SLS 18RS-607 ENGROSSED

2018 Regular Session

SENATE BILL NO. 358

BY SENATOR LUNEAU

NOTARIES. Authorizes and provides relative to certain electronic notarial acts. (8/1/19)

1	AN ACT
2	To enact Chapter 10 of Title 35 of the Louisiana Revised Statutes of 1950, to be comprised
3	of R.S. 35:621 through 630, relative to notaries public and commissioners; to provide
4	relative to notarial acts; to authorize certain electronic notarial acts; to authorize a
5	notary public to perform an electronic notarial act under certain circumstances; to
6	provide certain terms, definitions, conditions, requirements, procedures, and effects;
7	and to provide for related matters.
8	Be it enacted by the Legislature of Louisiana:
9	Section 1. Chapter 10 of Title 35 of the Louisiana Revised Statutes of 1950,
10	comprised of R.S. 35:621 through 630, is hereby enacted to read as follows:
11	CHAPTER 10. ELECTRONIC NOTARIAL ACTS
12	§621. Definitions
13	For the purposes of this Chapter:
14	(1) "Credential analysis" means a process or service operating according
15	to criteria approved by the secretary through which a third person affirms the
16	validity of a government-issued identification credential through review of
17	public and proprietary data sources.

1	(2) "Electronic" means relating to technology having electrical, digital,
2	magnetic, online, wireless, cellular, optical, electromagnetic, or similar
3	capabilities.
4	(3) "Electronic notarial act" means an official act passed by or before a
5	notary public pursuant to Title 35 and conducted using electronic means and,
6	which involves electronic documents, an electronic seal, and electronic signature
7	as provided by this Chapter.
8	(4) "Electronic notarial certificate" means the portion of the electronic
9	document that is completed by the notary public in an electronic notarial act
10	which contains the following:
11	(a) The notary public's electronic signature and electronic seal.
12	(b) Other required information concerning the date and place of the
13	notarial act.
14	(c) The facts attested to or certified by the notary public in the notarial
15	act.
16	(5) "Electronic seal" means the information required by R.S. 35:12 of the
17	notary public before whom the electronic notarial act was passed, which is
18	electronically affixed to the electronic document evidencing such electronic
19	notarial act.
20	(6) "Electronic signature" means the signature of a party to an electronic
21	notarial act that is attached to or logically associated with an electronic
22	document by or through an electronic sound, symbol, or mark.
23	(7) "Identity proofing" means a process or service operating in
24	accordance with criteria approved by the secretary through which the identity
25	of a signatory to an electronic notarial act is authenticated through review of
26	personal information from public and proprietary data sources.
27	(8) "Notarial act" as used in this Chapter means the performance by a
28	notary public of a function authorized under Title 35.
29	(9) "Online notarial act" means an electronic notarial act performed by

1	means of two-way video and audio conference technology and an online internet
2	connection that meets the criteria approved by the secretary and the standards
3	adopted in this Chapter.
4	(10) "Principal" means an individual:
5	(a) Whose electronic signature is affixed to the electronic document of
6	an electronic notarial act before a notary public; or
7	(b) Taking an oath or acknowledgment before a notary public but not in
8	the capacity of a witness for the electronic notarial act.
9	(11) "Remote presentation" means a transmission to a notary public
10	through communication technology of an image of a government-issued
11	identification credential that is of sufficient quality to enable the notary public
12	<u>to:</u>
13	(a) Identify the individual seeking an electronic notarial act; and
14	(b) Perform credential analysis.
15	(12) "Secretary" means the Louisiana Secretary of State.
16	§622. Rulemaking
17	A. The secretary shall adopt rules necessary to implement this Chapter,
18	including rules to facilitate electronic notarial acts.
19	B. The secretary may by rule create, promulgate and impose additional
20	mandatory qualifications for a notary public to conduct online notarial acts.
21	C. The secretary shall create and promulgate rules that require a notary
22	public to keep a secure electronic record of the electronic documents evidencing
23	an electronic notarial act passed by or before the notary. The electronic record
24	shall contain all of the following for each electronic notarial act:
25	(1) The date and time of the act.
26	(2) The type of act.
27	(3) The type, the title, or a description of the electronic document or
28	proceeding.
29	(4) The printed name and address of each principal involved in the

1	transaction or proceeding.
2	(5) Evidence of identity of each principal to the notarial act shall meet
3	the same standards as provided by Title 35.
4	(6) Evidence of identity for all principals to an electronic notarial act
5	shall also include an electronic recording of any video and audio conference that
6	is the basis for satisfactory evidence of identity and a notation of the type of
7	identification presented as evidence.
8	(7) If applicable, the fee charged for the electronic notarial act.
9	D. The secretary in its discretion, may charge a reasonable fee to require
10	reporting of certain information from a notary public desiring to conduct
11	electronic notarial acts and as otherwise necessary to administer the provisions
12	of this Chapter.
13	§623. Standards for electronic notarial acts
14	The secretary by rule shall develop and maintain standards for
15	electronic notarial acts including standards for credential analysis, identity
16	proofing and electronic notarial acts conducted by an electronic notary public
17	through use of an online internet connection.
18	§624. Authority to perform electronic notarial acts
19	A. The secretary shall require a notary public to complete and submit an
20	application before being authorized under this Chapter to perform electronic
21	notarial acts.
22	B. A notary public authorized pursuant to this Section to perform
23	electronic notarial acts is a notary public for purposes of Title 35 and subject
24	to the same extent as a notary public appointed and commissioned thereunder.
25	§625. Electronic record of electronic notarial acts
26	A. A notary public shall keep a secure electronic record of all electronic
27	notarial acts in accordance with the rules developed by the secretary.
28	B. The electronic record required by Subsection A of this Section shall
29	be maintained for at least five years after the date of the transaction or

1	proceeding.
2	§626. Applicable law; jurisdiction
3	All electronic notarial acts performed in accordance with this Chapter
4	shall be deemed to have been performed within the state of Louisiana and
5	governed by Louisiana law.
6	§627. Duty of care
7	A. A notary public passing an electronic notarial act shall keep,
8	maintain, protect, and provide for lawful inspection an electronic record of all
9	electronic notarial acts as provided by this Chapter and the secretary.
10	B. If the evidence used to authenticate the principal's identity was
11	obtained using electronic audio or video conference technology or through
12	remote presentation as provided by this Chapter, the notary public passing the
13	electronic notarial act shall keep an electronic copy of such evidence in addition
14	to the recording of the video and audio conference and a notation of the type of
15	identification used.
16	C. The notary public passing an electronic notarial act shall take
17	reasonable steps to do all of the following:
18	(1) Ensure the integrity, security, and authenticity of electronic notarial
19	acts.
20	(2) Maintain a backup of the electronic record of electronic notarial acts.
21	(3) Ensure protection of such backup records from unauthorized use.
22	(4) Ensure that any registered device used to create an electronic
23	signature is current and has not been revoked or terminated by its issuing or
24	registering authority.
25	(5) Keep his record, electronic signature, and physical and electronic
26	seals secured under his exclusive control and not allow them to be used by any
27	other notary or any other person.
28	(6) Use his electronic signature only for the purpose of performing
29	electronic notarial acts.

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1	§628. Electronic notarial act procedures
2	A. A notary public may perform an electronic notarial act authorized
3	under this Chapter that meets the requirements of this Chapter and rules
4	developed by the secretary pursuant hereto regardless of whether the notary
5	public or principal is physically located in this state at the time of any part of
6	the electronic notarial act.
7	B. In performing an electronic notarial act pursuant to this Chapter, a
8	notary public shall verify the identity of a principal creating an electronic
9	signature to such act at the time that the signature is taken as authorized by this
10	Chapter and otherwise in the same manner as governed by Title 35.
11	C. In performing an online notarial act, a notary public shall verify the
12	identity of a principal to the act through remote presentation as defined in this
13	Chapter and using two-way video and audio conference technology and an
14	online internet connection that meets the requirements of this Chapter and
15	otherwise in the same manner as governed by Title 35.
16	<u>§629. Fees</u>
17	The notary public who passes an online notarial act or employer thereof
18	may charge a fee in an amount that is reasonable and customary for performing
19	the electronic notarial act in addition to any other fees authorized under this
20	Section.
21	§630. Authentic acts
22	Nothing in this Chapter shall prevent an electronic notarial act created
23	in accordance herewith and that meets the requirements of Civil Code Article

1833 from being recognized and treated as an authentic act as provided thereby.

Section 2. The provisions of this Act shall become effective on August 1, 2019.

The original instrument was prepared by Jerry G. Jones. The following digest, which does not constitute a part of the legislative instrument, was prepared by Xavier I. Alexander.

## **DIGEST**

SB 358 Engrossed

2018 Regular Session

Luneau

<u>Proposed law</u> authorizes electronic notarial acts and notaries public to perform an electronic notarial act.

<u>Proposed law</u> provides definitions and procedures for an applicant to be qualified by the secretary of state to perform electronic notarial acts. Provides for the adoption of rules to implement its provisions.

<u>Proposed law</u> provides requirements for performing and keeping of records of electronic notarial acts, and for termination of commission. Provides procedures for an electronic notarial act.

<u>Proposed law</u> provides that an electronic document resulting from an electronic notarial act that meets the requirements of the <u>present law</u> concerning authentic acts shall be recognized and treated as an authentic act.

Effective August 1, 2019.

(Adds R.S. 35:621-630)

## Summary of Amendments Adopted by Senate

## Committee Amendments Proposed by Senate Committee on Judiciary A to the original bill

- 1. Makes technical changes.
- 2. Revises definitions.
- 3. Removes proposed language in Civil Code concerning authentic acts.
- 4. Adds effective date of August 1, 2019.
- 5. Provides relative to authority of secretary.
- 6. Provides relative to duties of notary public performing an electronic notarial