GENERAL ASSEMBLY OF NORTH CAROLINA SESSION 2005

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SENATE BILL 671*

Judiciary II Committee Substitute Adopted 5/4/05 House Committee Substitute Favorable 8/22/05 House Committee Substitute #2 Favorable 8/23/05 House Committee Substitute #3 Favorable 8/24/05

Short Title: Real Prop. Electronic Recording/Notary Act. (Public) Sponsors: Referred to: March 17, 2005 A BILL TO BE ENTITLED AN ACT TO ENACT THE UNIFORM REAL PROPERTY ELECTRONIC RECORDING ACT, AS RECOMMENDED BY THE GENERAL STATUTES COMMISSION, TO REPEAL CHAPTER 10A OF THE GENERAL STATUTES REGARDING THE REGULATION OF NOTARIES PUBLIC, AND TO ENACT CHAPTER 10B RELATING TO NOTARIES. The General Assembly of North Carolina enacts: **SECTION 1.** Chapter 47 of the General Statutes is amended by adding a new Article to read: "Article 1A. "Uniform Real Property Electronic Recording Act. "§ 47-16.1. Short title. This Article may be cited as the Uniform Real Property Electronic Recording Act. "§ 47-16.2. Definitions. In this Article: (1) "Document" means information that is: Inscribed on a tangible medium or that is stored in an electronic <u>a.</u> or other medium and is retrievable in perceivable form; and Eligible to be recorded in the land records maintained by the b. register of deeds. "Electronic" means relating to technology having electrical, digital, (2) magnetic, wireless, optical, electromagnetic, or similar capabilities. "Electronic document" means a document that is received by the (3) register of deeds in an electronic form.

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"Electronic signature" means an electronic sound, symbol, or process (4) 1 2 attached to or logically associated with a document and executed or 3 adopted by a person with the intent to sign the document. "Person" means an individual, corporation, business trust, estate, trust, 4 **(5)** 5 partnership, limited liability company, association, joint venture, 6 public corporation, government, or governmental subdivision, agency, 7 or instrumentality, or any other legal or commercial entity. "§ 47-16.3. Validity of electronic documents. 8 9 If a law requires, as a condition for recording, that a document be an original, (a) 10 be on paper or another tangible medium, or be in writing, the requirement is satisfied by an electronic document satisfying this Article. 11 12 If a law requires, as a condition for recording, that a document be signed, the requirement is satisfied by an electronic signature. 13 14 A requirement that a document or a signature associated with a document be 15 notarized, acknowledged, verified, witnessed, or made under oath is satisfied if the electronic signature of the person authorized to notarize, acknowledge, verify, witness, 16 17 or administer the oath, and all other information required to be included, is attached to 18 or logically associated with the document or signature. A physical or electronic image of a stamp, impression, or seal need not accompany an electronic signature. Nothing in 19 20 this act shall prohibit the North Carolina Board of Examiners for Engineers and 21 Surveyors from requiring that the image of a seal accompany any plat or map that is presented electronically for recording. 22 23 "§ 47-16.4. Recording of documents. 24 In this section, "paper document" means a document that is received by the register of deeds in a form that is not electronic. 25 A register of deeds: 26 (b) Who implements any of the functions listed in this section shall do so 27 (1) in compliance with standards adopted by the Secretary of State. 28 29 May receive, index, store, archive, and transmit electronic documents. (2) 30 May provide for access to, and for search and retrieval of, documents (3) and information by electronic means. 31 32 Who accepts electronic documents for recording shall continue to <u>(4)</u> 33 accept paper documents as authorized by law and shall place entries for both types of documents in the same index. 34 35 May convert paper documents accepted for recording into electronic <u>(5)</u> form. 36 May convert into electronic form information recorded before the 37 (6)

register of deeds began to record electronic documents.

May accept electronically any fee or tax that the register of deeds is

May agree with other officials of this State or a political subdivision

thereof on procedures or processes to facilitate the electronic satisfaction of conditions to recording and the electronic payment of

<u>(7)</u>

(8)

authorized to collect.

fees and taxes.

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"§ 47-16.5. Administration and standards.

- (a) Standard-Setting Agency. The Secretary of State shall adopt standards to implement this Article upon recommendation of the Electronic Recording Council. The Secretary of State may direct the Council to revise any portion of the recommended standards the Secretary deems inadequate or inappropriate. Technological standards and specifications adopted by the Secretary of State to implement this Article are engineering standards for the purposes of G.S. 150B-2(8a)h.
- (b) Electronic Recording Council Created. The Electronic Recording Council is created in the Department of the Secretary of State to advise and assist the Secretary of State in the adoption of standards to implement this Article. The Council shall review the functions listed in G.S. 47-16.4 and shall formulate and recommend to the Secretary standards for recording electronic documents and implementing the other functions listed in G.S. 47-16.4. The Council shall report its findings and recommendations to the Secretary of State at least once each calendar year. The Council shall advise the Secretary of State on a continuing basis of the need to adopt, amend, revise, or repeal standards. The Council may advise the Secretary of State on any other matter the Secretary refers to the Council.
- (c) Council Membership, Terms, and Vacancies. The Council shall consist of 13 members as follows:
 - (1) Seven members appointed by the North Carolina Association of Registers of Deeds. It is the intent of the General Assembly that the North Carolina Association of Registers of Deeds shall appoint as members a representative selection of registers of deeds from large, medium, and small counties, urban and rural counties, and the different geographic areas of this State.
 - (2) One member appointed by the North Carolina Bar Association.
 - (3) One member appointed by the North Carolina Society of Land Surveyors.
 - (4) One member appointed by the North Carolina Bankers Association.
 - (5) One member appointed by the North Carolina Land Title Association.
 - (6) One member appointed by the North Carolina Association of Assessing Officers.
 - (7) The Secretary of Cultural Resources or the Secretary's designee.

In making appointments to the Council, each appointing authority shall select appointees with the ability and commitment to fulfill the purposes of the Council.

Appointed members shall serve four-year terms, except that the initial appointments by the North Carolina Bar Association, the North Carolina Bankers Association, the North Carolina Association of Assessing Officers, and three of the initial appointments by the North Carolina Association of Registers of Deeds shall be for two years. All initial terms shall commence on the effective date of this Article. Members shall serve until their successors are appointed. An appointing authority may reappoint a member for successive terms. A vacancy on the Council shall be filled in the same manner in which the original appointment was made, and the term shall be for the balance of the unexpired term.

- (d) Council Meetings and Officers. The Secretary of State shall call the first meeting of the Council. At the first meeting and biennially thereafter, the Council shall elect from its membership a chair and a vice-chair to serve two-year terms. Meetings may be called by the chair, the vice-chair, or the Secretary of State. Meetings shall be held as often as necessary, but at least once a year.
- (e) Council Compensation. None of the members of the Council shall receive compensation for serving on the Council, but Council members shall receive per diem, subsistence, and travel expenses in accordance with G.S. 138-5 and G.S. 138-6, as applicable.
- (f) Staff and Other Assistance. As soon as practicable and as needed thereafter, the Council shall identify the information technology expertise it needs and report its needs to the Secretary of State. The Council shall also report any other expertise needed to fulfill its responsibilities. The Secretary of State shall provide professional and clerical staff and other services and supplies, including meeting space, as needed for the Council to carry out its duties in an effective manner. The Secretary of State may appoint additional committees to advise and assist the Council in its work.

The Council shall consult with the North Carolina Local Government Information Systems Association, and may consult with any other person the Council deems appropriate, to advise and assist the Council in its work.

- (g) Uniformity of Standards. To keep the standards and practices of registers of deeds in this State in harmony with the standards and practices of recording offices in other jurisdictions that enact substantially this Article and to keep the technology used by registers of deeds in this State compatible with technology used by recording offices in other jurisdictions that enact substantially this Article, the Secretary of State and the Council shall consider all of the following in carrying out their responsibilities under this Article, so far as is consistent with its purposes, policies, and provisions:
 - (1) Standards and practices of other jurisdictions.
 - (2) The most recent standards adopted by national standard-setting bodies, such as the Property Records Industry Association.
 - (3) The views of interested persons and other governmental officials and entities.
 - (4) The needs of counties of varying size, population, and resources.
 - (5) Standards requiring adequate information security protection to ensure that electronic documents are accurate, authentic, adequately preserved, and resistant to tampering.

"§ 47-16.6. Uniformity of application and construction.

In applying and construing this Article, consideration shall be given to promoting uniformity of interpretation of the Uniform Real Property Electronic Recording Act among states that enact it.

"§ 47-16.7. Relation to Electronic Signatures in Global and National Commerce Act.

This Article modifies, limits, and supersedes the federal Electronic Signatures in Global and National Commerce Act (15 U.S.C. § 7001, et seq.) but does not modify, limit, or supersede section 101(c) of that act (15 U.S.C. § 7001(c)) or authorize

1	electronic deliv	y of any of the notices described	1 in section 103(b) of that act (15
2	U.S.C. § 7003(t	."	
3			hall cause to be printed along with
4	this act all rele	ant portions of the official comm	ents to the Uniform Real Property
5			ents of the drafters of this act as the
6	Revisor deems	propriate.	
7	SEC'	ON 3. Chapter 10A of the Genera	l Statutes is repealed.
8			mended by adding a new Chapter to
9	read:		
10		" <u>Chapter 10B.</u>	
11		" <u>Notaries.</u>	
12		"Article 1.	
13		"Notary Public Ac	et.
14		"Part 1. General Provi	
15	"§ 10B-1. Shor	·	
16		"Notary Public Act" and may be c	ited by that name.
17	"§ 10B-2. Puri		
18			o advance its underlying purposes,
19	which are the fo		
20	(1)	Γο promote, serve, and protect the	public interests.
21	$\overline{(2)}$	Γο simplify, clarify, and modernize	_
22	<u>(3)</u>	Γο prevent fraud and forgery.	
23	<u>(4)</u>	Γο foster ethical conduct among no	otaries.
24	<u>(5)</u>	Γο enhance interstate recognition of	
25	<u>(6)</u>	_	ional paper and electronic notarial
26	1.07	acts.	1011111 pup 01 0110 0110 01110 110 011111
27	"§ 10B-3. Defi		
28		definitions apply in this Chapter:	
29	(1)		ial act in which an individual, at a
30	<u> </u>	single time and place:	,,,,,,,,
31		-	e notary and presents a record; and
32			notary or identified by the notary
33			ce and indicates to the notary that
34		•	d was voluntarily affixed by the
35		individual for the purposes s	•
36	<u>(2)</u>	* *	et, or part thereof, which is legally
37	<u>1=7</u>		n an individual at a single time and
38		olace:	i un marriadar ac a singre ame and
39		a. Appears in person before the	e notary:
40			notary or identified by the notary
41		through satisfactory evidence	·
42		· ·	ss on penalty of perjury, based on
43			invoking a deity or using any form
4 3		of the word "swear".	myoking a derty of using any form
		or the word swear.	

1	<u>(3)</u>	"Attest" or "attestation" means the act of completing the written
2		evidence of a notarial act, to wit: completion of a certificate by a
3		notary who has performed a notarial act by witnessing a signature or
4		administering an oath or affirmation.
5	<u>(4)</u>	"Commission" means the empowerment to perform notarial acts and
6		the written evidence of authority to perform those acts.
7	<u>(5)</u>	"Credible witness" means an honest, reliable, and impartial person
8		who is personally known to the notary and takes an oath or affirmation
9		from the notary to confirm a signer's identity.
10	<u>(6)</u>	"Department" means the North Carolina Department of the Secretary
11		of State.
12	<u>(7)</u>	"Director" means the Division Director for the North Carolina
13		Department of the Secretary of State Notary Public Section.
14	<u>(8)</u>	"Jurat" means a certification added to an affidavit or deposition that
15		states when and before what authority an affidavit or deposition was
16		made, to wit, "Subscribed and sworn to before me this the day of
17		20 ." The notary's signature and seal shall be
18		affixed below the sworn or affirmed statement and signature of the
19		affiant. In so doing, the notary shall certify the following:
20		a. That the person signing the affidavit or deposition did so in the
21		notary's presence and indicates the county in which the notarial
22		act took place;
23		b. That the signer appeared before the notary on the date
24		indicated;
25		c. That the notary administered an oath or affirmation to the
26		signer, who swore to or affirmed the contents of the document.
27	<u>(9)</u>	"Moral turpitude" means conduct contrary to expected standards of
28		honesty, morality, or integrity.
29	<u>(10)</u>	"Nickname" means a descriptive, familiar, or shortened form of a
30		proper name.
31	(11)	"Notarial act," "notary act," and "notarization" mean the act of taking
32		an acknowledgment, taking a verification or proof or administering an
33		oath or affirmation that a notary is empowered to perform under this
34		Chapter, as authorized by G.S. 10B-20.
35	(12)	"Notarial certificate" and "certificate" mean the portion of a notarized
36		record that is completed by the notary, bears the notary's signature and
37		seal, and states the facts attested by the notary in a particular
38		notarization.
39	(13)	"Notary public" and "notary" mean a person commissioned to perform
40	<u> </u>	notarial acts under this Chapter. A notary is a public officer of the
41		State of North Carolina and shall act in full and strict compliance with
42		this act.
43	(14)	"Oath" means a notarial act, or part thereof, which is legally equivalent
44	<u> </u>	to an affirmation and in which an individual at a single time and place:

1		a. Appears in person before a notary;
2		b. Is personally known to the notary or identified by the notary
3		through satisfactory evidence; and
4		c. Makes a vow of truthfulness on penalty of perjury while
5		invoking a deity or using any form of the word "swear".
6	<u>(15)</u>	"Official misconduct" means either of the following:
7		a. A notary's performance of a prohibited act or failure to perform
8		a mandated act set forth in this Chapter or any other law in
9		connection with notarization.
10		b. A notary's performance of a notarial act in a manner found by
11		the Secretary to be negligent or against the public interest.
12	<u>(16)</u>	"Personal appearance" and "appear in person before a notary" mean an
13		individual and a notary are in close physical proximity to one another
14		so that they may freely see and communicate with one another and
15		exchange records back and forth during the notarization process.
16	(17)	"Personal knowledge of identity" means familiarity with an individual
17		resulting from interactions with that individual over a period of time
18		sufficient to eliminate every reasonable doubt that the individual has
19		the identity claimed.
20	(18)	"Principal" means an individual whose signature is notarized; or an
21	<u> </u>	individual other than a credible witness, taking an oath or affirmation
22		from the notary.
23	(19)	"Record" means information that is inscribed on a tangible medium
24	(2)	and called a traditional or paper record.
25	(20)	"Regular place of work or business" means a location, office or other
26	<u>(==)</u>	workspace, where an individual regularly spends all or part of the
27		individual's work time.
28	(21)	"Revocation" means the cancellation of the notary's commission stated
29	(21)	in the order of revocation.
30	(22)	"Satisfactory evidence of a signer's identity" means identification of an
31	<u>(22)</u>	individual based on either of the following:
32		a. At least one current document issued by a federal, state, or
33		federal or state-recognized tribal government agency bearing
34		the photographic image of the individual's face and either the
35		signature or a physical description of the individual.
36		b. The oath or affirmation of one credible witness unaffected by
37		the record or transaction who is personally known to the notary
38		and who personally knows the individual seeking to be
39		identified.
40	(23)	"Seal" and "stamp" mean a device for affixing on a paper record an
	<u>(23)</u>	
41		image containing a notary's name, the words "notary public," and other information as required in G.S. 10B 24
42	(24)	information as required in G.S. 10B-24.
43	<u>(24)</u>	"Secretary" means the North Carolina Secretary of State or the
44		Secretary's designee.

"Signature" means the act of personally signing one's name in ink by (25)1 2 hand. 3 "Subscribing witness" means a person who either watches another (26)individual sign a record or takes that individual's acknowledgment of 4 5 an already-signed record and appears before the notary on behalf of the 6 principal. The subscribing witness must sign the document in addition 7 to the principal, must be personally known by the notary or prove 8 identity to the notary by satisfactory evidence, and must take an oath 9 or affirmation stating that he or she witnessed the principal sign. 10 (27)"Suspension" and "restriction" means the termination of a notary's commission for a period of time stated in an order of restriction or 11 12 suspension. The terms "restriction" or "suspension" or a combination of both terms shall be used synonymously. 13 "Verification" or "proof" means a notarial act where a person certifies 14 (28)15 under oath or affirmation that the person witnessed the principal either execute, record, or acknowledge the principal's signature on an 16 17 already-executed record. 18 "Part 2. Commissioning. 19 "§ 10B-4. Qualifications. 20 Except as provided in subsection (d) of this section, the Secretary shall 21 commission as a notary any qualified person who submits an application in accordance with this Chapter. 22 23 (b) A person qualified for a notarial commission shall meet all of the following 24 requirements: 25 (1) Be at least 18 years of age or legally emancipated as defined in Article 35 of Chapter 7B of the General Statutes. 26 27 Reside or have a regular place of work or business in this State. <u>(2)</u> Reside legally in the United States. 28 (3) 29 Speak, read, and write the English language. (4) 30 Possess a high school diploma or equivalent. (5) Pass the course of instruction described in this Article, unless the 31 (6) 32 person is a licensed member of the North Carolina State Bar. 33 Purchase and keep as a reference the most recent manual approved by <u>(7)</u> the Secretary that describes the duties and authority of notaries public. 34 35 **(8)** Submit an application containing no significant misstatement or omission of fact. The application form shall be provided by the 36 Secretary and be available at the register of deeds office in each 37 38 county. Every application shall include the signature of the applicant written with pen and ink, and the signature shall be acknowledged by 39 the applicant before a person authorized to administer oaths. Except 40 for any applicant who seeks to receive the oath of office from the 41 42 register of deeds of a county where more than 15,000 active notaries public are on record on January 1 of the year when the application is 43

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filed, the applicant shall also obtain the recommendation of one

1		publicly elected official in North Carolina whose recommendation
2		shall be contained on the application.
3	(c) The r	notary shall be commissioned in his or her county of residence, unless
4	the notary is	not a North Carolina resident, in which case he or she shall be
5	commissioned i	n the county of his or her employment or business.
6	(d) The S	Secretary may deny an application for commission or recommission if
7	any of the follow	wing apply to an applicant:
8	<u>(1)</u>	Submission of an incomplete application or an application containing
9		material misstatement or omission of fact.
10	<u>(2)</u>	The applicant's conviction or plea of admission or nolo contendere to a
11		felony or any crime involving dishonesty or moral turpitude. In no
12		case may a commission be issued to an applicant within 10 years after
13		release from prison, probation, or parole, whichever is later.
14	<u>(3)</u>	A finding or admission of liability against the applicant in a civil
15		lawsuit based on the applicant's deceit.
16	<u>(4)</u>	The revocation, suspension, restriction, or denial of a notarial
17		commission or professional license by this or any other state or nation.
18		In no case may a commission be issued to an applicant within five
19		years after the completion of all conditions of any disciplinary order.
20	<u>(5)</u>	A finding that the applicant has engaged in official misconduct,
21		whether or not disciplinary action resulted.
22	<u>(6)</u>	An applicant knowingly using false or misleading advertising in which
23		the applicant as a notary represents that the applicant has powers,
24		duties, rights, or privileges that the applicant does not possess by law.
25	<u>(7)</u>	A finding by a state bar or court that the applicant has engaged in the
26		unauthorized practice of law.
27	" <u>§ 10B-5. App</u>	lication for commission.
28	Every appli	cation for a notary commission shall be made on paper with original
29	signatures, or in	n another form determined by the Secretary, and shall include all of the
30	<u>following:</u>	
31	<u>(1)</u>	A statement of the applicant's personal qualifications as required by
32		this Chapter.
33	<u>(2)</u>	A certificate or signed statement by the instructor evidencing
34		successful completion of the course of instruction as required by this
35		Chapter.
36	<u>(3)</u>	A notarized declaration of the applicant, as required by this Chapter.
37	<u>(4)</u>	Any other information that the Secretary deems appropriate.
38	<u>(5)</u>	The application fee required by this Chapter.
39	"§ 10B-6. State	ement of personal qualification.
40	<u>(a)</u> The	application for a notary commission shall include at least all of the
41	following:	
42	<u>(1)</u>	The applicant's full legal name and the name to be used for
43		commissioning, excluding nicknames.
44	<u>(2)</u>	The applicant's date of birth.

- 1 (3) The mailing address for the applicant's residence, the street address for the applicant's residence, and the telephone number for the applicant's residence.
 - (4) The applicant's county of residence.
 - (5) The name of the applicant's employer, the street and mailing address for the applicant's employer, and telephone number for the applicant's employer.
 - (6) The applicant's last four digits of the applicant's social security number.
 - (7) The applicant's personal and business e-mail addresses.
 - (8) A declaration that the applicant is a citizen of the United States or proof of the applicant's legal residency in this country.
 - (9) A declaration that the applicant can speak, read, and writes in the English language.
 - (10) A complete listing of any issuances, denials, revocations, suspensions, restrictions, and resignations of a notarial commission, professional license, or public office involving the applicant in this or any other state or nation.
 - (11) A complete listing of any criminal convictions of the applicant, including any pleas of admission or nolo contendere, in this or any other state or nation.
 - (12) A complete listing of any civil findings or admissions of fault or liability regarding the applicant's activities as a notary, in this or any other state or nation.
 - (b) The information contained in an application under this section is a public record as defined in G.S 132-1. The information contained in subdivisions (2), (3), (6) and (7) of subsection (a) of this section shall be considered confidential information and shall not be subject to disclosure except as provided in Chapter 132 of the General Statutes.

"§ 10B-7. Course of study and examination.

- (a) Every applicant for an initial notary commission shall, within the three months preceding application, take a course of classroom instruction of not less than six hours approved by the Secretary and take a written examination approved by the Secretary. An applicant must answer at least eighty percent (80%) of the questions correctly in order to pass the exam. This subsection shall not apply to a licensed member of the North Carolina State Bar.
- (b) Every applicant for recommissioning shall pass a written examination approved by and administered by or under the direction of the Secretary, unless the person is a licensed member of the North Carolina State Bar.
- (c) The content of the course of instruction and the written examinations shall be notarial laws, procedures, and ethics.
- (d) The Secretary may charge such fees as are reasonably necessary to pay the cost associated with developing and administering examinations permitted by this Chapter and for conducting the training of notaries and notary instructors.

"§ 10B-8. Length of term and jurisdiction.

A person commissioned under this Chapter may perform notarial acts in any part of this State for a term of five years, unless the commission is earlier revoked or resigned. No commissions shall be effective prior to the administration of the oath of office. Any notarial acts performed before the administration of the oath of office, either the original commissioning or recommissioning, are invalid.

"§ 10B-9. Commission; oath of office.

- (a) If the Secretary grants a commission to an applicant, the Secretary shall notify the appointee and shall instruct the appointee regarding the proper procedure for taking the oath at the register of deeds office in the county of the appointee's commissioning.
- (b) The appointee shall appear before the register of deeds no later than 45 days after commissioning and shall be duly qualified by taking the general oath of office prescribed in G.S. 11-11 and the oath prescribed for officers in G.S. 11-7.
- (c) The register of deeds shall then place the notary record in a book designated for that purpose, or the notary record may be recorded in the Consolidated Document Book and indexed in the Consolidated Real Property Index under the notary's name in the grantor index. The notary record may be kept in electronic format so long as the signature of the notary public may be viewed and printed. The notary record shall contain the name and the signature of the notary as commissioned, the effective date and expiration date of the commission, the date the oath was administered, and the date of any restriction, suspension, revocation, or resignation. The record shall constitute the official record of the qualification of notaries public.
- (d) The register of deeds shall deliver the commission to the notary following completion of the requirements of this section and shall notify the Secretary of the delivery.
- (e) If the appointee does not appear before the register of deeds within 45 days of commissioning, the register of deeds must return the commission to the Secretary, and the appointee must reapply for commissioning. If the appointee reapplies within one year of the granting of the commission, the Secretary may waive the educational requirements of this Chapter.

"§ 10B-10. Recommissioning.

- (a) A commissioned notary may apply for recommissioning no earlier than 10 weeks prior to the expiration date of the notary's commission.
- (b) A notary whose commission has not expired must comply with the following requirements to be recommissioned:
 - (1) Submit a new application under G.S. 10B-5.
 - (2) Meet the requirements of G.S. 10B-4(b).
 - (3) Pass the written examination required under G.S. 10B-7, unless the notary is a licensed member of the North Carolina State Bar.
- (c) An individual may apply for recommissioning within one year after the expiration of the individual's commission. The individual must comply with the requirement of subsection (b) of this section. The individual must also fulfill the

1 <u>educational requirement under G.S. 10B-7(a)</u>, <u>unless the Secretary waives that</u> 2 <u>requirement.</u>

"§ 10B-11. Notarized declaration.

The application for a notary public commission shall contain the following declaration to be executed by each applicant under oath:

Declaration of Applicant

I, (name of applicant), solemnly swear or affirm under penalty of perjury that the information in this application is true, complete, and correct; that I understand the official duties and responsibilities of a notary public in this State, as described in the statutes; and that I will perform to the best of my ability all notarial acts in accordance with the law.

(signature of applicant)

"§ 10B-12. Application fee.

Every applicant for a notary commission shall pay to the Secretary a nonrefundable application fee of fifty dollars (\$50.00).

"§ 10B-13. Instructor's certification.

- (a) The course of study required by G.S. 10B-4(b) shall be taught by an instructor certified under rules adopted by the Secretary. An instructor must meet the following requirements to be certified to teach a course of study for notaries public:
 - (1) Complete and pass an instructor certification course of not less than six hours taught by the Director or other person approved by the Secretary.
 - (2) Have at least one year of active experience as a notary public.
 - (3) Maintain a current commission as a notary public.
 - (4) Possess the current notary public guidebook.
 - (5) Pay a nonrefundable fee of fifty dollars (\$50.00).
- (b) Certification to teach a course of study for notaries shall be effective for two years. A certification may be renewed by passing a recertification course taught by the Director or other person approved by the Secretary and by paying a nonrefundable fee of fifty dollars (\$50.00).
- (c) The following individuals may be certified to teach a course of study for notaries public without paying the fee required by this section, and they may renew their certification without paying the renewal fee, so long as they remain actively employed in the capacities named:
 - (1) Registers of deeds.
 - (2) Clerks of court.
 - (3) The Director and other duly authorized employees of the Secretary.
- (d) Former registers of deeds and clerks of court who have been certified as notary public instructors must apply for commissioning as a notary public but are exempt from the education requirements of G.S. 10B-7 after successful completion of an examination administered by the Secretary.

Assistant and deputy registers of deeds and assistant and deputy clerks of 1 2 court must have a regular notary commission prior to receiving a certification or 3 recertification as a notary public instructor. 4 The Secretary may suspend or revoke the certification of a notary instructor 5 for violating the provisions of this Chapter or any of the administrative rules 6 implementing it. 7 "Part 3. Notarial Acts, Powers, and Limitations. 8 "§ 10B-14. Powers and limitations. 9 A notary may perform any of the following notarial acts: (a) 10 (1) Acknowledgments. (2) Oaths and affirmations. 11 12 (3) Execute jurats. 13 (4) Verifications or proofs. A notarial act shall be attested by all of the following: 14 (b) 15 (1) The signature of the notary, exactly as shown on the notary's commission. 16 17 (2) The readable appearance of the notary's name, from the notary's typed 18 or printed name near the signature. The clear and legible appearance of the notary's stamp or seal. 19 (3) 20 A statement of the date the notary's commission expires. (4) 21 (c) A notary is disqualified from performing a notarial act if any of the following 22 apply: 23 The principal or subscribing witness is not in the notary's presence at <u>(1)</u> 24 the time the notarial act is to be performed; however, nothing in this Chapter shall require a notary to complete the certificate in the 25 presence of the principal or subscribing witness. 26 The principal or subscribing witness is not personally known to the 27 (2) notary or identified by the notary through satisfactory evidence. 28 29 The principal or subscribing witness shows a demeanor that causes the <u>(3)</u> notary to have a compelling doubt about whether the principal knows 30 the consequences of the transaction requiring a notarial act. 31 32 The principal or subscribing witness, in the notary's judgment, is not (4) 33 acting of the principal's or the subscribing witness's own free will. The notary is a signer of or is named, other than as a trustee in a deed 34 **(5)** 35 of trust, in the document that is to be notarized. The notary will receive directly from a transaction connected with the 36 (6) notarial act any commission, fee, advantage, right, title, interest, cash, 37 38 property, or other consideration exceeding in value the fees specified 39 in G.S. 10B-20, other than fees or other consideration paid for services rendered by a licensed attorney, a licensed real estate broker or 40 salesperson, a motor vehicle dealer, or a banker. 41

A notary may certify the affixation of a signature by mark on a record

The mark is affixed in the presence of the notary;

presented for notarization if:

(1)

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43 44 (d)

- 1 (2) The notary writes below the mark: "Mark affixed by (name of signer by mark) in presence of undersigned notary"; and
 - (3) The notary notarizes the signature by performing an acknowledgment, oath or affirmation, jurat, or verification or proof.
 - (e) If a principal is physically unable to sign or make a mark on a record presented for notarization, that principal may designate another person as his or her designee, who shall be a disinterested party, to sign on the principal's behalf pursuant to the following procedure:
 - (1) The principal directs the designee to sign the record in the presence of the notary and two witnesses unaffected by the record;
 - (2) The designee signs the principal's name in the presence of the principal, the notary, and the two witnesses;
 - (3) Both witnesses sign their own names to the record near the principal's signature;
 - (4) The notary writes below the principal's signature: "Signature affixed by designee in the presence of (names and addresses of principal and witnesses)"; and
 - (5) The notary notarizes the signature through an acknowledgment, oath or affirmation, jurat, or verification or proof.
 - (f) A notarial act performed in another jurisdiction in compliance with the laws of that jurisdiction is valid to the same extent as if it had been performed by a notary commissioned under this Chapter if the notarial act is performed by a notary public of that jurisdiction or by any person authorized to perform notarial acts in that jurisdiction under the laws of that jurisdiction, the laws of this State, or federal law.
 - (g) Commissioned officers on active duty in the United States armed forces who are authorized to perform notarial acts and other persons authorized by federal law or regulation to perform notarial acts may perform the acts for persons serving in or with the United States armed forces, their spouses, and their dependents.
 - (h) The Secretary and register of deeds in the county in which a notary qualified may certify to the commission of the notary.
 - (i) A notary public who is not an attorney licensed to practice law in this State who advertises the person's services as a notary public in a language other than English, by radio, television, signs, pamphlets, newspapers, other written communication, or in any other manner, shall post or otherwise include with the advertisement the notice set forth in this subsection in English and in the language used for the advertisement. The notice shall be of conspicuous size, if in writing, and shall state: "I AM NOT AN ATTORNEY LICENSED TO PRACTICE LAW IN THE STATE OF NORTH CAROLINA, AND I MAY NOT GIVE LEGAL ADVICE OR ACCEPT FEES FOR LEGAL ADVICE." If the advertisement is by radio or television, the statement may be modified but must include substantially the same message.
 - (j) A notary public who is not an attorney licensed to practice law in this State is prohibited from representing or advertising that the notary public is an "immigration consultant" or expert on immigration matters unless the notary public is an accredited representative of an organization recognized by the Board of Immigration Appeals

pursuant to Title 8, Part 292, section 2(a-e) of the Code of Federal Regulations (8 C.F.R.
 § 292.2(a-e)).

- (k) A notary public who is not an attorney licensed to practice law in this State is prohibited from rendering any service that constitutes the unauthorized practice of law. A nonattorney notary shall not assist another person in drafting, completing, selecting, or understanding a record or transaction requiring a notarial act.
- (1) A notary public required to comply with the provisions of subsection (g) of this section shall prominently post at the notary public's place of business a schedule of fees established by law, which a notary public may charge. The fee schedule shall be written in English and in the non-English language in which the notary services were solicited and shall contain the notice required in subsection (i) of this section, unless the notice is otherwise prominently posted at the notary public's place of business.
- (m) If notarial certificate wording is not provided or indicated for a record, a nonattorney notary shall not determine the type of notarial act or certificate to be used. This does not prohibit a notary from offering the selection of certificate forms recognized in this Chapter or as otherwise authorized by law.
- (n) A notary shall not claim to have powers, qualifications, rights, or privileges that the office of notary does not provide, including the power to counsel on immigration matters.
- (o) Before signing a notarial certificate and except as provided in this subsection, a notary shall cross out or mark through all blank lines or spaces in the certificate. However:
 - (1) Notwithstanding the provisions of this section or G.S. 10B-22(b), a notary shall not be required to complete, cross out, or mark through blank lines or spaces in the notary certificate form provided for in G.S. 47-43 indicating when and where a power of attorney is recorded if that recording information is not known to the notary at the time the notary completes and signs the certificate;
 - (2) A notary's failure to cross out or mark through blank lines or spaces in a notarial certificate shall not affect the sufficiency, validity, or enforceability of the certificate or the related record; and
 - (3) A notary's failure to cross out or mark through blank lines or spaces in a notarial certificate shall not be grounds for a register of deeds to refuse to accept a record for registration.

"§ 10B-15. Notaries ex officio.

- (a) The clerks of the superior court may act as notaries public in their several counties by virtue of their offices as clerks and may certify their notarial acts only under the seals of their respective courts. Assistant and deputy clerks of superior court, by virtue of their offices, may perform the following notarial acts and may certify these notarial acts only under the seals of their respective courts:
 - (1) Oaths and affirmations.
 - (2) Verifications or proofs.

Upon completion of the course of study provided for in G.S. 10B-4(b), assistant and deputy clerks of superior court may, by virtue of their offices, perform all other notarial

- acts and may certify these notarial acts only under the seals of their respective courts. A course of study attended only by assistant and deputy clerks of superior court may be taught at any mutually convenient location agreed to by the Secretary and the Administrative Office of the Courts.
 - (b) Registers of deeds may act as notaries public in their several counties by virtue of their offices as registers of deeds and may certify their notarial acts only under the seals of their respective offices. Assistant and deputy registers of deeds, by virtue of their offices, may perform the following notarial acts and may certify these notarial acts only under the seals of their respective offices:
 - (1) Oaths and affirmations.
 - (2) <u>Verifications or proofs.</u>

Upon completion of the course of study provided for in G.S. 10B-4(b), assistant and deputy registers of deeds may, by virtue of their offices, perform all other notarial acts and may certify these notarial acts only under the seals of their respective offices. A course of study attended only by assistant and deputy registers of deeds may be taught at any mutually convenient location agreed to by the Secretary and the North Carolina Association of Registers of Deeds.

- (c) The Director may act as a notary public by virtue of the Director's employment in the Department of the Secretary and may certify a notarial act performed in that capacity under the seal of the Secretary.
- (d) Unless otherwise provided by law, a person designated a notary public by this section may charge a fee for a notarial act performed in accordance with G.S. 10B-20. The fee authorized by this section is payable to the governmental unit or agency by whom the person is employed.
- (e) Nothing in this section shall authorize a person to act as a notary public other than in the performance of the official duties of the person's office unless the person complies fully with the requirements of G.S. 10B-4.

"§ 10B-16. False certificate.

- (a) A notary shall not execute a notarial certificate containing information known or believed by the notary to be false.
- (b) A notary shall not execute a certificate that is not written in the English language. A notary may execute a certificate written in the English language that accompanies a record written in another language, which record may include a translation of the notarial certificate into the other language. In those instances, the notary shall execute only the English language certificate.

"§ 10B-17. Improper records.

- (a) A notary shall not notarize a signature on a record without a notarial certificate indicating what type of notarial act was performed.
- (b) A notary shall neither certify, notarize, nor authenticate a photograph. A notary may notarize an affidavit regarding and attached to a photograph.

"§ 10B-18. Testimonials.

A notary shall not use the official notary title or seal in a manner intended to endorse, promote, denounce, or oppose any product, service, contest, candidate, or other

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43 44 offering. This section does not prohibit a notary public from performing a notarial act upon a record executed by another individual.

"Part 4. Fees.

"§ 10B-19. Imposition and waiver of fees.

- (a) For performing a notarial act, a notary may charge up to the maximum fee specified in this Chapter.
- (b) A notary shall not discriminatorily condition the fee for a notarial act on any attribute of the principal that would constitute unlawful discrimination.
 - (c) Nothing in this Chapter shall compel a notary to charge a fee.

"§ 10B-20. Fees for notarial acts.

The maximum fees that may be charged by a notary for notarial acts are as follows:

- (1) For acknowledgments, jurats, verifications or proofs, five dollars (\$5.00) per principal signature.
- (2) For oaths or affirmations without a signature, five dollars (\$5.00) per person, except for an oath or affirmation administered to a credible witness to vouch for a principal's identity.

"§ 10B-21. Notice of fees.

Notaries who charge for their notarial services shall conspicuously display in their places of business, or present to each principal outside their places of business, an English-language schedule of fees for notarial acts. No part of any notarial fee schedule shall be printed in smaller than 10-point type.

"Part 5. Signature and Seal.

"§ 10B-22. Official signature.

- (a) A notary shall keep an official seal or stamp (herein "seal") that is the exclusive property of the notary. The notary shall keep the seal in a secure location that is accessible only to the notary. A notary shall not allow another person to use or possess the seal, and shall not surrender the seal to the notary's employer upon termination of employment.
- (b) The seal shall be affixed only after the notarial act is performed. The notary shall place the image or impression of the seal near the notary's signature on every paper record notarized. The seal and the signature shall appear on the same page.
- (c) A notary shall do the following within 10 days of discovering that the notary's seal has been stolen, lost, damaged, or otherwise rendered incapable of affixing a legible image:
 - (1) Inform the appropriate law enforcement agency in the case of theft or vandalism.
 - (2) Notify the appropriate register of deeds and the Secretary in writing and signed in the official name in which he or she was commissioned.
- (d) As soon as is reasonably practicable after resignation, revocation, or expiration of a notary commission, or death of the notary, the seal shall be delivered to the Secretary for disposal.

"§ 10B-23. Official seal.

(a) A notary shall keep an official seal or stamp (herein "seal") that is the exclusive property of the notary. The notary shall keep the seal in a secure location that

- is accessible only to the notary. A notary shall not allow another person to use or possess the seal, and shall not surrender the seal to the notary's employer upon termination of employment.
 - (b) The seal shall be affixed only after the notarial act is performed. The notary shall place the image or impression of the seal near the notary's signature on every paper record notarized. The seal and the signature shall appear on the same page.
 - (c) A notary shall do the following within 10 days of discovering that the notary's seal has been stolen, lost, damaged, or otherwise rendered incapable of affixing a legible image:
 - (1) <u>Inform the appropriate law enforcement agency in the case of theft or vandalism.</u>
 - (2) Notify the appropriate register of deeds and the Secretary in writing and signed in the official name in which he or she was commissioned.
 - (d) As soon as is reasonably practicable after resignation, revocation, or expiration of a notary commission, or death of the notary, the seal shall be delivered to the Secretary for disposal.

"§ 10B-24. Seal image.

- (a) Near the notary's official signature on the notarial certificate of a paper record, the notary shall place a sharp, legible, permanent, and photographically reproducible image of the official seal.
 - (b) A notary's official seal shall include only the following elements:
 - (1) The notary's name exactly as commissioned;
 - (2) The words "Notary Public";
 - (3) The county of commissioning, including the word "County" or the abbreviation "Co."; and
 - (4) The words "North Carolina" or the abbreviation "NC".
- (c) The notary seal may be either circular or rectangular in shape. The circular seal shall not be less than 1 1/2 inches, nor more than 2 inches in diameter. The rectangular seal shall not be over 1 inch high and 2 1/2 inches long. The perimeter of the seal shall contain a border that is visible when impressed.
- (d) A notarial seal may contain the notary's commission expiration date; however, a notarial act shall be invalid if the expiration date contained on the seal is incorrect at that time that the notarial act is performed.

"Part 6. Certificate Forms.

"§ 10B-25. Notarial certificates in general.

- (a) A notary shall not make or give a notarial certificate unless the notary has either (i) personal knowledge of the identity of the principal or, if applicable, the subscribing witness, or (ii) satisfactory evidence of a signer's identity.
- (b) A notarial certificate for the acknowledgment of a principal who is an individual acting in his or her own right or in a representative capacity taken by a notary is sufficient and shall be accepted in this State if it is substantially in the form set forth in G.S. 10B-26, if it is substantially in a form otherwise prescribed by the law of this State, or if it:
 - (1) <u>Identifies the state and county in which the acknowledgment occurred;</u>

Names the principal who appeared in person before the notary; 1 (2) 2 (3) States that the notary has either (i) personal knowledge of the identity 3 of the principal or (ii) satisfactory evidence of the principal's identity, indicating the nature of that satisfactory evidence; 4 5 Indicates that the principal who appeared in person before the notary <u>(4)</u> 6 acknowledged that the signature on the record presented is his or her 7 signature, that the principal voluntarily signed the record for the 8 purpose stated therein; 9 States the date of the acknowledgment; (5) 10 (6) Contains the signature and seal or stamp of the notary who took the acknowledgment: and 11 12 States the notary's commission expiration date. (7) A notarial certificate for the verification or proof of the signature of a 13 (c) 14 principal by a subscribing witness taken by a notary is sufficient and shall be accepted 15 in this State if it is substantially in the form set forth in G.S. 10B-27, if it is substantially in a form otherwise prescribed by the law of this State, or if it: 16 17 (1) Identifies the state and county in which the verification or proof 18 occurred; 19 (2) Names the subscribing witness who appeared in person before the 20 notary: 21 (3) States that the notary has either (i) personal knowledge of the identity of the subscribing witness or (ii) satisfactory evidence of the 22 23 subscribing witness's identity, indicating the nature of that satisfactory 24 evidence; 25 <u>(4)</u> Names the principal whose signature on the record is to be verified or 26 27 Indicates that the subscribing witness certified to the notary under oath <u>(5)</u> or by affirmation that the subscribing witness is not a named party to 28 29 the record in question, has no interest in the transaction, signed the record as a subscribing witness, and either (i) witnessed the principal 30 sign the record, or (ii) witnessed the principal acknowledge the 31 32 principal's signature on the already-signed record; States the date of the verification or proof; 33 (6) Contains the signature and seal or stamp of the notary who took the 34 (7) 35 verification or proof; and States the notary's commission expiration date. 36 (8) A notarial certificate for an oath or affirmation taken by a notary is sufficient 37 (d) 38 and shall be accepted in this State if it is substantially in the form set forth in 39 G.S. 10B-28, if it is substantially in a form otherwise prescribed by the law of this State, or if it: 40 41 (1) Identifies the state and county in which the oath or affirmation

Names the principal who appeared in person before the notary;

(2)

occurred;

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States that the notary has either (i) personal knowledge of the identity (3) 1 2 of the principal or (ii) satisfactory evidence of the principal's identity, 3 indicating the nature of that satisfactory evidence; Indicates that the principal who appeared in person before the notary 4 <u>(4)</u> 5 signed the record in question and certified to the notary under oath or 6 by affirmation as to the truth of the matters stated in the record; States the date of the oath or affirmation; 7 <u>(5)</u> 8 Contains the signature and seal or stamp of the notary who took the (6) 9 oath or affirmation; and 10 (7) States the notary's commission expiration date. Any notarial certificate made in another jurisdiction shall be sufficient in this 11 12 State if it is made in accordance with federal law or the laws of the jurisdiction where the notarial certificate is made. 13 14 On records to be filed, registered, recorded, or delivered in another state or 15 jurisdiction of the United States, a North Carolina notary may complete any notarial certificate that may be required in that other state or jurisdiction. 16 17 Nothing in this Chapter shall be deemed to authorize the use of a notarial 18 certificate authorized by this Part in place of or as an alternative to a notarial certificate required by any other provision of the General Statutes outside of Chapter 47 of the 19 20 General Statutes that prescribes the specific form or content for a notarial certificate 21 (including, but not limited to, G.S. 31-11.6, Chapter 32A of the General Statutes, and G.S. 90-321). However, any statute that permits or requires the use of a notarial 22 23 certificate contained within Chapter 47 of the General Statutes may also be satisfied by 24 the use of a notarial certificate permitted by this Part. "§ 10B-26. Notarial certificate for an acknowledgment. 25 When properly completed by a notary, a notarial certificate in substantially 26 27 the following form may be used and shall be sufficient under the law of this State to satisfy the requirements for a notarial certificate for the acknowledgment of a principal 28 29 who is an individual acting in his or her own right or in a representative capacity. The 30 authorization of the form in this section does not preclude the use of other forms. 31 32 County, North Carolina 33 34 I certify that the following person(s) personally appeared before me 35 this day, each acknowledging to me that he or she voluntarily signed the foregoing document for the purpose stated therein and in the 36 capacity indicated: *name(s)* of *principal(s)*. 37 38 39 Official Signature of Notary Date: Notary's printed or typed name, Notary Public 40 My commission expires: 41 (Official Seal)

By signing a notarial certificate for the acknowledgment of a principal who is 1 2 an individual acting in his or her own right or in a representative capacity substantially 3 in the form set forth in subsection (a) of this section, the notary thereby certifies: 4 That the principal acknowledging his or her signature appeared in (1) 5 person before the notary on the date indicated: 6 That the principal stated to the notary that he or she voluntarily signed (2) 7 the record for the purpose stated therein; 8 That, if the principal signed the record in a representative capacity, the <u>(3)</u> 9 principal stated that he or she signed the record in the particular 10 representative capacity; and That the notary has either (i) personal knowledge of the identity of the 11 <u>(4)</u> 12 principal or (ii) satisfactory evidence of the principal's identity. "§ 10B-27. Notarial certificate for a verification or proof. 13 14 When properly completed by a notary, a notarial certificate in substantially 15 the following form may be used and shall be sufficient under the law of this State to satisfy the requirements for a notarial certificate for the verification or proof of the 16 17 signature of a principal by a subscribing witness. The authorization of the form in this 18 section does not preclude the use of other forms. 19 20 County, North Carolina 21 22 I certify that *name of subscribing witness* personally appeared before 23 me this day and certified to me under oath or by affirmation that he or 24 she is not a named party to the foregoing document, has no interest in the transaction, signed the foregoing document as a subscribing 25 witness, and either (i) witnessed *name of principal* (the principal) sign 26 27 the foregoing document or (ii) witnessed the principal acknowledge the principal's signature on the already-signed document. 28 29 30 Official Signature of Notary Date: Notary's printed or typed name, Notary Public 31 32 My commission expires: (Official Seal) 33 34 By signing a notarial certificate for the verification or proof of the signature (b) 35 of a principal by a subscribing witness substantially in the form set forth in subsection 36 (a) of this section, the notary thereby certifies: 37 That the subscribing witness appeared in person before the notary on (1) 38 the date indicated; 39 That the subscribing witness certified to the notary under oath or by <u>(2)</u> affirmation that the subscribing witness is not a named party to the 40 record in question, has no interest in the transaction, signed the record 41 42 as a subscribing witness, and either (i) witnessed the named principal sign the record, or (ii) witnessed the named principal acknowledge the 43 principal's signature on the already-signed record; and 44

1		<u>(3)</u>	That the notar	y has either (i) personal knowledge of the identity of the
2			subscribing w	vitness or (ii) satisfactory evidence of the subscribing
3			witness's ident	tity.
4	" <u>§ 10B-28</u>	8. No	tarial certificat	e for an oath or affirmation.
5	<u>(a)</u>	When	n properly comp	oleted by a notary, a notarial certificate in substantially
6				nay be used and shall be sufficient under the law of this
7				s for a notarial certificate for an oath or affirmation. The
8	<u>authoriza</u>	tion of	the forms in thi	is section does not preclude the use of other forms.
9				
10			(County, North Carolina
11		a.	1 1 ,	
12		Signe	ed and sworn to	(or affirmed) before me this day by name of principal.
13	Dotos			Official Signature of Notary
14 15	Date:			Official Signature of Notary Public
16		(Offi	cial Seal)	Notary's printed or typed name, Notary Public My commission expires:
17		<u>(Ojjit</u>	<u>iai seaij</u>	iviy commission expires.
18				-OR-
19				<u>- 011</u>
20				
21			(County, North Carolina
22				
23		Swor	n to (or affirm	ned) and subscribed before me this day by name of
24			<u>principal.</u>	
25				
26	Date:			Official Signature of Notary
27				Notary's printed or typed name, Notary Public
28		(Offic	<u>cial Seal)</u>	My commission expires:
29	<i>a</i> >	ъ.		
30	(<u>b)</u>			certificate for an oath or affirmation substantially in the
31	form set f			of this section, the notary thereby certifies:
32		<u>(1)</u>		cipal appeared in person before the notary on the date
33		(2)	indicated;	4
34		<u>(2)</u>		the notary witnessed the principal sign the record or (ii)
35				stated to the notary that he or she voluntarily signed the
36 37		(3)		purpose stated therein; sipal certified to the notary under oath or by affirmation
38		<u>(3)</u>		of the matters stated in the record; and
39		<u>(4)</u>		y has either (i) personal knowledge of the identity of the
40		<u>(+)</u>) satisfactory evidence of the principal's identity.
41				'Part 7. Changes in Status.
42	"§ 10B-29	9. Ch	ange of address	
43				hange of a notary's residence, business, or any mailing
44			•	the notary shall send to the Secretary by fax, e-mail, or

1 <u>certified mail, return receipt requested, a signed notice of the change, giving both old</u> 2 and new addresses or telephone numbers.

"§ 10B-30. Change of name.

- (a) Within 45 days after the legal change of a notary's name, the notary shall send to the Secretary by fax, e-mail, or certified mail, return receipt requested, a signed notice of the change. The notice shall include both the notary's former name and the notary's new name.
- (b) A notary with a new name may continue to use the former name in performing notarial acts until all of the following steps have been completed:
 - (1) The notary receives a confirmation of Notary's Name Change from the Secretary.
 - (2) The notary obtains a new seal bearing the new name exactly as that name appears in the confirmation from the Secretary.
 - (3) The notary appears before the register of deeds to which the commission was delivered within 45 days of the effective date of the change to be duly qualified by taking the general oath of office prescribed in G.S. 11-11 and the oath prescribed for officers in G.S. 11-7 under the new name and to have the notary public record changed to reflect the new commissioned name.
- (c) Upon completion of the requirements in subsection (b) of this section, the notary shall use the new name.

"§ 10B-31. Change of county.

- (a) A notary who has moved to another county in North Carolina remains commissioned until the current commission expires, is not required to obtain a new seal, and may continue to notarize without changing his or her seal.
- (b) When a notary who has moved applies to be recommissioned, if the commission is granted the, Secretary shall issue a notice of recommissioning. The commission applicant shall then do all of the following:
 - (1) Obtain a new seal bearing the new county exactly as in the notice of recommissioning.
 - Appear before the register of deeds to which the commission was delivered within 45 days of recommissioning, to be duly qualified by taking the general oath of office prescribed in G.S. 11-11 and the oath prescribed for officers in G.S. 11-7 under the new county and to have the notary public record changed to reflect the new county name.

"10B-32. Change of both name and county.

- (a) Within 45 days after the legal change of a notary's name, and if the notary has also moved to a different county than as last commissioned, the notary shall submit to the Secretary a recommissioning application and fee pursuant to this Chapter. The notary may continue to perform notarial acts under the notary's previous name and seal until all of the following steps have been completed:
 - (1) The notary receives a transmittal receipt of reappointment due to name and county change from the Secretary.

- (2) The notary obtains a new seal bearing the new name and county exactly as those items appear in the transmittal receipt.
 - (3) The notary appears before the register of deeds to which the commission was delivered within 45 days of recommissioning to be duly qualified by taking the general oath of office prescribed in G.S. 11-11 and the oath prescribed for officers in G.S. 11-7 under the new name and county and to have the notary public record changed to reflect the new name and county.

"§ 10B-33. Resignation.

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- (a) A notary who resigns the notary's commission shall send to the Secretary by fax, e-mail, or certified mail, return receipt requested, a signed notice indicating the effective date of resignation.
- (b) Notaries who cease to reside in or to maintain a regular place of work or business in this State, or who become permanently unable to perform their notarial duties, shall resign their commissions and shall deliver their seals to the Secretary by certified mail, return receipt requested.

"§ 10B-34. Disposition of seal; death of notary.

- (a) When a notary commission is resigned or revoked, the notary shall deliver the notary's seal to the Secretary within 45 days of the resignation or revocation. Delivery shall be accomplished by certified mail, return receipt requested. The Secretary shall destroy any seal received under this subsection.
- (b) A notary whose commission has expired and whose previous commission or application was not revoked or denied by this State, is not required to deliver the seal to the Secretary as provided under subsection (a) of this section if the notary intends to apply to be recommissioned and is recommissioned within three months after the notary's commission expires.
- (c) If a notary dies while commissioned or before fulfilling the disposition of seal requirements in this section, the notary's estate shall, as soon as is reasonably practicable and no later than the closing of the estate, notify the Secretary in writing of the notary's death and deliver the notary's seal to the Secretary for destruction.

"Part 8. Enforcement, Sanctions, and Remedies.

"§ 10B-35. Enforcement and penalties.

- (a) The Secretary may warn, restrict, suspend, or revoke a notarial commission for a violation of this Chapter and on any ground for which an application for a commission may be denied under this Chapter. Any period of restriction, suspension, or revocation shall not extend the expiration date of a commission.
- (b) Except as otherwise permitted by law, a person who commits any of the following acts is guilty of a Class 1 misdemeanor:
 - (1) Holding one's self out to the public as a notary if the person does not have a commission.
 - (2) Performing a notarial act if the person's commission has expired or been suspended.
 - (3) Performing a notarial act before the person had taken the oath of office.

- 1 (c) A notary shall be guilty of a Class 1 misdemeanor if the notary does any of the following:
 - (1) Takes an acknowledgment, performs an oath, affirmation, or jurat without the principal personally appearing before the notary;
 - (2) Takes a verification or proof of a subscribing witness without personal knowledge of the subscribing witness's identity, or without satisfactory evidence of the subscribing witness's identity;
 - (d) A notary shall be guilty of a Class I felony if the notary does any of the following:
 - (1) Takes an acknowledgment, verification, proof, or jurat, or performs an oath or affirmation if the notary knows it is false or fraudulent.
 - (2) Takes an acknowledgment, or jurat without the principal appearing if the notary does so with the intent to commit fraud.
 - (3) Takes a verification or proof without the subscribing witness appearing in person before the notary if the notary does so with the intent to commit fraud.
 - (e) It is a Class I felony for any person to perform notarial acts in this State with the knowledge that the person is not commissioned under this Chapter.
 - (f) Any person who without authority obtains, uses, conceals, defaces, or destroys the seal or notarial records of a notary is guilty of a Class I felony.
 - (g) For purposes of enforcing this Chapter and Article 34 of Chapter 66 of the General Statutes, the law enforcement agents of the Department of the Secretary of State have statewide jurisdiction and have all of the powers and authority of law enforcement officers. The agents have the authority to assist local law enforcement agencies in their investigations and to initiate and carry out, on their own or in coordination with local law enforcement agencies, investigations of violations.
 - (h) Resignation or expiration of a notarial commission does not terminate or preclude an investigation into a notary's conduct by the Secretary, who may pursue the investigation to a conclusion, whereupon it may be a matter of public record whether or not the finding would have been grounds for disciplinary action.
 - (i) The Secretary may seek injunctive relief against any person who violates the provisions of this Chapter. Nothing in this Chapter diminishes the authority of the North Carolina State Bar.
 - (j) Any person who knowingly solicits, coerces, or in any material way influences a notary to commit official misconduct, is guilty as an aider and abettor and is subject to the same level of punishment as the notary.
 - (k) The sanctions and remedies of this Chapter supplement other sanctions and remedies provided by law, including, but not limited to, forgery and aiding and abetting.

 "Part 9. Validation of Notarial Acts.

"§ 10B-36. Acts of notaries public in certain instances validated.

(a) Any acknowledgment taken and any instrument notarized by a person prior to qualification as a notary public but after commissioning or recommissioning as a notary public, or by a person whose notary commission has expired, is hereby validated. The

1		_	nt and instrument shall have the same legal effect as if the person
2	qualified	as a no	otary public at the time the person performed the act.
3	<u>(b)</u>		ocuments bearing a notarial seal and which contain any of the following
4	errors are	<u>e valida</u>	ated and given the same legal effect as if the errors had not occurred:
5		<u>(1)</u>	The date of the expiration of the notary's commission is stated,
6			whether correctly or erroneously.
7		<u>(2)</u>	The notarial seal does not contain a readable impression of the notary's
8			name, contains an incorrect spelling of the notary's name, or does not
9			bear the name of the notary exactly as it appears on the commission, as
10			required under G.S. 10B-24.
11		<u>(3)</u>	The notary's signature does not comport exactly with the name on the
12			notary commission or on the notary seal, as required by G.S. 10B-14.
13		<u>(4)</u>	The notarial seal contains typed, printed, drawn, or handwritten
14			material added to the seal, fails to contain the words "North Carolina"
15			or the abbreviation "NC", or contains correct information except that
16			instead of the abbreviation for North Carolina contains the
17			abbreviation for another state.
18	<u>(c)</u>	<u>All d</u>	eeds of trust in which the notary was named in the document as a trustee
19	only are		
20	<u>(d)</u>		notary acknowledgments performed before January 1, 1953, bearing a
21			hereby validated.
22	<u>(e)</u>		section applies to notarial acts performed on or before February 1, 2004.
23			rtain notarial acts validated.
24	<u>(a)</u>	-	acknowledgment taken and any instrument notarized by a person whose
25			ssion was revoked on or before January 30, 1997, is hereby validated.
26	<u>(b)</u>	This:	section applies to notarial acts performed on or before August 1, 1998.
27			"Article 2.
28			"Electronic Notary Act.
29			"Part 1. General Provisions.
30	" <u>§ 10B-3</u>		
31	· · · · · · · · · · · · · · · · · · ·		ne Electronic Notary Public Act and may be cited by that name.
32	" <u>§ 10B-3</u>		
33	The f		ng definitions apply in this Article:
34		<u>(1)</u>	"Electronic" means relating to technology having electrical, digital,
35		(0)	magnetic, wireless, optical, electromagnetic, or similar capabilities.
36		<u>(2)</u>	"Electronic Notary Public" and "Electronic Notary" mean a notary
37			public who has registered with the Secretary the capability of
38		(2)	performing electronic notarial acts in conformance with this Article.
39		<u>(3)</u>	"Electronic Document" means information that is created, generated,
40		(4)	sent, communicated, received, or stored by electronic means.
41		<u>(4)</u>	"Electronic Notarial Act" and "Electronic Notarization" mean an
42			official act by an electronic notary public that involves electronic
43			documents.

- "Electronic Notary Seal" and "Electronic Seal" mean information (5) 1 2 within a notarized electronic document that includes the notary's name, 3 jurisdiction, and commission expiration date, and generally corresponds to data in notary seals used on paper documents. 4 5 "Electronic Signatures" means an electronic symbol or process <u>(6)</u> 6 attached to or logically associated with an electronic document and 7 executed or adopted by a person with the intent to sign the document. 8
 - (7) "Notary's Electronic Signature" means those forms of electronic signature which have been approved by the Secretary as authorized in G.S. 10B-49, as an acceptable means for an electronic notary to affix the notary's official signature to an electronic record that is being notarized.

"§ 10B-40. Scope of this Article.

Article 1 of this Chapter applies to all acts authorized under this Article unless the provisions of Article 1 directly conflict with the provisions of this Article, in which case provisions of Article 2 shall control.

"Part 2. Registration.

"§ 10B-41. Qualifications.

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- (a) A person qualified for electronic notary registration shall meet all of the following requirements:
 - (1) Hold a valid commission as a notary public in the State of North Carolina.
 - (2) Except as otherwise provided, abide by all the provisions of Article 1 of this Chapter.
 - (3) Satisfy the requirements of G.S. 10B-43.
 - (4) <u>Submit an electronic registration form containing no significant misstatement or omission of fact.</u>
- (b) The Secretary may deny a registration as an electronic notary as authorized in G.S. 10B-4(d).

"§ 10B-42. Registration with the Secretary of State.

- (a) Before performing notarial acts electronically, a notary shall register the capability to notarize electronically with the Secretary.
- (b) The term of registration as an electronic notary shall coincide with the term of the notary's commission under Article 1 of this Chapter.
- (c) An electronic notary shall reregister the capability to notarize electronically at the same time the notary applies for recommissioning under the requirements of Article 1 of this Chapter.
- (d) An electronic form shall be used by an electronic notary in registering with the Secretary and it shall include, at least all of the following:
 - (1) The applicant's full legal name and the name to be used for commissioning, excluding nicknames.
 - (2) The state and county of commissioning of the registrant.
 - (3) The expiration date of the registrant's notary commission.

- 1 (4) Proof of successful completion of the course of instruction on electronic notarization as required by this Article.
 - (5) A description of the technology the registrant will use to create an electronic signature in performing official acts.
 - (6) If the device used to create the registrant's electronic signature was issued or registered through a licensed certification authority, the name of that authority, the source of the license, the starting and expiration dates of the device's term of registration, and any revocations, annulments, or other premature terminations of any registered device of the registrant that was due to misuse or compromise of the device, with the date, cause, and nature of each termination explained in detail.
 - (7) The e-mail address of the registrant.

The information contained in a registration under this section is a public record as defined in G.S. 132-1, except for information contained in subsection (7), which shall be considered confidential information and shall not be subject to disclosure except as provided in Chapter 132 of the General Statutes or as provided by rule.

- (e) The electronic registration form for an electronic notary shall be transmitted electronically to the Secretary and shall include any decrypting instructions, codes, keys, or software that allow the registration to be read.
- (f) Within 10 business days after the change of any registration information required of an electronic notary, the notary shall electronically transmit to the Secretary a notice of the change of information signed with the notary's official electronic signature.

"§ 10B-43. Course of instruction.

- (a) Before performing electronic notarial acts, a notary shall take a course of instruction of least three hours approved by the Secretary and pass an examination of this course, which shall be in addition to the educational requirements provided in Article 1 of this Chapter.
- (b) The content of the course and the basis for the examination shall be notarial laws, procedures, technology, and ethics as they pertain to electronic notarization.

"§ 10B-44. Fees for registration.

The fee payable to the Secretary for registering or reregistering as an electronic notary is fifty dollars (\$50.00), which shall be in addition to the fee required in G.S. 10B-12. All funds received by the Secretary under this section shall be deposited into the General Fund.

"Part 3. Electronic Notarial Acts, Powers, and Limitations.

"§ 10B-45. Types of electronic notarial acts.

The following types of notarial acts may be performed electronically:

- (1) Acknowledgments;
- (2) Jurats;
- (3) Verifications or proofs; and
- (4) Oaths or affirmations.

"§ 10B-46. Prohibitions.

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1	An electron	ic notarization shall not be performed if the signer of the electronic
2	document:	no management and act of personnel in the arguer of the occurrence
3	(1)	Is not in the presence of the electronic notary at the time of
4		notarization; and
5	<u>(2)</u>	Is not personally known to the notary or identified by the evidence in
6		accordance with other provisions of this Chapter; or
7	<u>(3)</u>	For any reason set forth in G.S. 10B-14.
8	" <u>§ 10B-47. No</u>	tarial components of electronic document.
9		ng an electronic notarial act, all of the following components shall be
10	attached to, or	logically associated with, the electronic document by the electronic
11	notary, all of w	hich shall be immediately perceptible and reproducible in the electronic
12	record to which	the notary's electronic signature is attached:
13	<u>(1)</u>	The notary's name, state, and county of commissioning exactly as
14		stated on the commission issued by the Secretary;
15	<u>(2)</u>	The words "Electronic Notary Public";
16	<u>(3)</u>	The words "State of North Carolina";
17	<u>(4)</u>	The expiration date of the commission;
18	<u>(5)</u>	The notary's electronic signature; and
19	<u>(6)</u>	The completed wording of one of the following notarial certificates:
20		<u>a.</u> <u>Acknowledgment;</u>
21		<u>b.</u> <u>Jurat;</u>
22		<u>c.</u> <u>Verification or proof; or</u>
23		<u>d.</u> Oath or affirmation.
24	" <u>§ 10B-48. Ma</u>	ximum fees.
25	_	ing electronic notarial acts, the maximum fees that may be charged by
26	an electronic no	otary are as follows:
27	<u>(1)</u>	For acknowledgments, \$10.00 per signature.
28	<u>(2)</u>	For jurats, \$10.00 per signature.
29	<u>(3)</u>	For verifications or proofs, \$10.00 per signature.
30	<u>(4)</u>	For oaths or affirmations, \$10.00 per signature.
31		t 4. Electronic Notary Records, Maintenance, and Disposition.
32		ectronic signature, electronic seal.
33		notary's electronic signature in combination with the electronic notary
34		ed only for the purpose of performing electronic notarial acts.
35		Secretary shall adopt rules necessary to establish standards, procedures,
36	*	s, and records relating to a notary's electronic signature and electronic
37		y's electronic seal and electronic signature shall conform to any standards
38	adopted by the	
39		curity measures.
40	(a) A no	otary shall safeguard the notary's electronic signature, the notary's

electronic seal, and all other notarial records. Notarial records shall be maintained by

the notary, and the notary shall not surrender or destroy the records except as required

by a court order or as allowed under rules adopted by the Secretary.

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- (b) When not in use, the notary shall keep the notary's electronic signature, electronic seal, and all other notarial records secure, under the exclusive control of the notary, and shall not allow them to be used by any other notary or any other person.
- (c) A notary shall do the following within 10 days of discovering that the notary's electronic seal or electronic signature has been stolen, lost, damaged, or otherwise rendered incapable of affixing a legible image:
 - (1) <u>Inform the appropriate law enforcement agency in the case of theft or vandalism.</u>
 - (2) Notify the appropriate register of deeds and the Secretary in writing and signed in the official name in which he or she was commissioned.
- (d) The Secretary may adopt rules necessary to insure the integrity, security, and authenticity of electronic notarizations.
- (e) The Secretary may require an electronic notary to create and to maintain a record, journal, or entry of each electronic notarial act. The rule-making authority contained in this subsection shall become effective 18 months after the effective date of this act.
- (f) The failure of an electronic notary to produce within 10 days of the Department's request any record required by a rule adopted under this section shall result in the suspension of the electronic notary's power to act as a notary under the provision of this Chapter until the Secretary reinstates the notary's commission.
- (g) <u>Upon resignation</u>, revocation, or expiration of an electronic notary commission, or death of the notary, all notarial records required by statute or rule shall be delivered to the Secretary.

"§ 10B-51. Maintenance of electronic device.

- (a) An electronic notary shall take reasonable steps to ensure that any registered device used to create the notary's electronic signature is current and has not been revoked or terminated by its issuing or registering authority.
- (b) If the registration of the device used to create electronic signatures either expires or is changed during the electronic notary's term of office, the notary shall cease performing electronic notarizations until:
 - (1) A new device is duly issued or registered to the notary; and
 - (2) An electronically signed notice is sent to the Secretary that shall include the starting and expiration dates of any new registration term and any other new information at variance with information in the most recently executed electronic registration form.

"§ 10B-52. Disposition of records.

- (a) Upon compliance with G.S. 10B-51 and except as provided in subsection (b) of this section, when an electronic notary's commission expires or is resigned or revoked, or when an electronic notary dies, the notary or the notary's duly authorized representative shall erase, delete, or destroy the coding, disk, certificate, card, software, file, or program that enables electronic affixation of the notary's official electronic signature.
- (b) A former electronic notary whose previous commission or application was not revoked or denied by the Secretary need not erase, delete, or destroy the coding,

disk, certificate, card, software, file, or program enabling electronic affixation of the official electronic signature if he or she is recommissioned and reregistered as an electronic notary using the same electronic signature within three months after commission expiration.

"Part 5. Certificate Forms.

"§ 10B-53. Validity of notarial certificates.

The provisions contained in Article 1, Part 6, of this Chapter, with regard to notarial certificate forms, are applicable for the purposes of this Article.

"§ 10B-54. Form of evidence of authority of electronic notarial act.

Electronic evidence of the authenticity of the official electronic signature and electronic seal of an electronic notary of this State, if required, shall be attached to, or logically associated with, a notarized electronic document transmitted to another state or nation and shall be in the form of an electronic certificate of authority signed by the Secretary in conformance with any current and pertinent international treaties, agreements, and conventions subscribed to by the government of the United States.

"§ 10B-55. Certificate of authority for electronic notarial act.

(a) An electronic certificate of authority evidencing the authenticity of the official electronic signature and electronic seal of an electronic notary of this State shall contain substantially the following words:

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Certificate of Authority for an Electronic Notarial Act

- 22 <u>I, _____ (name, title, jurisdiction of commissioning official) certify that _____</u>
- 23 (name of electronic notary), the person named as an electronic notary public in the 24 attached or associated document, was indeed registered as an electronic notary public
- 25 for the State of North Carolina and authorized to act as such at the time of the
- 26 document's electronic notarization.

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- To verify this Certificate of Authority for an Electronic Notarial Act, I have included herewith my electronic signature this day of , 20 .
- 30 (Electronic signature (and seal) of commissioning official)
- 31 (b) The Secretary may charge ten dollars (\$10.00) for issuing an electronic certificate of authority.

"Part 6. Enforcement.

"§ 10B-56. Restriction or revocation of registration.

The Secretary or the Secretary's designee shall have the authority to warn, restrict, suspend, or revoke an electronic notary registration for a violation of this Chapter and on any ground for which electronic notary registration may be denied under this Chapter.

"§ 10B-57. Wrongful manufacture, distribution, or possession of software or hardware.

(a) Any person who knowingly creates, manufactures, or distributes software for the purpose of allowing a person to act as an electronic notary without being commissioned and registered in accordance with this act shall be guilty of a Class G felony.

(b) Any person who wrongfully obtains, conceals, damages, or destroys the certificate, disk, coding, card, program, software, file, or hardware enabling an electronic notary to affix an official electronic signature is guilty of a Class I felony."

SECTION 5. G.S. 66-271 reads as rewritten:

"§ 66-271. Definitions.

The following definitions apply in this Article:

(5) Notary public. – Defined in G.S. 10A 3.G.S. 10B-3.

SECTION 6. G.S. 66-272 reads as rewritten:

"§ 66-272. Certificate of authentication.

To authenticate a document, the Secretary must compare the official's seal and signature on the document with a specimen of the official's seal and signature on file in the Department. If no specimen is on file in the Department, the Secretary must require that the document be authenticated by an official for whom the Department does have a specimen. The Secretary must also verify the official's authority to perform a particular act when the law of a foreign jurisdiction requires it to be verified before it will recognize the authenticity of the document. When the Secretary is able to authenticate the official's seal, signature, position, and authority, the Secretary shall sign and issue a certificate of authentication. The certificate of authentication may be placed on the document itself, if space is available, or by appending it shall be appended to the document on a separate sheet."

SECTION 7. G.S. 66-273 reads as rewritten:

"§ 66-273. Prerequisites for authentication.

All of the following conditions must be met before a document can be authenticated:

- (1) All seals and signatures must be originals.
- (2) All dates must follow in chronological order on all certifications.
- (3) All acknowledgments to be authenticated by the Secretary shall be in English or accompanied by a certified or notarized English translation. English and must comply with Chapter 10B of the General Statutes.
- (4) Whenever a copy is used, it must include a statement that it is a true and accurate copy.
- (5) Whenever a document is to be authenticated by the United States Department of State, it must comply with all applicable statutes, rules, and regulations of that office."

SECTION 8. G.S. 161-10(a) reads as rewritten:

"(a) Except as provided in G.S. 161-11.1 or 161-11.2, all fees collected under this section shall be deposited into the county general fund. While performing the duties of the office, the register of deeds shall collect the following fees which shall be uniform throughout the State:

(12) Notarial Acts. – For taking an acknowledgment, oath, or affirmation or performing any other notarial act the maximum fee set in G.S. 10A-10.
 G.S. 10B-20 or G.S. 10B-48 for electronic notarial acts. This fee shall

 not be charged if the act is performed as a part of one of the services for which a fee is provided by this subsection; except that this fee shall be charged in addition to the fees for registering, filing, or recording instruments or plats as provided by subdivisions (1) and (3) of this subsection.

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(17) Qualification of Notary Public. – For administering the oaths of office to a notary public and making the appropriate record entries as provided in G.S. 10A-8 G.S. 10B-9 ten dollars (\$10.00).

SECTION 9. Article 3 of Chapter 47 of the General Statutes is amended by adding a new section to read:

"§ 47-37.1. Other forms of proof.

- (a) The proof and acknowledgment forms set forth in this Article are not exclusive. Without regard to whether an instrument presented for registration was signed by an individual acting in his or her own right or by an individual acting in a representative capacity, a notarial certificate that complies with the provisions of Part 6 of Article 1 of Chapter 10B (G.S. 10B-25 et. seq.) shall be deemed a sufficient form of probate or acknowledgment for purposes of this Chapter. Use of a notarial certificate that satisfies the requirements of Part 6 of Article 1 of Chapter 10B shall not be grounds for a register of deeds to refuse to accept a record for registration.
- (b) When an instrument presented for registration purports to be signed by an individual in a representative capacity, the acknowledgment or proof of that individual's signature may, but is not required to:
 - (1) State that the individual signed the instrument in a representative capacity.
 - (2) State that the individual who signed the instrument in a representative capacity had due authority to do so.
 - (3) <u>Identify the represented person or entity.</u>"

SECTION 10.(a) The Secretary of State may use the Department's internal information technology staff and may expend up to the sum of two hundred thousand dollars (\$200,000) for the 2005-2006 fiscal year from the Department of the Secretary of State E-Commerce Transaction Fund, pursuant to G.S. 66-58.12(c), for the implementation of this act.

SECTION 10.(b) There is appropriated from the General Fund to the Department of the Secretary of State the sum of one hundred thousand dollars (\$100,000) for the 2005-2006 fiscal year and the sum of one hundred thousand dollars (\$100,000) for the 2006-2007 fiscal year for the administration of Article 2 of Chapter 10B of the General Statutes.

SECTION 11. As soon as practicable, or within 24 months of the effective date of this act, all North Carolina registers of deeds and clerks of superior court shall submit to the Department of the Secretary of State legible and reproducible copies of the pages contained in their "Records of Notaries Public" created prior to 1991 for archiving in permanent storage. The copies shall be reproduced pursuant to standards set by the

Department to ensure the legibility of the copies and the compatibility with the Department's existing systems. The Department shall be responsible for any expense incurred relating to the shipment or transfer of these records. The original permanent records shall be returned to the Register of Deeds if submitted to the Secretary for copying.

SECTION 12. This act shall not affect any civil or criminal litigation pending on the effective date of this act. Any act committed prior to the effective date of this act which violated any provision of the statutes repealed or amended by this act shall be subject to enforcement, prosecution, conviction, and punishment as if this act had not been enacted. Any claim arising under any provisions of the statutes repealed or amended by this act prior to the effective date of this act shall remain valid as if this act had not been enacted.

SECTION 13. Sections 1, 2, 10, and 13 of this act are effective when they become law. The remainder of the act becomes effective December 1, 2005, and applies to notarial acts and applications for notary commissions and recommissions made on or after that date. Notary commissions issued under Chapter 10A of the General Statutes prior to December 1, 2005, shall remain valid unless otherwise revoked or suspended by the Secretary until those commissions expire as provided in Chapter 10A. G.S. 10B-35 and G.S. 10B-57 apply to offenses committed on or after December 1, 2005, without regard to whether a commission was issued under Chapter 10A or Chapter 10B of the General Statutes. Notary instructor certifications issued under G.S. 10A-7 shall remain valid until the date of expiration provided for on the certificate, and persons holding those certificates may provide instruction until their certificates expire.