
A BILL FOR AN ACT

RELATING TO CONSUMER PROTECTION.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

- 1 SECTION 1. Chapter 503B, Hawaii Revised Statutes, is
2 amended by adding four new sections to be appropriately
3 designated and to read as follows:
- 4 "**§503B-A Rules.** The lieutenant governor may adopt rules
5 pursuant to chapter 91 as the lieutenant governor deems
6 necessary to implement this chapter, the appointment and duties
7 of commissioners of deeds, and other measures necessary to
8 prevent the fraudulent use of a document affixed with the
9 commissioner of deeds' seal. The rules shall have the force and
10 effect of law.
- 11 **§503B-B Fees and administrative fines.** (a) The
12 lieutenant governor shall charge and collect the following fees:
- 13 (1) Application for commissioner of deeds commission, \$10;
14 (2) Application for renewal of commissioner of deeds
15 commission, \$10;
16 (3) Application for restoration of forfeited commission,
17 \$10;



1 (4) Application for reinstatement of suspended commission,
2 \$10;

3 (5) Issuance of the original commission, \$40;

4 (6) Renewal of the commission, \$40;

5 (7) Restoration of forfeited commission, \$60;

6 (8) Reinstatement of suspended commission, \$40; and

7 (9) Commission name change, \$10.

8 Fees may be adjusted by adopting rules pursuant to chapter
9 91.

10 (b) The lieutenant governor may impose and collect the
11 following administrative fines for the commissioner of deeds'
12 failure to do the following:

13 (1) Maintain an official seal in accordance with section
14 503B-2(a)(1) and any rule adopted pursuant to chapter
15 91, \$20;

16 (2) Surrender the commissioner of deeds' seal and
17 certificate to the lieutenant governor within ninety
18 days of resignation, removal from office, or the
19 expiration of a term without renewal, \$200;

20 (3) Authenticate every acknowledgment or jurat with a
21 certificate that is signed and dated by a commissioner



- 1 and in a form prescribed by the lieutenant governor,
2 \$500;
- 3 (4) Record all of the commissioner of deeds' transactions
4 as prescribed by section 503B-4 and any rules adopted
5 pursuant to chapter 91, \$200;
- 6 (5) Surrender the commissioner of deeds' record books to
7 the lieutenant governor within ninety days of the end
8 date of the commission, resignation, or removal from
9 office, \$500;
- 10 (6) Notify the lieutenant governor within ten days after
11 loss or misplacement of the commissioner's seal or
12 record book, or both, \$20; and
- 13 (7) In the case of a theft of the commissioner's seal or
14 record book, or both, \$20; and the commissioner of
15 deeds shall:
- 16 (A) Notify the lieutenant governor within ten days of
17 the theft;
- 18 (B) Inform the appropriate local law enforcement
19 agency of the theft within ten days of discovery
20 of the theft or, if the theft occurs on a vessel,



- 1 inform the vessel's captain of the theft within
- 2 ten days of discovery of the theft;
- 3 (C) Use reasonable efforts to obtain a copy of a
- 4 report of the theft from the appropriate local
- 5 law enforcement agency or, if the theft occurs on
- 6 a vessel, obtain a copy of the report of the
- 7 theft from the vessel's captain or other officer;
- 8 and
- 9 (D) Deliver a copy of any report of the theft to the
- 10 lieutenant governor within ten days after receipt
- 11 thereof.

12 Administrative fines may be adjusted by adopting rules
 13 pursuant to chapter 91. Moneys collected by the lieutenant
 14 governor pursuant to this section shall be deposited into the
 15 commissioner of deeds revolving fund established by section
 16 503B-C, except that if that fund is terminated, the moneys shall
 17 thereafter be deposited by the director of finance to the credit
 18 of the general fund.

19 §503B-C Commissioner of deeds revolving fund. (a) There
 20 is established in the state treasury the commissioner of deeds
 21 revolving fund into which shall be deposited:



1 (1) All fees or administrative fines received pursuant to
2 section 503B-B;

3 (2) Appropriations made by the legislature and deposited
4 into the commissioner of deeds revolving fund; and

5 (3) Interest earned on money in the commissioner of deeds
6 revolving fund.

7 (b) The commissioner of deeds revolving fund shall be
8 administered by the office of the lieutenant governor.

9 Notwithstanding any law to the contrary, moneys in the
10 commissioner of deeds revolving fund shall be used for personnel
11 costs, the acquisition of equipment, and any operating and
12 administrative costs deemed necessary by the office of the
13 lieutenant governor to administer this chapter. The moneys in
14 the fund may also be used to train personnel as deemed necessary
15 by the lieutenant governor and for any other activity related to
16 commissioners of deeds.

17 **§503B-D Immunity.** (a) The lieutenant governor and
18 employees of the office of the lieutenant governor shall be
19 immune from liability for good faith conduct under this chapter.

20 (b) Notwithstanding any law to the contrary, nothing in
21 this chapter shall be construed to constitute a waiver of any



1 immunity of the State, and no action or failure to act under
2 this chapter shall be construed to create any liability for the
3 State or its officers or employees for the recovery of any
4 damages caused by any action or failure to act."

5 SECTION 2. Section 503B-1, Hawaii Revised Statutes, is
6 amended to read as follows:

7 "~~§~~503B-1~~§~~ **Commissioners; appointment.** The lieutenant
8 governor may appoint commissioners who shall serve for four
9 years from the date of the individual commissioner's respective
10 appointment, unless removed by the lieutenant governor."

11 SECTION 3. Section 503B-3, Hawaii Revised Statutes, is
12 amended to read as follows:

13 "~~§~~503B-3~~§~~ **Powers; charges.** A commissioner, in any
14 foreign country; in international waters; and in any possession,
15 territory, or commonwealth of the United States, including but
16 not limited to the United States territorial seas, may
17 administer oaths and take acknowledgments and proofs of
18 execution of any deed, assignment of lease, apartment deed and
19 ground lease, condominium conveyance document, mortgage, deed of
20 trust, contract, power of attorney, or any other instrument or
21 writing to be used or recorded in the State in connection with:



1 (1) A time share interest;

2 (2) Any property subject to a time share plan; or

3 (3) The operation of a time share plan that includes any

4 property located within the State;

5 provided that the instrument or writing is executed in

6 international waters or in the United States territorial seas,

7 or outside of the fifty states and the District of Columbia.

8 Oaths, acknowledgments, and proofs of execution shall be taken

9 or made in the manner provided by the laws of the State,

10 including but not limited to sections 502-42, 502-43, 502-48,

11 502-61, 502-62, and 502-63, and shall be certified by the

12 commissioner under the commissioner's official seal. The

13 certification shall be endorsed on or attached to the instrument

14 or writing and shall have the same effect as if made or taken in

15 the State by a notary public commissioned in the State. Charges

16 made by commissioners for services rendered shall be no higher

17 than the rates authorized by any law governing similar services

18 rendered by notaries within the jurisdictions in which the

19 services are performed."

20 SECTION 4. Section 503B-8, Hawaii Revised Statutes, is

21 amended by amending subsection (a) to read as follows:



1 "(a) Each commissioner forthwith and before entering upon
2 the duties of the commissioner's office shall execute at the
3 commissioner's own expense an official surety bond or deposit
4 with the lieutenant governor a cash bond, which in either case
5 shall be in the sum of [~~\$1,000.~~] \$10,000. Each bond shall be
6 approved by the office of the lieutenant governor."

7 SECTION 5. In codifying the new sections added by section
8 1 of this Act, the revisor of statutes shall substitute
9 appropriate section numbers for the letters used in designating
10 the new sections in this Act.

11 SECTION 6. Statutory material to be repealed is bracketed
12 and stricken. New statutory material is underscored.

13 SECTION 7. This Act shall take effect on January 7, 2059.



Report Title:

Commissioners of Deeds; Rules; Fees; Administrative Fines;
Commissioner of Deeds Revolving Fund

Description:

Clarifies the lieutenant governor's rulemaking authority; authorizes the lieutenant governor to assess and collect fees and administrative fines; establishes a revolving fund into which the fees and administrative fines are to be deposited; clarifies that the lieutenant governor is responsible for the program; and increases the surety bond requirement from \$1,000 to \$10,000. Effective 01/07/2059. (Proposed SD1)

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