STAND. COM. REP. NO. 1034

Honolulu, Hawaii Merch 20 , 2009

RE: S.B. No. 121 S.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 S.B. No. 121, S.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO THE UNIFORM PRUDENT MANAGEMENT OF INSTITUTIONAL FUNDS ACT,"

begs leave to report as follows:

The purpose of this measure is to replace the Uniform Management of Institutional Funds Act with the Uniform Prudent Management of Institutional Funds Act.

Your Committee received testimony in support of the measure from the University of Hawaii Foundation, the Commission to Promote Uniform Legislation, the Hawaii Alliance of Nonprofit Organizations, and the Hawaii Community Foundation.

Your Committee finds that the Uniform Prudent Management of Institutional Funds Act, like its predecessor, will continue to provide statutory guidelines for the management, investment, and expenditure of endowment funds held by charitable institutions. The Uniform Prudent Management of Institutional Funds Act also provides additional and more detailed standards to be followed by charities in the investment and management of their endowment funds including providing for diversification of assets, pooling of assets, and total return investment, to implement whole portfolio management. Laws substantially similar to the Uniform Prudent Management of Institutional Funds Act have been adopted by twenty-six states and the District of Columbia.

SB121 SD1 HSCR LRB 09-2992.doc



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As affirmed by the record of votes of the members of your Committee on Consumer Protection & Commerce that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 121, S.D. 1, and recommends that it pass Second Reading and be referred to the Committee on Finance.

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

ROBERT N. HERKES, Chair

State of Hawaii

House of Representatives The Twenty-fifth Legislature

Record of Votes of the Committee on Consumer Protection & Commerce

Bill/Resolution No.: Committee	Referral: 20, FIN	Date	3/16/00	1
The committee is reconsidering its previous decision	,			/
The recommendation is to: A Pass, unamended (a		ss, with amendments ((HD) 🖵 Hold	
Pass short form bill				t)
CPC Members	Ayes	Ayes (WR)	Nays	Excused
1. HERKES, Robert N. (C)				
2. WAKAI, Glenn (VC)				
3. BELATTI, Della Au				\sim
4. CABANILLA, Rida				/
5. CARROLL, Mele				\sim
5. ITO, Ken	V			
7. KARAMATSU, Jon Riki				Disaction
8. LUKE, Sylvia				
O. McKELVEY, Angus L.K.				
10. MIZUNO, John M.				
11. MORITA, Hermina M.				V
2. SOUKI, Joseph M.				
13. TSUJI, Clift				
4. MARUMOTO, Barbara C.				
5. THIELEN, Cynthia	V			
-				

			1	
TOTAL (15)	12	ϕ	Ø	3
The recommendation is: Adopted	Not Adopt	ted		
If joint referral,	-	did not support	rt recommendation	
	committee acronym	(s)		
Vice Chair's or designee's signature:	the			
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