### A BILL FOR AN ACT

SECTION 1. Section 456-3, Hawaii Revised Statutes, is

RELATING TO NOTARIES PUBLIC.

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

2 amended to read as follows: 3 "§456-3 Seal. Every notary public shall constantly keep 4 an engraved seal of office or a rubber stamp facsimile seal 5 which shall clearly show, when embossed, stamped, or impressed 6 upon a document, only the notary's name, the notary's commission 7 number, and the words, "notary public" and "State of Hawaii". 8 The notary public shall authenticate all the notary's official 9 acts, attestations, certificates, and instruments therewith, and 10 shall always add to an official signature the typed or printed 11 name of the notary and a statement showing the date that the 12 notary's commission expires. Upon resignation, death, **13** expiration of term of office without reappointment, or removal 14 from or abandonment of office, the notary shall immediately 15 deliver the notary's seal to the attorney general who shall

deface or destroy the same. If any notary fails to comply with

this section within ninety days of the date of the notary's

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- 1 resignation, expiration of term of office without reappointment,
- 2 or removal from or abandonment of office or if the notary's
- 3 personal representative fails to comply with this section within
- 4 ninety days of the notary's death, then the notary public or the
- 5 notary's personal representative shall forfeit to the State not
- 6 more than \$200, in the discretion of the court, to be recovered
- 7 in an action brought by the attorney general on behalf of the
- 8 State."
- 9 SECTION 2. Section 456-9, Hawaii Revised Statutes, is
- 10 amended to read as follows:
- 11 "§456-9 Fees and administrative fines. (a) The attorney
- 12 general shall charge and collect the following fees for:
- 13 (1) Issuing the original commission, [\$40;] \$60; and
- 14 (2) Renewing the commission, [\$40.] \$60.
- Notwithstanding the foregoing, the attorney general may
- 16 establish and adjust fees pursuant to chapter 91.
- 17 (b) The court fees for filing a copy of a commission and
- 18 for each certificate of authentication shall be specified by the
- 19 supreme court.
- 20 (c) The attorney general may impose and collect the
- 21 following administrative fines for a notary public's failure to:
- 22 (1) Maintain an official seal of one type, either a single
- engraved seal or a single rubber stamp facsimile seal,

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1		on which shall be inscribed the name of the notary
2		public, the commission number of the notary public,
3		and the words "notary public" and "State of Hawaii"
4		only, \$20;
5	(2)	Surrender the notary public's seal and certificate to
6		the attorney general within ninety days of
7		resignation, removal from office, or the expiration of
8		a term without renewal, \$200;
9	(3)	Authenticate every acknowledgment or jurat with a
10		certificate that shall be signed and dated by the
11		notary, include the printed name and official stamp or
12		seal of the notary, identify the jurisdiction in which
13		the notarial act is performed, describe in close
14		proximity to the acknowledgment or jurat the document
15		being notarized, and state the number of pages and
16		date of the document, \$500;
17	(4)	Record all of the notary public's transactions as
18		prescribed by section 456-15 and applicable rules,
19		\$200;
20	(5)	Surrender the notary public's record books to the
21		attorney general within ninety days of the end of the
22		commission, resignation, or removal from office, \$500;
23		and

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1	(6) Notify the attorney general within ten days after
2	loss, misplacement, or theft of the notary public's
3	seal, stamp, or any record book, inform the
4	appropriate law enforcement agency in the case of
5	theft, and deliver a copy of the law enforcement
6	agency's report of the theft to the attorney general,
<b>7</b> /	\$20.
8	(d) The foregoing moneys collected by the attorney general
9	pursuant to this section shall be deposited into the notaries
10	public revolving fund established by section 456-9.5, except
11	that if that fund is terminated, the foregoing moneys shall
12	thereafter be deposited with the director of finance to the
13	credit of the general fund."
14	SECTION 3. Statutory material to be repealed is bracketed
15	and stricken. New statutory material is underscored.
16	SECTION 4. This Act shall take effect upon its approval.
17	INTRODUCED BY: Colin of Son
18	INTRODUCED BY:
19	BY REQUEST
	JAN 2 3 2012

### H.B. NO. 2452

### Report Title:

Notaries Public

#### Description:

Clarify the information required to be on notary seals and increase the fees to become a notary and to renew a notary commission.

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.

#### JUSTIFICATION SHEET

DEPARTMENT:

Attorney General

TITLE:

A BILL FOR AN ACT RELATING TO NOTARIES

PUBLIC.

PURPOSE:

To clarify the information required to be on

notary seals and to increase the fee to

become a notary public and to renew a notary

commission.

MEANS:

Amend sections 456-3 and 456-9, Hawaii

Revised Statutes.

JUSTIFICATION:

Section 5-11-5(a), Hawaii Administrative Rules, requires every notary public to "obtain and keep an official seal of one type, either an engraved seal or a rubber stamp facsimile seal, on which shall be inscribed the name of the notary public, the commission number of the notary public, and the words 'notary public' and the 'State of Hawaii.'"

The new requirement of the commission number of the notary on the notary's seal or stamp was added to help deter fraudulent use of notary seals or stamps in that the commission number could be used to quickly ascertain whether the notary was properly commissioned in this State. Several other states such as California, Oregon, and New York similarly require the commission number on the notary's stamp or seal.

Currently, sections 456-3 and 456-9, Hawaii Revised Statutes, require notaries to have an engraved seal or rubber stamp seal with the notary's name, "and the words, 'notary public' and 'State of Hawaii.'" The amendment of sections 456-3 and 456-9, Hawaii Revised Statutes, will clarify that the commission number of the notary public

is required on the notary public's stamp or seal.

Fees for notaries were last increased fourteen years ago in 1998, when they increased from \$35 to \$40. Over the years. the number of notaries has tremendously increased, largely due to the rising number of notaries employed with real estate companies, mortgage companies, title companies, financial institutions, and law firms. With this ever-growing number of notaries comes a likewise rising number of inquiries from employers, applicants, notaries themselves, and affected consumers. We receive thousands of inquires and complaints each year, as well as timeconsuming requests for copies of notary record books.

Research of notary fees across the nation shows that Hawaii's fees are on the low side, whereas states such as New York (\$75) and California (\$92) are much higher.

In addition, due to the increase in notary applications, inquiries, complaints, and record requests, additional staff has been tasked to assist the Notary Office. The Notary Revolving Fund pays a portion of the salaries of these staff positions.

Impact on the public: Because notaries already obtain new stamps or seals in compliance with section 5-11-5(a), Hawaii Administrative Rules, two of the amendments will have no negative impact on the public. In fact, it will help reduce confusion and assist notaries in clarifying exactly what information is required on notary stamps or seals.

The increase in fees will result in a \$5 per year increase for a notary's four-year commission term, a nominal cost given the fourteen years since the last increase.

Impact on the department and other agencies:
These statutory amendments will help reduce
the amount of time spent by the Department's
staff in responding to questions about
notary's stamps and seals. The increase in
fees will enable the Department to respond
more timely to inquiries, complaints, and
record book searches, as well as process
applications and renewals.

GENERAL FUND:

None.

OTHER FUNDS:

None.

PPBS PROGRAM

DESIGNATION:

ATG 100.

OTHER AFFECTED

AGENCIES:

None.

EFFECTIVE DATE:

Upon approval.