

- 1 (2) The maximum rate at which any return is paid on share
2 or membership capital is limited; and
- 3 (3) The allocation or distribution of net savings after
4 making provision for such separate funds as may be
5 required or specially permitted by statute, articles,
6 or bylaws, is made to member patrons or to all
7 patrons, in proportion to their patronage; or is
8 allocated in a manner which benefits the general
9 welfare of all of the members of the association."

10 2. By amending the definition of "electric utility
11 cooperative association" to read:

12 ""Electric utility cooperative association" means a
13 [~~consumer~~] cooperative association that provides electric
14 utility service as a public utility."

15 SECTION 3. Section 480-11, Hawaii Revised Statutes, is
16 amended by amending subsection (a) to read as follows:

17 "(a) Nothing in this chapter shall be construed to forbid
18 the existence and operation of fishery, agricultural, or
19 [~~consumer~~] cooperative organizations or associations instituted
20 for the purpose of mutual help that are organized and operated
21 under chapter 421 or 421C, or that conform and continue to



1 conform to the requirements of the Capper-Volstead Act (7 U.S.C.
2 291 and 292); provided that if any organization or association
3 monopolizes or restrains trade or commerce in any section of
4 this State to an extent that the price of any fishery,
5 agricultural, or consumer product is unduly enhanced by reason
6 thereof, this chapter shall apply to those acts."

7 SECTION 4. Statutory material to be repealed is bracketed
8 and stricken. New statutory material is underscored.

9 SECTION 5. This Act shall take effect on July 1, 3000.



Report Title:

Cooperative Associations

Description:

Changes the name of entities organized under chapter 421C, Hawaii Revised Statutes, from consumer cooperative associations to cooperative associations. Effective 7/1/3000. (HD1)

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

