

ACT 142

H.B. NO. 930

A Bill for an Act Relating to Professional Corporations.

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

SECTION 1. Section 416-142, Hawaii Revised Statutes, is amended to read as follows:

**“§416-142 Definitions.** As used in this part:

- (1) “Professional services” means any type of professional services which may be lawfully rendered only by persons licensed pursuant to chapters 442, 448, 453, 455, [458,] 459, 460, 461, 466, 471, and 605, or appointed pursuant to section 554-2.
- (2) “Professional corporation” means a corporation organized under this part which is engaged in rendering professional services in a single

profession, pursuant to a certificate of registration issued by the regulating board of the profession as herein provided, or pursuant to appointment made as provided in section 554-2.

- (3) "Licensed person" means any natural person who is licensed under chapter 442, 448, 453, 455, [458,] 459, 460, 461, 466, 471, or 605, to render the same professional services as are or will be rendered by the professional corporation of which he is, or intends to become, an officer, director, shareholder, or employee, or any natural person who is appointed or who is a stockholder of a professional corporation which is appointed under section 554-2.
- (4) "Disqualified person" means a licensed person who for any reason becomes legally disqualified either temporarily or permanently, to render the same professional services which the particular professional corporation of which he is an officer, director, shareholder, or employee is or was rendering.
- (5) "Regulating board" means the board which is charged with the licensing and regulation of the practice of the profession which the professional corporation is organized to render, or in the case of attorneys, the supreme court of the State, or in the case of trustees appointed under section 554-2, the court supervising the administration of the trust."

SECTION 2. Statutory material to be repealed is bracketed.

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

(Approved June 12, 1981.)