SENATE BILL 5641

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.

- 1 AN ACT Relating to electronic notarial acts by remotely located
- 2 individuals; amending RCW 42.45.020, 42.45.040, 42.45.130, 42.45.140,
- 3 42.45.900, 9A.60.050, 65.08.030, and 65.08.070; adding a new section
- 4 to chapter 42.45 RCW; prescribing penalties; and providing an
- 5 effective date.
- 6 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- NEW SECTION. **Sec. 1.** A new section is added to chapter 42.45 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
- (ii) When necessary under and consistent with other applicable law, facilitates communication with a remotely located individual with a vision, hearing, or speech impairment.
- 19 (b) "Foreign state" means a jurisdiction other than the United 20 States, a state, or a federally recognized Indian tribe.

p. 1 SB 5641

- 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.
 - (d) "Outside the United States" means a location outside the geographic boundaries of the United States, Puerto Rico, the United States Virgin Islands, and any territory, insular possession, or 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.
 - (2) A remotely located individual complies with RCW 42.45.040 by using communication technology to appear before an electronic records notary public.
 - (3) An electronic records notary public located in this state may perform a notarial act using communication technology for a remotely located individual if:
 - (a) The electronic records notary public:
 - (i) Has personal knowledge under RCW 42.45.050(1) of the identity of 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;
 - (c) The electronic records notary public, or a person acting on behalf of the electronic records notary public, creates an audiovisual recording of the performance of the notarial act; and
- 35 (d) For a remotely located individual located outside the United 36 States:
 - (i) The record:

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38 (A) Is to be filed with or relates to a matter before a public 39 official or court, governmental entity, or other entity subject to 40 the jurisdiction of the United States; or

p. 2 SB 5641

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

- (ii) The act of making the statement or signing the record is not prohibited by the foreign state in which the remotely located individual is located.
- (4) If a notarial act is performed under this section, the certificate of notarial act required by RCW 42.45.130 and the short-form certificate provided in RCW 42.45.140 must indicate that the notarial act was performed using communication technology.
- (5) A short-form certificate provided in RCW 42.45.140 for a notarial act subject to this section is sufficient if it:
- (a) Complies with rules adopted under subsection (8)(a) of this 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, or agent of an electronic records notary public, or a personal representative of a deceased electronic records notary public shall retain the audio-visual recording created under subsection (3)(c) of this section or cause the recording to be retained by a repository designated by or on behalf of the person required to retain the recording. Unless a different period is required by rule adopted under subsection (8)(d) of this section, the recording must be retained for a period of at least ten years after the recording is made.
- (7) Before an electronic records notary public performs the electronic records notary public's initial notarial act under this section, the electronic records notary public must notify the director that the electronic records notary public will be performing notarial acts and identify the technologies the electronic records notary public intends to use. If the director has established standards under subsection (8) of this section and RCW 42.45.250 for approval of communication technology or identity proofing, the communication technology and identity proofing must conform to the standards.
- 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:

p. 3 SB 5641

- 1 (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;

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- (c) Establish requirements or procedures to approve providers of communication technology and the process of identity proofing; and
- (d) Establish standards and a period for the retention of an audio-visual recording created under subsection (3)(c) of this 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;
- 17 (b) Standards, practices, and customs of other jurisdictions that 18 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:
- 23 (1) A notarial officer may perform a notarial act authorized by 24 this 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.
- 29 (b) A notarial officer may not notarize the notarial officer's 30 own 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 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:
- Except as provided in section 1 of this act, if a notarial act relates to a statement made in or a signature executed on a record,

p. 4 SB 5641

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

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- 3 **Sec. 4.** RCW 42.45.130 and 2017 c 281 s 15 are each amended to 4 read as follows:
- 5 (1) A notarial act must be evidenced by a certificate. The 6 certificate must:
- 7 (a) Be executed contemporaneously with the performance of the 8 notarial act;
- 9 (b) Be signed and dated by the notarial officer and, if the 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;
- 15 (e) Be written in English or in dual languages, one of which must 16 be English; ((and))
 - (f) If the notarial officer is a notary public, indicate the date of expiration, if any, of the officer's commission; and
- (g) If the notarial act is performed under section 1 of this act,
 indicate that the notarial act was performed using communication
 technology.
 - (2) Regarding notarial act certificates on a tangible record:
 - (a) If a notarial act regarding a tangible record is performed by a notary public, an official stamp must be affixed to or embossed on the certificate.
 - (b) If a notarial act regarding a tangible record is performed by a notarial officer other than a notary public and the certificate contains the information specified in subsection (1)(b), (c), and (d) of this section, an official stamp may be affixed to or embossed on the certificate.
 - (3) Regarding notarial act certificates on an electronic record:
 - (a) If a notarial act regarding an electronic record is performed by an electronic records notary public, an official stamp must be attached to or logically associated with the certificate.
 - (b) If a notarial act regarding an electronic record is performed by a notarial officer other than a notary public and the certificate contains the information specified in subsection (1)(b), (c), and (d) of this section, an official stamp may be attached to or logically associated with the certificate.

p. 5 SB 5641

- 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:
 - (a) Is in a short form set forth in RCW 42.45.140;
 - (b) Is in a form otherwise permitted by the law of this state;
 - (c) Is in a form permitted by the law applicable in the jurisdiction in which the notarial act was performed; or
 - (d) Sets forth the actions of the notarial officer and the actions are sufficient to meet the requirements of the notarial act as provided in RCW 42.45.030, 42.45.040, and 42.45.050 or law of this 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) and section 1 of this act:

- (1) For an acknowledgment in an individual capacity:
- 32 State of

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

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37 (Signature of notary

38 public)

p. 6 SB 5641

1	(Stamp)		
2	•••••		
3	(Title of office)		
4	My commission expires:		
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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 (date) by (name(s) of		
11	individuals) as (type of authority, such as officer or trustee) of		
12	(name of party on behalf of whom record was executed).		
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14	(Signature of notary		
15	public)		
16	(Stamp)		
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18	(Title of office)		
19	My commission expires:		
20			
21	(date)		
22	(3) For verification on oath or affirmation:		
2324	State of 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).		
	or individuals making statement,		
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28	(Signature of notary		
29	public)		
30	(Stamp)		
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32	(Title of office)		
33	My commission expires:		
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p. 7 SB 5641

1		(date)
2	(4) For witnessing or atte	sting a signature:
3	State of	
4	County of	
5	Signed or attested bef	ore me on <u>(date)</u> by <u>(name(s) of</u>
6	individuals).	
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8		(Signature of notary
9		public)
10	(Stamp)	
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12		(Title of office)
13		My commission expires:
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15		(date)
16 17 18 19		sting a copy of a record: rue 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:
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30		(date)
31	(6) For certifying the occ	currence of an event or the performance
32	of any act:	
33	State of	
34	County of	

p. 8 SB 5641

1	I certify that the event described in this document has occurred
2	or been performed.
3	Dated:
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5	(Signature of notary
6	public)
7	(Stamp)
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9	(Title of office)
10	My commission expires:
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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 2018 revised uniform
16	law on notarial acts.

- **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) A person is guilty of false certification, if, being a 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.
- 29 (3) False certification is a gross misdemeanor.

- **Sec. 8.** RCW 65.08.030 and 1953 c 115 s 1 are each amended to 31 read as follows:
 - (1) An instrument in writing purporting to convey or encumber real estate or any interest therein, which has been recorded in the auditor's office of the county in which the real estate is situated, although the instrument may not have been executed and acknowledged

p. 9 SB 5641

- 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 recording, as if the instrument had been executed, acknowledged, and recorded, in accordance with the laws regulating the execution, acknowledgment, and recording of the instrument then in force.
- (2) A tangible copy of an electronic record purporting to convey or encumber real estate or any interest therein, which has been recorded in the auditor's office of the county in which the real estate is situated, although the tangible copy may not have been certified by a notarial officer in accordance with RCW 42.45.020(3), imparts the same notice to third persons, from the date of recording, as if the tangible copy had been so certified.
- 13 **Sec. 9.** RCW 65.08.070 and 2012 c 117 s 208 are each amended to 14 read as follows:

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- (1) A conveyance of real property, when acknowledged by the person executing the same (the acknowledgment being certified as required by law), may be recorded in the office of the recording officer of the county where the property is situated. Every such conveyance not so recorded is void as against any subsequent purchaser or mortgagee in good faith and for a valuable consideration from the same vendor, his or her heirs or devisees, of the same real property or any portion thereof whose conveyance is first duly recorded. An instrument is deemed recorded the minute it is filed for record.
- 25 (2) A recording officer as defined in RCW 65.08.060(4) may accept
 26 for recording under this section a tangible copy of an electronic
 27 record containing a notarial certificate as satisfying any
 28 requirement that a record accepted for recording be an original, if
 29 the notarial officer executing the notarial certificate certifies
 30 that the tangible copy is an accurate copy of the electronic record
 31 under RCW 42.45.020(3).
- 32 NEW SECTION. Sec. 10. This act takes effect October 1, 2020.

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p. 10 SB 5641