

STAND. COM. REP. NO.

3292

Honolulu, Hawaii

APR - 4 2006

RE: H.B. No. 1878  
S.D. 1

Honorable Robert Bunda  
President of the Senate  
Twenty-Third State Legislature  
Regular Session of 2006  
State of Hawaii

Sir:

Your Committee on Commerce, Consumer Protection, and Housing,  
to which was referred H.B. No. 1878 entitled:

"A BILL FOR AN ACT RELATING TO INVESTMENT SECURITIES ACT,"

begs leave to report as follows:

The purpose of this measure is to conform Hawaii's law on  
investment security adviser compensation to federal securities  
law.

Testimony in support of this measure was submitted by the  
Business Registration Division of the Department of Commerce and  
Consumer Affairs. No testimony in opposition was received by your  
Committee.

Your Committee finds that conforming State securities law to  
federal securities law will facilitate the industry's ability to  
conduct business on a nationwide basis while maintaining  
protections for consumers.

Upon further consideration, your Committee has amended this  
measure by adopting a technical amendment proposed by the  
Department of Commerce and Consumer Affairs correcting a reference  
to the federal Investment Advisors Act of 1940. Your Committee  
has also adopted a technical, nonsubstantive amendment for clarity  
and style.

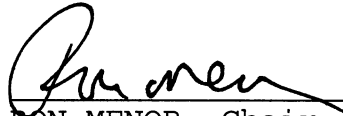
As affirmed by the record of votes of the members of your  
Committee on Commerce, Consumer Protection, and Housing that is

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attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 1878, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 1878, S.D. 1, and be placed on the calendar for Third Reading.

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

  
\_\_\_\_\_  
RON MENOR, Chair



The Senate  
Twenty-Third Legislature  
State of Hawaii

Record of Votes of the  
Committee on Commerce, Consumer Protection and Housing  
(Bills and Resolutions)

Measure:* <b>HB 1878</b>	Committee Referral: <b>CPH</b>	Date: <b>3-29-06</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 to: <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	Ayes	Ayes(WR)	Nays	Excused
MENOR, Ron (C)	✓			
BAKER, Rosalyn H. (VC)	✓			
ESPERO, Will				✓
IGE, David Y.	✓			
SAKAMOTO, Norman	✓			
HOGUE, Bob				✓
TOTAL	4	-	-	2
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				

\*Do not list more than one measure per Record of Votes.