# **Second Regular Session Seventy-first General Assembly** STATE OF COLORADO

# **PREAMENDED**

This Unofficial Version Includes Committee Amendments Not Yet Adopted on Second Reading

LLS NO. 18-0115.01 Thomas Morris x4218

**SENATE BILL 18-109** 

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### A BILL FOR AN ACT

101 **CONCERNING AN AUTHORIZATION FOR NOTARIES PUBLIC TO PERFORM** 102 NOTARIAL ACTS USING AUDIO-VIDEO COMMUNICATION.

## **Bill Summary**

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at http://leg.colorado.gov.)

Current law requires an individual who wishes to have a document notarized to appear personally before the notary public. The bill authorizes notaries public to perform a notarial act on behalf of an individual who is not in the notary's physical presence, but only with respect to an electronic document.

To perform a "remote notarization", a notary must use a

tamper-evident electronic system that conforms to standards established by rules of the secretary of state, including using real-time audio-video communications and keeping an audio-video recording of the notarization for at least 10 years. The bill establishes the standards that a notary must comply with to have satisfactory evidence of the identity of the person seeking the remote notarization. A notary is prohibited from using information collected during a remote notarization other than as allowed by applicable federal or state law.

1 Be it enacted by the General Assembly of the State of Colorado: 2 **SECTION 1.** In Colorado Revised Statutes, 24-21-502 as it will 3 become effective July 1, 2018, add (1.5), (10.5), (11.5), and (15.5) as 4 follows: 5 **24-21-502. Definitions.** In this part 5: 6 (1.5) "CREDENTIAL" MEANS A TANGIBLE RECORD EVIDENCING THE 7 IDENTITY OF AN INDIVIDUAL. (10.5) "REAL-TIME" OR "IN REAL TIME" MEANS, WITH RESPECT TO 8 9 AN INTERACTION BETWEEN INDIVIDUALS BY MEANS OF AUDIO-VIDEO 10 COMMUNICATIONS, THAT THE INDIVIDUALS CAN SEE AND HEAR EACH 11 OTHER SUBSTANTIALLY SIMULTANEOUSLY AND WITHOUT INTERRUPTION 12 OR DISCONNECTION. DELAYS OF A FEW SECONDS THAT ARE INHERENT IN 13 THE METHOD OF COMMUNICATION DO NOT PREVENT THE INTERACTION 14 FROM BEING CONSIDERED TO HAVE OCCURRED IN REAL TIME. 15 (11.5)"REMOTE NOTARIZATION" MEANS AN ELECTRONIC 16 NOTARIAL ACT PERFORMED WITH RESPECT ONLY TO AN ELECTRONIC 17 RECORD BY MEANS OF REAL-TIME AUDIO-VIDEO COMMUNICATION IN 18 ACCORDANCE WITH SECTION 24-21-514.5 AND RULES ADOPTED BY THE 19 SECRETARY OF STATE 20 (15.5)"TAMPER-EVIDENT" MEANS THE USE OF A SET OF APPLICATIONS, PROGRAMS, HARDWARE, SOFTWARE, OR OTHER 21

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| 1  | TECHNOLOGIES THAT WILL DISPLAY EVIDENCE OF ANY CHANGES MADE TO             |
|----|--|
| 2  | AN ELECTRONIC RECORD.  |
| 3  | SECTION 2. In Colorado Revised Statutes, amend as it will                  |
| 4  | become effective July 1, 2018, 24-21-506 as follows:                       |
| 5  | <b>24-21-506.</b> Personal appearance required - definition. (1) If        |
| 6  | a notarial act relates to a statement made in or a signature executed on a |
| 7  | record, the individual making the statement or executing the signature     |
| 8  | shall appear personally before the notarial officer.                       |
| 9  | (2) FOR PURPOSES OF THIS SECTION, "APPEAR PERSONALLY"                      |
| 10 | MEANS:   |
| 11 | (a) BEING IN THE SAME PHYSICAL LOCATION AS ANOTHER                         |
| 12 | INDIVIDUAL AND CLOSE ENOUGH TO SEE, HEAR, COMMUNICATE WITH, AND            |
| 13 | EXCHANGE TANGIBLE IDENTIFICATION CREDENTIALS WITH THAT                     |
| 14 | INDIVIDUAL; OR   |
| 15 | (b) Interacting with another individual by means of                        |
| 16 | REAL-TIME AUDIO-VIDEO COMMUNICATION IN COMPLIANCE WITH SECTION             |
| 17 | 24-21-514.5 AND RULES ADOPTED BY THE SECRETARY OF STATE.                   |
| 18 | <b>SECTION 3.</b> In Colorado Revised Statutes, <b>add</b> 24-21-514.5 as  |
| 19 | follows:   |
| 20 | <b>24-21-514.5.</b> Audio-video communication - definitions. (1) As        |
| 21 | USED IN THIS SECTION:  |
| 22 | (a) "AUDIO-VIDEO COMMUNICATION" MEANS COMMUNICATION BY                     |
| 23 | WHICH AN INDIVIDUAL IS ABLE TO SEE, HEAR, AND COMMUNICATE WITH             |
| 24 | ANOTHER INDIVIDUAL IN REAL TIME USING ELECTRONIC MEANS.                    |
| 25 | (b) "CREDENTIAL ANALYSIS" MEANS A PROCESS OR SERVICE THAT                  |
| 26 | COMPLIES WITH ANY RULES ADOPTED BY THE SECRETARY OF STATE                  |
| 27 | THROUGH WHICH A THIRD PARTY AFFIRMS THE VALIDITY OF A                      |

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| 1  | GOVERNMENT-ISSUED IDENTIFICATION CREDENTIAL THROUGH THE REVIEW   |
|----|--|
| 2  | OF PUBLIC OR PROPRIETARY DATA SOURCES.                           |
| 3  | (c) "DYNAMIC, KNOWLEDGE-BASED AUTHENTICATION                     |
| 4  | ASSESSMENT" MEANS AN IDENTITY ASSESSMENT THAT IS BASED ON A SET  |
| 5  | OF QUESTIONS FORMULATED FROM PUBLIC OR PRIVATE DATA SOURCES FOR  |
| 6  | WHICH THE INDIVIDUAL TAKING THE ASSESSMENT HAS NOT PREVIOUSLY    |
| 7  | PROVIDED AN ANSWER AND THAT MEETS ANY RULES ADOPTED BY THE       |
| 8  | SECRETARY OF STATE.  |
| 9  | (d) "OUTSIDE THE UNITED STATES" MEANS A LOCATION OUTSIDE         |
| 10 | THE GEOGRAPHIC BOUNDARIES OF THE UNITED STATES, PUERTO RICO, THE |
| 11 | UNITED STATES VIRGIN ISLANDS, AND ANY TERRITORY OR INSULAR       |
| 12 | POSSESSION SUBJECT TO THE JURISDICTION OF THE UNITED STATES.     |
| 13 | (e) "PUBLIC KEY CERTIFICATE" MEANS AN ELECTRONIC                 |
| 14 | CREDENTIAL THAT IS USED TO IDENTIFY AN INDIVIDUAL WHO SIGNED AN  |
| 15 | ELECTRONIC RECORD WITH THE CERTIFICATE.                          |
| 16 | (f) "REMOTE NOTARIZATION SYSTEM" MEANS ANY TECHNOLOGY            |
| 17 | THAT ENABLES A NOTARY PUBLIC TO PERFORM REMOTE NOTARIZATIONS     |
| 18 | IN COMPLIANCE WITH THIS PART 5 AND RULES ADOPTED BY THE          |
| 19 | SECRETARY OF STATE.  |
| 20 | (g) "REMOTE PRESENTATION" MEANS TRANSMISSION TO THE              |
| 21 | NOTARY PUBLIC THROUGH COMMUNICATION TECHNOLOGY OF AN IMAGE       |
| 22 | OF A GOVERNMENT-ISSUED IDENTIFICATION CREDENTIAL THAT IS OF      |
| 23 | SUFFICIENT QUALITY TO ENABLE THE NOTARY PUBLIC TO:               |
| 24 | (I) IDENTIFY THE INDIVIDUAL SEEKING THE NOTARY PUBLIC'S          |
| 25 | SERVICES; AND  |
| 26 | (II) PERFORM CREDENTIAL ANALYSIS.                                |
| 27 | (2) (a) Except as provided in subsection (2)(b) of this          |

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| 1  | SECTION, A NOTARY PUBLIC MAY PERFORM A REMOTE NOTARIZATION ONLY   |
|----|---|
| 2  | WITH RESPECT TO AN ELECTRONIC RECORD AND IN COMPLIANCE WITH THIS  |
| 3  | SECTION AND ANY RULES ADOPTED BY THE SECRETARY OF STATE FOR AN    |
| 4  | INDIVIDUAL WHO IS LOCATED:  |
| 5  | (I) IN THIS STATE;  |
| 6  | (II) OUTSIDE OF THIS STATE BUT WITHIN THE UNITED STATES; OR       |
| 7  | (III) OUTSIDE THE UNITED STATES IF:                               |
| 8  | (A) THE NOTARY PUBLIC HAS NO ACTUAL KNOWLEDGE THAT THE            |
| 9  | NOTARIAL ACT IS PROHIBITED IN THE JURISDICTION IN WHICH THE       |
| 10 | INDIVIDUAL IS PHYSICALLY LOCATED AT THE TIME OF THE ACT; AND      |
| 11 | (B) THE INDIVIDUAL CONFIRMS TO THE NOTARY PUBLIC THAT THE         |
| 12 | REQUESTED NOTARIAL ACT AND THE RECORD RELATE TO: A MATTER THAT    |
| 13 | WILL BE FILED WITH OR IS CURRENTLY BEFORE A COURT, GOVERNMENTAL   |
| 14 | ENTITY, OR OTHER ENTITY IN THE UNITED STATES; PROPERTY LOCATED IN |
| 15 | THE UNITED STATES; OR A TRANSACTION SUBSTANTIALLY CONNECTED TO    |
| 16 | THE UNITED STATES.  |
| 17 | (b) A NOTARY PUBLIC SHALL NOT PERFORM A REMOTE                    |
| 18 | NOTARIZATION FOR:   |
| 19 | (I) A RECORD RELATING TO THE ELECTORAL PROCESS; OR                |
| 20 | (II) A WILL, CODICIL, DOCUMENT PURPORTING TO BE A WILL OR         |
| 21 | CODICIL, OR ANY ACKNOWLEDGMENT REQUIRED UNDER SECTION             |
| 22 | 15-11-502 OR 15-11-504.   |
| 23 | (3) BEFORE A NOTARY PUBLIC PERFORMS THE NOTARY PUBLIC'S           |
| 24 | INITIAL REMOTE NOTARIZATION, THE NOTARY PUBLIC SHALL NOTIFY THE   |
| 25 | SECRETARY OF STATE THAT THE NOTARY PUBLIC WILL BE PERFORMING      |
| 26 | REMOTE NOTARIZATIONS AND SHALL IDENTIFY EACH REMOTE               |
| 27 | NOTARIZATION SYSTEM THAT THE NOTARY PUBLIC INTENDS TO USE. THE    |

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| 1   | REMOTE NOTARIZATION SYSTEM MUST CONFORM TO THIS PART $5$ AND ANY |
|-----|--|
| 2   | RULES ADOPTED BY THE SECRETARY OF STATE. THE NOTICE MUST BE      |
| 3   | SUBMITTED IN THE FORMAT REQUIRED BY THE SECRETARY OF STATE AND   |
| 4   | MUST:  |
| 5   | (a) INCLUDE AN AFFIRMATION THAT THE NOTARY PUBLIC HAS READ       |
| 6   | AND WILL COMPLY WITH THIS SECTION AND ALL RULES ADOPTED BY THE   |
| 7   | SECRETARY OF STATE; AND  |
| 8   | (b) BE ACCOMPANIED BY PROOF THAT THE NOTARY PUBLIC HAS           |
| 9   | SUCCESSFULLY COMPLETED ANY TRAINING AND EXAMINATION REQUIRED     |
| 10  | BY THE SECRETARY OF STATE.                                       |
| 11  | (4) A NOTARY PUBLIC WHO PERFORMS A NOTARIAL ACT FOR AN           |
| 12  | INDIVIDUAL BY MEANS OF AUDIO-VIDEO COMMUNICATION MUST:           |
| 13  | (a) BE LOCATED WITHIN THIS STATE AT THE TIME THE NOTARIAL        |
| 14  | ACT IS PERFORMED;  |
| 15  | (b) EXECUTE THE NOTARIAL ACT IN A SINGLE, REAL-TIME SESSION;     |
| 16  | (c) CONFIRM THAT ANY RECORD THAT IS SIGNED, ACKNOWLEDGED,        |
| 17  | OR OTHERWISE PRESENTED FOR NOTARIZATION BY THE INDIVIDUAL IS THE |
| 18  | SAME RECORD SIGNED BY THE NOTARY PUBLIC;                         |
| 19  | (d) Confirm that the quality of the audio-video                  |
| 20  | COMMUNICATION IS SUFFICIENT TO MAKE THE DETERMINATIONS REQUIRED  |
| 21  | FOR THE NOTARIAL ACT UNDER THIS PART 5 AND ANY OTHER LAW OF THIS |
| 22  | STATE; AND   |
| 23  | (e) Identify the venue for the notarial act as the               |
| 24  | JURISDICTION WITHIN THIS STATE WHERE THE NOTARY PUBLIC IS        |
| 25  | PHYSICALLY LOCATED WHILE PERFORMING THE ACT.                     |
| 26  | (5) A REMOTE NOTARIZATION SYSTEM USED TO PERFORM REMOTE          |
| 2.7 | NOTARIZATIONS MUST   |

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| 1  | (a) REQUIRE THE NOTARY PUBLIC, THE INDIVIDUAL, AND ANY          |
|----|---|
| 2  | REQUIRED WITNESS TO ACCESS THE SYSTEM THROUGH AN                |
| 3  | AUTHENTICATION PROCEDURE THAT COMPLIES WITH RULES ADOPTED BY    |
| 4  | THE SECRETARY OF STATE REGARDING SECURITY AND ACCESS;           |
| 5  | (b) Enable the notary public to verify the identity of the      |
| 6  | INDIVIDUAL AND ANY REQUIRED WITNESS BY MEANS OF PERSONAL        |
| 7  | KNOWLEDGE OR SATISFACTORY EVIDENCE OF IDENTITY IN COMPLIANCE    |
| 8  | WITH SUBSECTION (6) OF THIS SECTION; AND                        |
| 9  | (c) CONFIRM THAT THE NOTARY PUBLIC, THE INDIVIDUAL, AND         |
| 10 | ANY REQUIRED WITNESS ARE VIEWING THE SAME RECORD AND THAT ALL   |
| 11 | SIGNATURES, CHANGES, AND ATTACHMENTS TO THE RECORD ARE MADE IN  |
| 12 | REAL TIME.  |
| 13 | (6) (a) A NOTARY PUBLIC SHALL DETERMINE FROM PERSONAL           |
| 14 | KNOWLEDGE OR SATISFACTORY EVIDENCE OF IDENTITY AS DESCRIBED IN  |
| 15 | SUBSECTION (6)(b) OF THIS SECTION THAT THE INDIVIDUAL APPEARING |
| 16 | BEFORE THE NOTARY PUBLIC BY MEANS OF AUDIO-VIDEO COMMUNICATION  |
| 17 | IS THE INDIVIDUAL THAT HE OR SHE PURPORTS TO BE.                |
| 18 | (b) A NOTARY PUBLIC HAS SATISFACTORY EVIDENCE OF IDENTITY       |
| 19 | IF THE NOTARY PUBLIC CAN IDENTIFY THE INDIVIDUAL WHO PERSONALLY |
| 20 | APPEARS BEFORE THE NOTARY PUBLIC BY MEANS OF AUDIO-VIDEO        |
| 21 | COMMUNICATION BY USING AT LEAST ONE OF THE FOLLOWING METHODS:   |
| 22 | (I) THE OATH OR AFFIRMATION OF A CREDIBLE WITNESS WHO           |
| 23 | PERSONALLY KNOWS THE INDIVIDUAL, IS PERSONALLY KNOWN TO THE     |
| 24 | NOTARY PUBLIC, AND IS IN THE PHYSICAL PRESENCE OF THE NOTARY    |
| 25 | PUBLIC OR THE INDIVIDUAL DURING THE REMOTE NOTARIZATION;        |
| 26 | (II) REMOTE PRESENTATION AND CREDENTIAL ANALYSIS OF A           |
| 27 | GOVERNMENT-ISSUED IDENTIFICATION CREDENTIAL THAT CONTAINS THE   |

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| SIGNATURE AND A PHOTOGRAPH OF THE PERSON AND THE DATA             |
|---|
| CONTAINED ON THE CREDENTIAL, AND AT LEAST ONE OF THE FOLLOWING:   |
| (A) A DYNAMIC, KNOWLEDGE-BASED AUTHENTICATION                     |
| ASSESSMENT BY A TRUSTED THIRD PARTY THAT COMPLIES WITH RULES      |
| ADOPTED BY THE SECRETARY OF STATE;                                |
| (B) A VALID PUBLIC KEY CERTIFICATE THAT COMPLIES WITH RULES       |
| ADOPTED BY THE SECRETARY OF STATE; <u>OR</u>                      |
| (C) AN IDENTITY VERIFICATION BY A TRUSTED THIRD PARTY THAT        |
| COMPLIES WITH RULES ADOPTED BY THE SECRETARY OF STATE; OR         |
| <del></del>   |
| (III) ANY OTHER METHOD THAT COMPLIES WITH RULES ADOPTED           |
| BY THE SECRETARY OF STATE.  |
| (7) WITHOUT LIMITING THE AUTHORITY OF A NOTARY PUBLIC             |
| UNDER SECTION 24-21-508 TO REFUSE TO PERFORM A NOTARIAL ACT, A    |
| NOTARY PUBLIC MAY REFUSE TO PERFORM A NOTARIAL ACT UNDER THIS     |
| SECTION IF THE NOTARY PUBLIC IS NOT SATISFIED THAT THE            |
| REQUIREMENTS OF THIS SECTION ARE MET.                             |
| (8) The certificate of notarial act for a remote                  |
| NOTARIZATION MUST, IN ADDITION TO COMPLYING WITH THE              |
| REQUIREMENTS OF SECTION 24-21-515, INDICATE THAT THE NOTARIAL ACT |
| WAS PERFORMED USING AUDIO-VIDEO COMMUNICATION TECHNOLOGY.         |
| (9) The following short-form certificates of remote               |
| NOTARIZATIONS ARE SUFFICIENT FOR THE PURPOSES INDICATED, IF       |
| COMPLETED WITH THE INFORMATION REQUIRED BY SECTION $24-21-515(1)$ |
| AND (2) AND SUBSECTION (8) OF THIS SECTION:                       |
| (a) FOR A VERIFICATION ON OATH OR AFFIRMATION BY AN               |
| INDIVIDUAL MAKING A PERSONAL APPEARANCE BY USE OF AUDIO-VIDEO     |

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| 1  | COMMUNICATION TECHNOLOGY:                                    |
|----|--|
| 2  | STATE OF   |
| 3  | COUNTY OF  |
| 4  | SIGNED AND SWORN TO (OR AFFIRMED) BEFORE ME BY USE           |
| 5  | OF AUDIO-VIDEO COMMUNICATION TECHNOLOGY ON                   |
| 6  | (DATE) BY(NAME(S) OF INDIVIDUAL(S)), WHO                     |
| 7  | DECLARED THAT (HE)(SHE)(THEY) (IS)(ARE) LOCATED IN           |
| 8  | (LOCATION OF INDIVIDUAL) [AND THAT THIS RECORD IS            |
| 9  | PART OF OR PERTAINS TO A MATTER THAT IS TO BE FILED          |
| 10 | WITH OR IS BEFORE A COURT, GOVERNMENTAL ENTITY, OR           |
| 11 | OTHER ENTITY LOCATED IN THE UNITED STATES OR                 |
| 12 | INVOLVES PROPERTY LOCATED IN, OR A TRANSACTION               |
| 13 | SUBSTANTIALLY CONNECTED WITH, THE UNITED STATES].            |
| 14 |  |
| 15 | SIGNATURE OF NOTARIAL OFFICER                                |
| 16 | STAMP  |
| 17 | ((TITLE OF OFFICE))  |
| 18 | MY COMMISSION EXPIRES:                                       |
| 19 | (b) FOR AN ACKNOWLEDGMENT IN AN INDIVIDUAL CAPACITY BY A     |
| 20 | INDIVIDUAL MAKING A PERSONAL APPEARANCE BY USE OF AUDIO-VIDI |
| 21 | COMMUNICATION TECHNOLOGY:                                    |
| 22 | STATE OF   |
| 23 | COUNTY OF  |
| 24 | THIS RECORD WAS ACKNOWLEDGED BEFORE ME BY USE OF             |
| 25 | AUDIO-VIDEO COMMUNICATION TECHNOLOGY ON (DATE)               |
| 26 | BY (NAME(S) OF INDIVIDUAL(S)), WHO DECLARED THAT             |
| 27 | (HE)(SHE)(THEY) (IS)(ARE) LOCATED IN (LOCATION OF            |

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| 1  | <u>INDIVIDUAL)</u> [AND THAT THIS RECORD IS PART OF OR |
|----|--|
| 2  | PERTAINS TO A MATTER THAT IS TO BE FILED WITH OR IS    |
| 3  | BEFORE A COURT, GOVERNMENTAL ENTITY, OR OTHER          |
| 4  | ENTITY LOCATED IN THE UNITED STATES OR INVOLVES        |
| 5  | PROPERTY LOCATED IN, OR A TRANSACTION SUBSTANTIALLY    |
| 6  | CONNECTED WITH, THE UNITED STATES].                    |
| 7  |  |
| 8  | SIGNATURE OF NOTARIAL OFFICER                          |
| 9  | ((TITLE OF OFFICE)                                     |
| 10 | MY COMMISSION EXPIRES:                                 |
| 11 | (c) FOR AN ACKNOWLEDGMENT IN A REPRESENTATIVE CAPACIT  |
| 12 | BY AN INDIVIDUAL MAKING A PERSONAL APPEARANCE BY USE O |
| 13 | AUDIO-VIDEO COMMUNICATION TECHNOLOGY:                  |
| 14 | STATE OF   |
| 15 | COUNTY OF  |
| 16 | THIS RECORD WAS ACKNOWLEDGED BEFORE ME BY USE OF       |
| 17 | AUDIO-VIDEO COMMUNICATION TECHNOLOGY ON (DATE)         |
| 18 | BY (NAME(S) OF INDIVIDUAL(S)) AS (TYPE OF AUTHORITY,   |
| 19 | SUCH AS OFFICER OR TRUSTEE) OF (NAME OF PARTY ON       |
| 20 | BEHALF OF WHOM RECORD WAS EXECUTED), WHO               |
| 21 | DECLARED THAT (HE)(SHE)(THEY) (IS)(ARE) LOCATED IN     |
| 22 | (LOCATION OF INDIVIDUAL) [AND THAT THIS RECORD IS      |
| 23 | PART OF OR PERTAINS TO A MATTER THAT IS TO BE FILED    |
| 24 | WITH OR IS BEFORE A COURT, GOVERNMENTAL ENTITY, OR     |
| 25 | OTHER ENTITY LOCATED IN THE UNITED STATES, OR          |
| 26 | INVOLVES PROPERTY LOCATED IN, OR A TRANSACTION         |
| 27 | SUBSTANTIALLY CONNECTED WITH, THE UNITED STATES].      |

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| 1  |   |
|----|---|
| 2  | SIGNATURE OF NOTARIAL OFFICER                                 |
| 3  | STAMP   |
| 4  | ((TITLE OF OFFICE)  |
| 5  | MY COMMISSION EXPIRES:  |
| 6  | (d) FOR WITNESSING OR ATTESTING A SIGNATURE BY AN             |
| 7  | INDIVIDUAL MAKING A PERSONAL APPEARANCE BY USE OF AUDIO-VIDEO |
| 8  | COMMUNICATION TECHNOLOGY:                                     |
| 9  | STATE OF  |
| 10 | COUNTY OF   |
| 11 | SIGNED OR ATTESTED BEFORE ME BY USE OF AUDIO-VIDEO            |
| 12 | COMMUNICATION TECHNOLOGY ON (DATE) BY (NAME(S)                |
| 13 | OF INDIVIDUAL(S)), WHO DECLARED THAT                          |
| 14 | (HE)(SHE)(THEY) (IS)(ARE) LOCATED IN <u>(LOCATION OF</u>      |
| 15 | INDIVIDUAL) [AND THAT THIS RECORD IS PART OF OR               |
| 16 | PERTAINS TO A MATTER THAT IS TO BE FILED WITH OR IS           |
| 17 | BEFORE A COURT, A GOVERNMENTAL ENTITY, OR OTHER               |
| 18 | ENTITY LOCATED IN THE UNITED STATES, OR INVOLVES              |
| 19 | PROPERTY LOCATED IN, OR A TRANSACTION SUBSTANTIALLY           |
| 20 | CONNECTED WITH, THE UNITED STATES].                           |
| 21 |   |
| 22 | SIGNATURE OF NOTARIAL OFFICER                                 |
| 23 | STAMP   |
| 24 | ((TITLE OF OFFICE)  |
| 25 | MY COMMISSION EXPIRES:  |
| 26 | (10) (a) (I) A NOTARY PUBLIC SHALL CREATE AN AUDIO-VIDEO      |
| 27 | RECORDING OF THE PERFORMANCE OF THE REMOTE NOTARIZATION. A    |

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| 1  | NOTARY PUBLIC, OR A GUARDIAN, CONSERVATOR, OR PERSONAL   |
|----|--|
| 2  | REPRESENTATIVE OF AN INCAPACITATED OR DECEASED NOTARY PUBLIC,  |
| 3  | SHALL RETAIN THE AUDIO-VIDEO RECORDING OF THE PERFORMANCE OF   |
| 4  | THE REMOTE NOTARIZATION FOR AT LEAST TEN YEARS IN ACCORDANCE   |
| 5  | WITH RULES ADOPTED BY THE SECRETARY OF STATE; EXCEPT THAT  |
| 6  | INSTEAD OF RETAINING THE RECORDING AS REQUIRED BY THIS SUBSECTION  |
| 7  | (10)(a)(I), the recording may be held by a repository designated   |
| 8  | BY OR ON BEHALF OF THE NOTARY PUBLIC.  |
| 9  | (II) THE NOTARY PUBLIC MUST, AT THE OUTSET OF THE NOTARIAL   |
| 10 | SESSION, DISCLOSE TO THE INDIVIDUAL THAT THE NOTARIAL SESSION WILL   |
| 11 | BE RECORDED AND OBTAIN THE INDIVIDUAL'S CONSENT TO PROCEED.  |
| 12 | (III) THE RECORDING MUST BE STORED AND SECURED IN  |
| 13 | COMPLIANCE WITH RULES ADOPTED BY THE SECRETARY OF STATE.   |
| 14 | (b) The audio-video recording <u>required</u> by this section  |
| 15 | MUST BE IN ADDITION TO THE JOURNAL ENTRY FOR THE NOTARIAL ACT  |
| 16 | REQUIRED BY SECTION 24-21-519 AND MUST INCLUDE:  |
| 17 | $(I) \ A \texttt{T} \ \texttt{THE} \ \texttt{COMMENCEMENT} \ \texttt{OF} \ \texttt{THE} \ \texttt{RECORDING}, \\ \texttt{A} \ \texttt{RECITATION} \ \texttt{BY}$ |
| 18 | THE NOTARY PUBLIC OF INFORMATION SUFFICIENT TO IDENTIFY THE  |
| 19 | NOTARIAL ACT;  |
| 20 | (II) A DECLARATION BY THE INDIVIDUAL THAT THE INDIVIDUAL'S   |
| 21 | SIGNATURE ON THE RECORD IS KNOWINGLY AND VOLUNTARILY MADE;   |
| 22 | (III) ALL ACTIONS AND SPOKEN WORDS OF THE INDIVIDUAL, THE  |
| 23 | NOTARY PUBLIC, AND ANY REQUIRED WITNESS DURING THE ENTIRE  |
| 24 | NOTARIAL ACT;  |
| 25 | (IV) IF THE INDIVIDUAL FOR WHOM THE NOTARIAL ACT IS BEING  |
| 26 | PERFORMED IS IDENTIFIED BY PERSONAL KNOWLEDGE, AN EXPLANATION  |
| 27 | BY THE NOTARY PUBLIC AS TO HOW HE OR SHE KNOWS THE INDIVIDUAL  |

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| 1  | AND HOW LONG HE OR SHE HAS KNOWN THE INDIVIDUAL;                                 |
|----|--|
| 2  | (V) IF THE INDIVIDUAL FOR WHOM THE NOTARIAL ACT IS BEING                         |
| 3  | PERFORMED IS IDENTIFIED BY A CREDIBLE WITNESS:                                   |
| 4  | (A) A STATEMENT BY THE NOTARY PUBLIC AS TO HOW THE                               |
| 5  | NOTARY PUBLIC KNOWS THE CREDIBLE WITNESS AND HOW LONG HE OR SHE                  |
| 6  | HAS KNOWN THE CREDIBLE WITNESS; AND  |
| 7  | (B) AN EXPLANATION BY THE CREDIBLE WITNESS AS TO HOW HE OR                       |
| 8  | SHE KNOWS THE INDIVIDUAL AND HOW LONG HE OR SHE HAS KNOWN THE                    |
| 9  | INDIVIDUAL; AND  |
| 10 | (VI) IF THE INDIVIDUAL HAS SO REQUESTED, AN ACCURATE AND                         |
| 11 | COMPLETE IMAGE OF THE ENTIRE RECORD THAT WAS VIEWED AND SIGNED                   |
| 12 | BY THE INDIVIDUAL AND NOTARY PUBLIC.   |
| 13 | (c) The provisions of section 24-21-519, related                                 |
| 14 | RESPECTIVELY TO SECURITY, INSPECTION, COPYING, AND RETENTION AND                 |
| 15 | DISPOSITION OF A NOTARY PUBLIC'S JOURNAL, APPLY TO SECURITY,                     |
| 16 | INSPECTION, COPYING, AND RETENTION AND DISPOSITION OF AUDIO-VIDEO                |
| 17 | RECORDINGS REQUIRED BY THIS SECTION.   |
| 18 | (11) REGARDLESS OF THE PHYSICAL LOCATION OF THE INDIVIDUAL                       |
| 19 | AT THE TIME OF THE NOTARIAL ACT, THE VALIDITY OF A REMOTE                        |
| 20 | NOTARIZATION PERFORMED BY A NOTARY IN THIS STATE IS GOVERNED BY                  |
| 21 | THE LAWS OF THIS STATE, INCLUDING ANY RULES ADOPTED BY THE                       |
| 22 | SECRETARY OF STATE PURSUANT TO THIS PART 5.                                      |
| 23 | SECTION 4. In Colorado Revised Statutes, 24-21-515, amend                        |
| 24 | as it will become effective July 1, 2018, (4) as follows:                        |
| 25 | 24-21-515. Certificate of notarial act. (4) By executing a                       |
| 26 | certificate of a notarial act, a notarial officer certifies that the officer has |
| 27 | complied with the requirements and made the determinations specified in          |

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| 1  | sections 24-21-504, 24-21-505, and 24-21-506 AND, IF APPLICABLE,           |
|----|--|
| 2  | <u>SECTION 24-21-514.5.</u>  |
| 3  | SECTION 5. In Colorado Revised Statutes, 24-21-519, amend                  |
| 4  | as it will become effective July 1, 2018, (2) as follows:                  |
| 5  | 24-21-519. Journal. (2) (a) A journal may be created on a                  |
| 6  | tangible medium or in an electronic format. If a journal is maintained on  |
| 7  | a tangible medium, it must be a permanent, bound register with numbered    |
| 8  | pages. If a journal is maintained in an electronic format, it must be in a |
| 9  | permanent, tamper-evident electronic format complying with the rules of    |
| 10 | the secretary of state.  |
| 11 | (b) A NOTARY PUBLIC THAT PERFORMS A REMOTE NOTARIZATION                    |
| 12 | SHALL MAINTAIN A JOURNAL IN AN ELECTRONIC FORMAT WITH REGARD TO            |
| 13 | EACH REMOTE NOTARIZATION. THE JOURNAL MUST INCLUDE THE                     |
| 14 | ELECTRONIC SIGNATURE OF THE INDIVIDUAL FOR EACH REMOTE                     |
| 15 | NOTARIZATION.  |
| 16 | SECTION 6. In Colorado Revised Statutes, 24-21-525 as it will              |
| 17 | become effective July 1, 2018, add (8) as follows:                         |
| 18 | 24-21-525. Prohibited acts. (8) A PERSON SHALL NOT SELL,                   |
| 19 | OFFER FOR SALE, OR USE ANY INFORMATION COLLECTED IN THE COURSE OF          |
| 20 | PERFORMING A REMOTE NOTARIZATION FOR ANY PURPOSE OTHER THAN:               |
| 21 | (a) COMPLETING THE NOTARIAL ACT OR RELATED ACTIVITIES;                     |
| 22 | (b) COMPLYING WITH APPLICABLE LAW;   |
| 23 | (c) AS PERMITTED BY APPLICABLE FEDERAL OR STATE LAW; OR                    |
| 24 | (d) IN ACCORDANCE WITH CONSENT OBTAINED, IN THE MANNER                     |
| 25 | REQUIRED BY APPLICABLE LAW, FROM THE PERSON TO WHOM SUCH                   |
| 26 | INFORMATION RELATES.   |
| 27 | SECTION 7. In Colorado Revised Statutes, 24-21-527 as it will              |

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| 2  | as follows:  |
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| 3  | 24-21-527. Rules. (1) The secretary of state may adopt rules to              |
| 4  | implement this part 5 in accordance with article 4 of this title 24. Rules   |
| 5  | adopted regarding the performance of notarial acts with respect to           |
| 6  | electronic records may not require, or accord greater legal status or effect |
| 7  | to, the implementation or application of a specific technology or technical  |
| 8  | specification. The rules may:  |
| 9  | (e) Include provisions to prevent fraud or mistake in the                    |
| 10 | performance of notarial acts; and  |
| 11 | (g) Prescribe the manner of performing notarial acts                         |
| 12 | USING AUDIO-VIDEO COMMUNICATION, INCLUDING PROVISIONS TO ENSURE              |
| 13 | THE SECURITY AND INTEGRITY OF THOSE ACTS; AND                                |
| 14 | (h) Prescribe requirements for the approval and use of                       |
| 15 | REMOTE NOTARIZATION SYSTEMS.   |
| 16 | SECTION 8. Act subject to petition - effective date -                        |
| 17 | applicability. (1) This act takes effect January 1, 2019; except that, if a  |
| 18 | referendum petition is filed pursuant to section 1 (3) of article V of the   |
| 19 | state constitution against this act or an item, section, or part of this act |
| 20 | within the ninety-day period after final adjournment of the general          |
| 21 | assembly, then the act, item, section, or part will not take effect unless   |
| 22 | approved by the people at the general election to be held in November        |
| 23 | 2018 and, in such case, will take effect on January 1, 2019, or on the date  |
| 24 | of the official declaration of the vote thereon by the governor, whichever   |
| 25 | is later.  |
| 26 | (2) This act applies to conduct occurring on or after the applicable         |
| 27 | effective date of this act.  |

become effective July 1, 2018, amend (1)(e); and add (1)(g) and (1)(h)

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