
A BILL FOR AN ACT

RELATING TO PUBLIC ACCOUNTANCY.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

1 SECTION 1. Section 466-3, Hawaii Revised Statutes, is
2 amended as follows:

3 1. By adding a new definition to be appropriately inserted
4 and to read:

5 "Hawaii attest work" means attest services provided or
6 attest reports issued by an individual or firm licensed and
7 authorized to practice public accountancy in this State or any
8 other state, to any of the following clients:

9 (1) An individual who is a resident of this State;

10 (2) A person, entity, firm, or trust that is domiciled
11 within this State, or whose principal or home office
12 is physically located within this State; or

13 (3) A subsidiary that has a physical presence in this
14 State, and has a separate, stand-alone financial
15 statement or report issued on that subsidiary."

16 2. By amending the definition of "peer review" to read:



1 "Peer review" means a study, appraisal, or review of one
2 or more aspects of the professional work of a firm that issues
3 attest reports by a person or persons who hold permits or
4 licenses to practice public accountancy under section 466-7 or
5 another jurisdiction and who are not affiliated with the firm
6 being reviewed."

7 SECTION 2. Section 466-35, Hawaii Revised Statutes, is
8 amended by amending subsection (b) to read as follows:

9 "(b) A firm shall include, with the peer review compliance
10 reporting form, the contemporaneous Hawaii supplement to the
11 peer review report pursuant to section 466-36, if:

- 12 (1) A peer review report from an approved sponsoring
13 organization does not include the selection of a
14 Hawaii office or Hawaii attest engagement;
- 15 (2) The peer reviewer does not hold permits to practice
16 public accountancy under section 466-7[7] (permits to
17 practice), and is required to have permits to practice
18 under section 466-7, except inspectors for the public
19 company accounting oversight board; or
- 20 (3) The final report resulting from any inspection by the
21 public company accounting oversight board firm



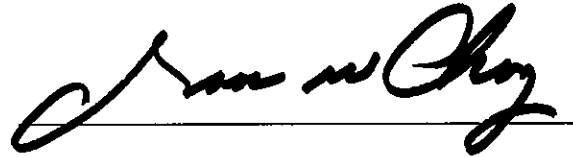
1 inspection program does not include the firm's Hawaii
2 offices, if any, and Hawaii attest engagements in the
3 scope of the inspection, and the firm is not required
4 to enroll in another peer review program under section
5 466-34."

6 SECTION 3. Statutory material to be repealed is bracketed
7 and stricken. New statutory material is underscored.

8 SECTION 4. This Act shall take effect upon its approval.

9

INTRODUCED BY:



JAN 27 2016



H.B. NO. 2651

Report Title:

Public Accountancy; Hawaii Attest Work; Peer Review

Description:

Defines the term "Hawaii attest work". Provides clarification to the term "peer review".

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.

