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Senate Bill 561

By: Senators Lamutt of the 21st, Shafer of the 48th, Harp of the 16th, Moody of the 27th, Zamarripa of the 36th and others

A BILL TO BE ENTITLED AN ACT

- 1 To amend Chapter 12 of Title 10 of the Official Code of Georgia Annotated, relating to
- 2 electronic records and signatures, so as to provide for the acceptance of digital or electronic
- 3 signatures for warranty deed by state agencies; to provide for related matters; to repeal
- 4 conflicting laws; and for other purposes.

5 BE IT ENACTED BY THE GENERAL ASSEMBLY OF GEORGIA:

6 SECTION 1.

- 7 Chapter 12 of Title 10 of the Official Code of Georgia Annotated, relating to electronic
- 8 records and signatures, is amended by striking Code Section 10-12-4, relating to the legal
- 9 effect of electronic records and signatures, and inserting in lieu thereof a new Code Section
- 10 10-12-4 to read as follows:
- 11 "10-12-4.
- 12 (a) Records and signatures shall not be denied legal effect or validity solely on the grounds
- that they are electronic.
- 14 (b) In any legal proceeding, an electronic record or electronic signature shall not be
- inadmissible as evidence solely on the basis that it is electronic.
- 16 (c) When a rule of law requires a writing, an electronic record satisfies that rule of law.
- 17 (d) When a rule of law requires a signature, an electronic signature satisfies that rule of
- 18 law.
- 19 (e) When a rule of law requires an original record or signature, an electronic record or
- 20 electronic signature shall satisfy such rule of law.
- 21 (f) Nothing in this Code section shall prevent a party from contesting an electronic record
- or signature on the basis of fraud.
- 23 (g) Nothing in this Code section shall relieve any party to a legal proceeding from
- complying with applicable rules of evidence requiring authentication or identification of
- a record or signature as a condition precedent to its admission into evidence.

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1 (h) Where the authenticity or the integrity of an electronic record or signature is challenged

- 2 in a court of law, the proponent of the electronic record or signature shall have the burden
- 3 of proving that the electronic record or signature is authentic.
- 4 (i) Notwithstanding the preceding subsections of this Code section, the legal validity,
- 5 effect, and admissibility of electronic records and electronic signatures shall be limited as
- 6 follows:
- 7 (1) Each department, agency, authority, or instrumentality of the state or its political
- 8 subdivisions shall determine how and the extent to which it will create, send, receive,
- 9 store, recognize, accept, be bound by, or otherwise use electronic records or electronic
- signatures. Nothing in this chapter shall be construed to require any department, agency,
- authority, or instrumentality of the state or its political subdivisions to create, send,
- receive, store, recognize, accept, be bound by, or otherwise use electronic records or
- electronic signatures;
- 14 (2) A consumer shall not be required to create, send, receive, recognize, accept, be bound
- by, or otherwise use electronic records or electronic signatures without such consumer's
- 16 consent. This paragraph shall apply to natural persons when engaged in transactions
- involving money, property, or services primarily used for household purposes; and
- 18 (3) The provisions of this Code section shall not apply to any rule of law governing the
- creation or execution of a will or testamentary or donative trust, living will, or health care
- power of attorney, or to any record that serves as a unique and transferable physical token
- of rights and obligations, including, without limitation, negotiable instruments and
- instruments of title wherein possession of the instrument is deemed to confer title.
- 23 (j) Any rule of law which requires a notary shall be deemed satisfied by the secure
- electronic signature of such notary.
- 25 (k) Even when a statute, regulation, or other rule of law specifies a particular type of
- record other than an electronic record or a particular type of signature other than an
- electronic signature, this chapter shall control to permit the use of electronic records and
- 28 electronic signatures in the circumstances otherwise governed by such statute, regulation,
- or other rule of law, unless such statute, regulation, or other rule of law expressly refers to
- and limits the application of this chapter.
- 31 (1) If a department, agency, authority, or instrumentality of the state or its political
- 32 <u>subdivision chooses a vendor for digital or electronic signature, that department must be</u>
- 33 <u>able to accept electronically signed documents from other electronic systems that comply</u>
- 34 with the federal E-sign Act of 2001 as long as the identity of the signer was first confirmed
- and can be electronically confirmed at a future date if a question around authenticity arises.
- 36 (m) If a document, including but not limited to a warranty deed, is electronically signed,
- 37 and the individual who utilizes the electronic signature is first verified and authenticated

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1 <u>as such signer utilizing at least one state or federal government issued document, form, or</u>

- 2 <u>number</u>, whether electronically or in paper, then the electronic signature shall be
- 3 <u>self-notarizing.</u>
- 4 (n) A printed version of an electronically signed electronic document which document
- 5 contents and electronic signature authenticity can be verified via digital hashing or other
- 6 <u>comparable means, including but not limited to encryption seal, and has the digital hash or</u>
- 7 other similar results attached to the printed version of the electronic document, an original
- 8 <u>shall be considered as an original.</u>
- 9 (o) It is legal within this state to file and store electronic copies of warranty deeds which
- 10 <u>have been electronically signed."</u>

SECTION 2.

12 All laws and parts of laws in conflict with this Act are repealed.