THE SENATE THIRTIETH LEGISLATURE, 2020 STATE OF HAWAII

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**S.B. NO.** <sup>2275</sup> S.D. 2 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 purpose of this Act is to update the laws
2	regarding notaries public to conform to the Revised Uniform Law
3	on Notarial Acts (2018), the Hawaii Uniform Electronic
4	Transactions Act, other state notary laws, and current notary
5	practices.
6	SECTION 2. Chapter 456, Hawaii Revised Statutes, is
7	amended by adding six new sections to be appropriately
8	designated and to read as follows:
9	" <u>§456-A</u> Authority to refuse to perform notarial act. (a)
10	A notary public may refuse to perform a notarial act if the
11	notary public is not satisfied that:
12	(1) The person executing the document is competent or has
13	the capacity to execute the document;
14	(2) The person's signature is knowingly and voluntarily
15	made; or
16	(3) The notary public has proof of the signer's signature
17	and identity or, if the person is a remotely located



1	individual, satisfactory evidence of the identity
2	under section 456-B.
3	(b) A notary public may refuse to perform a notarial act
4	unless the refusal is prohibited by any provision of law other
5	than this chapter.
6	<u>§456-B</u> Notarial act performed for remotely located
7	individual. (a) A remotely located individual may comply with
8	any requirement of the laws of this State to appear personally
9	before or be in the presence of a notary public at the time of
10	the performance of a notarial act by using communication
11	technology to appear before a remote online notary public.
12	(b) A remote online notary public located in this State
13	may perform a notarial act using communication technology for a
14	remotely located individual if:
15	(1) The remote online notary public:
16	(A) Has personal knowledge of the identity of the
17	individual;
18	(B) Has satisfactory evidence of the identity of the
19	remotely located individual by oath or
20	affirmation from a credible witness appearing



1		before the remote online notary public under this
2		chapter; or
3		(C) Has obtained satisfactory evidence of the
4		identity of the remotely located individual by
5		using at least two different types of identity
6		proofing;
7	(2)	The remote online notary public is reasonably able to
8		confirm that a document before the remote online
9		notary public is the same document in which the
10		remotely located individual made a statement or on
11		which the remotely located individual executed a
12		signature;
13	(3)	The remote online notary public, or a person acting on
14		behalf of the remote online notary public, creates an
15		audiovisual recording of the performance of the
16		notarial act; and
17	(4)	For a remotely located individual located outside the
18		United States:
19		(A) The document:
20		(i) Is to be filed with or relates to a matter
21		before a public official or court,



1		governmental entity, or other entity subject
2		to the jurisdiction of the United States;
3	<u>(ii)</u>	Involves property located in the territorial
4		jurisdiction of the United States or
5		involves a transaction substantially
6		connected with the United States; or
7	<u>(iii)</u>	Involves a transaction with a bank whose
8		deposits are insured by the Federal Deposit
9		Insurance Corporation, including such banks
10		located in the Federated States of
11		Micronesia, Republic of the Marshall
12		Islands, or Republic of Palau; and
13	<u>(B)</u> The	act of making the statement or signing the
14	reco	rd is not prohibited by the foreign state in
15	whic	h the remotely located individual is located.
16	(c) If a nota	rial act is performed under this section, any
17	certificate of nota	rial act required by this chapter or other
18	laws of this State	shall indicate that the notarial act was
19	performed using com	munication technology.
20	(d) A form of	certificate of notarial act subject to this
21	section and authori	zed by the laws of this State, including a



1	certificate of acknowledgment provided in section 502-41, is
2	sufficient if it:
3	(1) Complies with rules adopted under this section; or
4	(2) Is in the form authorized by the laws of this State
5	and contains a statement substantially as follows:
6	"This notarial act involved the use of communication
7	technology".
8	(e) A remote online notary public, guardian, conservator,
9	or agent of a remote online notary public, or a personal
10	representative of a deceased notary public shall retain the
11	audiovisual recording created under this section or cause the
12	recording to be retained by a repository designated by or on
13	behalf of the person required to retain the recording. Unless a
14	different period is required by rule adopted under this section,
15	the recording shall be retained for a period of at least ten
16	years after the recording is made.
17	(f) Before a remote online notary public performs the
18	remote online notary public's initial notarial act under this
19	section, the remote online notary public shall notify the
20	attorney general that the remote online notary public will be
21	performing notarial acts with respect to remotely located

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1	individua	ls and identify the technologies that the remote online
2	notary pul	olic intends to use. The technology selected by a
3	remote on	line notary public to perform notarial acts for
4	remotely 2	located individuals shall conform to the attorney
5	general's	standards developed for this chapter.
6	(g)	In addition to adopting, amending, or repealing rules
7	under sect	tions 456-1.5 and 456-8, the attorney general may
8	adopt, ame	end, or repeal rules pursuant to chapter 91 regarding
9	the perfo	rmance of notarial acts under this section, including:
10	(1)	Prescribing the means of performing a notarial act
11		involving a remotely located individual using
12		communication technology;
13	(2)	Establishing standards for communication technology
14		and identity proofing;
15	(3)	Establishing requirements and procedures to approve
16		providers of communication technology and the process
17		of identity proofing; and
18	(4)	Establishing standards and a period of retention of an
19		audiovisual recording created under this section.
20	<u>(h)</u>	Before adopting, amending, or repealing a rule
21	governing	the performance of a notarial act with respect to a





1	remotely	located individual, the attorney general shall
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>(i)</u>	For purposes of this section:
14	"Com	munication technology" means an electronic device or
15	process t	hat:
16	(1)	Allows a remote online notary public and a remotely
17		located individual to communicate with each other
18		simultaneously by sight and sound; and
19	(2)	When necessary and consistent with other applicable
20		laws, facilitates communication with a remotely



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located individual who has a vision, hearing, or
speech impairment.
"Foreign state" means a jurisdiction other than the United
States, a state of the United States, the District of Columbia,
Puerto Rico, the United States Virgin Islands, any territory or
insular possession subject to the jurisdiction of the United
States, or a federally recognized Indian tribe.
"Identity proofing" means a process or service by which a
third person provides a remote online notary public with a means
to verify the identity of a remotely located individual by a
review of personal information from public or private data
sources.
"Outside the United States" means a location outside the
geographic boundaries of the United States, Puerto Rico, the
United States Virgin Islands, and any territory, insular
possession, or other location subject to the jurisdiction of the
United States.
"Remote online notary public" means an individual
commissioned by the attorney general to perform notarial acts
for remotely located individuals.



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1	"Remotely located individual" means an individual who is
2	not in the physical presence of the remote online notary public
3	who performs a notarial act under this section.
4	<b>§456-C Application; qualifications.</b> (a) A notary public
5	or an applicant for commission as a notary public may apply to
6	the attorney general to be commissioned as a remote online
7	notary public in the manner provided by this section.
8	(b) A person qualifies to be commissioned as a remote
9	online notary public by:
10	(1) Satisfying the qualification requirements for
11	commission as a notary public under this chapter;
12	(2) Paying the application fee; and
13	(3) Submitting to the attorney general an application in
14	the form prescribed by the attorney general that
15	satisfies to the attorney general that the applicant
16	is qualified.
17	(c) The attorney general may charge a fee for an
18	application submitted under this section in an amount necessary

19 to administer this section.

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1	(d) The communication technology selected by a remote
2	online notary public to perform notarial acts shall conform to
3	the attorney general's standards developed under this section.
4	(e) An individual commissioned as a remote online notary
5	public under this section shall forthwith file a literal or
6	photostatic copy of their commission with the clerk of the
7	circuit court of the circuit in which the remote online notary
8	public resides.
9	(f) An individual commissioned as a remote online notary
10	public under this section is a notary public for purposes of
11	this chapter and is subject to the requirements, powers, and
12	duties of a notary public under this chapter.
13	<u>§456-D</u> Notification regarding performance of notarial act
14	on electronic record; selection of technology; acceptance of
15	tangible copy of electronic record. (a) A notary public may
16	select one or more tamper-evident technologies to perform
17	notarial acts with respect to electronic documents. A person
18	shall not require a notary public to perform a notarial act with
19	respect to an electronic document with a technology that the
20	notary public has not selected.



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1	(b) Before a notary public performs the notary public's
2	initial notarial act with respect to an electronic document, the
3	notary public shall notify the attorney general that the notary
4	public will be performing notarial acts with respect to
5	electronic documents and identify the technology the notary
6	public intends to use. The technology selected by a remote
7	online notary public for remote online notarizations shall
8	conform to the attorney general's standards developed for this
9	chapter.
10	(c) The registrar of conveyances may accept for recording
11	under chapter 502 a tangible copy of an electronic document
12	containing a notarial certificate as satisfying any requirement
13	that a document accepted for recording be an original, if the
14	notary public executing the notarial certificate certifies that
15	the tangible copy is an accurate copy of the electronic
16	document.
17	<b>§456-E</b> Validity of notarial acts. Except as otherwise
18	provided in section 456-14(b), the failure of a notary public to
19	perform a duty or meet a requirement specified in this chapter
20	does not validate or invalidate a notarial act performed by the
21	notary public. The validity of a notarial act under this



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chapter does not prevent an aggrieved person from seeking to
invalidate the document or transaction that is the subject of
the notarial act or from seeking other remedies based on the
laws of this State other than this chapter or based on the laws
of the United States. This section does not validate a
purported notarial act performed by a person who does not have
the authority to perform notarial acts.
<u>§456-F</u> Relation to federal Electronic Signatures in Global
and National Commerce Act. This chapter modifies, limits, and
supersedes the federal Electronic Signatures in Global and
National Commerce Act, title 15 United States Code section 7001,
et seq., but does not modify, limit, or supersede section 101(c)
of that Act, title 15 United States Code section 7001(c), or
of that Act, title 15 United States Code section 7001(c), or
of that Act, title 15 United States Code section 7001(c), or authorize electronic delivery of any of the notices described in
of that Act, title 15 United States Code section 7001(c), or authorize electronic delivery of any of the notices described in section 103(b) of that Act, title 15 United States Code section
of that Act, title 15 United States Code section 7001(c), or authorize electronic delivery of any of the notices described in section 103(b) of that Act, title 15 United States Code section 7003(b)."
of that Act, title 15 United States Code section 7001(c), or authorize electronic delivery of any of the notices described in section 103(b) of that Act, title 15 United States Code section 7003(b)." SECTION 3. Section 456-1, Hawaii Revised Statutes, is
of that Act, title 15 United States Code section 7001(c), or authorize electronic delivery of any of the notices described in section 103(b) of that Act, title 15 United States Code section 7003(b)." SECTION 3. Section 456-1, Hawaii Revised Statutes, is amended to read as follows:



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1 State as the attorney general deems necessary for the public 2 good and convenience. The term of [office] commission of a 3 notary public shall be four years from the date of the 4 [notary's] notary public's commission, unless sooner removed by 5 the attorney general for cause after [due] the opportunity for 6 hearing; provided that after [due] the opportunity for hearing 7 the commission of a notary public may be revoked or the notary 8 public may be otherwise disciplined by the attorney general in 9 any case where any change occurs in the [notary's office,] 10 notary public's commission, occupation, residence, or employment 11 [which] that in the attorney general's judgment renders the 12 holding of such commission by the notary public no longer 13 necessary for the public good and convenience. Each notary 14 public shall, upon any change in the [notary's office,] notary 15 public's commission, occupation, residence, or employment, 16 forthwith report the same to the attorney general.

(b) Each notary public shall be responsible for renewing the notary public's commission on a timely basis and satisfying the renewal requirements provided by law. The failure to renew a commission in a timely manner [may] shall cause the commission to be forfeited[, if the attorney general finds that the failure

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1	was done incrincted, provided that a farefaited commission may be
I	was done knowingly]; provided that a forfeited commission may be
2	restored by the attorney general within one year after the date
3	of forfeiture upon compliance with the commission renewal
4	requirements provided by law and upon written application and
5	payment of all applicable fees."
6	SECTION 4. Section 456-1.6, Hawaii Revised Statutes, is
7	amended as follows:
8	1. Adding twelve new definitions to be appropriately
9	inserted and to read:
10	""Acknowledgment" means a declaration by a person before a
11	notary public that the person has signed a document for the
12	purpose stated in the document and, if the document is signed in
13	a representative capacity, that the person signed the document
14	with proper authority and signed it as the act of the person or
15	entity identified in the document.
16	"Document" means information that is inscribed on a
17	tangible medium or that is stored in an electronic or other
18	medium and is retrievable in perceivable form.
19	"Electronic" means relating to technology having
20	electrical, digital, magnetic, wireless, optical,
21	electromagnetic, or similar capabilities.



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1	<u>"Ele</u>	ctronic signature" means an electronic symbol, sound,			
2	or proces	s attached to or logically associated with a document			
3	and executed or adopted by a person with the intent to sign the				
4	document.				
5	<u>"In</u>	a representative capacity" means acting as:			
6	(1)	An authorized officer, agent, partner, trustee, or			
7		other representative for a person other than an			
8		individual;			
9	(2)	A public officer, personal representative, guardian,			
10		or other representative, in the capacity stated in a			
11		document;			
12	(3)	An agent or attorney-in-fact for a principal; or			
13	(4)	An authorized representative of another in any other			
14		capacity.			
15	<u>"Not</u>	arial act" means an act, whether performed with respect			
16	to a tang	ible or electronic document, that a notary public may			
17	perform u	nder the laws of this State. "Notarial act" includes			
18	taking an	acknowledgment, administering an oath or affirmation,			
19	taking a	verification upon oath or affirmation, witnessing or			
20	attesting	a signature, certifying or attesting a copy, and			
21	noting a	protest of a negotiable instrument.			





1	"Notary public" means an individual commissioned to perform				
2	a notarial act by the attorney general under this chapter.				
3	"Sign" means, with present intent to authenticate or adopt				
4	a document:				
5	(1) To execute or adopt a tangible symbol; or				
6	(2) To attach or logically associate with the document an				
7	electronic symbol, sound, or process.				
8	"Signature" means a tangible symbol or an electronic				
9	signature that evidences the signing of a document.				
10	"Stamping device" means:				
11	(1) A physical device capable of stamping or impressing				
12	upon a tangible document a notary seal; or				
13	(2) An electronic device or process capable of attaching				
14	to or logically associating with an electronic				
15	document a notary seal.				
16	"Tamper-evident" means any changes to an electronic				
17	document that display evidence of the change.				
18	"Verification on oath or affirmation" means a declaration,				
19	made by a person on oath or affirmation before a notary public,				
20	that a statement in a document is true."				

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1	2. By am	ending the definition of "proof of the signer's
2	signature and	identity" to read:
3	""Proof o	f the signer's signature and identity" means
4	[ <del>proof_evidenc</del>	ed by production of a current identification card
5	<del>or document is</del>	sued by the United States, this State, any other
6	<del>state, or a na</del>	tional government that contains the bearer's
7	photograph and	signature.] satisfactory evidence of the identity
8	<u>of an individu</u>	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>	Having personal knowledge of the identify of an
12		individual before the officer if the individual
13		is personally known to the notary public through
14		dealings sufficient to provide reasonable
15		certainty that the individual has the identity
16		claimed;
17	<u>(B)</u>	A passport, driver's license, or
18		government-issued non-driver identification card
19		that is valid or expired no more than three years
20		before the performance of the notarial act and





1			contains the signature and photograph of the
2			individual;
3		(C)	Another form of government identification issued
4			to an individual that is valid or expired no more
5			than three years before performance of the
6			notarial act, contains the signature and
7			photograph of the individual, and is satisfactory
8			to the notary public; or
9		(D)	By verification on oath or affirmation of a
10			credible witness personally appearing before the
11			notary public and known to the notary public or
12			whom the notary public can identify on the basis
13			of a passport, driver's license, or
14			government-issued non-driver identification card
15			that is valid or expired no more than three years
16			before performance of the notarial act; or
17	(2)	By re	quiring an individual to provide additional
18		infor	mation or identification credentials necessary to
19		assur	e the notary public of the identity of the
20		indiv	ridual."
21	3.	By re	pealing the definition of "personally knowing".



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1	[" <del>Personally knowing" means having an acquaintance, derived</del>
2	from association with the individual, which establishes the
3	individual's identity with at least a reasonable certainty."]
4	SECTION 5. Section 456-2, Hawaii Revised Statutes, is
5	amended to read as follows:
6	"§456-2 Qualifications; oath. Every person [appointed]
7	commissioned as a notary public shall, at the time of the
8	person's [appointment,] commission, be a resident of the State,
9	possess the other qualifications required of [public officers] <u>a</u>
10	notary public and be at least eighteen years of age. Every
11	person [appointed to that office], before being commissioned as
12	a notary public, shall[ <del>, before entering thereon,</del> ] take and
13	subscribe an oath for the faithful discharge of the person's
14	duties, which oath shall be filed in the department of the
15	attorney general."
16	SECTION 6. Section 456-3, Hawaii Revised Statutes, is
17	amended to read as follows:
18	"§456-3 Seal. Every notary public shall constantly keep
19	[an engraved seal of office or] a rubber stamp [facsimile]
20	notary seal which shall clearly show, when [ <del>embossed,</del> ]
21	stamped[7] or impressed upon a tangible document[7] or when



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1	attached to or logically associated with an electronic document,				
2	only the [ <del>notary's</del> ] <u>notary public's</u> name, the [ <del>notary's</del> ] <u>notary</u>				
3	public's commission number, and the words, "notary public" and				
4	"State of Hawaii". The notary seal shall be capable of being				
5	copied together with the document to which it is stamped,				
6	impressed, or attached, or with which it is logically				
7	associated. The notary public shall authenticate all the				
8	[notary's] notary public's official acts, attestations,				
9	certificates, and instruments therewith, and shall always add to				
10	an official signature the typed or printed name of the notary				
11	public and a statement showing the date that the [notary's]				
12	notary public's commission expires. Upon resignation, death,				
13	expiration of term of [ <del>office</del> ] <u>commission</u> without				
14	[ <del>reappointment,</del> ] <u>renewal,</u> or [ <del>removal from</del> ] <u>revocation</u> or				
15	abandonment of [ <del>office,</del> ] <u>commission,</u> the notary public <u>, or in</u>				
16	the case of the death of the notary public, the notary public's				
17	personal representative, shall immediately deliver the				
18	[notary's] notary public's seal to the attorney general who				
19	shall deface or destroy the same. [ <del>If any notary fails to</del>				
20	comply with this section within ninety days of the date of the				
21	notary's resignation, expiration of term of office without				

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1	reappointment, or removal from or abandonment of office or if				
2	the notary's personal representative fails to comply with this				
3	section within ninety days of the notary's death, then the				
4	notary public or the notary's personal representative shall				
5	forfeit to the State not more than \$200, in the discretion of				
6	the court, to be recovered in an action to be brought by the				
7	attorney general on behalf of the State.] If a notary public has				
8	used an electronic stamping device, upon resignation, death,				
9	expiration of term of commission without renewal, or revocation				
10	or abandonment of commission, the notary public, or in the case				
11	of the death of the notary public, the notary public's personal				
12	representative, shall disable the electronic stamping device by				
13	destroying, defacing, damaging, erasing, or securing it against				
14	use in a manner that renders it unusable and shall submit a				
15	declaration to the attorney general that the electronic stamping				
16	device was disabled and indicate the date and manner in which				
17	the device was disabled."				
18	SECTION 7. Section 456-4, Hawaii Revised Statutes, is				
19	amended to read as follows:				
20	"§456-4 Filing copy of commission; authentication of acts.				
21	(a) Each person [appointed and] commissioned as a notary public				



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1 under this chapter shall forthwith file a literal or photostatic 2 copy of the person's commission, an impression of the person's 3 tangible seal, and a specimen of the person's official signature 4 with the clerk of the circuit court of the circuit in which the 5 notary public resides. Each person [appointed and] commissioned as a notary public under this chapter may also, at the person's 6 7 option, file the above-named documents with the clerk of any 8 other circuit court. Thereafter any clerk, when [thereunto] 9 requested, shall certify to the official character and acts of 10 any such notary public whose commission, impression of tangible 11 seal, and specimen of official signature [is] are so filed in 12 the clerk's office. A notary public's electronic seal is not 13 subject to the requirements of this section.

14 (b) All documents filed under this section may be
15 maintained in tangible or electronic format."

16 SECTION 8. Section 456-5, Hawaii Revised Statutes, is 17 amended to read as follows:

18 "\$456-5 Official bond. Each notary public forthwith and
19 before entering upon the duties of the [notary's office] notary
20 public's commission shall execute, at the [notary's] notary
21 public's own expense, an official surety bond which shall be in



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the sum of \$1,000. Each bond shall be approved by a judge of
 the circuit court.

3 The obligee of each bond, or bond continuation certificate, 4 shall be the State and the condition contained therein shall be 5 that the notary public will well, truly, and faithfully perform 6 all the duties of the [notary's office] notary public's 7 commission which are then or may thereafter be required, 8 prescribed, or defined by law or by any rule made under the 9 express or implied authority of any statute, and all duties and 10 acts undertaken, assumed, or performed by the notary public by 11 virtue or color of the [notary's office.] notary public's 12 commission. The surety on any such bond, or bond continuation 13 certificate, shall be a surety company authorized to do business 14 in the State. After approval the bond, or bond continuation 15 certificate, shall be deposited and kept on file in the office 16 of the clerk of the circuit court of the judicial circuit in 17 which the notary public resides. The clerk shall keep a book to be called the "bond record", in which the clerk shall record 18 19 such data in respect to each of the bonds or bond continuation 20 certificates deposited and filed in the clerk's office as the 21 attorney general may direct."



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1	SECT	ION 9. Section 456-7, Hawaii Revised Statutes, is
2	amended b	y amending subsection (a) to read as follows:
3	"(a)	A person commits the offense of unauthorized practice
4	as a nota	ry public if the person knowingly engages in or offers
5	to engage	in any duties of [ <del>the office of</del> ] a notary public
6	without f	irst complying with all of the following:
7	(1)	Being [appointed and] commissioned as a notary public
8		by the attorney general;
9	(2)	Filing a copy of the person's commission, an
10		impression of the person's seal, and a specimen of the
11		person's official signature with the clerk of the
12		circuit court of the circuit in which the person
13		resides; and
14	(3)	Executing an official surety bond pursuant to section
15		456-5."
16	SECT	ION 10. Section 456-8, Hawaii Revised Statutes, is
17	amended t	o read as follows:
18	"§45	6-8 Rules. The attorney general, subject to chapter
19	91, may p	rescribe such rules as the attorney general deems
20	advisable	concerning the administration of this chapter, the
21	[ <del>appointm</del>	ent] <u>commission</u> and duties of notaries public, [ <del>the</del>

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1	duties of other officers thereunder,] and such measures as may
2	be necessary to prevent the fraudulent use of a notarized
3	document after placement of the [notary's] notary public's seal.
4	The rules shall have the force and effect of law."
5	SECTION 11. Section 456-9, Hawaii Revised Statutes, is
6	amended to read as follows:
7	"§456-9 Fees and administrative fines. (a) The attorney
8	general shall charge and collect the following fees for:
9	(1) Issuing the original commission, \$40; [ <del>and</del> ]
10	(2) Renewing the commission, \$40[-]; and
11	(3) Electronic processing service fees of up to ten per
12	cent of the amount of the transaction.
13	These fees may be adjusted, and any other fees may be
14	established and adjusted, by adopting rules pursuant to chapter
15	91.
16	(b) The court fees for filing a copy of a commission and
17	for each certificate of authentication shall be specified by the
18	supreme court.
19	(c) The attorney general may impose and collect the
20	following administrative fines for a notary public's failure to:

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1	(1)	Maintain an official seal of [ <del>one type, either a</del>
2		single engraved seal or] a single rubber stamp
3		[ <del>facsimile</del> ] <u>notary</u> seal, on which shall be inscribed
4		the name of the notary public, the commission number
5		of the notary public, and the words "notary public"
6		and "State of Hawaii" only, \$20;
7	(2)	Surrender the notary public's [seal] physical stamping
8		device and certificate to the attorney general within
9		ninety days of resignation, [ <del>removal from office,</del> ]
10		revocation of commission, or the expiration of a term
11		without renewal, \$200;
12	(3)	Disable the notary public's electronic stamping device
13		within ninety days of resignation, revocation of
14		commission, or the expiration of a term without
15		renewal, \$200;
16	[ <del>(3)</del> ]	(4) Authenticate every acknowledgment or jurat with a
17		certificate that shall be signed and dated by the
18		notary[7] public, include the printed name and
19		official stamp or seal of the notary $[-7]$ public, and
20		identify the jurisdiction in which the notarial act is
21		performed, [describe in close proximity to the



1		acknowledgment or jurat the document being notarized,
2		and state the number of pages and date of the
3		document,] \$500;
4	[ <del>(4)</del> ]	(5) [ <del>Record</del> ] <u>Chronicle</u> all of the notary public's
5		[transactions] notarial acts as prescribed by section
6		456-15 and applicable rules, \$200; <u>and</u>
7	[ <del>(5)</del>	Surrender the notary public's record books to the
8		attorney general within ninety days of the end date of
9		the commission, resignation, or removal from office,
10		<del>\$500; and</del> ]
11	(6)	Notify the attorney general within ten days after
12		loss, misplacement, or theft of the notary public's
13		[ <del>seal, stamp,</del> ] <u>stamping device</u> or any [ <del>record book,</del> ]
14		journal, inform the appropriate law enforcement agency
15		in the case of theft, and deliver a copy of the law
16		enforcement agency's report of the theft to the
17		attorney general, \$20.
18	(d)	The [ <del>foregoing</del> ] moneys collected by the attorney
19	general p	ursuant to this section shall be deposited into the
20	notaries j	public revolving fund established by section 456-9.5,
21	except th	at if that fund is terminated, the [ <del>foregoing</del> ] moneys

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1	shall thereafter be deposited with the director of finance to
2	the credit of the general fund.
3	(e) All unpaid fees, fines, and forfeitures shall
4	constitute a debt due and owing to the State."
5	SECTION 12. Section 456-9.5, Hawaii Revised Statutes, is
6	amended by amending subsection (a) to read as follows:
7	"(a) There is established in the state treasury the
8	notaries public revolving fund into which shall be deposited:
9	(1) All fees, administrative fines, charges, or other
10	payments received pursuant to section 456-9;
11	(2) Penalties and fines for violations of section 456-3[ $_7$ ]
12	<u>or</u> 456-7[ <del>, or 456-16</del> ];
13	(3) Appropriations made for deposit into the notaries
14	public revolving fund; and
15	(4) Interest earned on money in the notaries public
16	revolving fund."
17	SECTION 13. Section 456-14, Hawaii Revised Statutes, is
18	amended to read as follows:
19	"§456-14 [Notary] Authority to perform notarial act;
20	notary public connected with a corporation or trust company[+





1	authority	to act]. (a) Except as otherwise provided in
2	subsection	n (b):
3	(1)	A notary public may perform a notarial act authorized
4		by this chapter or by the laws of this State; and
5	(2)	It shall be lawful for any notary public, although an
6		officer, employee, shareholder, or director of a
7		corporation or trust company to take the
8		acknowledgment of any party to any written instrument
9		executed to or by the corporation or trust company, or
10		to administer an oath to any shareholder, director,
11		officer, employee, or agent of the corporation or
12		trust company, or to protest for nonacceptance or
13		nonpayment of bills of exchange, drafts, checks,
14		notes, and other negotiable instruments [ <del>which</del> ] <u>that</u>
15		may be owned or held for collection by the corporation
16		or trust company[ <del>; provided it shall be unlawful for</del>
17		any notary public to take the acknowledgment of any
18		party to an instrument, or to protest any negotiable
19		instrument, where the notary is individually a party
20		to the instrument].



1	(b) A notary public shall not perform a notarial act with
2	respect to a document to which the notary public or the notary
3	public's spouse or civil partner is a party or in which either
4	of them has a direct beneficial interest. A notarial act
5	performed in violation of this section is voidable.
6	(c) A notary public may certify that a tangible copy of an
7	electronic document is an accurate copy of the electronic
8	document."
9	SECTION 14. Section 456-15, Hawaii Revised Statutes, is
10	amended to read as follows:
11	"§456-15 [ <del>Record;</del> ] <u>Journal;</u> copies as evidence. [ <del>Every</del>
11 12	"§456-15 [ <del>Record;</del> ] <u>Journal;</u> copies as evidence. [ <del>Every</del> notary public shall record at length in a book of records all
12	notary public shall record at length in a book of records all
12 13	notary public shall record at length in a book of records all acts, protests, depositions, and other things, by the notary
12 13 14	notary public shall record at length in a book of records all acts, protests, depositions, and other things, by the notary noted or done in the notary's official capacity. For each
12 13 14 15	notary public shall record at length in a book of records all acts, protests, depositions, and other things, by the notary noted or done in the notary's official capacity. For each official act, the notary shall enter in the book:] (a) A notary
12 13 14 15 16	notary public shall record at length in a book of records all acts, protests, depositions, and other things, by the notary noted or done in the notary's official capacity. For each official act, the notary shall enter in the book:] (a) A notary public shall maintain a journal in which the notary public
12 13 14 15 16 17	notary public shall record at length in a book of records all acts, protests, depositions, and other things, by the notary noted or done in the notary's official capacity. For each official act, the notary shall enter in the book:] (a) A notary public shall maintain a journal in which the notary public chronicles all notarial acts that the notary public performs.



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1	(b) A journal may be created on a tangible medium or in an
2	electronic format. A notary public shall maintain only one
3	tangible journal at a time to chronicle all notarial acts
4	performed regarding tangible documents and one electronic
5	journal at a time to chronicle all notarial acts performed
6	regarding electronic documents. If the journal is maintained on
7	a tangible medium, it shall be a permanent, bound register with
8	numbered pages. If the journal is maintained in an electronic
9	format, it shall be in a permanent, tamper-evident electronic
10	format complying with the rules of the attorney general.
11	(c) A notary public having the care and custody of the
12	journal may cause the same to be photographed,
13	microphotographed, reproduced on film, or copied to an
14	electronic format. Any device or electronic storage system used
15	to copy or reproduce the journal shall accurately reflect the
16	information in the original thereof in all details.
17	(d) A photograph, microphotograph, reproduction on film,
18	or electronic copy of a journal shall be deemed to be an
19	original record for all purposes, including introduction in
20	evidence in all courts or administrative agencies. A
21	transcript, exemplification, facsimile, or certified copy



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1	thereof, t	for all purposes recited in this section, shall be
2	deemed to	be a transcript, exemplification, facsimile, or
3	certified	copy of the original record.
4	<u>(e)</u>	An entry in a journal shall be made contemporaneously
5	with perfo	ormance of the notarial act and contain the following
6	informatio	on:
7	(1)	The type, date, and time of day of the notarial act;
8	(2)	The title or type and date of the document or
9		proceeding and the nature of the act, transaction, or
10		thing to which the document relates;
11	(3)	The [signature,] full printed name $[-7]$ and address of
12		each person whose signature is notarized and of each
13		witness[ <del>;</del> ] and, if the journal is maintained in a
14		tangible medium, the signature of each such person;
15	(4)	[Other parties to the instrument; and] If the identity
16		of the person is based on personal knowledge, a
17		statement to that effect;
18	(5)	[The manner in which the signer was identified.] If
19		the identity of the person is based on satisfactory
20		evidence, a brief description of the method of
21		identification and the identification credential



## S.B. NO. 2275 S.D. 2 H.D. 1

1	]	presented, if any, including the identification number
2	<u>-</u>	and date of expiration of any identification
3	2	credentials; and
4	(6)	The fee, if any, charged by the notary public.
5	<u>(f)</u>	If a notary public's journal is lost or stolen, the
6	notary pub	lic shall promptly notify the attorney general on
7	discovering	g that the journal is lost or stolen.
8	(g)	On resignation from, or the expiration, revocation, or
9	suspension	of, a notary public's commission, the notary public
10	shall reta	in the notary public's journal in accordance with this
11	section and	d inform the attorney general where the journal is
12	located.	
13	(h)	On the death or adjudication of incompetency of a
14	current or	former notary public, the notary public's personal
15	representa	tive or guardian or any other person knowingly in
16	possession	of the journal shall transmit it to the attorney
17	general or	a repository approved by the attorney general.
18	<u>(i)</u>	All copies or certificates granted by the notary
19	public sha	ll be under the [ <del>notary's</del> ] <u>notary public's</u> hand and
20	notary sea	l and shall be received as evidence of such
21	transactio	ns.



## S.B. NO. <sup>2275</sup> S.D. 2 H.D. 1

1	(j) The journals are subject to such reasonable periodic,
2	special, or other audits or inspections by the department of the
3	attorney general, within or without this State, as the attorney
4	general considers necessary or appropriate. An audit or
5	inspection may be made at any time and without prior notice.
6	The department of the attorney general may copy, and remove for
7	audit or inspection copies of, all records the department of the
8	attorney general reasonably considers necessary or appropriate
9	to conduct the audit or inspection. If any notary public fails
10	to comply with this section, the notary public shall be subject
11	to an administrative fine of no less than \$50 nor more than
12	\$500. All unpaid fees, fines, and forfeitures shall constitute
13	a debt due and owing to the State."
14	SECTION 15. Section 456-17, Hawaii Revised Statutes, is
15	amended to read as follows:
16	"§456-17 Fees. Subject to section 456-18, every notary
17	public is entitled to demand and receive the following fees:
18	For noting the protest of mercantile paper, \$5;
19	For each notice and certified copy of protest, \$5;
20	For noting any other protest, \$5;

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For every notice thereof, and certified copy of protest,
 \$5;

For every deposition, or official certificate, \$5;
For the administration of oath, including the certificate
of the oath, \$5; for affixing the certificate of the oath to
every duplicate original instrument beyond four, \$2.50;

7 For taking any acknowledgment, \$5 for each party signing; for affixing to every duplicate original beyond one of any 8 9 instrument acknowledged before the notary  $[_{7}]$  public, the 10 [notary's] notary public's certificate of the acknowledgment, 11 \$2.50 for each person making the acknowledgment [-]; and 12 For any of the foregoing notarial acts performed for a 13 remotely located individual under section 456-B, other than 14 affixing a notary public's certificate to a duplicate original, 15 \$25."

16 SECTION 16. Section 456-19, Hawaii Revised Statutes, is 17 amended to read as follows:

18 "[+]§456-19[+] Notary <u>public</u> signing for disabled person.
19 A notary <u>public</u> may sign the name of a person physically unable
20 to sign or to make a mark on a document presented for
21 notarization; provided that the notary public is satisfied that



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1 the person has voluntarily given consent for the notary public 2 to sign on the person's behalf, if the notary public writes, in 3 the presence of the person: "Signature affixed by notary public 4 pursuant to section 456-19, Hawaii Revised Statutes." beneath 5 the signature, and if a doctor's written certificate is provided 6 to the notary public certifying that the person is unable to 7 physically sign or make a mark because of the disability, and 8 that the person is capable of communicating the person's 9 intentions. The certificate shall be attached to the document." 10 SECTION 17. Section 456-20, Hawaii Revised Statutes, is 11 amended by amending its title and subsection (a) to read as 12 follows: 13 "[+]§456-20[+] Failure to verify identity and signature.

14 (a) A person commits the offense of failure to verify identity 15 [and signature] if the person is a commissioned notary public 16 and knowingly notarizes a document and [+

17 (1) If if a witness to the signing of the instrument, 18 fails to verify the identity of the signer by 19 [personally knowing the signer or by comparing the 20 personal appearance of the signer with satisfactory 21 proof of the signer's identity; or

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1	<del>(2)</del>	If not a witness to the signing of the instrument,
2		fails to verify the identity of the signer by
3		personally knowing the signer or by comparing the
4		personal appearance of the signer with satisfactory
5		proof of the signer's identity; or fails to verify the
6		signature of the signer by recognizing the signature
7		of the signer by personal familiarity with the
8		signature, or by comparing the signature with
9		satisfactory proof of the signer's signature.] proof
10		of the signer's signature and identity, or by
11		obtaining satisfactory evidence of identity under
12		section 456-B of a remotely located individual."
13	SECT	ION 18. Section 456-21, Hawaii Revised Statutes, is
14	amended t	o read as follows:
15	" [+]	§456-21[ <del>]</del> ] Failure to authenticate with a
16	certifica	tion statement. (a) A person commits the offense of
17	failure t	o authenticate with a certification statement if the
18	person is	a commissioned notary public and knowingly [notarizes]
19	performs	a notarial act with respect to a document and fails to
20	include a	ny of the following in the notary certification:



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1	(1)	Date of notarization and signature of the notary
2		<pre>public;</pre>
3	(2)	The printed name, date of expiration, and stamp or
4		seal of the notary public; and
5	(3)	Identification of the jurisdiction in which the
6		notarial act is performed[ <del>;</del>
7	-(4)-	Identification or description of the document being
8		notarized, placed in close proximity to the
9		acknowledgment or jurat; and
10	<del>(5)</del>	A statement of the number of pages and date of the
11		document].
12	(b)	If a notarial act regarding a tangible record is
13	performed	by a notary public, an official stamp shall be
14	stamped,	impressed, or attached on the certificate. If a
15	notarial	act is performed regarding a tangible record by a
16	notary pu	blic and the certificate contains the information
17	specified	in this section, an official stamp shall be affixed to
18	<u>the certi</u>	ficate. If a notarial act regarding an electronic
19	record is	performed by a notary public and the certificate
20	contains	the information specified in this section, an official



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1 stamp shall be attached to or logically associated with the 2 certificate.

3 [(b)] (c) Any person who violates this section shall be
4 guilty of a misdemeanor and shall be sentenced in accordance
5 with chapter 706.

6 [(c)] (d) A conviction under this section shall result in
7 the automatic revocation of the notary public's commission."
8 SECTION 19. Section 502-42, Hawaii Revised Statutes, is
9 amended to read as follows:

10 "§502-42 Certificate, contents. The certificate of 11 acknowledgment shall state in substance that the person who 12 executed the instrument appeared before the [officer] notary 13 public granting the certificate and acknowledged or stated that 14 the person executed the same, and that [such] the person was 15 personally known to the [officer] notary public granting [such] 16 the certificate to be the person whose name is subscribed to the 17 instrument as a party thereto, or was proved to be [such] the 18 party by the oath or affirmation of a credible witness known to 19 the [officer] notary public whose name shall be inserted in the 20 certificate [-] or by other satisfactory evidence of identity 21 under the laws of this State. If the person who executed the



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1 instrument appeared before a notary public as a remotely located 2 individual under section 456-B, then the certificate shall 3 indicate that the notarial act was performed using communication 4 technology in a manner provided in section 456-B. It shall not 5 be ground for the rejection of any [such] certificate, or for 6 refusing to accept [such] the instrument for record or in 7 evidence, that the certificate fails to state that the person 8 making the acknowledgment stated or acknowledged that the 9 instrument was executed freely or voluntarily by the person or 10 as the person's free act and deed." 11 SECTION 20. Section 502-48, Hawaii Revised Statutes, is 12 amended to read as follows: 13 "§502-48 Identification of person making. No 14 acknowledgment of any conveyance or other instrument, except as 15 provided by this chapter, whereby any real estate is conveyed or 16 may be affected, shall be taken, unless the person offering to 17 make the acknowledgment is personally known to the [officer] 18 notary public taking the acknowledgment to be the person whose 19 name is subscribed to the conveyance or instrument as a party 20 thereto, or is proved to be such by the oath or affirmation of a credible witness known to the [officer] notary public, or by 21





1 production of a [current] valid identification card or document 2 issued by the United States, this State, any other state, or a 3 national government that contains the bearer's photograph and 4 signature [-], or by obtaining satisfactory evidence of identity 5 of a remotely located individual under section 456-B." 6 SECTION 21. Section 502-72, Hawaii Revised Statutes, is 7 amended to read as follows: 8 "§502-72 Disposition of records. [Except as otherwise 9 provided in respect to notaries public by section 456-16, the] 10 The books of record so kept shall every five years, and upon the 11 resignation, death, or removal from office of such judge or 12 other officer, be deposited with the clerk of the circuit court 13 of the judicial circuit for and in which the judge or other 14 officer was or is authorized to act." 15 SECTION 22. Section 456-16, Hawaii Revised Statutes, is 16 repealed. 17 ["\$456-16 Disposition of records; penalty. The records of 18 each notary public shall be deposited with the office of the 19 attorney general upon the resignation, death, expiration of each 20 term of office, or removal from or abandonment of office. If 21 any notary fails to comply with this section within ninety days





1	of the date of the resignation, expiration of any term of
2	office, or removal from or abandonment of office or if the
3	notary's personal representative fails to comply with this
4	section within ninety days of the notary's death, then the
5	notary or the notary's personal representative shall forfeit to
6	the State not less than \$50 nor more than \$500, in the
7	discretion of the court, in an action brought by the attorney
8	general on behalf of the State."]
9	SECTION 23. This Act does not affect rights and duties
10	that matured, penalties that were incurred, and proceedings that
11	were begun before its effective date.
12	SECTION 24. In codifying the new sections added by section
13	2 and referenced in sections 15, 17, 19, and 20 of this Act, the
14	revisor of statutes shall substitute appropriate section numbers
15	for the letters used in designating the new sections in this
16	Act.
17	SECTION 25. Statutory material to be repealed is bracketed
18	and stricken. New statutory material is underscored.
19	SECTION 26. This Act shall take effect on July 1, 2021.

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## Report Title:

Notaries Public; Remote Notarization; Electronic Documents

#### Description:

Updates the laws regarding notaries public to conform to the Revised Uniform Law on Notarial Acts (2018), the Hawaii Uniform Electronic Transactions Act, other state notary laws, and current notary practices. Effective 7/1/2021. (HD1)

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