

ACT 273

S. B. 1022.

A Bill for An Act Amending Sections 179-18 and 179-20, Revised Laws of Hawaii 1955, as Amended, Relating to Common Trust Funds.

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

SECTION 1. Section 179-18, Revised Laws of Hawaii 1955, as amended, is hereby amended to read as follows:

“Section 179-18. Investment of common trust funds. The funds of a common trust fund may be invested and reinvested in those investments in which trust companies are authorized to invest trust funds.”

SECTION 2. Section 179-20, Revised Laws of Hawaii 1955, as amended, is hereby amended by amending subsection (b) thereof to read as follows:

“(b) No funds of any trust shall be invested in a participation in a common trust fund if such investment would cause the interest of such trust at the time of such investment to be in excess of ten per cent of the value of the assets of the common trust fund as determined in accordance with the plan. In applying the limitation stated in the foregoing sentence, if two or more trusts are created by the same settlor or settlors, and as much as one-half of the income or principal, or both, of each trust is payable or applicable to the use of the same person or persons, such trusts shall be considered as one.”

SECTION 3. This Act shall take effect upon approval.

(Approved June 7, 1967.)