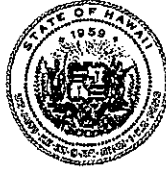


# SB 2759

Measure Title: RELATING TO SECURITIES.  
Report Title: Uniform Securities Act  
Description: Clarifies and corrects ambiguities and errors in Hawaii's securities laws.  
Companion: HB2497  
Package: Gov  
Current Referral: CPN  
Introducer(s): TSUTSUI (BR)

<u>Sort by</u> <u>Date</u>		<u>Status Text</u>
1/25/2012	S	Introduced.
1/25/2012	S	Passed First Reading.
1/25/2012	S	Referred to CPN.
1/27/2012	S	The committee(s) on CPN has scheduled a public hearing on 02-03-12 9:00AM in conference room 229.



NEIL ABERCROMBIE  
GOVERNOR

BRIAN SCHATZ  
LT. GOVERNOR

STATE OF HAWAII  
OFFICE OF THE DIRECTOR  
DEPARTMENT OF COMMERCE AND CONSUMER AFFAIRS  
335 MERCHANT STREET, ROOM 310  
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KEALI'I S. LOPEZ  
DIRECTOR

TO THE SENATE COMMITTEE ON COMMERCE AND CONSUMER PROTECTION  
THE TWENTY-SIXTH LEGISLATURE  
REGULAR SESSION OF 2012

Date: Friday, February 3, 2012  
Time: 9:00am  
Conference Room: 229

**TESTIMONY ON SENATE BILL NO. 2759  
RELATING TO SECURITIES**

TO THE HONORABLE ROSALYN H. BAKER, CHAIR, AND BRIAN T. TANIGUCHI, VICE-CHAIR,  
AND MEMBERS OF THE COMMITTEE:

Thank you for the opportunity to testify. My name is Tung Chan, Commissioner of Securities and the head of the Business Registration Division of the Department of Commerce and Consumer Affairs (Department). The Department strongly supports this administrative bill.

The securities chapter of the Hawaii Revised Statutes contains errors, ambiguities, and inconsistencies due to recent changes in the law and drafting errors. This bill corrects these errors, ambiguities, and inconsistencies.

The bill makes corrections in the following areas:

Testimony of Tung Chan  
February 3, 2012  
CPN Committee  
SB 2759  
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1. This bill amends the time to file a notice with the Commissioner to claim an exemption to be "no later than fifteen days" after the first sale instead of "within fifteen days after" the first sale. This change makes the language consistent with other notice filing language throughout the chapter.

2. This bill corrects several drafting errors where internal references were wrongly cited. It also corrects a citation to the Investment Adviser Act of 1940 that was and is often confused with the Investment Company Act of 1940.

To make the corrections as set forth above, we ask that this committee pass this bill unamended. Thank you for the opportunity to testify.