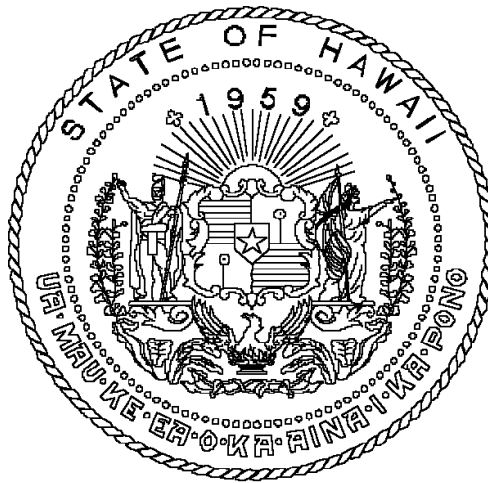


REPORT TO THE THIRTY-FIRST LEGISLATURE
STATE OF HAWAII
REGULAR SESSION OF 2022

**OPERATIONS OF THE
FILING OFFICE FOR FINANCING STATEMENTS
UNDER THE UNIFORM COMMERCIAL CODE,
SECURED TRANSACTIONS (REVISED ARTICLE 9)**



Prepared by the

Department of Land and Natural Resources
State of Hawaii

in response to
Section 490:9-527, Hawaii Revised Statutes

November 2021

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FILING OFFICE FOR FINANCING STATEMENTS
UNDER THE UNIFORM COMMERCIAL CODE,
SECURED TRANSACTIONS (REVISED ARTICLE 9)**

INTRODUCTION

This report is prepared in compliance with Section 490:9-527, Hawaii Revised Statutes, on the operations of the Filing Office under the Uniform Commercial Code (UCC), Secured Transactions (Revised Article 9). The Bureau of Conveyances (Bureau) of the Department of Land and Natural Resources (Department) has been designated as the State of Hawaii's Filing Office for the purposes of the Revised Article 9.

STATUS

The Bureau has been accepting for filing UCC instruments pursuant to provisions of the Revised Article 9 effective July 1, 2001 and revisions effective July 1, 2015.

Search criteria and structure of operations for filing offices differ from state to state. And although operationally, these differences have negligible impact to the consumer's utilization of UCC's, the ultimate objective is to try to bring Hawaii's procedures and rules more in harmony with all jurisdictions as well as to coincide with the provisions of the Revised Article 9, 2010 edition which is the most recent version of the Model Rules promulgated by the International Association of Commercial Administrators. The Bureau has been reviewing drafts of Model Rules promulgated by the International Association of Corporate Administrators and rules of other jurisdictions to help in the development of an updated set of rules for Hawaii which cover the latest Revised Article 9 of the UCC.

The Department already moved forward with critical rule changes in 2017 affecting its operations, updating for statutory changes enacted since 2009 and solidifying long overdue fee increases which were a priority. The Department will now continue to work with the Department of the Attorney General and incorporate their comments into the draft rules that will include Revised Article 9 UCC updates so they can be presented during the same public hearings process for the next set of Bureau rules and fee updates.