

## DEPARTMENT OF THE ATTORNEY GENERAL

## **News Release**

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## Attorney General Suspends Professional Solicitor's Registration

(HONOLULU) On May 11, 2007, Attorney General Mark Bennett gave notice of the suspension of Hawaii Promotion, Inc.'s registration as a professional solicitor for charitable organizations for a period of ninety days. The Attorney General also imposed \$3,000 in administrative penalties under Hawaii's charitable solicitation law.

Hawaii Promotions, Inc. has contracts with The Music Foundation of Hawaii and Hawaii's Lifeguard & Water Safety Fund to solicit funds from the public.

An investigation revealed that Hawaii Promotions, Inc. failed to comply with a requirement that requires all solicitors, before attempting to collect a donation, to disclose clearly and conspicuously the following information, in writing:

- The full legal name, address, and telephone number of the individual professional solicitor who directly communicated with the contributor; and
- A disclosure that the contribution is not tax-deductible, if applicable, or, if the
  professional solicitor maintains that the contribution is tax-deductible in whole or in
  part, the portion of the contribution that the professional solicitor maintains is taxdeductible.

In the case of the Music Foundation of Hawaii, the Foundation lost its tax exempt status when it was involuntarily dissolved by the State in 2004. The Foundation re-incorporated in 2007 but failed to re-apply for tax exempt status with the Internal Revenue Service. Therefore, donations to the Foundation are not tax-deductible. Any person who contributed funds to the Foundation in the belief that their contribution was tax deductible should contact Deputy Attorney General Hugh R. Jones at 586-1473.

Hawaii Promotions, Inc. is entitled to request an administrative hearing to review the Attorney General's decision to suspend its registration as a professional solicitor.

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Information regarding the registration law and a list of registered and bonded fundraisers are available on the Attorney General's website at <a href="http://www.hawaii.gov/ag/charityresources.htm">http://www.hawaii.gov/ag/charityresources.htm</a>

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