STAND. COM. REP. NO. 147 -10

Honolulu, Hawaii

Acril 1 , 2010

RE: S.B. No. 2501

S.D. 1 H.D. 1

Honorable Calvin K.Y. Say Speaker, House of Representatives Twenty-Fifth State Legislature Regular Session of 2010 State of Hawaii

Sir:

Your Committee on Finance, to which was referred S.B. No. 2501, S.D. 1, H.D. 1, entitled:

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

begs leave to report as follows:

The purpose of this bill is to promote high standards of quality in public accountancy work by requiring public accountancy firms to undergo peer review of attest work as a condition of permits to practice.

The Board of Public Accountancy; Hawaii Association of Public Accountants; Niwao & Roberts, Certified Public Accountants, a Professional Corporation; and numerous concerned individuals supported this bill. The Hawaii Bankers Association, Board of Directors of the Hawaii Society of Certified Public Accountants, The Accountants Coalition and several concerned individuals provided comments.

It is your Committee's intent that when adopting rules pursuant to section 7 of this bill, the State Board of Public Accountancy consider the circumstances under which audit engagements for Hawaii public companies which are subject to oversight by the Public Company Accounting Oversight Board may be excluded from peer review under section 5 of this bill.

As affirmed by the record of votes of the members of your Committee on Finance that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 2501, S.D. 1, H.D. 1, and recommends that it pass Third Reading.

Respectfully submitted on behalf of the members of the Committee on Finance,

MARCUS R. OSHIRO, Chair

State of Hawaii House of Representatives The Twenty-fifth Legislature



Record of Votes of the Committee on Finance

	C, FIN	Dat	3/26/	10
☐ 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)				
FIN Members	Ayes	Ayes (WR)	Nays	Excused
1. OSHIRO, Marcus R. (C)				
2. LEE, Marilyn B. (VC)	V			
3. AQUINO, Henry J.C.	142			
4. AWANA, Karen Leinani				
5. BROWER, Tom				
6. CHOY, Isaac W.	6,0000 0000 0000	15550-2-10	HERVALLE PARTY	
7. COFFMAN, Denny				
8. HAR, Sharon E.	en e		Page 15 and the first of the fi	15000000000000000000000000000000000000
9. KEITH-AGARAN, Gilbert S.C.	-			
10. LEE, Chris			報義、大変なとし、UV NEDGE	TOPEN ACCIONATE TO THE PARTY NAMED IN THE PARTY NAM
11. NISHIMOTO Scott Y. 12. SAGUM, Roland D., III				
13. TOKIOKA, James Kunane	www.			Ridiate : :
14. WOOLEY, Jessica				
15. YAMASHITA, Kyle T.				が表現し、
16. FINNEGAN, Lynn				
17. WARD Gene				
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TOTAL (17)	11	4	000	2
The recommendation is: Adopted If joint referral, did not support recommendation. committee acronym(s)				
Vice Chair's or designee's signature: Maif 3. Lee				
Distribution: Original (White) Committee Duplicate (Yellow) Chief Clerk's Office Duplicate (Pink) HMSO				