

JAN 24 2018

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# A BILL FOR AN ACT

RELATING TO SECURITIES.

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

1           SECTION 1. Section 485A-411, Hawaii Revised Statutes, is  
2 amended by amending subsection (c) to read as follows:  
3           "(c) Subject to section 15(h) of the Securities Exchange  
4 Act of 1934 (15 U.S.C. 78o(h)) or section 222 of the Investment  
5 Advisers Act of 1940 (15 U.S.C. 80b-22):  
6           (1) A broker-dealer registered or required to be  
7 registered under this chapter and an investment  
8 adviser registered or required to be registered under  
9 this chapter shall make and maintain for a period of  
10 three years after the close of the calendar or fiscal  
11 year to which they pertain, the accounts,  
12 correspondence, memoranda, papers, books, and other  
13 records required by rule adopted or order issued under  
14 this chapter;  
15           (2) Broker-dealer records required to be maintained under  
16 paragraph (1) may be maintained in any form of data  
17 storage acceptable under section 17(a) of the



# S.B. NO. 3042

1 Securities Exchange Act of 1934 (15 U.S.C. 78q(a)) if  
2 they are readily accessible to the commissioner; [~~and~~]  
3 provided that broker-dealer records relating to  
4 security transactions involving a purchaser, customer,  
5 or client shall be maintained in the broker-dealer's  
6 office in this State; and

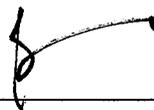
7 (3) Investment adviser records required to be maintained  
8 under paragraph (1) may be maintained in any form of  
9 data storage required by rule adopted or order issued  
10 under this chapter."

11 SECTION 2. Statutory material to be repealed is bracketed  
12 and stricken. New statutory material is underscored.

13 SECTION 3. This Act shall take effect upon its approval.

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INTRODUCED BY: \_\_\_\_\_



# S.B. NO. 3042

**Report Title:**

Securities; Broker-dealers; Security Transactions; Records

**Description:**

Requires a broker-dealer's records that relate to security transactions involving a purchaser, customer, or client be maintained in the broker-dealer's office in this State.

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

