

STAND. COM. REP. NO. 1365

Honolulu, Hawaii

MAR 24 2023

RE: H.B. No. 525
H.D. 2
S.D. 1

Honorable Ronald D. Kouchi
President of the Senate
Thirty-Second State Legislature
Regular Session of 2023
State of Hawaii

Sir:

Your Committee on Commerce and Consumer Protection, to which was referred H.B. No. 525, H.D. 2, entitled:

"A BILL FOR AN ACT RELATING TO THE UNIFORM COMMERCIAL CODE,"

begs leave to report as follows:

The purpose and intent of this measure is to implement the 2022 Uniform Commercial Code Amendments set forth by the Uniform Law Commission.

Your Committee received testimony in support of this measure from the Commission to Promote Uniform Legislation. Your Committee received testimony in opposition to this measure from one individual.

Your Committee finds that the Uniform Commercial Code provides a set of laws for broad categories of commercial transactions including the sale or lease of goods, negotiable instruments, bank deposits and collections, funds transfers, letters of credit, documents of title, investment property, and secured transactions in personal property. The Uniform Commercial Code has been adopted, in part, by all fifty states and the District of Columbia. In 2022, the Uniform Commercial Code was amended to reflect the economy's shift towards services, software, and information-based transactions. This measure adopts the

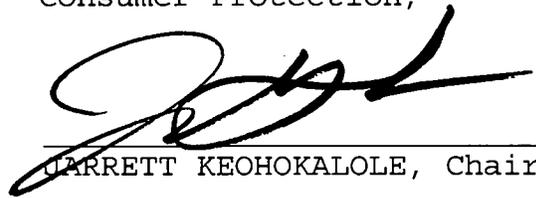


Uniform Commercial Code's amendments, updating the State's law to reflect the current economy.

Your Committee has amended this measure by making technical, nonsubstantive amendments for the purposes of clarity and consistency.

As affirmed by the record of votes of the members of your Committee on Commerce and Consumer Protection that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 525, H.D. 2, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 525, H.D. 2, S.D. 1, and be referred to your Committee on Judiciary.

Respectfully submitted on
behalf of the members of the
Committee on Commerce and
Consumer Protection,



JARRETT KEOHOKALOLE, Chair



