  - 164 { options | alternatives to foreclosure;

The motion passed unanimously with Rep. Ipson and Rep. Last absent for the vote.

Rep. Christensen explained the bill to the committee. Sarah Burns, citizen, spoke in favor of the bill.

**MOTION:** Rep. Gibson moved to hold H.B. 326. The motion passed unanimously with Rep. Ipson, Rep. Last, and Rep. Pitcher absent for the vote.

## H.B. 101 Mobile Home Park Residency Act Amendments (Rep. Janice Fisher)

**MOTION:** Rep. Biskupski moved to replace H.B. 101 with 1st Substitute H.B. 101. The motion passed unanimously with Rep. Duckworth, Rep. Froerer, Rep. Ipson, Rep. Last, and Rep. Pitcher absent for the vote.

**MOTION:** Rep. Biskkupski moved to amend 1st Substitute H.B. 101 as follows:

- 1. Page 10, Lines 279 through 280:
  - 279 (b) the mobile home park owner {provides} delivers or mails to each resident a 90-day notice of assessment.
  - 280 {by registered or certified mail, } that includes:

The motion passed unanimously with Rep. Duckworth, Rep. Froerer, Rep. Ipson, Rep. Last, and Rep. Pitcher absent for the vote.

Rep. Fisher explained the bill to the committee assisted by Steve Anderson, Utah Manufactured Homeowners Action Group. The following individuals spoke in favor of the bill:

Ken Parker Utah Manufactured Homeowners Action Group

Shelly Catch Manufactured homeowner Collette Hadlock Homeowners Association

The following individuals spoke in opposition to the bill:

Dale Zabriskie Utah Housing Alliance Ben Hoopes Kingsley Management

Derek Wilson American Residential Communities

**MOTION:** Rep. Bird moved to adjourn. The motion failed with Rep. Duckworth, Rep. Gibson, Rep. Kiser, Rep. Wiley, and Rep. Dunnigan voting in opposition and Rep. Froerer, Rep. Ipson, Rep. Last, and Rep. Pitcher absent for the vote.

**MOTION:** Rep. Biskupski moved to transmit 1st Substitute H.B. 101 with a favorable recommendation.

**SUBSTITUTE MOTION:** Rep. Gibson moved to adjourn. The motion passed with Rep. Duckworth, Rep. Wiley, and Rep. Dunnigan voting in opposition and Rep. Froerer, Rep. Ipson, Rep. Last, and Rep. Pitcher absent for the vote.

Rep. Dunnigan adjourned the meeting at 4:53 p.m.

Rep. James Dunnigan, Chair	