

STAND. COM. REP. NO.

642

Honolulu, Hawaii

Feb 16, 2007

RE: H.B. No. 1365

Honorable Calvin K.Y. Say  
Speaker, House of Representatives  
Twenty-Fourth State Legislature  
Regular Session of 2007  
State of Hawaii

Sir:

Your Committee on Labor & Public Employment, to which was referred H.B. No. 1365 entitled:

"A BILL FOR AN ACT RELATING TO THE STATE OF HAWAII DEFERRED  
COMPENSATION PLANS,"

begs leave to report as follows:

The purpose of this bill is to clarify that the Board of Trustees of the State Deferred Compensation Plan (Compensation Plan) and State Deferred Compensation Retirement Plan (Retirement Plan) for part-time, temporary, and seasonal or casual employees may select and offer participants, investment products that are commonly offered in the securities industry or other deferred compensation plans that are determined to be reasonable and prudent investment products.

The Department of Human Resources Development, Board of Trustees for both the Compensation Plan and Retirement Plan (Boards) for part-time, temporary, and seasonal or casual employees, and Office of Hawaiian Affairs testified in support of this bill.

The securities industry is a dynamic industry that is constantly changing and offering new types of investment products to the public. Allowing the Boards to select and offer investment products that are prudent and reasonable investments and that keep pace with current securities industry practice is a good means of adapting quickly to an ever-changing economic environment.

HB1365 HSCR LAB HMS 2007-2228



As affirmed by the record of votes of the members of your Committee on Labor & Public Employment that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 1365 and recommends that it pass Second Reading and be referred to the Committee on Finance.

Respectfully submitted on  
behalf of the members of the  
Committee on Labor & Public  
Employment,



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ALEX M. SONSON, Chair



