
A BILL FOR AN ACT

RELATING TO ACTIVITY DESKS.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

1 SECTION 1. Chapter 468M, Hawaii Revised Statutes, is
2 amended by adding a new section to be appropriately designated
3 and to read as follows:

4 "~~§468M-~~ Activity desk principal; responsibilities. (a)

5 Each activity desk shall designate a principal who shall have
6 direct management and supervision of the activity desk,
7 including but not limited to compliance with sections 468M-9 and
8 468M-10.

9 (b) The activity desk shall designate the activity desk
10 principal with each registration and registration renewal and
11 shall provide notification in writing to the department within
12 ten days after any change in the designation of the activity
13 desk principal.

14 (c) The activity desk shall disclose the name and contact
15 information of the activity desk principal to a client trust
16 account beneficiary upon request.



1 (d) For purposes of this section, "principal" means a
2 corporate officer or director, a partner in a partnership, a
3 sole proprietor, or an individual with an ownership interest in
4 the activity desk who shall be a signatory of any client trust
5 account of the activity desk."

6 SECTION 2. This Act does not affect rights and duties that
7 matured, penalties that were incurred, and proceedings that were
8 begun before its effective date.

9 SECTION 3. New statutory material is underscored.

10 SECTION 4. This Act shall take effect on July 1, 2015;
11 provided that for current registrants registered with the
12 department of commerce and consumer affairs (department) prior
13 to July 1, 2015, disclosure of an activity desk principal to the
14 department, as required by this Act, shall commence with the
15 registration renewal required for registrations that expire on
16 December 31, 2017.



Report Title:

Activity Desks; Signatories; Client Trust Accounts; Penalties;
Principal

Description:

Requires an activity desk to designate a principal who shall be a signatory on and fully responsible for the client trust account. Specifies responsibilities regarding the designated principal. (SB743 HD2)

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