

STAND. COM. REP. NO.

491

Honolulu, Hawaii

FEB 20, 2009

RE: H.B. No. 524  
H.D. 1

Honorable Calvin K.Y. Say  
Speaker, House of Representatives  
Twenty-Fifth State Legislature  
Regular Session of 2009  
State of Hawaii

Sir:

Your Committee on Consumer Protection & Commerce, to which was referred H.B. No. 524 entitled:

"A BILL FOR AN ACT RELATING TO CONDOMINIUMS,"

begs leave to report as follows:

The purpose of this bill is to broaden the investment options for condominium associations by allowing association funds to be invested in county bonds and in mutual funds comprising such bonds and other government obligations.

First Hawaiian Bank and the Hawaii Legislative Action Committee of the Community Associations Institute testified in support of this bill. A concerned individual opposed this measure. The Hawaii Council of Associations of Apartment Owners provided comments.

Your Committee has amended this bill by:

- (1) Clarifying that association funds may be invested in mutual funds comprising county and other government obligations and that include cash equivalents; and
- (2) Making a technical, nonsubstantive amendment for clarity and style.

As affirmed by the record of votes of the members of your Committee on Consumer Protection & Commerce that is attached to

HB524 HD1 HSCR CPC HMS 2009-2342



this report, your Committee is in accord with the intent and purpose of H.B. No. 524, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 524, H.D. 1, and be referred to the Committee on Finance.

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



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ROBERT N. HERKES, Chair



