

The Senate Committee on Finance offered the following substitute to HB 586:

A BILL TO BE ENTITLED
AN ACT

1 To amend Article 3 of Chapter 6 of Title 48 of the Official Code of Georgia Annotated,
2 relating to intangible recording tax, so as to revise the notes for which such tax is imposed;
3 to provide for procedures; to revise definitions; 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 Article 3 of Chapter 6 of Title 48 of the Official Code of Georgia Annotated, relating to
8 intangible recording tax, is amended in Code Section 48-6-60, relating to definitions, by
9 revising paragraph (3) and by repealing paragraph (4) as follows:

10 "(3) 'Long-term note secured by real estate' means any note representing credits secured
11 by real estate by means of mortgages, deeds to secure debt, purchase money deeds to
12 secure debt, bonds for title, or any other form of security instrument, when any part of the
13 principal of the note falls due more than ~~three years~~ 62 months from the date of the note
14 or from the date of any instrument executed to secure the note and conveying or creating
15 a lien or encumbrance on real estate for such purpose."

SECTION 2.

16

17 Said article is further amended by revising Code Section 48-6-66, relating to showing correct
18 amount and due date on instruments conveying, encumbering, or creating a lien upon real
19 estate, as follows:

20 "48-6-66.

21 Every instrument conveying, encumbering, or creating a lien upon real estate shall set forth
22 in words and figures the correct amount of the note secured by the instrument and the date
23 upon which the note falls due. When the note falls due within ~~three years~~ 62 months from
24 the date of the note or from the date of any instrument executed to secure the note, a
25 statement of that fact in lieu of specifying the date upon which the note falls due may be
26 made in the security instrument and shall constitute sufficient compliance with this Code
27 section. The inclusion in the instrument of a provision that the instrument secures all other
28 indebtedness then existing or thereafter incurred shall not require the setting forth in the
29 instrument of existing indebtedness for loans not made on the security of the instrument."

SECTION 3.

30

31 Said article is further amended by revising Code Section 48-6-68, relating to bond for title
32 in absence of security deed and recording and tax, as follows:

33 "48-6-68.

34 Any seller of real estate who retains title to the real estate as security for the purchase price
35 and who does not convey title to the purchaser or take back a deed to secure debt shall
36 execute and deliver to the purchaser a bond for title which shall correctly set forth the
37 unpaid portion of the purchase price and the maturity of the indebtedness. If any part of
38 the purchase price falls due more than ~~three years~~ 62 months from the date of the
39 instrument, the seller shall have the instrument recorded before delivery of the bond for
40 title in the county where the land is located and shall pay the tax required by this article for
41 the recording of the instrument."

42

SECTION 4.

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