



Testimony to the Senate Judiciary and Labor Committee Senator Gilbert Keith-Agaran, Chair Senator Karl Rhoads, Vice Chair Wednesday, March 29, 2017, 9:30 a.m. Conference Room 016 HB 1027, HD 1, SD 1 - Relating to Nonprofit Corporations

Dear Chair Keith-Agaran and Vice Chair Rhoads, and members of the JDL Committee:

On behalf of the Hawai'i Alliance of Nonprofit Organizations, I would like express **support of HB 1027 HD 1, SD 1** relating to nonprofit corporations.

Hawai'i Alliance of Nonprofit Organizations (HANO) is a statewide, sector-wide professional association of nonprofits. Our mission is to unite and strengthen the nonprofit sector as a collective force to improve the quality of life in Hawai'i. Our member organizations provide essential services to every community in the state.

HANO appreciates the efforts being made in this proposed legislation to reinstate provisions to facilitate the conversion of a foreign entity into a domestic entity, and to allow the State Attorney General more time to review dissolutions of nonprofits.

Regarding imposing a duty of loyalty on directors and officers of nonprofit corporations, we support the new language in HD 1 that is "In a manner that is consistent with the director's duty of loyalty to the corporation."

Thank you for the opportunity to provide written testimony in support of these changes.

Mahalo, Lisa Maruyama President & CEO

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