P48QRE-1 05/25/2023 KMS (L)cr 2023-2302 SUB SB322 GIVHAN SUBSTITUTE TO SB322 OFFERED BY SENATOR GIVHAN



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4 SYNOPSIS:

This bill would provide further for the appointment and service of notaries public and the fee collected by the judge of probate for a commission.

This bill would expand the grounds under which a judge of probate may accept or deny an application for a notary commission and would require an applicant, before being commissioned, to complete a training program.

This bill would increase the amount of the bond required of a notary public.

This bill would provide further for the acknowledgment of signatures and the fee collected for notarial acts performed.

This bill also specifies what acts committed by a notary or other individual constitute a crime.

Section 111.05 of the Constitution of Alabama of 2022, prohibits a general law whose purpose or effect would be to require a new or increased expenditure of local funds from becoming effective with regard to a local governmental entity without enactment by a 2/3 vote unless: it comes within one of a number of specified exceptions; it is approved by the affected entity; or the Legislature appropriates funds, or provides a local source of revenue, to the entity for



the purpose.

The purpose or effect of this bill would be to require a new or increased expenditure of local funds within the meaning of the amendment. However, the bill does not require approval of a local governmental entity or enactment by a 2/3 vote to become effective because it comes within one of the specified exceptions contained in the amendment.

39 A BILL

40 TO BE ENTITLED

41 AN ACT

Relating to the employment of notaries public; to amend Sections 36-20-70, 36-20-71, 36-20-72, 36-20-73.1, 36-20-74, and 36-20-75, Code of Alabama 1975; to provide further for the appointment and service of notaries public; to increase the fee collected by the judge of probate for the commission of a notary; to expand the grounds under which a judge of probate may accept or deny an application for a notary commission; to require an applicant for a notary commission to complete a training program; to increase the bond required of a notary public; to provide further for the acknowledgment of signatures; to increase the fee collected for notarial acts performed; to specify the acts of a notary or other individual that constitute a crime; and in connection therewith would have as its purpose or effect the requirement of a new or



- 57 increased expenditure of local funds within the meaning of
- 58 Section 111.05 of the Constitution of Alabama of 2022.
- 59 BE IT ENACTED BY THE LEGISLATURE OF ALABAMA:
- Section 1. Sections 36-20-70, 36-20-71, 36-20-72,
- 61 36-20-73.1, 36-20-74, and 36-20-75 of the Code of Alabama
- 62 1975, are amended to read as follows:
- 63 "\$36-20-70
- (a) A competent number of notaries public for the state
- at large shall be appointed and commissioned by the judges of
- 66 probate of the several counties of the state and shall hold
- office for four years from the date of their commission.
- Notaries public shall perform all the acts and exercise all
- authority under the general laws of the State of Alabama. The
- 70 jurisdiction of the notaries public shall not be limited to
- 71 the counties of their residence and shall extend to any county
- 72 of the state. The judges of probate shall collect a fee of ten
- 73 dollars (\$10) one hundred dollars (\$100) for each notary
- 74 commission issued. The judges of probate shall also report to
- 75 the Secretary of State the name, county of residence, date of
- 76 issuance, and date of expiration of the commission of each
- 77 notary public appointed and commissioned under this
- 78 subsection.
- 79 (b) All existing notaries public functioning on January
- 80 1, 2012 2023, shall continue to function pursuant to their
- 81 existing authority for the remainder of their existing
- 82 commission.
- (c) A judge of probate may accept or deny any
- 84 application for notary public commission and shall deny an



85	application for notary public commission on any of the
86	following grounds:
87	(1) The applicant is not a resident of this state.
88	(2) The applicant makes the application to a judge who
89	is not the judge of probate of the county of the applicant's
90	residence.
91	(3) The applicant has been convicted of a felony or
92	<pre>crime of moral turpitude.</pre>
93	(4) The applicant is currently a debtor in a bankruptcy
94	<pre>proceeding.</pre>
95	(5) The applicant is under a current order adjudicating
96	him or her incapacitated.
97	(6) The applicant provides false information on the
98	application.
99	(7) The applicant is unable or unwilling to
100	successfully complete the training program required in
101	subsection (e) within 30 days after submitting his or her
102	application. This time frame may be extended by the judge of
103	<pre>probate upon good cause shown.</pre>
104	(d) A notary public is not an insurer but is under a
105	duty to act honestly, skillfully, and with reasonable
106	diligence. A notary public shall not perform an acknowledgment
107	in any transaction where he or she has a pecuniary interest or
108	where any signatory being acknowledged by the notary is
109	related by blood or marriage within the fourth degree of
110	kinship.
111	(e) Before being commissioned, an applicant for a
112	notary public commission shall successfully complete a



113	training program prepared by the Alabama Probate Judges
114	Association and the Alabama Law Institute that reinforces and
115	updates the applicants knowledge of all matters relevant to
116	the appointment, authority, duties, and legal and ethical
117	responsibilities of a notary public. An attorney who is
118	commissioned as a notary public under this article is not
119	required to complete the training requirement. A notary public
120	who is commissioned as of the effective date of this act shall
121	be required to complete the training requirement upon
122	submitting an application for the renewal of his or her
123	<pre>expired commission."</pre>
124	" §36-20-71
125	(a) Notaries public shall give bond with sureties,
126	obtained from an Alabama licensed producer of such bonds, to
127	be approved by the judge of probate of the county of their
128	residence, in the sum of twenty-five thousand dollars
129	$\frac{(\$25,000)}{(\$25,000)}$ fifty thousand dollars $(\$50,000)$, payable to the
130	State of Alabama, and conditioned to faithfully discharge the
131	duties of such the office so long as they may continue therein
132	or discharge any of the duties thereof. Such The bond shall be
133	executed, approved, filed, and recorded in the office of the
134	judge of probate of the county of their residence, before they
135	enter on the duties of <u>such</u> the office.
136	(b) All existing notaries public functioning on January
137	1, 2012 2023, shall continue to function pursuant to their
138	existing bond for the remainder of their existing commission."
139	" §36-20-72
140	(a) For the authentication of his or her official acts,



- each notary shall provide a seal of office, which shall
 present, by its impression or stamp, the name, office, and the
 state for which he or she was appointed.
 - (b) The form and content of any notarial act on an instrument to be recorded in the public records, including the court system, shall include an oath, acknowledgment, and signature of each party to the document, or his or her mark, and the signature of the notary public and their seal of office by either ink stamp or embossed impression."
- 150 "\$36-20-73.1

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- 151 (a) Except as otherwise provided in this section, any signature acknowledged by a notary public shall be executed 152 153 within this state and shall be executed in the physical presence of the notary public at the time of the 154 155 acknowledgment, only after the notary public has positively identified the prospective signatory via personal knowledge of 156 157 the affiant or the examination of photo identification issued 158 by a governmental entity or agency.
- 159 <u>(b)</u> For the purposes of this section, the following 160 terms shall have the following meanings:
- 161 (1) ORIGINAL SIGNATURE. A signature signed directly
 162 onto a document in wet ink by an individual who is named on
 163 the document.
- 164 (2) SIGNATORY. The individual who is named on the document and is to sign the document.
- (b) (c) Unless otherwise provided by law, the powers and functions of a notary public require his or her original signature.



169 (c) (d) For purposes of this article, and subject to

170 subsections (d) to (f) (e) to (g), inclusive, an individual

171 may personally appear before an acknowledging notary by either

172 of the following:

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- (1) Physically appearing before the notary as provided in subsection (a).
- (2) Appearing through the use of two-way audio-video communication technology that allows a notary public and a remotely located signatory to communicate with each other simultaneously by sight and sound, provided that the notary public is physically located in this state and the two-way audio-video communication is recorded and maintained for a period of seven years by the notary public.
- (d) (e) If appearing through the use of two-way

 audio-video communication, the identity of the signatory shall

 be verified by the notary public using either of the following

 methods:
- 186 (1) The personal knowledge of the notary public of the 187 identity of the signatory.
- 188 (2)a. The presentation of two valid forms of government 189 issued identification, one of which shall include the face and 190 signature of the signatory; and
- b. A process by which the notary public verifies the identity of the signatory through a review of public or private data sources.
- 194 (e) (f) The two-way audio-video communication recording
 195 shall contain all of the following:
- 196 (1) The date and time of the remote notarial act.



- 197 (2) A description of the documents to which the remote
 198 notarial act relates.
- 199 (3) An attestation by the notary public of being 200 physically located in this state.
- 201 (4) A description of how the identification of the signatory was verified.
- 203 (5) A clear image of any government issued 204 identification, if applicable.
- 205 (6) A clear image of the act of signing observed by the 206 notary public.
- 207 (f) (g) The official date and time of the notarization
 208 is the date and time the notary public witnessed the
 209 signature, including the date and time the signature was
 210 witnessed via two-way audio-video communication technology.
- All documents used during the two-way audio-video communication, shall be provided to the notary for his or her authentication and original signature.
- 214 (g) (h) Any action taken before July 1, 2021, allowing
 215 for the remote notarization of signatures under the Emergency
 216 Management Act of 1955, Article 1 of Chapter 9 of Title 31, is
 217 ratified and confirmed.
- 218 (h)(i) Remote notarization may not be used to notarize
 219 an absentee ballot application or an absentee ballot
 220 affidavit, or for any purpose related to voting.
- 221 (i) A notary who intentionally or fraudulently violates
 222 this section shall be guilty of a Class C misdemeanor."
- 223 "\$36-20-74
- Notaries public are entitled to the sum of five dollar



225 (\$5) for carrying out any of the enumerated powers in Section 226 36-20-73. A notary public commissioned pursuant to this article is permitted a reasonable fee, not to exceed ten dollars 227 228 (\$10), for each notarial act performed. No fee may be charged 229 by a state, county, or municipal employee for a notarial act 230 performed during, and as a part of, his or her public service, 231 unless otherwise provided by law." 232 "\$36-20-75 Any person who, having been a notary, willfully 233 performs or assumes the authority to perform a notarial act 234 235 after his or her commission expires, with knowledge that his or her commission has expired, or any person who without a 236 notary's commission assumes the authority and performs a 237 238 notarial act shall be quilty of a Class C misdemeanor. 239 (a) The commissioning judge of probate, or his or her successor in office, may issue a warning to a notary or 240 241 restrict, suspend, or revoke a notarial commission for a 242 violation of this article and on any ground for which an 243 application for a commission may be denied under this article. A period of restriction, suspension, or revocation does not 244 245 extend the expiration date of a commission. 246 (b) Except as otherwise permitted by law, an individual 247 who commits any of the following acts is guilty of a Class C 248 misdemeanor: 249 (1) Holding one's self out to the public as a notary 250 without being commissioned. (2) Performing a notarial act with an expired, 251 252 suspended, or restricted commission.



	(3) Performing a notarial act before taking an oath of
offic	<u>e.</u>
	(4) Charging a fee for a notarial act in excess of the
maxim	um fee allowed by this article.
	(5) Taking an acknowledgment or administering an oath
or af	firmation without the principal appearing in person
befor	e the notary or following the procedures for remote
notar.	ization set out in this article.
	(6) Taking an acknowledgment or administering an oath
or af	firmation without personal knowledge or satisfactory
evide	nce of the identity of the principal.
	(7) Taking a verification or proof without personal
knowl	edge or satisfactory evidence of the identity of the
subsc	ribing witness.
	(c) A notary is guilty of a Class D felony if he or she
does	any of the following with the intent to commit fraud or
to in	tentionally assist in the commission of a fraudulent act:
	(1) Takes an acknowledgment, or a verification or
proof	, or administers an oath or affirmation he or she knows
or rea	asonably believes to be false.
	(2) Takes an acknowledgment or administers an oath or
affir	mation without the principal appearing in person before
the n	otary, or without following the procedures for remote
notar.	ization set out in this article.
	(3) Takes a verification or proof without the
subsc	ribing witness appearing in person before the notary, or
witho	ut following the procedures for remote notarization set

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out in this article.



281 (4) Performs notarial acts in this state with the 282 knowledge that he or she is not properly commissioned under 283 this chapter. 284 (d) For purposes of enforcing this chapter, all of the 285 following are applicable: 286 (1) Any party to a transaction requiring a notarial 287 certificate for verification and any attorney licensed in this 288 state who is involved in such a transaction in any capacity, 289 may execute an affidavit and file it with either the Secretary 290 of State or the judge of probate who issued the commission to 291 the notary public, setting forth the actions which the affiant alleges are violations. Upon receipt of an affidavit, the 292 293 Secretary of State or judge of probate shall forward the affidavit to the Alabama State Law Enforcement Agency. Upon 294 295 receipt of the affidavit, the Alabama State Law Enforcement Agency shall initiate and carry out, on their own or in 296 297 coordination with local law enforcement agencies, 298 investigations of violations. Founded investigations shall be 299 referred to the appropriate district attorney for prosecution. 300 (2) Resignation or expiration of a notarial commission does not terminate or preclude an investigation into the 301 302 conduct of a notary by the Secretary of State, a judge of probate, or a law enforcement agency who may pursue the 303 304 investigation to a conclusion, whereupon it may be a matter of 305 public record whether or not the finding would have been 306 grounds for disciplinary action. (3) The commissioning judge of probate may order 307

injunctive relief against any individual who violates this

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309 chapter including, but not limited to, ordering the surrender 310 and destruction of a notary commission and a notary seal. 311 (e) Any individual who knowingly solicits, coerces, or 312 in any material way influences a notary to commit official 313 misconduct is guilty as an aider and abettor and is subject to 314 the same level of punishment as the notary." 315 Section 2. Although this bill would have as its purpose 316 or effect the requirement of a new or increased expenditure of 317 local funds, the bill is excluded from further requirements and application under Section 111.05 of the Constitution of 318 319 Alabama of 2022, because the bill defines a new crime or 320 amends the definition of an existing crime. 321 Section 3. This act shall become effective on the first 322 day of the third month following its passage and approval by 323 the Governor, or its otherwise becoming law.