A BILL FOR AN ACT

RELATING TO COMMISSIONERS OF DEEDS.

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

SECTION 1. Chapter 503B, Hawaii Revised Statutes, is		
amended by adding four new sections to be appropriately		
designated and to read as follows:		
"§503B-A Rules. The lieutenant governor may adopt rules		
pursuant to chapter 91 as the lieutenant governor deems		
necessary to implement this chapter, the appointment and duties		
of commissioners of deeds, and other measures necessary to		
prevent the fraudulent use of a document affixed with the		
commissioner of deeds' seal. The rules shall have the force and		
commissioner of deeds' seal. The rules shall have the force and		
commissioner of deeds' seal. The rules shall have the force and effect of law.		
commissioner of deeds' seal. The rules shall have the force and effect of law. §503B-B Fees and administrative fines. (a) The		
commissioner of deeds' seal. The rules shall have the force and effect of law. §503B-B Fees and administrative fines. (a) The lieutenant governor shall charge and collect the following fees:		
commissioner of deeds' seal. The rules shall have the force and effect of law. §503B-B Fees and administrative fines. (a) The lieutenant governor shall charge and collect the following fees: (1) Application for commissioner of deeds commission, \$10;		

\$<u>10;</u>

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1	(4)	Application for reinstatement of suspended commission,
2		\$10;
3	(5)	Issuance of the original commission, \$40; and
4	(6)	Renewal of the commission, \$40;
5	(7)	Restoration of forfeited commission, \$60;
6	(8)	Reinstatement of suspended commission, \$40; and
7	(9)	Commission name change, \$10.
8	Fees	may be adjusted by adopting rules pursuant to chapter
9	91.	
10	(b)	The lieutenant governor may impose and collect the
11	following	administrative fines for the commissioner of deeds'
12	failure t	o do the following:
13	(1)	Maintain an official seal in accordance with section
14		503B-2(a)(1) and any rule adopted pursuant to chapter
15		91, \$20;
16	(2)	Surrender the commissioner of deeds' seal and
17		certificate to the lieutenant governor within ninety
18		days of resignation, removal from office, or the
19		expiration of a term without renewal, \$200;
20	(3)	Authenticate every acknowledgment or jurat with a
21		certificate that is signed and dated by a commissioner

1		and in a form prescribed by the lieutenant governor,
2		<u>\$500;</u>
3	(4)	Record all of the commissioner of deeds' transactions
4		as prescribed by section 503B-4 and any rules adopted
5		pursuant to chapter 91, \$200;
6	(5)	Surrender the commissioner of deeds' record books to
7		the lieutenant governor within ninety days of the end
8		date of the commission, resignation, or removal from
9		office, \$500;
10	(6)	Notify the lieutenant governor within ten days after
11		loss or misplacement of the commissioner's seal or
12		record book, or both, \$20; and
13	(7)	In the case of a theft of the commissioner's seal or
14		record book, or both, \$20; and:
15		(A) Notify the lieutenant governor within ten days of
16		the theft;
17		(B) Inform the appropriate local law enforcement
18		agency of the theft within ten days of discovery
19		of the theft or, if the theft occurs on a vessel,
20		inform the vessel's captain of the theft within
21		ten days of discovery of the theft;

1	(C)	Use reasonable efforts to obtain a copy of a
2		report of the theft from the appropriate local
3		law enforcement agency or, if the theft occurs on
4		a vessel, obtain a copy the report of the theft
5		from the vessel's captain or other officer; and
6	(D)	Deliver a copy of any report of the theft to the
7		lieutenant governor within ten days after receipt
8		thereof.
9	Administr	ative fines may be adjusted by adopting rules
10	pursuant to ch	apter 91. Moneys collected by the lieutenant
11	governor pursu	ant to this section shall be deposited into the
12	commissioner o	f deeds revolving fund established by section
13	503B-C, except	that if that fund is terminated, the moneys shall
14	thereafter be	deposited by the director of finance to the credit
15	of the general	fund.
16	§503B-C	Commissioner of deeds revolving fund. (a) There
17	<u>is established</u>	in the state treasury the commissioner of deeds
18	revolving fund	into which shall be deposited:
19	<u>(1)</u> All	fees or administrative fines received pursuant to
20	sect	ion 503B-B;

1	(2)	Appropriations made by the legislature and deposited	
2		into the commissioner of deeds revolving fund; and	
3	(3)	Interest earned on money in the commissioner of deeds	
4		revolving fund.	
5	<u>(b)</u>	The commissioner of deeds revolving fund shall be	
6	administe	red by the office of the lieutenant governor.	
7	Notwithst	anding any law to the contrary, moneys in the	
8	commissioner of deeds revolving fund shall be used for personne		
9	costs, th	e acquisition of equipment, and any operating and	
10	administrative costs deemed necessary by the office of the		
11	lieutenant governor to administer this chapter. The moneys in		
12	the fund may also be used to train personnel as deemed necessar		
13	by the lieutenant governor and for any other activity related t		
14	commissio	ners of deeds.	
15	<u>§503</u>	B-D Immunity. (a) The lieutenant governor and	
16	employees of the office of the lieutenant governor shall be		
17	immune fr	om liability for good faith conduct under this chapter.	
18	(b)	Notwithstanding any law to the contrary, nothing in	
19	this chap	ter shall be construed to constitute a waiver of any	
20	immunity	of the State, and no action or failure to act under	
21	this chap	ter shall be construed to create any liability for the	

- 1 State or its officers or employees for the recovery of any
- 2 damages caused by any action or failure to act."
- 3 SECTION 2. Section 503B-1, Hawaii Revised Statutes, is
- 4 amended to read as follows:
- 5 "[+] §503B-1[+] Commissioners; appointment. The lieutenant
- 6 governor may appoint commissioners who shall serve for four
- 7 years from the date of the individual commissioner's respective
- 8 appointment, unless removed by the lieutenant governor."
- 9 SECTION 3. Section 503B-3, Hawaii Revised Statutes, is
- 10 amended to read as follows:
- "[{] §503B-3[}] Powers; charges. A commissioner, in any
- 12 foreign country; in international waters; and in any possession,
- 13 territory, or commonwealth of the United States, including but
- 14 not limited to the United States territorial seas, may
- 15 administer oaths and take acknowledgments and proofs of
- 16 execution of any deed, assignment of lease, apartment deed and
- 17 ground lease, condominium conveyance document, mortgage, deed of
- 18 trust, contract, power of attorney, or any other instrument or
- 19 writing to be used or recorded in the State in connection with:
- 20 (1) A time share interest;
- 21 (2) Any property subject to a time share plan; or

- 1 (3) The operation of a time share plan that includes any
- property located within the State;
- 3 provided that the instrument or writing is executed in
- 4 international waters or in the United States territorial seas,
- 5 or outside of the fifty states and the District of Columbia.
- 6 Oaths, acknowledgments, and proofs of execution shall be taken
- 7 or made in the manner provided by the laws of the State,
- 8 including but not limited to sections 502-42, 502-43, 502-48,
- 9 502-61, 502-62, and 502-63, and shall be certified by the
- 10 commissioner under the commissioner's official seal. The
- 11 certification shall be endorsed on or attached to the instrument
- 12 or writing and shall have the same effect as if made or taken in
- 13 the State by a notary public commissioned in the State. Charges
- 14 made by commissioners for services rendered shall be no higher
- 15 than the rates authorized by any law governing similar services
- 16 rendered by notaries within the jurisdictions in which the
- 17 services are performed."
- 18 SECTION 4. Section 503B-8, Hawaii Revised Statutes, is
- 19 amended by amending subsection (a) to read as follows:
- 20 "(a) Each commissioner forthwith and before entering upon
- 21 the duties of the commissioner's office shall execute at the

- 1 commissioner's own expense an official surety bond or deposit
- 2 with the lieutenant governor a cash bond, which in either case
- 3 shall be in the sum of [\$1,000.] \$10,000. Each bond shall be
- 4 approved by the office of the lieutenant governor."
- 5 SECTION 5. In codifying the new sections added by section
- 6 1 of this Act, the revisor of statutes shall substitute
- 7 appropriate section numbers for the letters used in designating
- 8 the new sections in this Act.
- 9 SECTION 6. Statutory material to be repealed is bracketed
- 10 and stricken. New statutory material is underscored.
- 11 SECTION 7. This Act shall take effect on January 7, 2059.

Report Title:

Commissioners of Deeds; Rules; Fees

Description:

Clarifies the lieutenant governor's rulemaking authority; authorizes the lieutenant governor to assess and collect fees and administrative fines; and establishes a revolving fund into which the fees and administrative fines are to be deposited; clarifies that the lieutenant governor is responsible for the program; and increases the surety bond requirement from \$1,000 to \$10,000. Effective 01/07/2059. (SD1)

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