

ACT 135

An Act Amending Chapter 180, Revised Laws of Hawaii 1955, as Amended,
Relating to Building and Loan Association.

Be it Enacted by the Legislature of the State of Hawaii:

SECTION 1. Amend chapter 180 of the Revised Laws of Hawaii 1955, as amended, by adding a new section to be appropriately numbered and to read as follows:

“Sec. 180- . Savings or share accounts as legal investments and as security for bonds; multiple trust accounts. Any administrator, executor, custodian, guardian, trustee, or other fiduciary, insurance company, business or manufacturing company, bank, escrow company, credit union or other financial institution, and any charitable, educational, or eleemosynary corporation or organization, may invest funds held by him or it without any court order, in savings or share accounts of any insured savings association under state supervision, or in accounts of any federal savings and loans association organized under federal law and under federal supervision, and such investments shall be considered legal investments. Such investments may be made directly or through a trustee appointed by such entity under a trust agreement naming such entity as sole beneficiary thereunder. Such entity may establish such a trust and each trust established under a trust agreement authorized by this section shall be valid from the date of its establishment, provided, that it does not violate the rule against perpetuities.

If a deposit of security is required for any purpose, legal investments under this section shall be acceptable as such deposit.

If a bond is required with security, such bond may be furnished, and the legal investments under this section in the amount of such bond, when deposited therewith, shall be acceptable as such security.

This section is supplemental to any law relating to legal investments for any person, corporation or organization referred to in this section and to any law relating to the deposit of securities and the making or filing of bonds with security.”

SECTION 2. This Act shall take effect upon its approval.

(Approved July 5, 1961.) **S.B. 674.**
