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 including the following: to conform to		
3	the Revised Uniform Law on Notarial Acts (2018) (RULONA), the		
4	Hawaii Uniform Electronic Transactions Act, other state notary		
5	laws, and current notary 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	"§456-A 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 refusal is prohibited by law other than this chapter.
5	§456-B Notarial act performed for remotely located
6	individual. (a) A remotely located individual may comply with
7	any requirement of law of this State to appear personally before
8	or be in the presence of a notary public at the time of the
9	performance of a notarial act by using communication technology
10	to appear before a remote online notary public.
11	(b) A remote online notary public located in this State
12	may perform a notarial act using communication technology for a
13	remotely located individual if:
14	(1) The remote online notary public:
15	(A) Has personal knowledge of the identity of the
16	<pre>individual;</pre>
17	(B) Has satisfactory evidence of the identity of the
18	remotely located individual by oath or
19	affirmation from a credible witness appearing
20	before the remote online notary public under this
21	chapter or this section; or

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

1	(ii) Involves property located in the territorial
2	jurisdiction of the United States or
3	involves a transaction substantially
4	connected with the United States; and
5	(B) The act of making the statement or signing the
6	record is not prohibited by the foreign state in
7	which the remotely located individual is located.
8	(c) If a notarial act is performed under this section, any
9	certificate of notarial act required by this chapter or other
10	law of the State shall indicate that the notarial act was
11	performed using communication technology.
12	(d) A form of certificate of notarial act subject to this
13	section and authorized by law of the State, including a
14	certificate of acknowledgment provided in section 502-41, is
15	sufficient if it:
16	(1) Complies with rules adopted under this section; or
17	(2) Is in the form authorized by law of the State and
18	contains a statement substantially as follows: "This
19	notarial act involved the use of communication
20	technology."

1	(e) A remote online notary public, guardian, conservator,
2	or agent of a remote online notary public, or a personal
3	representative of a deceased notary public shall retain the
4	audiovisual recording created under this section or cause the
5	recording to be retained by a repository designated by or on
6	behalf of the person required to retain the recording. Unless a
7	different period is required by rule adopted under this section,
8	the recording shall be retained for a period of at least ten
9	years after the recording is made.
10	(f) Before a remote online notary public performs the
11	remote online notary public's initial notarial act under this
12	section, the remote online notary public shall notify the
13	attorney general that the remote online notary public will be
14	performing notarial acts with respect to remotely located
15	individuals and identify the technologies that the remote online
16	notary public intends to use. The technology selected by a
17	remote online notary public to perform notarial acts for
18	remotely located individuals shall conform to the attorney
19	general's standards developed for this chapter.
20	(g) In addition to adopting, amending, or repealing rules
21	under section 456-1.5 and section 456-8, the attorney general

1	may adopt	, amend, or repeal rules pursuant to chapter 91
2	regarding	the performance of notarial acts under this section,
3	including	<u>:</u>
4	(1)	Prescribing the means of performing a notarial act
5		involving a remotely located individual using
6		communication technology;
7	(2)	Establishing standards for communication technology
8		and identity proofing;
9	(3)	Establishing requirements and procedures to approve
10		providers of communication technology and the process
11		of identity proofing; and
12	(4)	Establishing standards and a period of retention of ar
13		audiovisual recording created under this section.
14	(h)	Before adopting, amending, or repealing a rule
15	governing	the performance of a notarial act with respect to a
16	remotely :	located individual, the attorney general shall
17	consider:	
18	(1)	The most recent standards regarding the performance of
19		a notarial act with respect to a remotely located
20		individual promulgated by national standard-setting

1		organizations and the recommendations of the National
2		Association of Secretaries of State;
3	(2)	The standards, practices, and customs of other
4		jurisdictions that have laws substantially similar to
5		this section; and
6	(3)	The views of governmental officials and entities and
7		other interested persons.
8	<u>(i)</u>	For purposes of this section, the following
9	definitio	ns shall apply:
10	"Com	munication technology" means an electronic device or
11	process t	hat:
12	(<u>1)</u>	Allows a remote online notary public and a remotely
13		located individual to communicate with each other
14		simultaneously by sight and sound; and
15	(2)	When necessary and consistent with other applicable
16		law, facilitates communication with a remotely located
17		individual who has a vision, hearing, or speech
18		impairment.
19	"For	eign state" means a jurisdiction other than the United
20	States, a	state of the United States, the District of Columbia,
21	Puerto Ri	co, the United States Virgin Islands, any territory or

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

1	the attor	ney general to be commissioned as a remote online
2	notary pul	blic in the manner provided by this section.
3	(b)	A person qualifies to be commissioned as a remote
4	online no	tary public by:
5	(1)	Satisfying the qualification requirements for
6		commission as a notary public under this chapter;
7	(2)	Paying the application fee; and
8	(3)	Submitting to the attorney general an application in
9		the form prescribed by the attorney general that
10		satisfies the attorney general that the applicant is
11		qualified.
12	<u>(c)</u>	The attorney general may charge a fee for an
13	application	on submitted under this section in an amount necessary
14	to adminis	ster this section.
15	<u>(d)</u>	The technology selected by a remote online notary
16	public to	perform notarial acts shall conform to the attorney
17	general's	standards developed under this section.
18	(e)	The remote online notary public under this chapter
19	shall for	thwith file a literal or photostatic copy of the
20	person's	commission with the clerk of the circuit court of the

circuit in which the remote online notary public resides.

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I	(I) An individual commissioned as a remote online notary
2	public by the attorney general under this section is a notary
3	public for purposes of this chapter and is subject to the
4	requirements, powers, and duties of a notary public under this
5	chapter.
6	§456-D Notification regarding performance of notarial act
7	on electronic record; selection of technology; acceptance of
8	tangible copy of electronic record. (a) A notary public may
9	select one or more tamper-evident technologies to perform
10	notarial acts with respect to electronic documents. A person
11	may not require a notary public to perform a notarial act with
12	respect to an electronic document with a technology that the
13	notary public has not selected.
14	(b) Before a notary public performs the notary public's
15	initial notarial act with respect to an electronic document, a
16	notary public shall notify the attorney general that the notary
17	public will be performing notarial acts with respect to
18	electronic documents and identify the technology the notary
19	public intends to use. The technology selected by a remote
20	online notary public for remote online notarizations shall

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



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         §456-F Relation to federal Electronic Signatures in Global
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    and National Commerce Act. This chapter modifies, limits, and
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    supersedes the federal Electronic Signatures in Global and
    National Commerce Act, Title 15 United States Code section 7001,
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    et seq., but does not modify, limit, or supersede section 101(c)
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    of that Act, Title 15 United States Code section 7001(c), or
7
    authorize electronic delivery of any of the notices described in
    section 103(b) of that Act, Title 15 United States Code section
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9
    7003(b)."
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         SECTION 3. Section 456-1, Hawaii Revised Statutes, is
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    amended to read as follows:
         "§456-1 [Appointment;] Commission; renewal. (a)
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    attorney general may, in the attorney general's discretion,
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    [appoint and] commission such number of notaries public for the
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    State as the attorney general deems necessary for the public
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    good and convenience. The term of [office] commission of a
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    notary public shall be four years from the date of the notary's
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    commission, unless sooner removed by the attorney general for
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    cause after [due] the opportunity for hearing; provided that
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    after [due] the opportunity for hearing the commission of a
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    notary public may be revoked or the notary public may be
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- 1 otherwise disciplined by the attorney general in any case where
- 2 any change occurs in the notary's [office,] commission,
- 3 occupation, residence, or employment [which] that in the
- 4 attorney general's judgment renders the holding of such
- 5 commission by the notary no longer necessary for the public good
- 6 and convenience. Each notary shall, upon any change in the
- 7 notary's [office,] commission, occupation, residence, or
- 8 employment, forthwith report the same to the attorney general.
- 9 (b) Each notary public shall be responsible for renewing
- 10 the notary public's commission on a timely basis and satisfying
- 11 the renewal requirements provided by law. The failure to renew
- 12 a commission in a timely manner [may] shall cause the commission
- 13 to be forfeited[, if the attorney general finds that the failure
- 14 was done knowingly]; provided that a forfeited commission may be
- 15 restored by the attorney general within one year after the date
- 16 of forfeiture upon compliance with the commission renewal
- 17 requirements provided by law and upon written application and
- 18 payment of all applicable fees."
- 19 SECTION 4. Section 456-1.6, Hawaii Revised Statutes, is
- 20 amended as follows:

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document.

1 Adding twelve new definitions to be appropriately 2 inserted and to read: 3 ""Acknowledgment" means a declaration by a person before a 4 notary public that the person has signed a document for the 5 purpose stated in the document and, if the document is signed in 6 a representative capacity, that the person signed the document 7 with proper authority and signed it as the act of the person or 8 entity identified in the document. 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 electrical, digital, magnetic, wireless, optical, 13

"Electronic signature" means an electronic symbol, sound,

or process attached to or logically associated with a document

and executed or adopted by a person with the intent to sign the

"In a representative capacity" means acting as:

electromagnetic, or similar capabilities.

1	(1)	An authorized officer, agent, partner, trustee, or
2		other representative for a person other than an
3		<pre>individual;</pre>
4	(2)	A public officer, personal representative, guardian,
5		or other representative, in the capacity stated in a
6		<pre>document;</pre>
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	"Not	arial act" means an act, whether performed with respect
11	to a tang	ible or electronic document, that a notary public may
12	perform u	nder the law of this State. The term includes taking
13	an acknow	ledgment, administering an oath or affirmation, taking
14	a verific	ation upon oath or affirmation, witnessing or attesting
15	a signatu	re, certifying or attesting a copy, and noting a
16	protest o	f a negotiable instrument.
17	"Not	ary public" means an individual commissioned to perform
18	a notaria	l act by the attorney general under this chapter.
19	<u>"Sig</u>	n" means, with present intent to authenticate or adopt
20	a documen	t:
21	(1)	To execute or adopt a tangible symbol; or

1	(2) To attach or logically associate with the document an
2	electronic symbol, sound, or process.
3	"Signature" means a tangible symbol or an electronic
4	signature that evidences the signing of a document.
5	"Stamping device" means:
6	(1) A physical device capable of stamping or impressing
7	upon a tangible document a notary seal; or
8	(2) An electronic device or process capable of attaching
9	to or logically associating with an electronic
10	document a notary seal.
11	"Tamper-evident" means any changes to an electronic
12	document that display evidence of the change.
13	"Verification on oath or affirmation" means a declaration,
14	made by a person on oath or affirmation before a notary public,
15	that a statement in a document is true."
16	2. By amending the definition of "proof of the signer's
17	signature and identity" to read:
18	""Proof of the signer's signature and identity" means
19	[proof evidenced by production of a current identification care
20	or document issued by the United States, this State, any other
21	state, or a national government that contains the bearer's

1	photograph and	d signature.] satisfactory evidence of the identity
2	of an individu	ual appearing before the notary public if the
3	notary public	can identify the individual:
4	<u>(1)</u> By r	means of:
5	(A)	Having personal knowledge of the identify of an
6		individual before the officer if the individual
7		is personally known to the notary public through
8		dealings sufficient to provide reasonable
9		certainty that the individual has the identity
10		<pre>claimed;</pre>
11	<u>(B)</u>	A passport, driver's license, or government
12		issued nondriver identification card that is
13		valid or expired not more than three years before
14		the performance of the notarial act and contains
15		the signature and photograph of the individual;
16	(C)	Another form of government identification issued
17		to an individual that is valid or expired not
18		more than three years before performance of the
19		notarial act, contains the signature and
20		photograph of the individual, and is satisfactory
21		to the notary public; or

1	<u>(D)</u>	By verification on oath or affirmation of a
2		credible witness personally appearing before the
3		notary public and known to the notary public or
4		whom the notary public can identify on the basis
5		of a passport, driver's license, or government
6		issued nondriver identification card that is
7		valid or expired not more than three years before
8		performance of the notarial act; or
9	(2) By re	quiring an individual to provide additional
10	infor	mation or identification credentials necessary to
11	assur	e the notary public of the identity of the
12	indiv	idual."
13	3. By rep	pealing the definition of "personally knowing".
14	[" Persona]	lly knowing" or "personal knowledge" means having
15	an acquaintanc	e, derived from association with the individual,
16	which establish	nes the individual's identity with at least a
17	reasonable cert	cainty."]
18	SECTION 5	Section 456-2, Hawaii Revised Statutes, is
19	amended to read	d as follows:
20	"§456-2 (Qualifications; oath. Every person [appointed]
21	commissioned as	s a notary public shall, at the time of the

- 1 person's [appointment,] commission, be a resident of the State,
- 2 possess the other qualifications required of [public officers] a
- 3 notary public and be at least eighteen years of age. Every
- 4 person [appointed to that office] before being commissioned as a
- 5 notary public, shall[, before entering thereon,] take and
- 6 subscribe an oath for the faithful discharge of the person's
- 7 duties, which oath shall be filed in the department of the
- 8 attorney general."
- 9 SECTION 6. Section 456-3, Hawaii Revised Statutes, is
- 10 amended to read as follows:
- 11 "§456-3 Seal. Every notary public shall constantly keep
- 12 [an engraved seal of office or] a rubber stamp [facsimile]
- 13 notary seal which shall clearly show, when [embossed,]
- 14 stamped[τ] or impressed upon a tangible document[τ] or when
- 15 attached to or logically associated with an electronic document,
- 16 only the notary's name, the notary's commission number, and the
- 17 words, "notary public" and "State of Hawaii". The notary seal
- 18 must be capable of being copied together with the document to
- 19 which it is stamped, impressed, or attached, or with which it is
- 20 logically associated. The notary public shall authenticate all
- 21 the notary's official acts, attestations, certificates, and

1 instruments therewith, and shall always add to an official 2 signature the typed or printed name of the notary and a 3 statement showing the date that the notary's commission expires. 4 Upon resignation, death, expiration of term of [office] 5 commission without [reappointment,] renewal, or [removal from] 6 revocation, or abandonment of [office,] commission, the notary 7 public shall immediately deliver the notary's seal to the 8 attorney general who shall deface or destroy the same. [If any 9 notary fails to comply with this section within ninety days of 10 the date of the notary's resignation, expiration of term of 11 office without reappointment, or removal from or abandonment of 12 office or if the notary's personal representative fails to 13 comply with this section within ninety days of the notary's 14 death, then the notary public or the notary's personal 15 representative shall forfeit to the State not more than \$200, in 16 the discretion of the court, to be recovered in an action to be 17 brought by the attorney general on behalf of the State.] If a 18 notary public has used an electronic stamping device, upon 19 resignation, death, expiration of term of commission without 20 renewal, or revocation or abandonment of commission, the notary 21 public shall disable the electronic stamping device by

- 1 destroying, defacing, damaging, erasing, or securing it against
- 2 use in a manner that renders it unusable and shall submit a
- 3 declaration to the attorney general that the electronic stamping
- 4 device was disabled and state the date and manner in which the
- 5 device was disabled."
- 6 SECTION 7. Section 456-4, Hawaii Revised Statutes, is
- 7 amended to read as follows:
- 8 "\$456-4 Filing copy of commission; authentication of acts.
- 9 (a) Each person [appointed and] commissioned as a notary public
- 10 under this chapter shall forthwith file a literal or photostatic
- 11 copy of the person's commission, an impression of the person's
- 12 tangible seal, and a specimen of the person's official signature
- 13 with the clerk of the circuit court of the circuit in which the
- 14 notary public resides. Each person [appointed and] commissioned
- 15 as a notary public under this chapter may also, at the person's
- 16 option, file the above-named documents with the clerk of any
- 17 other circuit court. Thereafter any clerk, when [thereunto]
- 18 requested, shall certify to the official character and acts of
- 19 any such notary public whose commission, impression of tangible
- 20 seal, and specimen of official signature [is] are so filed in

- 1 the clerk's office. A notary public's electronic seal is not
- 2 subject to the requirements of this section.
- 3 (b) All documents filed under this section may be
- 4 maintained in tangible or electronic format."
- 5 SECTION 8. Section 456-5, Hawaii Revised Statutes, is
- 6 amended to read as follows:
- 7 "§456-5 Official bond. Each notary public forthwith and
- 8 before entering upon the duties of the notary's [office]
- 9 commission shall execute, at the notary's own expense, an
- 10 official surety bond which shall be in the sum of \$1,000. Each
- 11 bond shall be approved by a judge of the circuit court.
- The obligee of each bond, or bond continuation certificate,
- 13 shall be the State and the condition contained therein shall be
- 14 that the notary public will well, truly, and faithfully perform
- 15 all the duties of the notary's [office] commission which are
- 16 then or may thereafter be required, prescribed, or defined by
- 17 law or by any rule made under the express or implied authority
- 18 of any statute, and all duties and acts undertaken, assumed, or
- 19 performed by the notary public by virtue or color of the
- 20 notary's [office.] commission. The surety on any such bond, or
- 21 bond continuation certificate, shall be a surety company

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S.B. NO. 2275 S.D. 2

2 bond, or bond continuation certificate, shall be deposited and 3 kept on file in the office of the clerk of the circuit court of 4 the judicial circuit in which the notary public resides. 5 clerk shall keep a book to be called the "bond record", in which 6 the clerk shall record such data in respect to each of the bonds 7 or bond continuation certificates deposited and filed in the 8 clerk's office as the attorney general may direct." 9 SECTION 9. Section 456-7, Hawaii Revised Statutes, is 10 amended by amending subsection (a) to read as follows: 11 "(a) A person commits the offense of unauthorized practice 12 as a notary public if the person knowingly engages in or offers 13 to engage in any duties of [the office of] a notary public 14 without first complying with all of the following: 15 Being [appointed and] commissioned as a notary public (1)

authorized to do business in the State. After approval the

17 (2) Filing a copy of the person's commission, an

18 impression of the person's seal, and a specimen of the

19 person's official signature with the clerk of the

20 circuit court of the circuit in which the person

21 resides; and

by the attorney general;

- (3) Executing an official surety bond pursuant to section
 456-5."
 SECTION 10. Section 456-8, Hawaii Revised Statutes, is
- 3 SECTION 10. Section 456-8, Hawaii Revised Statutes, is 4 amended to read as follows:
- 5 "§456-8 Rules. The attorney general, subject to chapter
- 6 91, may prescribe such rules as the attorney general deems
- 7 advisable concerning the administration of this chapter, the
- 8 [appointment] commission and duties of notaries public, [the
- 9 duties of other officers thereunder, and such measures as may
- 10 be necessary to prevent the fraudulent use of a notarized
- 11 document after placement of the notary's seal. The rules shall
- 12 have the force and effect of law."
- SECTION 11. Section 456-9, Hawaii Revised Statutes, is
- 14 amended to read as follows:
- 15 "\$456-9 Fees and administrative fines. (a) The attorney
- 16 general shall charge and collect the following fees for:
- 17 (1) Issuing the original commission, \$40; [and]
- 18 (2) Renewing the commission, \$40[-]; and
- 19 <u>(3)</u> <u>Electronic processing service fees of up to ten per</u>
- cent of the amount of the transaction.

1	Thes	e fees may be adjusted, and any other fees may be
2	establish	ed and adjusted, by adopting rules pursuant to chapter
3	91.	
4	(b)	The court fees for filing a copy of a commission and
5	for each	certificate of authentication shall be specified by the
6	supreme c	ourt.
7	(c)	The attorney general may impose and collect the
8	following	administrative fines for a notary public's failure to:
9	(1)	Maintain an official seal of [one type, either a
10		single engraved seal or a single rubber stamp
11		[facsimile] seal, on which shall be inscribed the name
12		of the notary public, the commission number of the
13		notary public, and the words "notary public" and
14		"State of Hawaii" only, \$20;
15	(2)	Surrender the notary public's [seal] physical stamping
16		<u>device</u> and certificate to the attorney general within
17		ninety days of resignation, [removal from office,]
18		revocation of commission, or the expiration of a term
19		without renewal, \$200;
20	(3)	Disable the notary public's electronic stamping device

within ninety days of resignation, revocation of

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1		commission, or the expiration of a term without
2		renewal, \$200;
3	[-(3)-]	(4) Authenticate every acknowledgment or jurat with a
4		certificate that shall be signed and dated by the
5		notary, include the printed name and official stamp or
6		seal of the notary, identify the jurisdiction in which
7		the notarial act is performed, [describe in close
8		proximity to the acknowledgment or jurat the document
9		being notarized, and state the number of pages and
10		date of the document,] \$500;
11	[(4)]	(5) [Record] Maintain a journal of all of the notary
12		public's transactions as prescribed by section 456-15
13		and applicable rules, \$200; and
14	[(5)	Surrender the notary public's record books to the
15		attorney general within ninety days of the end date of
16		the commission, resignation, or removal from office,
17		\$500; and]
18	(6)	Notify the attorney general within ten days after
19		loss, misplacement, or theft of the notary public's
20		[seal, stamp,] stamping device or any [record book,]
21		journal, inform the appropriate law enforcement agency

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              in the case of theft, and deliver a copy of the law
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              enforcement agency's report of the theft to the
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              attorney general, $20.
4
              The foregoing moneys collected by the attorney general
5
    pursuant to this section shall be deposited into the notaries
6
    public revolving fund established by section 456-9.5, except
7
    that if that fund is terminated, the foregoing moneys shall
8
    thereafter be deposited with the director of finance to the
9
    credit of the general fund.
10
         (e) All unpaid fees, fines, and forfeitures shall
11
    constitute a debt due and owing to the State."
12
         SECTION 12. Section 456-9.5, Hawaii Revised Statutes, is
13
    amended by amending subsection (a) to read as follows:
14
         "$456-9.5 Notaries public revolving fund. (a) There is
15
    established in the state treasury the notaries public revolving
16
    fund into which shall be deposited:
17
         (1)
              All fees, administrative fines, charges, or other
18
              payments received pursuant to section 456-9;
19
         (2) Penalties and fines for violations of section 456-3[7]
20
              or 456-7[<del>, or 456-16;</del>];
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S.B. NO. S.D. 2

1	(3)	Appropriations made for deposit into the notaries
2		public revolving fund; and
3	(4)	Interest earned on money in the notaries public
4		revolving fund."
5	SECT	TON 13. Section 456-14, Hawaii Revised Statutes, is
6	amended to read as follows:	
7	"§45	6-14 [Notary] Authority to perform notarial act;
8	notary co	nnected with a corporation or trust company[; authority
9	to act].	(a) Except as otherwise provided in subsection (b):
10	(1)	A notary public may perform a notarial act authorized
11		by this chapter or by law of the State other than this
12		chapter; and
13	(2)	It shall be lawful for any notary public, although an
14		officer, employee, shareholder, or director of a
15		corporation or trust company to take the
16		acknowledgment of any party to any written instrument
17		executed to or by the corporation or trust company, or
18		to administer an oath to any shareholder, director,
19		officer, employee, or agent of the corporation or
20		trust company, or to protest for nonacceptance or
21		nonpayment of bills of exchange, drafts, checks,

1	notes, and other negotiable instruments [which] <u>that</u>
2	may be owned or held for collection by the corporation
3	or trust company[; provided it shall be unlawful for
4	any notary public to take the acknowledgment of any
5	party to an instrument, or to protest any negotiable
6	instrument, where the notary is individually a party
7	to the instrument].
8	(b) A notary public may not perform a notarial act with
9	respect to a document to which the notary public or the notary
10	public's spouse or civil partner is a party or in which either
11	of them has a direct beneficial interest. A notarial act
12	performed in violation of this section is voidable.
13	(c) A notary public may certify that a tangible copy of an
14	electronic document is an accurate copy of the electronic
15	document."
16	SECTION 14. Section 456-15, Hawaii Revised Statutes, is
17	amended to read as follows:
18	"§456-15 [Record;] Journal; copies as evidence. [Every
19	notary public shall record at length in a book of records all
20	acts, protests, depositions, and other things, by the notary
21	noted or done in the notary's official capacity. For each

- 1 official act, the notary shall enter in the book:] (a) A notary
- 2 public shall maintain a journal in which the notary public
- 3 chronicles all notarial acts that the notary public performs.
- 4 The notary public shall retain the journal for ten years after
- 5 the performance of the last notarial act chronicled in the
- 6 journal.
- 7 (b) A journal may be created on a tangible medium or in an
- 8 electronic format. A notary public shall maintain only one
- 9 tangible journal at a time to chronicle all notarial acts
- 10 performed regarding tangible documents and one electronic
- 11 journal at a time to chronicle all notarial acts performed
- 12 regarding electronic documents. If the journal is maintained on
- 13 a tangible medium, it must be a permanent, bound register with
- 14 numbered pages. If the journal is maintained in an electronic
- 15 format, it must be in a permanent, tamper-evident electronic
- 16 format complying with the rules of the attorney general.
- 17 (c) A notary public having the care and custody of the
- 18 journal may cause the same to be photographed,
- 19 microphotographed, reproduced on film, or copied to an
- 20 electronic format. Any device or electronic storage system used

1	to copy c	r reproduce the journal shall accurately reflect the
2	informati	on in the original thereof in all details.
3	(d)_	A photograph, microphotograph, reproduction on film,
4	or electr	onic copy of a journal shall be deemed to be an
5	original	record for all purposes, including introduction in
6	evidence	in all courts or administrative agencies. A
7	transcrip	t, exemplification, facsimile, or certified copy
8	thereof,	for all purposes recited in this section, shall be
9	deemed to	be a transcript, exemplification, facsimile, or
10	certified	copy of the original record.
11	<u>(e)</u>	An entry in a journal shall be made contemporaneously
12	with perf	ormance of the notarial act and contain the following
13	informati	on:
14	(1)	The type, date, and time of day of the notarial act;
15	(2)	The title or type and date of the document or
16		proceeding and the nature of the act, transaction, or
17		thing to which the document relates;
18	(3)	The [$\frac{\text{signature}}{\text{signature}}$] $\frac{\text{full}}{\text{printed name}}$ and address of
19		each person whose signature is notarized and of each
20		witness[+] and, if the journal is maintained in a
21		tangible medium, the signature of each such person;

S.B. NO. S.D. 2

I	(4)	[Other parties to the instrument; and] If identity of
2		the person is based on personal knowledge, a statement
3		to that effect;
4	(5)	[The manner in which the signer was identified.] If
5		identity of the person is based on satisfactory
6		evidence, a brief description of the method of
7		identification and the identification credential
8		presented, if any, including the identification number
9		and date of expiration of any identification
10		credential; and
11	(6)	The fee, if any, charged by the notary public.
12	(f)	If a notary public's journal is lost or stolen, the
13	notary pu	blic shall promptly notify the attorney general on
14	discoveri	ng that the journal is lost or stolen.
15	(g)	On resignation from, or the expiration, revocation, or
16	suspensio	n of, a notary public's commission, the notary public
17	shall ret	ain the notary public's journal in accordance with this
18	section a	nd inform the attorney general where the journal is
19	located.	
20	(h)	On the death or adjudication of incompetency of a
21	current o	r former notary public, the notary public's personal



- 1 representative or guardian or any other person knowingly in
- 2 possession of the journal shall transmit it to the attorney
- 3 general or a repository approved by the attorney general.
- 4 (i) All copies or certificates granted by the notary shall
- 5 be under the notary's hand and notary seal and shall be received
- 6 as evidence of such transactions.
- 7 (j) The journals are subject to such reasonable periodic,
- 8 special, or other audits or inspections by the department of the
- 9 attorney general, within or without this State, as the attorney
- 10 general considers necessary or appropriate. An audit or
- 11 inspection may be made at any time and without prior notice.
- 12 The department of the attorney general may copy, and remove for
- 13 audit or inspection copies of, all records the department of the
- 14 attorney general reasonably considers necessary or appropriate
- 15 to conduct the audit or inspection. If any notary fails to
- 16 comply with this section, then the notary shall be subject to an
- administrative fine of not less than \$50 nor more than \$500.
- 18 All unpaid fees, fines, and forfeitures shall constitute a debt
- 19 due and owing to the State."
- 20 SECTION 15. Section 456-17, Hawaii Revised Statutes, is
- 21 amended to read as follows:

```
1
         "§456-17 Fees. Subject to section 456-18, every notary
2
    public is entitled to demand and receive the following fees:
3
         For noting the protest of mercantile paper, $5;
4
         For each notice and certified copy of protest, $5;
5
         For noting any other protest, $5;
6
         For every notice thereof, and certified copy of protest,
7
    $5;
8
         For every deposition, or official certificate, $5;
9
         For the administration of oath, including the certificate
10
    of the oath, $5; for affixing the certificate of the oath to
11
    every duplicate original instrument beyond four, $2.50;
12
         For taking any acknowledgment, $5 for each party signing;
13
    for affixing to every duplicate original beyond one of any
14
    instrument acknowledged before the notary, the notary's
15
    certificate of the acknowledgment, $2.50 for each person making
16
    the acknowledgment.
17
         For any of the foregoing notarial acts performed for a
18
    remotely located individual under section 456-B, other than
19
    affixing a notary's certificate to a duplicate original, $25."
20
         SECTION 16. Section 456-19, Hawaii Revised Statutes, is
21
    amended to read as follows:
```

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

1	(1)	$\overline{\text{If}}$ if 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] proof of the
6		signer's signature and identity, or by obtaining
7		satisfactory evidence of identity under section 456-B
8		of a remotely located individual.
9	[(2)	If not a witness to the signing of the instrument,
10		fails to verify the identity of the signer by
11		personally knowing the signer or by comparing the
12		personal appearance of the signer with satisfactory
13		proof of the signer's identity; or fails to verify the
14		signature of the signer by recognizing the signature
15		of the signer by personal familiarity with the
16		signature, or by comparing the signature with
17		satisfactory proof of the signer's signature.]"
18	SECT	ION 18. Section 456-21, Hawaii Revised Statutes, is
19	amended t	o read as follows:
20	" [-[-]	§456-21[] Failure to authenticate with a
21	certifica	tion statement. (a) A person commits the offense of

2	person is	a commissioned notary public and knowingly notarizes a
3	document	and fails to include any of the following in the notary
4	certifica	tion:
5	(1)	Date of notarization and signature of the notary
6		<pre>public;</pre>
7	(2)	The printed name, date of expiration, and stamp or
8		seal of the notary public; and
9	(3)	Identification of the jurisdiction in which the
10		notarial act is performed[+
11	(4)	Identification or description of the document being
12		notarized, placed in close proximity to the
13		acknowledgment or jurat; and
14	(5)	A statement of the number of pages and date of the
15		document].
16	(b)	If a notarial act regarding a tangible record is
17	performed	by a notary public, an official stamp shall be affixed
18	to or emb	ossed on the certificate. If a notarial act is
19	performed	regarding a tangible record by a notary public and the
20	certifica	te contains the information specified in this section,
21	an offici	al stamp shall be affixed to the certificate. If a

failure to authenticate with a certification statement if the

- 1 notarial act regarding an electronic record is performed by a
- 2 notarial public and the certificate contains the information
- 3 specified in this section, an official stamp shall be attached
- 4 to or logically associated with the certificate.
- 5 [(b)] <u>(</u>c) Any person who violates this section shall be
- 6 guilty of a misdemeanor and shall be sentenced in accordance
- 7 with chapter 706.
- 8 [$\frac{(c)}{(c)}$] (d) A conviction under this section shall result in
- 9 the automatic revocation of the notary public's commission."
- 10 SECTION 19. Section 502-42, Hawaii Revised Statutes, is
- 11 amended to read as follows:
- 12 "§502-42 Certificate, contents. The certificate of
- 13 acknowledgment shall state in substance that the person who
- 14 executed the instrument appeared before the [officer] notary
- 15 public granting the certificate and acknowledged or stated that
- 16 the person executed the same, and that [such] the person was
- 17 personally known to the [officer] notary public granting [such]
- 18 the certificate to be the person whose name is subscribed to the
- 19 instrument as a party thereto, or was proved to be [such] the
- 20 party by the oath or affirmation of a credible witness known to
- 21 the [officer] notary public whose name shall be inserted in the



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

S.B. NO. 2275 S.D. 2

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



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

Report Title:

Notaries Public; Remote Notarization; Electronic Documents

Description:

Updates laws concerning 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. (SD2)

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