## House Bill 2459

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State of Washington 60th Legislature 2008 Regular Session

By Representatives Kelley, Ross, Simpson, Hudgins, Upthegrove, and Warnick; by request of Secretary of State

Prefiled 12/12/07. Read first time 01/14/08. Referred to Committee on Local Government.

- 1 AN ACT Relating to real property electronic recording; and adding
- 2 a new chapter to Title 65 RCW.
- 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 4 <u>NEW SECTION.</u> **Sec. 1.** This chapter may be known and cited as the
- 5 uniform real property electronic recording act.
- 6 <u>NEW SECTION.</u> **Sec. 2.** The definitions in this section apply 7 throughout this chapter unless the context clearly requires otherwise.
  - (1) "Document" means information that is:
- 9 (a) Inscribed on a tangible medium or that is stored in an 10 electronic or other medium, and is retrievable in perceivable form; and
- 11 (b) Eligible to be recorded in the land records maintained by the
- 12 recording officer.
- 13 (2) "Electronic" means relating to technology having electrical,
- 14 digital, magnetic, wireless, optical, electromagnetic, or similar
- 15 capabilities.

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- 16 (3) "Electronic document" means a document that is received by the
- 17 recording officer in an electronic form.

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- 1 (4) "Electronic signature" means an electronic sound, symbol, or 2 process attached to or logically associated with a document and 3 executed or adopted by a person with the intent to sign the document.
- 4 (5) "Person" means an individual, corporation, business trust, 5 estate, trust, partnership, limited liability company, association, 6 joint venture, public corporation, government, or governmental 7 subdivision, agency, or instrumentality, or any other legal or 8 commercial entity.
- 9 (6) "State" means a state of the United States, the District of 10 Columbia, Puerto Rico, the United States Virgin Islands, or any 11 territory or insular possession subject to the jurisdiction of the 12 United States.
- 13 (7) "E-recording standards commission" means the body of 14 stakeholders appointed by the secretary of state to review electronic 15 recording standards and make recommendations to the secretary under 16 section 5 of this act.
- NEW SECTION. **Sec. 3.** (1) If a law requires, as a condition for recording, that a document be an original, be on paper or another tangible medium, or be in writing, the requirement is satisfied by an electronic document satisfying this chapter.
- 21 (2) If a law requires, as a condition for recording, that a 22 document be signed, the requirement is satisfied by an electronic 23 signature.
- (3) A requirement that a document or a signature associated with a document be notarized, acknowledged, verified, witnessed, or made under oath is satisfied if the electronic signature of the person authorized to perform that act, and all other information required to be included, is attached to or logically associated with the document or signature.
- 29 A physical or electronic image of a stamp, impression, or seal need not
- 30 accompany an electronic signature.
- NEW SECTION. Sec. 4. (1) In this section, "paper document" means a document that is received by the recording officer in a form that is not electronic.
- 34 (2) A recording officer:
- 35 (a) Who performs any of the functions listed in this section shall

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do so in compliance with the rules adopted by the secretary of state for the electronic recording of documents;

(b) May receive, index, store, archive, and transmit electronic documents;

- (c) May provide for access to, and for search and retrieval of, documents and information by electronic means;
- (d) Who accepts electronic documents for recording shall continue to accept paper documents as authorized by state law and shall place entries for both types of documents in the same index;
- 10 (e) May convert paper documents accepted for recording into 11 electronic form;
- 12 (f) May convert information previously recorded into electronic 13 form;
- 14 (g) May, after receiving approval pursuant to RCW 36.29.190, accept 15 electronically any fee or tax that the recording officer is authorized 16 to collect;
  - (h) May agree with other officials of a state, or a political subdivision thereof, or of the United States, on procedures or processes to facilitate the electronic satisfaction of prior approvals and conditions precedent to recording and the electronic payment of fees or taxes.

NEW SECTION. Sec. 5. The office of the secretary of state shall create an e-recording standards commission. The e-recording standards commission shall review electronic recording standards and make recommendations to the secretary of state for rules necessary to implement this chapter. A majority of the commission must be county recorders or auditors. The commission may include assessors, treasurers, land title company representatives, escrow agents, and mortgage brokers, the state archivist, and any other party the secretary of state deems appropriate. The term of the commissioners will be set by the secretary of state.

To keep the standards and practices of recording officers in this state in harmony with the standards and practices of recording offices in other jurisdictions that enact this chapter and to keep the technology used by recording officers in this state compatible with technology used by recording offices in other jurisdictions that enact

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- this chapter, the office of the secretary of state, so far as is consistent with the purposes, policies, and provisions of this chapter, in adopting, amending, and repealing standards shall consider:
  - (1) The standards and practices of other jurisdictions;

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- 5 (2) The most recent standards adopted by national standard-setting 6 bodies, such as the property records industry association;
- 7 (3) The views of interested persons and governmental officials and 8 entities;
- 9 (4) The needs of counties of varying size, population, and 10 resources; and
- 11 (5) Standards requiring adequate information security protection to 12 ensure that electronic documents are accurate, authentic, adequately 13 preserved, and resistant to tampering.
- NEW SECTION. Sec. 6. In applying and construing this chapter, consideration must be given to the need to promote uniformity of the law with respect to its subject matter among states that enact a uniform real property electronic recording act.
- NEW SECTION. Sec. 7. This chapter modifies, limits, and supersedes the federal electronic signatures in global and national commerce act (15 U.S.C. Sec. 7001, et seq.) but does not modify, limit, or supersede section 101(c) of that act or authorize electronic delivery of any of the notices described in section 103(b) of that act.
- NEW SECTION. Sec. 8. Sections 1 through 7 of this act constitute a new chapter in Title 65 RCW.

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