Stricken language would be deleted from and underlined language would be added to present law. Act 999 of the Regular Session

1	State of Arkansas	A D'11	
2	89th General Assembly	A Bill	
3	Regular Session, 2013		HOUSE BILL 1907
4			
5	By: Representative Vines		
6	By: Senator J. Hutchinson		
7			
8		For An Act To Be Entitled	
9	AN ACT TO A	MEND ARKANSAS CODE TITLE 18, CHAPTER	12,
10	AND AMEND A	RKANSAS CODE TITLE 16, CHAPTER 47,	
11	REGARDING D	EFECTS IN ACKNOWLEDGEMENTS OF RECORDS	ED
12	INSTRUMENTS	; TO CORRECT DISCREPANCIES AMONG TITI	LE 18,
13	CHAPTER 12,	SECTION 207, AND TITLE 16, CHAPTER 4	47,
14		, AND TITLE 16, CHAPTER 47, SECTION 2	
15	TO DECLARE	AN EMERGENCY; AND FOR OTHER PURPOSES	•
16			
17			
18		Subtitle	
19		DING THE FORM OF ACKNOWLEDGEMENTS	
20		DRESSING DEFECTS IN	
21		ILEDGEMENTS OF RECORDED INSTRUMENTS;	
22	AND TO	DECLARE AN EMERGENCY.	
23			
24			
25	BE IT ENACTED BY THE GE	NERAL ASSEMBLY OF THE STATE OF ARKANS	SAS:
26	GROWTON 1 A 1	0 1 010 10 007 : 1 1	
27		sas Code §18-12-207 is repealed.	
28 29		wledgements by corporations. nveyances, deeds of trust, mortgages.	and athor
30	•	affecting or purporting to affect the	
31		this state and executed by corporati	•
32	acknowledgment shall be	•	tons, the form of
33	acknowledgment shall be	-d5 10110W5;	
34	"State of		
35	Deate of minimum.		
36	County of		

1	
2	On this day of 20, before me,, a Notary
3	Public, (or before any officer within this State or without the State now
4	qualified under existing law to take acknowledgments), duly commissioned,
5	qualified and acting, within and for said County and State, appeared in
6	person the within named and, (being the person or
7	persons authorized by said corporation to execute such instrument, stating
8	their respective capacities in that behalf), to me personally well known, who
9	stated that they were the and of the, a
10	corporation, and were duly authorized in their respective capacities to
11	execute the foregoing instruments for and in the name and behalf of said
12	corporation, and further stated and acknowledged that they had so signed,
13	executed and delivered said foregoing instrument for the consideration, uses
14	and purposes therein mentioned and set forth.
15	
16	"IN TESTIMONY WHEREOF, I have hereunto set my hand and official seal this
17	day of 20
18	
19	- "That all deeds or instruments affecting or purporting to affect the title
20	to land executed in the above and foregoing form shall be good and
21	sufficient."
22	
23	SECTION 2. Arkansas Code § 16-47-207 is repealed.
24	16-47-207. Forms of certificates.
25	Δn officer taking the acknowledgment shall endorse thereon or attach thereto
26	a certificate substantially in one (1) of the following forms:
27	
28	(1) By Individuals:
29	
30	"State of
31	
32	County of
33	
34	On this the day of, 19, before me,, the undersigned
35	officer, personally appeared, known to me (or satisfactorily proven)
36	to be the person whose namesubscribed to the within instrument and

1	acknowledged thatheexecuted the same for the purposes therein
2	contained.
3	
4	In witness whereof I hereunto set my hand and official seal.
5	
6	
7	
8	
9	
10	Title of Officer."
11	
12	(2) By a Corporation:
13	"State of
14	
15	County of
16	
17	On this theday of
18	personally appearedof
19	, a corporation, and that he, as such, being authorized so to do,
20	executed the foregoing instrument for the purposes therein contained, by
21	signing the name of the corporation by himself as
22	
23	In witness whereof I hereunto set my hand and official seal.
24	
25	
26	
27	
28	
29	Title of Officer."
30	
31	(3) By an Attorney in Fact:
32	
33	
55	"State of
34	"State of
	"State of

1	On this theday of	
2	officer, personally appeared, known to me (or satisfactorily proven)	
3	to be the person whose name is subscribed as attorney in fact for, and	
4	acknowledged that he executed the same as the act of his principal for the	
5	purposes therein contained.	
6		
7	In witness whereof I hereunto set my hand and official seal.	
8		
9		
10		
11		
12		
13	Title of Officer."	
14		
15	(4) By Any Public Officer or Deputy Thereof, or by Any Trustee,	
16	Administrator, Guardian, or Executor:	
17		
18	"State of	
19		
20	County of	
21	On this the day of, 19, before me,, the undersigned officer,	
22	personally appeared, of the State (County or City as the case may be)	
23	of, known to me (or satisfactorily proven) to be the person described in	
24	the foregoing instrument, and acknowledged that he executed the same in the	
25	capacity therein stated and for the purposes therein contained.	
26		
27	In witness whereof I hereunto set my hand and official seal.	
28		
29		
30		
31		
32		
33	Title of Officer."	
34		
35	SECTION 1. Arkansas Code § 16-47-107 is amended to read as follows:	
36	16-47-107. Acknowledgment by corporations Forms for acknowledgment.	

```
1
           (a) For all deeds, conveyances, deeds of trust, mortgages, and other
2
     instruments in writing affecting or purporting to affect the title of any
 3
    real estate situated in this state and executed by corporations, business
 4
    trusts, estates, partnerships, limited liability companies, associations,
     joint ventures, or any other legal entities, the form of acknowledgment shall
 5
6
    be as follows the following form is deemed to be a valid acknowledgment and
7
    sufficient for recordation or entry into evidence under § 18-12-202:
8
9
     "State of.....
10
11
    County of .....
12
    On this ...... day of ....., 20 19..., before me, ....., a
13
14
    Notary Public, (or before any officer within this State or without the State
15
    now qualified under existing law to take acknowledgments), duly commissioned,
16
     qualified and acting, within and for said County and State, appeared in
17
    person the within named ...... and ....., (being the person or
18
    persons authorized by said corporation, [business trust, estate, partnership,
19
    <u>limited liability company</u>, association, joint venture, or other legal entity]
20
     to execute such instrument, stating their respective capacities in that
21
    behalf), to me personally well known (or satisfactorily proven to be such
22
    person), who stated that [he, she, or they] was [were] the ...... [and
23
     .....]. of the ....., a corporation [business trust, estate,
24
    partnership, limited liability company, association, joint venture, or other
25
     <u>legal entity</u>], and <u>was [were]</u> duly authorized in [his, her, or their]
26
     respective capacity [capacities] to execute the foregoing instrument
27
    instrument(s) for and in the name and behalf of said corporation [business
     trust, estate, partnership, limited liability company, association, joint
28
29
    venture or other legal entity], and further stated and acknowledged that [he,
    she, or they] had so signed, executed, and delivered said foregoing
30
31
     instrument for the consideration, uses, and purposes therein mentioned and
32
     set forth.
33
     "IN TESTIMONY WHEREOF, I have hereunto set my hand and official seal this
34
35
     ..... day of ....., 20 <del>19</del>....
36
```

1	(Notary Public)"
2	
3	(b) For all deeds, conveyances, deeds of trust, mortgages, and other
4	instruments in writing affecting or purporting to affect the title of any
5	real estate situated in this state and executed by individuals, the following
6	form is deemed to be a valid acknowledgment and sufficient for recordation or
7	entry into evidence under § 18-12-202:
8	
9	"State of
10	
11	County of
12	
13	On this day of, 20, before me, a Notary Public, (or
14	before any officer within this State or without the State now qualified under
15	existing law to take acknowledgments,) appeared the within named
16	[and], to me personally well known (or satisfactorily proven to be
17	such person), who stated and acknowledged that [he, she or they] had so
18	signed, executed and delivered said foregoing instrument for the
19	consideration, uses and purposes therein mentioned and set forth.
20	
21	IN TESTIMONY WHEREOF, I have hereunto set my hand and official seal this
22	day of, 20
23	
24	(Notary Public)"
25	
26 	(c) For all deeds, conveyances, deeds of trust, mortgages, and other
27	instruments in writing affecting or purporting to affect the title of any
28	real estate situated in this state and executed by attorneys in fact, the
29	following form is deemed to be a valid acknowledgment and sufficient for
30	recordation or entry into evidence under § 18-12-202:
31	
32	"State of
33	
34	County of
35	On this the day of 20 before me
36	On this theday of, 20, before me,, the undersigned

1	officer, personally appeared, known to me (or satisfactorily proven)
2	to be the person whose name is subscribed as attorney in fact for, and
3	acknowledged that he executed the same as the act of his principal for the
4	consideration, uses, and purposes therein contained.
5	
6	IN TESTIMONY WHEREOF I hereunto set my hand and official seal.
7	
8	<u></u>
9	
10	<u></u>
11	
12	<u>Title of Officer."</u>
13	
14	$\underline{\text{(d)}}$ (b) All deeds or instruments affecting or purporting to affect the
15	title to land executed in the above and foregoing form <u>listed in subsections</u>
16	(a), (b), or (c) of this section as applicable, shall be good and sufficient
17	(e) The bracketed language listed in subsections (a), (b), and (c)
18	above, suggests alternate language and is not required to be in an
19	acknowledgment when the alternate language is not applicable.
20	(f) The use of the present or past tense in the form of acknowledgment
21	shall not affect the validity of the acknowledgement.
22	(g) The heading of the acknowledgment may list either:
23	(1) The county where the officer executing the acknowledgment
24	resides; or
25	(2) The county where the acknowledgment occurred.
26	
27	SECTION 4. Arkansas Code § 18-12-208 is amended to read as follows:
28	18-12-208. Defects.
29	(a) All deeds, conveyances, deeds of trust, mortgages, marriage
30	contracts, and other instruments in writing affecting or purporting to affect
31	the title to any real estate or personal property situated in this state,
32	which have been recorded and which are defective or ineffectual because:
33	(1) Of failure to comply with § 18-12-403;
34	(2) The officer who certified the acknowledgment or
35	acknowledgments to such instruments omitted any words required by law to be
36	in the certificate or acknowledgments.

- 1 (3) The officer failed or omitted to attach his or her seal to 2 the certificate:
- 3 (4) The officer attached to any such certificate a seal not 4 bearing the words and devices required by law;
- 5 (5) The officer was a mayor of a city or an incorporated town in 6 the state of Arkansas and as such was not authorized to certify to executions 7 and acknowledgments to such instruments, or was the deputy of an official 8 duly authorized by law to take acknowledgments but whose deputy was not so 9 authorized;
- 10 (6) The notary public failed to state the date of the expiration 11 of his or her commission on the certificate of acknowledgment, or incorrectly 12 stated it thereon;
- 13 (7) The officer incorrectly dated the certificate of 14 acknowledgment or failed to state the county wherein the acknowledgment was 15 taken; or
- 16 (8) The acknowledgment was certified in any county of the State
 17 of Arkansas by any person holding an unexpired commission as notary public
 18 under the laws of the state who had, at the time of the certification, ceased
 19 to be a resident of the county within and for which he or she was
 20 commissioned, shall be as binding and effectual as though the certificate of
 21 acknowledgment or proof of execution was in due form, bore the proper seal,
 22 and was certified to by a duly authorized officer.
 - (b) A deed, conveyance, deed of trust, mortgage, marriage contract, and other instrument in writing, affecting or purporting to affect the title to any real estate or personal property situated in this state, which is executed after August 13, 1993, shall not be deemed defective or ineffectual because:
- 28 (1) The officer failed or omitted to attach his or her seal to 29 the certificate;
- 30 (2) The officer attached to any such certificate a seal not 31 bearing the words and devices required by law;

23

24

25

26

27

- 32 (3) The notary public failed to state the date of the expiration 33 of his or her commission on the certificate of acknowledgment, or incorrectly 34 stated it thereon;
- 35 (4) The officer incorrectly dated the certificate of 36 acknowledgment or failed to state the county wherein the acknowledgment was

1	taken;	or

- 2 (5) The acknowledgment was certified in any county of the State
- 3 of Arkansas by any person holding an unexpired commission as notary public
- 4 under the laws of the state who had, at the time of the certification, ceased
- 5 to be a resident of the county within and for which he or she was
- 6 commissioned.
- 7 (c) A deed, conveyance, deed of trust, mortgage, marriage contract,
- 8 and any other instrument in writing, affecting or purporting to affect the
- 9 title to any real estate or personal property situated in this state, whether
- 10 <u>executed before</u>, on. or after the effective date of this subsection, shall
- 11 not be found insufficient to satisfy the requirements of § 18-12-202:
- 12 <u>(1) Because the acknowledgment thereof does not strictly comply</u>
- 13 with the form contained in § 16-47-107 or omits the words "for the
- 14 consideration, uses, and purposes therein mentioned or set forth" or uses
- 15 <u>similar words</u>;
- 16 (2) Because the gender listed in the acknowledgment thereof does
- 17 not match the gender of the person acknowledging the instrument;
- 18 (3) Because the acknowledgment thereof does not identify the
- 19 <u>title or position of the person acknowledging the instrument on behalf of a</u>
- 20 corporation, partnership, company, trust, association or other entity; or
- 21 (4) Where a good faith attempt at material compliance with 16-
- 22 47-107(a), (b), or (c), as applicable, has been made and there is no factual
- 23 dispute as to the authenticity of the signature of the person making
- 24 <u>acknowledgement thereof.</u>
- 25 <u>(d) Notwithstanding an acknowledgment to a deed or other instrument</u>
- 26 which may contain one or more of the defects set forth in this section, if a
- 27 deed or other instrument is recorded, it shall:
- 28 (1) Provide constructive notice thereafter to all parties of the
- 29 matters contained in the deed or other instrument; and
- 30 (2) Be treated as any other deed or instrument in writing under
- 31 §16-47-110, and may be read into evidence in any court in this state without
- 32 further proof of execution.
- 33 (e) A valid jurat may act as a substitute for a certificate of
- 34 <u>acknowledgment for instruments recorded on or after the effective date of</u>
- 35 this subsection.

- SECTION 5. Arkansas Code § 14-15-402 is amended to read as follows: 14-15-402. Instruments to be recorded. 3 (a) It shall be the duty of each recorder to record in the books
- provided for his or her office all deeds, mortgages, conveyances, deeds of trust, bonds, covenants, defeasances, affidavits, powers of attorney, assignments, contracts, agreements, leases, or other instruments of writing
- 7 of, or writing concerning, any lands and tenements or goods and chattels,
- 8 which shall be proved or acknowledged according to law, that are authorized 9 to be recorded in his or her office.
- 10 (b)(1) To be accepted by the county recorder for recording purposes, 11 all documents shall:
- 12 (A) Be on eight and one-half inch (8.5^2) by eleven inch 13 (11^2) paper;
- 14 (B) Have a two and one-half inch (2.5²) margin at the 15 right top of the first page, one-half inch (0.5²) margin on the sides and 16 bottoms of all pages, and a two and one-half inch (2.5²) margin at the bottom
- 17 of the last page;
- 18 (C) Have an area reserved on the top right of the first 19 page for the file mark of the recorder;
- 20 (D) Contain the following information:
- 21 (i) The title of the document; and
- 22 (ii) The name of the grantor and grantee, when
- 23 applicable;
- 24 (E) Be acknowledged in accordance with § 16-47-207 or otherwise executed as permitted by § 16-47-107 or § 18-12-208; and
- 26 (F) Be legible.
- 27 (2)(A) The county recorder shall have the discretion to waive 28 the requirements of subdivision (b)(1) of this section for:
- 29 (i) Good cause; and
- 30 (ii) Any document that complies with the Uniform
- 31 Real Property Electronic Recording Act, § 14-2-301 et seq.
- 32 (B) All documents and instruments executed before January
- $1,\ 2004,\ \text{shall}$ be exempt from the requirements of subdivision (b)(1) of this
- 34 section.
- 35 (C) All surveys and plats shall be exempt from the
- 36 requirements of subdivision (b)(1) of this section.

I	(3) A county recorder shall not refuse to record a document that
2	has been executed in a manner permitted by § 16-47-107 or § 18-12-208.
3	
4	SECTION 6. EMERGENCY CLAUSE. It is found and determined by the
5	General Assembly of the State of Arkansas that many instruments affecting
6	title to real estate are being found to not provide constructive notice
7	because of defects in the certificates of acknowledgment; and that this act
8	is immediately necessary to protect property rights and interests.
9	Therefore, an emergency is declared to exist and this act being immediately
10	necessary for the preservation of the public peace, health, and safety shall
11	become effective on:
12	(1) The date of its approval by the Governor;
13	(2) If the bill is neither approved nor vetoed by the Governor,
14	the expiration of the period of time during which the Governor may veto the
15	bill; or
16	(3) If the bill is vetoed by the Governor and the veto is
17	overridden, the date the last house overrides the veto.
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20	APPROVED: 04/08/2013
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