

ACT 272

S.B. NO. 3237

A Bill for an Act Relating to Commercial Paper.

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

SECTION 1. Chapter 490, Hawaii Revised Statutes, is amended by adding a new section to article 3 to be appropriately designated and to read as follows:

**“§490:3- Instrument marked payment in full; accord and satisfaction; when.** The negotiation of an instrument marked “paid in full”, “payment in full”, “full payment of claim”, or similar language in and of itself shall not establish an accord and satisfaction that binds the payee or prevents the collection of any remaining amount owed on the underlying obligation.”

SECTION 2. New statutory material is underscored.<sup>1</sup>

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

(Approved June 25, 1990.)

**Note**

1. Edited pursuant to HRS §23G-16.5.