
HOUSE RESOLUTION

REQUESTING THE DEPARTMENT OF COMMERCE AND CONSUMER AFFAIRS TO
EVALUATE REGISTRATION, REPORTING, AND TRANSPARENCY
MECHANISMS FOR TRUSTS FORMED UNDER CHAPTER 554G, HAWAII
REVISED STATUTES, AND OTHER LARGE PRIVATE TRUSTS.

1 WHEREAS, Chapter 554G, Hawaii Revised Statutes (Chapter
2 554G), authorizes permitted transfers in trust, including self-
3 settled asset protection trusts that allow a settlor to transfer
4 assets into trust while retaining certain beneficial interests;
5 and
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7 WHEREAS, trusts formed under Chapter 554G may hold
8 significant assets and are designed, in part, to provide
9 creditor protection, wealth preservation, and estate-planning
10 advantages; and
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12 WHEREAS, the Department of Taxation has confirmed that
13 trusts formed pursuant to Chapter 554G are not currently tracked
14 or classified in a manner that permits aggregate reporting
15 regarding their number, assets, or income-reporting status; and
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17 WHEREAS, the absence of a tracking or reporting mechanism
18 limits the State's ability to evaluate the scale, fiscal
19 implications, and broader economic impact of these trust
20 structures; and
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22 WHEREAS, legislation introduced during the Regular Session
23 of 2026, including House Bill No. 2368, reflects legislative
24 concerns regarding large private trusts, perpetual or long-
25 duration trusts, and the need for transparency mechanisms
26 sufficient to inform sound public policy; and
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28 WHEREAS, this body has a responsibility to ensure that
29 statutory frameworks authorizing sophisticated trust structures
30 are accompanied by appropriate oversight, reporting, and



1 accountability mechanisms consistent with revenue integrity and
2 the public interest; and

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4 WHEREAS, the Department of Commerce and Consumer Affairs
5 administers registration, licensing, and regulatory oversight
6 for certain fiduciaries, financial entities, and business actors
7 operating in the State; now, therefore,

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9 BE IT RESOLVED by the House of Representatives of the
10 Thirty-third Legislature of the State of Hawaii, Regular Session
11 of 2026, that the Department of Commerce and Consumer Affairs is
12 requested to:

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14 (1) Identify any existing registration, licensing,
15 reporting, or regulatory requirements applicable to
16 trusts formed under Chapter 554G, including
17 requirements applicable to trustees, trust companies,
18 or other fiduciaries administering such trusts;
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20 (2) Evaluate whether existing law provides sufficient
21 authority to require registration or periodic
22 reporting of large private trusts formed under Chapter
23 554G, including reporting of aggregate asset ranges or
24 threshold-based disclosures that would not reveal
25 confidential beneficiary information but would provide
26 policymakers with insight into scale;
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28 (3) Assess whether statutory amendments would be required
29 to establish a reporting framework for large private
30 trusts exceeding specified asset thresholds, including
31 potential annual registration or reporting
32 obligations; and
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34 (4) Provide recommendations regarding the feasibility of
35 implementing transparency mechanisms for large or
36 long-duration private trusts consistent with the
37 public-policy objectives reflected in House Bill No.
38 2368 (Regular Session of 2026); and
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40 BE IT FURTHER RESOLVED that the Department of Commerce and
41 Consumer Affairs is requested to submit a report of its findings
42 and recommendations, including any proposed legislation, to the



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1 Legislature no later than twenty days prior to the convening of
2 the Regular Session of 2027; and

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4 BE IT FURTHER RESOLVED that a certified copy of this
5 Resolution be transmitted to the Director of Commerce and
6 Consumer Affairs.

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OFFERED BY:



MAR 16 2026

