

A Bill for an Act Relating to Licensing Requirements of an Escrow Depository.

Be It Enacted by the Legislature of the State of Hawaii:

SECTION 1. Chapter 449, Hawaii Revised Statutes, is amended by adding a new section to be appropriately designated and to read as follows:

“Sec. 449- Licensing requirements. (a) Every corporation desiring to be licensed as an escrow depository shall have and maintain a principal place of business in the State for the transaction of its escrow depository business.

(b) Every such licensee shall notify the bank examiner in writing of the relocation of its offices, setting forth the proposed relocation and the reason for the relocation and other information as may be required by the bank examiner.

(c) An escrow depository may establish a branch office provided notice thereof is given the bank examiner in writing within thirty days after establishment of such branch office.

(d) A license issued under this chapter shall be prominently displayed in the place or places of business of the escrow depository.

(e) The escrow depository business shall be under the direct management of an officer, or an employee, designated by its board of directors as escrow officer for the corporation and if the designated escrow officer terminates his or her employment with the escrow depository, the licensee shall notify the bank examiner in writing at least fifteen days before the termination date of the designated escrow officer. Licensee shall also inform the bank examiner in writing of the new escrow officer for the corporation designated by its board of directors before the present escrow officer terminates his employment with the company, setting forth the experience, integrity, competency of the new designated escrow officer in handling escrow transactions, and such other information as required by the bank examiner.”

SECTION 2. Statutory material to be repealed is bracketed. New material is underscored. In printing this Act, the revisor of statutes need not include the brackets, the bracketed material, or the underscoring.*

SECTION 3. This Act shall take effect upon its approval.

(Approved May 22, 1973.)

*Edited accordingly.