

Honolulu, Hawaii

March 16, 2012

RE: S.B. No. 2421
S.D. 1
H.D. 1

Honorable Calvin K.Y. Say
Speaker, House of Representatives
Twenty-Sixth State Legislature
Regular Session of 2012
State of Hawaii

Sir:

Your Committee on Economic Revitalization & Business, to which was referred S.B. No. 2421, S.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO PUBLIC ACCOUNTANCY,"

begs leave to report as follows:

The purpose of this measure is to establish a peer review process for public accountancy firms that engage in attest work.

The Hawaii Association of Public Accountants and Hawaii Society of Certified Public Accountants testified in support of this measure. The Board of Public Accountancy and an individual provided comments on this measure.

Your Committee notes for further clarification that the words "report" or "reports" as used in this measure means one or more reports.

Your Committee has amended this measure by deleting the contents of this measure and replacing it with the contents of the House companion version of this measure, H.B. No. 2169, H.D. 2 (2012), which also establishes a peer review process for public accounting firms that engage in attest work.

As affirmed by the record of votes of the members of your Committee on Economic Revitalization & Business that is attached to this report, your Committee is in accord with the intent and

SB2421 HD1 HSCR ERB HMS 2012-2795-1



purpose of S.B. No. 2421, S.D. 1, as amended herein, and recommends that it pass Second Reading in the form attached hereto as S.B. No. 2421, S.D. 1, H.D. 1, and be referred to the Committee on Consumer Protection & Commerce.

Respectfully submitted on
behalf of the members of the
Committee on Economic
Revitalization & Business,



ANGUS L.K. MCKELVEY, Chair



House 1077-12

State of Hawaii
House of Representatives
The Twenty-sixth Legislature

Record of Votes of the Committee on Economic Revitalization & Business

Bill/Resolution No.: SB 2421, SDI (SSCR 2538)	Committee Referral: ERB, CPC, FIN	Date: 8/13/12
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The committee is reconsidering its previous decision on the measure.

The recommendation is to: Pass, unamended (as is) Pass, with amendments (HD) Hold
 Pass short form bill with HD to recommit for future public hearing (recommit)

ERB Members	Ayes	Ayes (WR)	Nays	Excused
1. McKELVEY, Angus L.K. (C)	X			
2. CHOY, Isaac W. (VC)	X			
3. AWANA, Karen L.	X			
4. BROWER, Tom				X
5. EVANS, Cindy	X			
6. HASHEM, Mark J.	X			
7. NISHIMOTO, Scott Y.				X
8. TOKIOKA, James Kunane	X			
9. TSUJI, Clift	X			
10. MARUMOTO, Barbara C.		✓		
11. PINE, Kymberly Marcos				X
TOTAL (11)	7	1	-	3

The recommendation is: Adopted Not Adopted
 If joint referral, _____ did not support recommendation.
 _____ committee acronym(s)

Vice Chair's or designee's signature:

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