CERTIFICATION OF ENROLLMENT

## SENATE BILL 5641

66th Legislature 2019 Regular Session

Passed by the Senate February 13, 2019 Yeas 47 Nays 0

President of the Senate

Passed by the House April 12, 2019 Yeas 94 Nays 0

Speaker of the House of Representatives
Approved

CERTIFICATE

I, Brad Hendrickson, Secretary of the Senate of the State of Washington, do hereby certify that the attached is **SENATE BILL 5641** as passed by Senate and the House of Representatives on the dates hereon set forth.

Secretary

FILED

Secretary of State State of Washington

Governor of the State of Washington

## SENATE BILL 5641

Passed Legislature - 2019 Regular Session

State of Washington 66th Legislature 2019 Regular Session

**By** Senators Holy, Pedersen, and Padden; by request of Uniform Law Commission

Read first time 01/25/19. Referred to Committee on Law & Justice.

AN ACT Relating to electronic notarial acts by remotely located individuals; amending RCW 42.45.020, 42.45.040, 42.45.130, 42.45.140, 42.45.900, 9A.60.050, 65.08.030, and 65.08.070; adding a new section to chapter 42.45 RCW; prescribing penalties; and providing an effective date.

6 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

7 <u>NEW SECTION.</u> Sec. 1. A new section is added to chapter 42.45 8 RCW to read as follows:

9 (1) The definitions in this subsection apply throughout this 10 section unless the context clearly requires otherwise.

11 (a) "Communication technology" means an electronic device or 12 process that:

(i) Allows an electronic records notary public and a remotely located individual to communicate with each other simultaneously by sight and sound; and

16 (ii) When necessary under and consistent with other applicable 17 law, facilitates communication with a remotely located individual 18 with a vision, hearing, or speech impairment.

(b) "Foreign state" means a jurisdiction other than the UnitedStates, a state, or a federally recognized Indian tribe.

1 (c) "Identity proofing" means a process or service by which a 2 third person provides an electronic records notary public with a 3 means to verify the identity of a remotely located individual by a 4 review of personal information from public or private data sources.

5 (d) "Outside the United States" means a location outside the 6 geographic boundaries of the United States, Puerto Rico, the United 7 States Virgin Islands, and any territory, insular possession, or 8 other location subject to the jurisdiction of the United States.

9 (e) "Remotely located individual" means an individual who is not 10 in the physical presence of the electronic records notary public who 11 performs a notarial act under subsection (3) of this section.

12 (2) A remotely located individual complies with RCW 42.45.040 by 13 using communication technology to appear before an electronic records 14 notary public.

15 (3) An electronic records notary public located in this state may 16 perform a notarial act using communication technology for a remotely 17 located individual if:

18

(a) The electronic records notary public:

(i) Has personal knowledge under RCW 42.45.050(1) of the identityof the remotely located individual;

(ii) Has satisfactory evidence of the identity of the remotely located individual by a verification on oath or affirmation of a credible witness appearing before and identified by the electronic records notary public under RCW 42.45.050(2); or

(iii) Has obtained satisfactory evidence of the identity of the remotely located individual by using at least two different types of identity proofing;

(b) The electronic records notary public is reasonably able to confirm that a record before the electronic records notary public is the same record in which the remotely located individual made a statement or on which the individual executed a signature;

32 (c) The electronic records notary public, or a person acting on 33 behalf of the electronic records notary public, creates an audio-34 visual recording of the performance of the notarial act; and

35 (d) For a remotely located individual located outside the United 36 States:

37 (i) The record:

(A) Is to be filed with or relates to a matter before a public
 official or court, governmental entity, or other entity subject to
 the jurisdiction of the United States; or

1 (B) Involves property located in the territorial jurisdiction of 2 the United States or involves a transaction substantially connected 3 with the United States; and

4 (ii) The act of making the statement or signing the record is not 5 prohibited by the foreign state in which the remotely located 6 individual is located.

7 (4) If a notarial act is performed under this section, the 8 certificate of notarial act required by RCW 42.45.130 and the short-9 form certificate provided in RCW 42.45.140 must indicate that the 10 notarial act was performed using communication technology.

11 (5) A short-form certificate provided in RCW 42.45.140 for a 12 notarial act subject to this section is sufficient if it:

13 (a) Complies with rules adopted under subsection (8)(a) of this 14 section; or

(b) Is in the form provided by RCW 42.45.140 and contains a statement substantially as follows: "This notarial act involved the use of communication technology."

(6) An electronic records notary public, a guardian, conservator, 18 or agent of an electronic records notary public, or a personal 19 representative of a deceased electronic records notary public shall 20 21 retain the audio-visual recording created under subsection (3)(c) of this section or cause the recording to be retained by a repository 22 designated by or on behalf of the person required to retain the 23 recording. Unless a different period is required by rule adopted 24 25 under subsection (8)(d) of this section, the recording must be 26 retained for a period of at least ten years after the recording is 27 made.

28 (7) Before an electronic records notary public performs the 29 electronic records notary public's initial notarial act under this section, the electronic records notary public must notify the 30 31 director that the electronic records notary public will be performing 32 notarial acts and identify the technologies the electronic records notary public intends to use. If the director has established 33 standards under subsection (8) of this section and RCW 42.45.250 for 34 approval of communication technology or identity proofing, the 35 36 communication technology and identity proofing must conform to the standards. 37

38 (8) In addition to adopting rules under RCW 42.45.250, the 39 director may adopt rules under this section regarding performance of 40 a notarial act. The rules may:

(a) Prescribe the means of performing a notarial act involving a
 remotely located individual using communication technology;

3 (b) Establish standards for communication technology and identity
4 proofing;

5 (c) Establish requirements or procedures to approve providers of 6 communication technology and the process of identity proofing; and

7 (d) Establish standards and a period for the retention of an 8 audio-visual recording created under subsection (3)(c) of this 9 section.

10 (9) Before adopting, amending, or repealing a rule governing 11 performance of a notarial act with respect to a remotely located 12 individual, the director must consider:

13 (a) The most recent standards regarding the performance of a 14 notarial act with respect to a remotely located individual adopted by 15 national standard-setting organizations and the recommendations of 16 the national association of secretaries of state;

(b) Standards, practices, and customs of other jurisdictions that have laws substantially similar to this section; and

19 (c) The views of governmental officials and entities and other 20 interested persons.

21 Sec. 2. RCW 42.45.020 and 2017 c 281 s 4 are each amended to 22 read as follows:

(1) A notarial officer may perform a notarial act authorized bythis chapter or by law of this state other than this chapter.

(2) (a) A notarial officer may not perform a notarial act with respect to a record to which the officer or the officer's spouse or domestic partner is a party, or in which any of the above have a direct beneficial interest.

(b) A notarial officer may not notarize the notarial officer'sown signature.

31 (c) A notarial act performed in violation of this subsection (2) 32 is voidable.

33 (3) A notarial officer may certify that a tangible copy of an 34 electronic record is an accurate copy of the electronic record.

35 **Sec. 3.** RCW 42.45.040 and 2017 c 281 s 6 are each amended to 36 read as follows:

37 <u>Except as provided in section 1 of this act, if a notarial act</u> 38 relates to a statement made in or a signature executed on a record,

p. 4

SB 5641.PL

1 the individual making the statement or executing the signature shall 2 appear personally before the notarial officer.

Sec. 4. RCW 42.45.130 and 2017 c 281 s 15 are each amended to 3 read as follows: 4 5 (1) A notarial act must be evidenced by a certificate. The certificate must: 6 7 (a) Be executed contemporaneously with the performance of the notarial act; 8 (b) Be signed and dated by the notarial officer and, if the 9 10 notarial officer is a notary public, be signed in the same manner as 11 on file with the department; 12 (c) Identify the jurisdiction in which the notarial act is 13 performed; (d) Contain the title of office of the notarial officer; 14 15 (e) Be written in English or in dual languages, one of which must be English; ((and)) 16 (f) If the notarial officer is a notary public, indicate the date 17 of expiration, if any, of the officer's commission; and 18 19 (q) If the notarial act is performed under section 1 of this act, 20 indicate that the notarial act was performed using communication 21 technology. 22 (2) Regarding notarial act certificates on a tangible record: 23 (a) If a notarial act regarding a tangible record is performed by 24 a notary public, an official stamp must be affixed to or embossed on 25 the certificate. (b) If a notarial act regarding a tangible record is performed by 26 27 a notarial officer other than a notary public and the certificate contains the information specified in subsection (1)(b), (c), and (d) 28 of this section, an official stamp may be affixed to or embossed on 29 the certificate. 30 (3) Regarding notarial act certificates on an electronic record: 31 (a) If a notarial act regarding an electronic record is performed 32 by an electronic records notary public, an official stamp must be 33 attached to or logically associated with the certificate. 34 35 (b) If a notarial act regarding an electronic record is performed by a notarial officer other than a notary public and the certificate 36 contains the information specified in subsection (1)(b), (c), and (d) 37 of this section, an official stamp may be attached to or logically 38 associated with the certificate. 39

1 (4) A certificate of a notarial act is sufficient if it meets the 2 requirements of subsections (1) through (3) of this section and:

3

(a) Is in a short form set forth in RCW 42.45.140;

4

(b) Is in a form otherwise permitted by the law of this state;

5 (c) Is in a form permitted by the law applicable in the 6 jurisdiction in which the notarial act was performed; or

7 (d) Sets forth the actions of the notarial officer and the 8 actions are sufficient to meet the requirements of the notarial act 9 as provided in RCW 42.45.030, 42.45.040, and 42.45.050 or law of this 10 state other than this chapter.

(5) By executing a certificate of a notarial act, a notarial officer certifies that the officer has complied with the requirements and made the determinations specified in RCW 42.45.030, 42.45.040, and 42.45.050.

15 (6) A notarial officer may not affix the officer's signature to, 16 or logically associate it with, a certificate until the notarial act 17 has been performed.

(7) If a notarial act is performed regarding a tangible record, a certificate must be part of, or securely attached to, the record. If a notarial act is performed regarding an electronic record, the certificate must be affixed to, or logically associated with, the electronic record. If the director has established standards pursuant to RCW 42.45.250 for attaching, affixing, or logically associating the certificate, the process must conform to the standards.

25 Sec. 5. RCW 42.45.140 and 2017 c 281 s 16 are each amended to 26 read as follows:

The following short form certificates of notarial acts are sufficient for the purposes indicated, if completed with the information required by RCW 42.45.130 (1) through (4) <u>and section 1</u> of this act:

31

(1) For an acknowledgment in an individual capacity:

32 State of .....

33 County of .....

This record was acknowledged before me on <u>(date)</u> by <u>(name(s) of</u> individuals).

1	(Stamp)		
2			
3	(Title of office)		
4	My commission expires:		
5			
6	(date)		
7	(2) For an acknowledgment in a representative capacity:		
8	State of		
9	County of		
10	This record was acknowledged before me on <u>(date)</u> by <u>(name(s) of</u>		
11	<u>individuals)</u> as <u>(type of authority, such as officer or trustee)</u> of		
12	(name of party on behalf of whom record was executed).		
13			
14	(Signature of notary		
15	public)		
16	(Stamp)		
17			
18	(Title of office)		
19	My commission expires:		
20			
21	(date)		
22	(3) For verification on oath or affirmation:		
23	State of		
24	County of		
25	Signed and sworn to (or affirmed) before me on <u>(date)</u> by <u>(name(s)</u>		
26	of individuals making statement).		
27			
28	(Signature of notary		
29	public)		
30	(Stamp)		
31			
32	(Title of office)		
33	My commission expires:		
34			

1	(date)		
2	(4) For witnessing or attesting a signature:		
3	State of		
4	County of		
5	Signed or attested befor	re me on <u>(date)</u> by <u>(name(s) of</u>	
6	<u>individuals)</u> .		
7			
8		(Signature of notary	
9		public)	
10	(Stamp)		
11			
12		(Title of office)	
13	My commission expires:		
14			
15		(date)	
16	(5) For certifying or attesting a copy of a record:		
17	State of		
18	County of		
19	I certify that this is a true and correct copy of a record in the		
20	possession of		
21	Dated:		
22			
23		(Signature of notary	
24		public)	
25	(Stamp)		
26			
27		(Title of office)	
28		My commission expires:	
29			
30		(date)	
31	(6) For certifying the occu	rrence of an event or the performance	
32	of any act:		
33	State of		
34	County of		

1 I certify that the event described in this document has occurred 2 or been performed.

3	Dated:	
4		
5		(Signature of notary
6		public)
7	(Stamp)	
8		
9		(Title of office)
10		My commission expires:
11		
12		(date)

13 Sec. 6. RCW 42.45.900 and 2017 c 281 s 1 are each amended to 14 read as follows:

15 This chapter may be known and cited as the <u>2018</u> revised uniform 16 law on notarial acts.

17 Sec. 7. RCW 9A.60.050 and 2011 c 336 s 384 are each amended to 18 read as follows:

(1) A person is guilty of false certification, if, being an officer authorized to take a proof or acknowledgment of an instrument which by law may be recorded, he or she knowingly certifies falsely that the execution of such instrument was acknowledged by any party thereto or that the execution thereof was proved.

(2) <u>A person is guilty of false certification, if, being a</u>
 notarial officer making a certification authorized by RCW
 42.45.020(3), he or she knowingly certifies falsely that a tangible
 copy of an electronic record is an accurate copy of the electronic
 record.

(3) False certification is a gross misdemeanor.

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30 Sec. 8. RCW 65.08.030 and 1953 c 115 s 1 are each amended to 31 read as follows:

32 (1) An instrument in writing purporting to convey or encumber 33 real estate or any interest therein, which has been recorded in the 34 auditor's office of the county in which the real estate is situated, 35 although the instrument may not have been executed and acknowledged

SB 5641.PL

1 in accordance with the law in force at the time of its execution, shall impart the same notice to third persons, from the date of 2 recording, as if the instrument had been executed, acknowledged, and 3 recorded, in accordance with the laws regulating the execution, 4 acknowledgment, and recording of the instrument then in force. 5

6 (2) A tangible copy of an electronic record purporting to convey 7 or encumber real estate or any interest therein, which has been recorded in the auditor's office of the county in which the real 8 estate is situated, although the tangible copy may not have been 9 certified by a notarial officer in accordance with RCW 42.45.020(3), 10 imparts the same notice to third persons, from the date of recording, 11 as if the tangible copy had been so certified. 12

13 Sec. 9. RCW 65.08.070 and 2012 c 117 s 208 are each amended to read as follows: 14

15 (1) A conveyance of real property, when acknowledged by the 16 person executing the same (the acknowledgment being certified as 17 required by law), may be recorded in the office of the recording 18 officer of the county where the property is situated. Every such conveyance not so recorded is void as against any subsequent 19 20 purchaser or mortgagee in good faith and for a valuable consideration 21 from the same vendor, his or her heirs or devisees, of the same real property or any portion thereof whose conveyance is first duly 22 recorded. An instrument is deemed recorded the minute it is filed for 23 24 record.

25 (2) A recording officer as defined in RCW 65.08.060(4) may accept for recording under this section a tangible copy of an electronic 26 record containing a notarial certificate as satisfying any 27 requirement that a record accepted for recording be an original, if 28 the notarial officer executing the notarial certificate certifies 29 that the tangible copy is an accurate copy of the electronic record 30 31 under RCW 42.45.020(3).

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NEW SECTION. Sec. 10. This act takes effect October 1, 2020.

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