HOUSE OF REPRESENTATIVES THIRTIETH LEGISLATURE, 2020 STATE OF HAWAII H.B. NO. ¹⁸⁰³ H.D. 1

A BILL FOR AN ACT

RELATING TO NOTARIAL ACTS.

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

1 SECTION 1. The legislature finds that electronic 2 communications make it possible to perform notarial acts by new 3 Some of the earliest transactions governed by law are means. notarial acts performed by words inscribed on paper with manual 4 5 signatures and physical impressions of notarial seals. However, 6 technology has advanced and audio and visual communications 7 between individuals performed by electronic means are 8 increasingly replacing in-person communications, just as 9 electronic records are increasingly replacing paper documents. 10 Twenty-two states have enacted legislation for remote online The legislature further finds that the public will 11 notaries. 12 benefit from the use of modern technology to obtain notarial 13 services, with consumer protections in place to protect against incidents of fraud. 14

15 The purpose of this Act is to codify the relevant portions 16 of the Revised Uniform Law on Notarial Acts (2018) including 17 provisions that permit notaries public to perform notarial acts

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| 1 | utilizing electronic documents with electronic signatures and |
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| 2 | seals, without the necessity of the notary public and the |
| 3 | individual requesting the notarial services being in the same |
| 4 | physical location; provided that the notary public and |
| 5 | individual can communicate with each other simultaneously by |
| 6 | sight and sound by means of communication technology. |
| 7 | SECTION 2. Chapter 456, Hawaii Revised Statutes, is |
| 8 | amended by adding six new sections to be appropriately |
| 9 | designated and to read as follows: |
| 10 | " <u>\$456-A</u> Authority to refuse to perform notarial act. (a) |
| 11 | A notary public may refuse to perform a notarial act if the |
| 12 | notary public is not satisfied that: |
| 13 | (1) The person executing the document is competent or has |
| 14 | the capacity to execute the document; or |
| 15 | (2) The person's signature is knowingly and voluntarily |
| 16 | made. |
| 17 | (b) A notary public may refuse to perform a notarial act |
| 18 | unless the refusal is prohibited by any provision of law other than |
| 19 | this chapter. |
| 20 | §456-B Notarial act performed for remotely located |
| 21 | individual. (a) A remotely located individual may comply with |



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| 1 | any requirement of | the laws of this State to appear personally | |
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| 2 | before or be in th | ne presence of a notary public at the time of | |
| 3 | the performance of | f a notarial act by using communication | |
| 4 | technology to appe | ear before a notary public. | |
| 5 | (b) A notar | y public located in this State may perform a | |
| 6 | notarial act using | g communication technology for a remotely | |
| 7 | located individual if: | | |
| 8 | (1) The note | ary public has received from the attorney | |
| 9 | general | an endorsement to the notary public's | |
| 10 | commiss | ion under section 456-C and: | |
| 11 | <u>(A)</u> Ha | s personal knowledge of the identity of the | |
| 12 | in | dividual; | |
| 13 | <u>(B)</u> Ha | s satisfactory evidence of the identity of the | |
| 14 | re | motely located individual by oath or | |
| 15 | af | firmation from a credible witness appearing | |
| 16 | be | fore the notary public under this chapter or | |
| 17 | th | is section; or | |
| 18 | <u>(C)</u> Ha | s satisfactory evidence of the identity of the | |
| 19 | re | motely located individual by using at least two | |
| 20 | di | fferent types of identity proofing; | |

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| 1 | (2) | The notary | y public is reasonably able to confirm that a |
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| 2 | | document l | pefore the notary public is the same document |
| 3 | | in which | the remotely located individual made a |
| 4 | | statement | or on which the remotely located individual |
| 5 | | executed a | a signature; |
| 6 | (3) | The notar | y public, or a person acting on behalf of the |
| 7 | | notary pu | blic, creates an audio-visual recording of |
| 8 | | the perfo | rmance of the notarial act; and |
| 9 | (4) | For a rem | otely located individual located outside the |
| 10 | | United St | ates: |
| 11 | | (A) The | document: |
| 12 | | <u>(i)</u> | Is to be filed with or relates to a matter |
| 13 | | | before a public official or court, |
| 14 | | | governmental entity, or other entity subject |
| 15 | | | to the jurisdiction of the United States; or |
| 16 | | <u>(ii)</u> | Involves property located in the territorial |
| 17 | | | jurisdiction of the United States or |
| 18 | | | involves a transaction substantially |
| 19 | | | connected with the United States; and |



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| 1 | (B) The act of making the statement or signing the |
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| 2 | record is not prohibited by the foreign state in |
| 3 | which the remotely located individual is located. |
| 4 | (c) If a notarial act is performed under this section, any |
| 5 | certificate of notarial act required by this chapter or other |
| 6 | laws of this State shall indicate that the notarial act was |
| 7 | performed using communication technology. |
| 8 | (d) A form of certificate of notarial act subject to this |
| 9 | section and authorized by the laws of this State, including a |
| 10 | certificate of acknowledgment provided in section 502-41, is |
| 11 | sufficient if it: |
| 12 | (1) Complies with rules adopted under this section; or |
| 13 | (2) Is in the form authorized by the laws of this State |
| 14 | and contains a statement substantially as follows: |
| 15 | "This notarial act involved the use of communication |
| 16 | technology.". |
| 17 | (e) A notary public, guardian, conservator, or agent of a |
| 18 | notary public, or a personal representative of a deceased notary |
| 19 | public shall retain the audio-visual recording created under |
| 20 | this section or cause the recording to be retained by a |
| 21 | repository designated by or on behalf of the person required to |

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| 1 | retain the | e recording. Unless a different period is required by |
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| 2 | rules ado <u>r</u> | oted under this section, the recording shall be |
| 3 | retained f | for a period of at least ten years after the recording |
| 4 | is made. | · · |
| 5 | <u>(f)</u> | In addition to adopting, amending, or repealing rules |
| 6 | under sect | tions 456-1.5 and 456-8, the attorney general may |
| 7 | adopt, ame | end, or repeal rules pursuant to chapter 91 regarding |
| 8 | the perfor | rmance of notarial acts under this section, including: |
| 9 | (1) | Prescribing the means of performing a notarial act |
| 10 | | involving a remotely located individual using |
| 11 | | communication technology; |
| 12 | (2) | Establishing standards for communication technology |
| 13 | | and identity proofing; |
| 14 | (3) | Establishing requirements and procedures to approve |
| 15 | | providers of communication technology and the process |
| 16 | | of identity proofing; and |
| 17 | (4) | Establishing standards and a period of retention of an |
| 18 | | audio-visual recording created under this section. |
| 19 | (g) | Before adopting, amending, or repealing a rule |
| 20 | governing | the performance of a notarial act with respect to a |



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| 1 | remotely | located individual, the attorney general shall |
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| 2 | consider: | |
| 3 | (1) | The most recent standards regarding the performance of |
| 4 | | a notarial act with respect to a remotely located |
| 5 | | individual promulgated by national standard-setting |
| 6 | | organizations and the recommendations of the National |
| 7 | | Association of Secretaries of State; |
| 8 | (2) | The standards, practices, and customs of other |
| 9 | | jurisdictions that have laws substantially similar to |
| 10 | | this section; and |
| 11 | (3) | The views of governmental officials and entities and |
| 12 | | other interested persons. |
| 13 | <u>(h)</u> | For purposes of this section: |
| 14 | "Com | munication technology" means an electronic device or |
| 15 | process t | hat: |
| 16 | (1) | Allows a notary public and a remotely located |
| 17 | | individual to communicate with each other |
| 18 | | simultaneously by sight and sound; and |
| 19 | (2) | When necessary and consistent with other applicable |
| 20 | | law, facilitates communication with a remotely located |

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| 1 | individual who has a vision, hearing, or speech |
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| 2 | impairment. |
| 3 | "Foreign state" means a jurisdiction other than the United |
| 4 | States, a state of the United States, the District of Columbia, |
| 5 | Puerto Rico, the United States Virgin Islands, any territory or |
| 6 | insular possession subject to the jurisdiction of the United |
| 7 | States, or a federally recognized Indian tribe. |
| 8 | "Identity proofing" means a process or service by which a |
| 9 | third person provides a notary public with a means to verify the |
| 10 | identity of a remotely located individual by a review of |
| 11 | personal information from public or private data sources. |
| 12 | "Outside the United States" means a location outside the |
| 13 | geographic boundaries of the United States, Puerto Rico, the |
| 14 | United States Virgin Islands, and any territory, insular |
| 15 | possession, or other location subject to the jurisdiction of the |
| 16 | United States. |
| 17 | "Remotely located individual" means an individual who is |
| 18 | not in the physical presence of the notary public who performs a |
| 19 | notarial act under this section. |
| 20 | §456-C Application; qualifications . (a) A notary public |
| 21 | or an applicant for appointment as a notary public may apply to |



| 1 | the attor | ney general in the manner provided by this section for | | |
|----|--|--|--|--|
| 2 | an endorsement to the notary public's commission authorizing the | | | |
| 3 | notary pu | blic to perform notarial acts for remotely located | | |
| 4 | individua | ls under section 456-B. | | |
| 5 | (b) | A person shall qualify for an endorsement under this | | |
| 6 | section b | <u>vy:</u> | | |
| 7 | (1) | Satisfying the qualification requirements for | | |
| 8 | | appointment as a notary public under this chapter and | | |
| 9 | | having or receiving an active commission as a notary | | |
| 10 | | <pre>public;</pre> | | |
| 11 | (2) | Paying the application fee; and | | |
| 12 | (3) | Submitting to the attorney general an application in | | |
| 13 | | the form prescribed by the attorney general that | | |
| 14 | | satisfies the attorney general that the applicant is | | |
| 15 | | qualified. | | |
| 16 | (c) | The attorney general may charge a fee for an | | |
| 17 | applicati | on submitted under this section in an amount necessary | | |
| 18 | <u>to admini</u> | ster this section. | | |
| 19 | (d) | The communication technology selected by a notary | | |
| 20 | public fo | or notarial acts performed for remotely located | | |
| 21 | individua | als under section 456-B shall conform to the attorney | | |



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| 1 | general's standards developed under this section and section |
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| 2 | <u>456-B(f)</u> . |
| 3 | (e) The notary public shall forthwith file a literal or |
| 4 | photostatic copy of the endorsement to the person's commission |
| 5 | with the clerk of the circuit court of the circuit in which the |
| 6 | notary public resides. |
| 7 | <u>§456-D</u> Notification regarding performance of notarial act |
| 8 | on electronic record; selection of technology; acceptance of |
| 9 | tangible copy of electronic record. (a) A notary public may |
| 10 | select one or more tamper-evident technologies to perform |
| 11 | notarial acts with respect to electronic documents. A person |
| 12 | shall not require a notary public to perform a notarial act with |
| 13 | respect to an electronic document with a technology that the |
| 14 | notary public has not selected. |
| 15 | (b) Before a notary public performs the notary public's |
| 16 | initial notarial act with respect to an electronic document, a |
| 17 | notary public shall notify the attorney general that the notary |
| 18 | public will be performing notarial acts with respect to |
| 19 | electronic documents and identify the technology the notary |
| 20 | public intends to use. If the attorney general has established |



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| 1 | standards for technology pursuant to section 456-1.5 or 456-8, |
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| 2 | the technology shall conform to the standards. |
| 3 | (c) The registrar of conveyances shall accept for |
| 4 | recording under chapter 502 a tangible copy of an electronic |
| 5 | document containing a notarial certificate, which shall be |
| 6 | deemed to satisfy any requirement that a document accepted for |
| 7 | recording shall be an original; provided that the notary public |
| 8 | executing the notarial certificate shall certify that the |
| 9 | tangible copy is an accurate copy of the electronic document. |
| 10 | §456-E Validity of notarial acts. Except as otherwise |
| 11 | provided in section 456-14(b), the failure of a notary public to |
| 12 | perform a duty or meet a requirement specified in this chapter |
| 13 | does not invalidate a notarial act performed by the notary |
| 14 | public. The validity of a notarial act under this chapter shall |
| 15 | not prevent an aggrieved person from seeking to invalidate the |
| 16 | document or transaction that is the subject of the notarial act |
| 17 | or from seeking other remedies based on the laws of this State |
| 18 | other than this chapter or based on the laws of the United |
| 19 | States. This section shall not validate a purported notarial |
| 20 | act performed by a person who does not have the authority to |
| 21 | perform notarial acts. |



| 1 | <u>§456-F</u> Relation to federal Electronic Signatures in Global |
|----|---|
| 2 | and National Commerce Act. This chapter modifies, limits, and |
| 3 | supersedes the federal Electronic Signatures in Global and |
| 4 | National Commerce Act, title 15 United States Code section 7001, |
| 5 | et seq., but does not modify, limit, or supersede section 101(c) |
| 6 | of that Act, or authorize electronic delivery of any of the |
| 7 | notices described in section 103(b) of that Act." |
| 8 | SECTION 3. Section 456-1, Hawaii Revised Statutes, is |
| 9 | amended to read as follows: |
| 10 | "§456-1 Appointment; renewal. (a) The attorney general |
| 11 | may, in the attorney general's discretion, appoint and |
| 12 | commission such number of notaries public for the State as the |
| 13 | attorney general deems necessary for the public good and |
| 14 | convenience. The term of office of a notary public shall be |
| 15 | four years from the date of the [notary's] <u>notary public's</u> |
| 16 | commission, unless sooner removed by the attorney general for |
| 17 | cause after [due] the opportunity for hearing; provided that |
| 18 | after [due] <u>the opportunity for</u> hearing the commission of a |
| 19 | notary public may be revoked or the notary public may be |
| 20 | otherwise disciplined by the attorney general in any case where |
| 21 | any change occurs in the [notary's] <u>notary public's</u> office, |



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1 occupation, residence, or employment [which] that in the
2 attorney general's judgment renders the holding of such
3 commission by the notary <u>public</u> no longer necessary for the
4 public good and convenience. Each notary <u>public</u> shall, upon any
5 change in the [notary's] <u>notary public's</u> office, occupation,
6 residence, or employment, forthwith report the same to the
7 attorney general.

8 Each notary public shall be responsible for renewing (b) 9 the notary public's commission on a timely basis and satisfying 10 the renewal requirements provided by law. The failure to renew 11 a commission in a timely manner [may] shall cause the commission 12 to be forfeited[, if the attorney general finds that the failure was done knowingly]; provided that a forfeited commission may be 13 14 restored by the attorney general within one year after the date of forfeiture upon compliance with the commission renewal 15 16 requirements provided by law and upon written application and 17 payment of all applicable fees."

18 SECTION 4. Section 456-1.6, Hawaii Revised Statutes, is19 amended to read as follows:

20 "§456-1.6 Definitions. As used in this chapter, unless
21 the context requires otherwise:



| 1 | "Acknowledgment" means a declaration by a person before a |
|----|--|
| 2 | notary public that the person has signed a document for the |
| 3 | purpose stated in the document and, if the document is signed in |
| 4 | a representative capacity, that the person signed the document |
| 5 | with proper authority and signed it as the act of the person or |
| 6 | entity identified in the document. |
| 7 | "Alter" means to change by means of erasure, obliteration, |
| 8 | deletion, insertion of new content, or transposition of content. |
| 9 | "Document" means information that is inscribed on a |
| 10 | tangible medium or that is stored in an electronic or other |
| 11 | medium and is retrievable in perceivable form. |
| 12 | "Electronic" means relating to technology having |
| 13 | electrical, digital, magnetic, wireless, optical, |
| 14 | electromagnetic, or similar capabilities. |
| 15 | "Electronic signature" means an electronic symbol, sound, |
| 16 | or process attached to or logically associated with a document |
| 17 | and executed or adopted by a person with the intent to sign the |
| 18 | document. |
| 19 | "In a representative capacity" means acting as: |

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| 1 | (1) | An authorized officer, agent, partner, trustee, or |
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| 2 | | other representative for a person other than an |
| 3 | | individual; |
| 4 | (2) | A public officer, personal representative, guardian, |
| 5 | | or other representative, in the capacity stated in a |
| 6 | | document; |
| 7 | (3) | An agent or attorney-in-fact for a principal; or |
| 8 | (4) | An authorized representative of another in any other |
| 9 | | capacity. |
| 10 | <u>"Not</u> | arial act" means an act, whether performed with respect |
| 11 | to a tang | ible or electronic document, that a notary public may |
| 12 | <u>perform u</u> | nder the laws of this State. "Notarial act" includes |
| 13 | taking an | acknowledgment, administering an oath or affirmation, |
| 14 | taking a | verification on oath or affirmation, witnessing or |
| 15 | attesting | a signature, certifying or attesting a copy, and |
| 16 | noting a | protest of a negotiable instrument. |
| 17 | "Not | ary public" means an individual commissioned to perform |
| 18 | <u>a notaria</u> | l act by the attorney general under this chapter. |
| 19 | "Per | sonally knowing" or "personal knowledge" means having |
| 20 | an acquai | ntance, derived from association with the individual, |



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| I | which establis | nes the individual's identity with at least a |
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| 2 | reasonable cer | tainty. |
| 3 | "Proof of | the signer's signature and identity" means [proof |
| 4 | evidenced by p | roduction of a current identification card or |
| 5 | document issue | d by the United States, this State, any other |
| 6 | state, or a na | tional government that contains the bearer's |
| 7 | photograph and | signature.] satisfactory evidence of the identity |
| 8 | of an individu | al appearing before the notary public if the |
| 9 | notary public | can identify the individual: |
| 10 | <u>(1)</u> By m | eans of: |
| 11 | <u>(A)</u> | A passport, driver's license, or |
| 12 | | government-issued nondriver identification card |
| 13 | | that is valid or expired not more than three |
| 14 | | years before the performance of the notarial act |
| 15 | | and contains the signature and photograph of the |
| 16 | | individual; |
| 17 | <u>(B)</u> | Another form of government identification issued |
| 18 | | to an individual that is valid or expired not |
| 19 | | more than three years before performance of the |
| 20 | x | notarial act, contains the signature and |

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| 1 | | | photograph of the individual, and is satisfactory |
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| 2 | | | to the notary public; or |
| 3 | | <u>(C)</u> | Oath or affirmation of a credible witness |
| 4 | | | personally appearing before the notary public and |
| 5 | | | known to the notary public or whom the notary |
| 6 | | | public can identify on the basis of a passport, |
| 7 | | | driver's license, or government issued nondriver |
| 8 | | | identification card which is valid or expired not |
| 9 | | | more than three years before performance of the |
| 10 | | | notarial act; and |
| 11 | (2) | <u>At t</u> | he notary public's discretion, by requiring an |
| 12 | | indi | vidual to provide additional information or |
| 13 | | iden | tification credential necessary to assure the |
| 14 | | nota | ry public of the identity of the individual. |
| 15 | <u>"Sig</u> | n" me | ans, with present intent to authenticate or adopt |
| 16 | a documen | <u>t:</u> | |
| 17 | (1) | <u>To e</u> | xecute or adopt a tangible symbol; or |
| 18 | (2) | <u>To a</u> | ttach or logically associate with the document an |
| 19 | | elec | tronic symbol, sound, or process. |
| 20 | "Sig | natur | e" means a tangible symbol or an electronic |
| 21 | signature | that | evidences the signing of a document. |



| 1 | "Stamping device" means: |
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| 2 | (1) A physical device capable of embossing, stamping, or |
| 3 | impressing upon a tangible document a seal of office; or |
| 4 | (2) An electronic device or process capable of attaching to |
| 5 | or logically associating with an electronic document a |
| 6 | seal of office. |
| 7 | "Tamper-evident" means displaying evidence of any change to an |
| 8 | electronic document. |
| 9 | "Verification on oath or affirmation" means a declaration, |
| 10 | made by a person on oath or affirmation before a notary public, |
| 11 | that a statement in a document is true." |
| 12 | SECTION 5. Section 456-3, Hawaii Revised Statutes, is |
| 13 | amended to read as follows: |
| 14 | "§456-3 Seal. Every notary public shall constantly keep |
| 15 | an engraved seal of office or a rubber stamp <u>or electronic</u> |
| 16 | facsimile seal of office which shall clearly show, when |
| 17 | embossed, stamped, or impressed upon a <u>tangible</u> document [7] <u>or</u> |
| 18 | when attached to or logically associated with an electronic |
| 19 | document, only the [notary's] notary public's name, the |
| 20 | [notary's] notary public's commission number, and the words, |
| 21 | "notary public" and "State of Hawaii". The seal of office must |



1 be capable of being copied together with the document to which 2 it is embossed, stamped, impressed, or attached, or with which it is logically associated. The notary public shall 3 authenticate all the [notary's] notary public's official acts, 4 attestations, certificates, and instruments therewith, and shall 5 6 always add to an official signature the typed or printed name of 7 the notary public and a statement showing the date that the 8 [notary's] notary public's commission expires. Upon 9 resignation, death, expiration of term of office without 10 reappointment, or removal from or abandonment of office, the notary public shall immediately deliver the [notary's seal] 11 12 notary public's physical stamping device to the attorney general 13 who shall deface or destroy the same. [If any notary fails to 14 comply with this section within ninety days of the date of the 15 notary's resignation, expiration of term of office without 16 reappointment, or removal from or abandonment of office or if 17 the notary's personal representative fails to comply with this 18 section within ninety days of the notary's death, then the 19 notary public or the notary's personal representative shall 20 forfeit to the State not more than \$200, in the discretion of 21 the court, to be recovered in an action to be brought by the



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| 2 | has used an electronic stamping device, upon resignation, death, |
|----------------------------------|---|
| 3 | expiration of term of office without reappointment, or removal |
| 4 | or abandonment of office, the notary public shall disable the |
| 5 | electronic stamping device by destroying, defacing, damaging, |
| 6 | erasing, or securing it against use in a manner that renders it |
| 7 | unusable and shall submit a declaration to the attorney general |
| 8 | that the electronic stamping device was disabled and state the |
| 9 | date and manner in which the device was disabled." |
| 10 | SECTION 6. Section 456-4, Hawaii Revised Statutes, is |
| 11 | amended to read as follows: |
| | |
| 12 | "§456-4 Filing copy of commission; authentication of acts. |
| 12 13 | "§456-4 Filing copy of commission; authentication of acts. (a) Each person appointed and commissioned a notary public |
| | |
| 13 | (a) Each person appointed and commissioned a notary public |
| 13 14 | (a) Each person appointed and commissioned a notary public under this chapter shall forthwith file a literal or photostatic |
| 13 14 15 | (a) Each person appointed and commissioned a notary public under this chapter shall forthwith file a literal or photostatic copy of the person's commission, an impression of the person's |
| 13 14 15 16 | (a) Each person appointed and commissioned a notary public under this chapter shall forthwith file a literal or photostatic copy of the person's commission, an impression of the person's <u>tangible</u> seal, and a specimen of the person's official signature |
| 13 14 15 16 17 | (a) Each person appointed and commissioned a notary public under this chapter shall forthwith file a literal or photostatic copy of the person's commission, an impression of the person's <u>tangible</u> seal, and a specimen of the person's official signature with the clerk of the circuit court of the circuit in which the |
| 13 14 15 16 17 18 | (a) Each person appointed and commissioned a notary public under this chapter shall forthwith file a literal or photostatic copy of the person's commission, an impression of the person's <u>tangible</u> seal, and a specimen of the person's official signature with the clerk of the circuit court of the circuit in which the notary public resides. Each person appointed and commissioned a |

attorney general on behalf of the State.] If a notary public



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| 1 | requested, shall certify to the official character and acts of |
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| 2 | any such notary public whose commission, impression of tangible |
| 3 | seal, and specimen of official signature [is] <u>are</u> so filed in |
| 4 | the clerk's office. A notary public's electronic seal shall not |
| 5 | be subject to the requirements of this section. |
| 6 | (b) All documents filed under this section may be |
| 7 | maintained in tangible or electronic format." |
| 8 | SECTION 7. Section 456-9, Hawaii Revised Statutes, is |
| 9 | amended to read as follows: |
| 10 | "§456-9 Fees and administrative fines. (a) The attorney |
| 11 | general shall charge and collect the following fees for: |
| 12 | (1) Issuing the original commission, \$40; [and] |
| 13 | (2) Renewing the commission, \$40[-]; and |
| 14 | (3) Electronic processing service fees of up to ten per |
| 15 | cent of the amount of the transaction. |
| 16 | These fees may be adjusted, and any other fees may be |
| 17 | established and adjusted, by adopting rules pursuant to chapter |
| 18 | 91. |
| 19 | (b) The court fees for filing a copy of a commission \underline{or} |
| 20 | endorsement to a commission and for each certificate of |
| 21 | authentication shall be specified by the supreme court. |
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| 1 | (c) | The attorney general may impose and collect the |
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| 2 | following | administrative fines for a notary public's failure to: |
| 3 | (1) | Maintain an official seal of one type, either a single |
| 4 | | engraved seal or a single rubber stamp facsimile seal, |
| 5 | | on which shall be inscribed the name of the notary |
| 6 | | public, the commission number of the notary public, |
| 7 | | and the words "notary public" and "State of Hawaii" |
| 8 | | only, \$20; |
| 9 | (2) | Surrender the notary public's [seal] physical stamping |
| 10 | | device and certificate to the attorney general within |
| 11 | | ninety days of resignation, removal from office, or |
| 12 | | the expiration of a term without renewal, \$200; |
| 13 | (3) | Disabling the notary public's electronic stamping |
| 14 | | device within ninety days of resignation, removal from |
| 15 | | office, or the expiration of a term without renewal, |
| 16 | | <u>\$200;</u> |
| 17 | [(3)] | (4) Authenticate every acknowledgment or jurat with a |
| 18 | | certificate that shall be signed and dated by the |
| 19 | | notary $[\tau]$ public, include the printed name and |
| 20 | | official stamp or seal of the notary $[\tau]$ public, |
| 21 | | identify the jurisdiction in which the notarial act is |



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| 1 | | performed, and, if the notarial act is performed on a |
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| 2 | | paper or tangible document, describe in close |
| 3 | | proximity to the acknowledgment or jurat the document |
| 4 | | being notarized[$_{	au}$] and state the number of pages and |
| 5 | | date of the document, \$500; |
| 6 | [(4) | Record] (5) Chronicle all of the notary public's |
| 7 | | [transactions] notarial acts as prescribed by section |
| 8 | | 456-15 and applicable rules, \$200; |
| 9 | [(5)] | (6) Surrender the notary public's record books to the |
| 10 | | attorney general within ninety days of the end date of |
| 11 | | the commission, resignation, or removal from office, |
| 12 | | \$500; and |
| 13 | . [(6)] | (7) Notify the attorney general within ten days after |
| 14 | | loss, misplacement, or theft of the notary public's |
| 15 | | [seal, stamp,] <u>stamping device</u> or any [record book,] |
| 16 | | journal, inform the appropriate law enforcement agency |
| 17 | | in the case of theft, and deliver a copy of the law |
| 18 | | enforcement agency's report of the theft to the |
| 19 | | attorney general, \$20. |
| 20 | (d) | The [foregoing] moneys collected by the attorney |
| 21 | general p | ursuant to this section shall be deposited into the |



| 1 | notaries j | public revolving fund established by section 456-9.5, | |
|----|-----------------------------|--|--|
| 2 | except that | at if that fund is terminated, the [foregoing] moneys | |
| 3 | shall the | reafter be deposited with the director of finance to | |
| 4 | the credit | t of the general fund. | |
| 5 | <u>(e)</u> | All unpaid fees, fines, and forfeitures shall | |
| 6 | constitut | e a debt due and owing to the State." | |
| 7 | SECT | ION 8. Section 456-14, Hawaii Revised Statutes, is | |
| 8 | amended to read as follows: | | |
| 9 | "§45 | 6-14 [Notary] Authority to perform notarial act; | |
| 10 | notary pu | blic connected with a corporation or trust company[+ | |
| 11 | authority | to act]. (a) Except as otherwise provided in | |
| 12 | subsectio | n (b): | |
| 13 | (1) | A notary public may perform a notarial act authorized | |
| 14 | | by this chapter or by the laws of this State other | |
| 15 | | than this chapter; and | |
| 16 | (2) | It shall be lawful for any notary public, although an | |
| 17 | | officer, employee, shareholder, or director of a | |
| 18 | | corporation or trust company to take the | |
| 19 | | acknowledgment of any party to any written instrument | |
| 20 | | executed to or by the corporation or trust company, or | |
| 21 | | to administer an oath to any shareholder, director, | |
| | | | |



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| 1 | officer, employee, or agent of the corporation or |
|----|--|
| 2 | trust company, or to protest for nonacceptance or |
| 3 | nonpayment of bills of exchange, drafts, checks, |
| 4 | notes, and other negotiable instruments [which] that |
| 5 | may be owned or held for collection by the corporation |
| 6 | or trust company[; provided it shall be unlawful for |
| 7 | any notary public to take the acknowledgment of any |
| 8 | party to an instrument, or to protest any negotiable |
| 9 | instrument, where the notary is individually a party |
| 10 | to the instrument]. |
| 11 | (b) A notary public shall not perform a notarial act with |
| 12 | respect to a document to which the notary public or the notary |
| 13 | public's spouse or civil partner is a party or in which either of |
| 14 | them has a direct beneficial interest. A notarial act performed in |
| 15 | violation of this subsection shall be voidable. |
| 16 | (c) A notary public may certify that a tangible copy of an |
| 17 | electronic document is an accurate copy of the electronic |
| 18 | document." |
| 19 | SECTION 9. Section 456-15, Hawaii Revised Statutes, is |
| 20 | amended to read as follows: |

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| 1 | "§456-15 [Record;] <u>Journal;</u> copies as evidence. [Every |
|----|--|
| 2 | notary public shall record at length in a book of records all |
| 3 | acts, protests, depositions, and other things, by the notary |
| 4 | noted or done in the notary's official capacity. For each |
| 5 | official act, the notary shall enter in the book:] (a) A |
| 6 | notary public shall maintain a journal in which the notary |
| 7 | public chronicles all notarial acts that the notary public |
| 8 | performs. The notary public shall retain the journal for ten |
| 9 | years after the performance of the last notarial act chronicled |
| 10 | in the journal. |
| 11 | (b) A journal may be created on a tangible medium or in an |
| 12 | electronic format. A notary public shall maintain only one |
| 13 | tangible journal to chronicle all notarial acts performed |
| 14 | regarding tangible documents and one or more electronic journals |
| 15 | to chronicle all notarial acts performed regarding electronic |
| 16 | documents. If the journal is maintained on a tangible medium, |
| 17 | it shall be a permanent, bound register with numbered pages. If |
| 18 | the journal is maintained in an electronic format, it shall be |
| 19 | in a permanent, tamper-evident electronic format in compliance |
| 20 | with the rules of the attorney general. |



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| 1 | (c) | An entry in a journal shall be made contemporaneously |
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| 2 | with the j | performance of the notarial act and contain the |
| 3 | following | information: |
| 4 | (1) | The type, date, and time of day of the notarial act; |
| 5 | (2) | The title or type and date of the document or |
| 6 | | proceeding and the nature of the act, transaction, or |
| 7 | | thing to which the document relates; |
| 8 | (3) | The [signature,] full printed name $[-7]$ and address of |
| 9 | | each person whose signature is notarized and of each |
| 10 | | witness $[+]$ and, if the journal is maintained in a |
| 11 | | tangible medium, the signature of each such person; |
| 12 | (4) | [Other parties to the instrument; and] If the identity |
| 13 | | of the person is based on personal knowledge, a |
| 14 | | statement to that effect; |
| 15 | (5) | [The manner in which the signer was identified.] If |
| 16 | | the identity of the person is based on satisfactory |
| 17 | | evidence, a brief description of the method of |
| 18 | | identification and the identification credential |
| 19 | | presented, if any, including the date of issuance and |
| 20 | | expiration of any identification credential; and |
| 21 | (6) | The fee, if any, charged by the notary public. |
| | - | |



| 1 | (d) If a notary public's journal is lost or stolen, the |
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| 2 | notary public shall promptly notify the attorney general on |
| 3 | discovering that the journal is lost or stolen. |
| 4 | (e) On resignation from, or the expiration, revocation, or |
| 5 | suspension of, a notary public's commission, the notary public |
| 6 | shall retain the notary public's journal in accordance with this |
| 7 | section and inform the attorney general where the journal is |
| 8 | located. |
| 9 | (f) On the death or adjudication of incompetency of a |
| 10 | current or former notary public, the notary public's personal |
| 11 | representative or guardian or any other person knowingly in |
| 12 | possession of the journal shall transmit it to the attorney |
| 13 | general or a repository approved by the attorney general. |
| 14 | (g) All copies or certificates granted by the notary |
| 15 | public shall be under the [notary's] notary public's hand and |
| 16 | notarial seal and shall be received as evidence of such |
| 17 | transactions." |
| 18 | SECTION 10. Section 456-17, Hawaii Revised Statutes, is |
| 19 | amended to read as follows: |



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| 1 | "§456-17 Fees. Subject to section 456-18, every notary |
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| 2 | public [is] <u>shall be</u> entitled to demand and receive the |
| 3 | following fees: |
| 4 | For noting the protest of mercantile paper, \$5; |
| 5 | For each notice and certified copy of protest, \$5; |
| 6 | For noting any other protest, \$5; |
| 7 | For every notice thereof $[\tau]$ and certified copy of protest, |
| 8 | \$5; |
| 9 | For every deposition $[-,]$ or official certificate, \$5; |
| 10 | For the administration of oath, including the certificate |
| 11 | of the oath, \$5; for affixing the certificate of the oath to |
| 12 | every duplicate original instrument beyond four, \$2.50; |
| 13 | For taking any acknowledgment, \$5 for each party signing; |
| 14 | for affixing to every duplicate original beyond one of any |
| 15 | instrument acknowledged before the notary $[\tau]$ public, the |
| 16 | [notary's] notary public's certificate of the acknowledgment, |
| 17 | 2.50 for each person making the acknowledgment [-]; and |
| 18 | For any of the foregoing notarial acts performed for a |
| 19 | remotely located individual under section 456-B, other than |
| 20 | affixing a notary's certificate to a duplicate original, \$25." |

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SECTION 11. Section 456-19, Hawaii Revised Statutes, is
 amended to read as follows:

3 "[4]456-19[4] Notary public signing for disabled person. Α notary public may sign the name of a person physically unable to 4 5 sign or to make a mark on a document presented for notarization; 6 provided that the notary public is satisfied that the person has 7 voluntarily given consent for the notary public to sign on the person's behalf, if the notary public writes, in the presence of 8 9 the person: "Signature affixed by notary public pursuant to 10 section 456-19, Hawaii Revised Statutes." beneath the signature, 11 and if a doctor's written certificate is provided to the notary 12 public certifying that the person is unable to physically sign 13 or make a mark because of the disability, which certificate 14 shall be attached to the document, and that the person is 15 capable of communicating the person's intentions."

16 SECTION 12. Section 456-20, Hawaii Revised Statutes, is17 amended by amending subsection (a) to read as follows:

18 "(a) A person commits the offense of failure to verify 19 identity and signature if the person is a commissioned notary 20 public and knowingly [notarizes] performs a notarial act with 21 respect to a document and:



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| 1 | (1) | If a witness to the signing of the [instrument,] |
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| 2 | | document, fails to verify the identity of the signer |
| 3 | | by personally knowing the signer [or] <u>,</u> by comparing |
| 4 | | the personal appearance of the signer with |
| 5 | | satisfactory proof of the signer's signature and |
| 6 | | identity[+], or by obtaining satisfactory evidence of |
| 7 | | identity under section 456-B of a remotely located |
| 8 | | individual; or |
| 9 | (2) | If not a witness to the signing of the [instrument,] |
| 10 | | document, fails to verify the identity of the signer |
| 11 | | by personally knowing the signer [or], by comparing |
| 12 | | the personal appearance of the signer with |
| 13 | | [satisfactory] proof of the signer's signature and |
| 14 | | identity[+], or by obtaining satisfactory evidence of |
| 15 | | identity under section 456-B of a remotely located |
| 16 | | individual; or fails to verify the tangible signature |
| 17 | | of the signer on a tangible document by recognizing |
| 18 | | the signature of the signer by personal familiarity |
| 19 | | with the signature, or by comparing the <u>tangible</u> |
| 20 | | signature with [satisfactory] proof of the signer's |
| 21 | | signature[-] and identity." |



| 1 | SECTI | ION 13. Section 456-21, Hawaii Revised Statutes, is |
|----|------------|--|
| 2 | amended by | g amending subsection (a) to read as follows: |
| 3 | "(a) | A person commits the offense of failure to |
| 4 | authentica | ate with a certification statement if the person is a |
| 5 | commission | ned notary public and knowingly [notarizes] <u>performs a</u> |
| 6 | notarial a | act with respect to a document and fails to include any |
| 7 | of the fol | llowing in the notary certification: |
| 8 | (1) | Date of notarization and signature of the notary |
| 9 | | <pre>public;</pre> |
| 10 | (2) | The printed name, date of expiration of commission, |
| 11 | | and stamp or seal of the notary public; |
| 12 | (3) | Identification of the jurisdiction in which the |
| 13 | | notarial act is performed; |
| 14 | (4) | [Identification] If the notarial act is performed on a |
| 15 | | paper or tangible document, identification or |
| 16 | | description of the document being notarized, placed in |
| 17 | | close proximity to the acknowledgment or jurat; and |
| 18 | (5) | [A] If the notarial act is performed on a paper or |
| 19 | | tangible document, a statement of the number of pages |
| 20 | | and date of the document." |



SECTION 14. Section 502-42, Hawaii Revised Statutes, is
 amended to read as follows:

"§502-42 Certificate, contents. The certificate of 3 4 acknowledgment shall state in substance that the person who 5 executed the instrument appeared before the officer granting the 6 certificate and acknowledged or stated that the person executed 7 the same, and that such person was [personally] known to the 8 officer granting such certificate to be the person whose name is subscribed to the instrument as a party thereto, or was proved 9 to be such by the oath or affirmation of a credible witness 10 11 known to the officer whose name shall be inserted in the 12 certificate. A person is known to the officer if the person is 13 personally known by the officer, if the officer has proof of the 14 signer's signature and identity as defined in section 456-1.6, or if the officer has satisfactory evidence of identity of a 15 remotely located individual under section 456-B. If the person 16 17 who executed the instrument appeared before a notary public as a 18 remotely located individual under section 456-B, then the 19 certificate shall indicate that the notarial act was performed 20 using communication technology in a manner provided in section 21 456-B. It shall not be ground for the rejection of any such



1 certificate, or for refusing to accept such instrument for 2 record or in evidence, that the certificate fails to state that 3 the person making the acknowledgment stated or acknowledged that 4 the instrument was executed freely or voluntarily by the person 5 or as the person's free act and deed."

6 SECTION 15. Section 502-48, Hawaii Revised Statutes, is
7 amended to read as follows:

8 Identification of person making. "§502-48 No 9 acknowledgment of any conveyance or other instrument, except as 10 provided by this chapter, whereby any real estate is conveyed or 11 may be affected, shall be taken, unless the person offering to 12 make the acknowledgment is personally known to the officer 13 taking the acknowledgment to be the person whose name is 14 subscribed to the conveyance or instrument as a party thereto, 15 or is proved to be such by the oath or affirmation of a credible 16 witness known to the officer, or by [production of a current 17 identification card or document issued by the United States, the 18 State, any other state, or a national government that contains 19 the bearer's photograph and signature.] proof of the signer's 20 signature and identity as defined in section 456-1.6, or by



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| 1 | satisfactory evidence of identity of a remotely located |
|----|--|
| 2 | individual under section 456-B." |
| 3 | SECTION 16. In codifying the new sections added by section |
| 4 | 2 of this Act, the revisor of statutes shall substitute |
| 5 | appropriate section numbers for the letters used in designating |
| 6 | the new sections in this Act. |
| 7 | SECTION 17. This Act does not affect rights and duties |
| 8 | that matured, penalties that were incurred, and proceedings that |
| 9 | were begun before its effective date. |
| 10 | SECTION 18. Statutory material to be repealed is bracketed |
| 11 | and stricken. New statutory material is underscored. |
| 12 | SECTION 19. This Act shall take effect on July 1, 2050. |



Report Title:

Revised Uniform Law on Notarial Act; Electronic Documents; Remotely Located Individuals

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Description:

Codifies into Hawaii's existing notary public law relevant portions of the Revised Uniform Law on Notarial Act, including provisions to allow notarial acts utilizing electronic documents with electronic signatures and seal, without requiring the signatory to be physically present before the notary public. Effective 7/1/2050. (HD1)

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

