

STAND. COM. REP. NO.

1476

Honolulu, Hawaii

APR 06 2017

RE: H.B. No. 1028
H.D. 2
S.D. 1

Honorable Ronald D. Kouchi
President of the Senate
Twenty-Ninth State Legislature
Regular Session of 2017
State of Hawaii

Sir:

Your Committee on Judiciary and Labor, to which was referred
H.B. No. 1028, H.D. 2, S.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO CHARITABLE ORGANIZATIONS,"

begs leave to report as follows:

The purpose and intent of this measure is to:

- (1) Clarify the Attorney General's regulatory authority over charitable organizations and charitable assets;
- (2) Establish procedures for deactivations of registrations for charities no longer operating in Hawaii;
- (3) Clarify requirements for financial reports for solicitation campaigns and charitable organizations' annual reports; and
- (4) Make housekeeping amendments related to exemptions from registration and reporting requirements.

Your Committee received testimony in support of this measure from the Department of the Attorney General, Association of Fundraising Professionals Aloha Chapter, and Hawai'i Alliance of Nonprofit Organizations.



Your Committee finds that, as currently drafted, this measure makes several amendments to the State's law governing charitable organizations and activities, including:

- (1) Adding a definition of "property", as that term relates to the protection of charitable assets;
- (2) Specifying procedures for deactivations of registrations for charitable organizations; and
- (3) Clarifying requirements and procedures for the filing of financial and annual reports.

This measure also assists the Department of the Attorney General in its oversight of charitable organizations and fundraising activities and clarifies regulatory procedures for the nonprofit sector.

As affirmed by the record of votes of the members of your Committee on Judiciary and Labor that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 1028, H.D. 2, S.D. 1, and recommends that it pass Third Reading.

Respectfully submitted on
behalf of the members of the
Committee on Judiciary and
Labor,



GILBERT S.C. KEITH-AGARAN, Chair



The Senate
Twenty-Ninth Legislature
State of Hawai'i

Record of Votes
Committee on Judiciary and Labor
JDL

Bill / Resolution No.:* HB1028, HD2, SD1	Committee Referral: CPH, JDL	Date: 3/29/17		
<input type="checkbox"/> The Committee is reconsidering its previous decision on this measure. If so, then the previous decision was to: _____				
The Recommendation is: <input checked="" type="checkbox"/> Pass, unamended 2312 <input type="checkbox"/> Pass, with amendments 2311 <input type="checkbox"/> Hold 2310 <input type="checkbox"/> Recommit 2313				
Members	Aye	Aye (WR)	Nay	Excused
KEITH-AGARAN, Gilbert S.C. (C)	✓			
RHOADS, Karl (VC)	✓			
GABBARD, Mike				✓
KIM, Donna Mercado	✓			
THIELEN, Laura H.				✓
TOTAL	3	0	0	2
Recommendation: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted				
Chair's or Designee's Signature: <i>Kal Rhoads</i>				
Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy				

*Only one measure per Record of Votes