House Bill 974 (AS PASSED HOUSE AND SENATE)

By: Representatives Gullett of the 19<sup>th</sup>, Gunter of the 8<sup>th</sup>, Scoggins of the 14<sup>th</sup>, Jones of the 25<sup>th</sup>, Holcomb of the 81<sup>st</sup>, and others

## A BILL TO BE ENTITLED AN ACT

- 1 To amend Chapter 2 of Title 44 of the Official Code of Georgia Annotated, relating to
- 2 recordation and registration of deeds and other instruments, so as to provide for electronic
- 3 filing; to provide for the effect of a missing or incorrect tax parcel identification number on
- 4 a recorded instrument; to provide for construction; to amend Chapter 14 of Title 44, relating
- 5 to mortgages, conveyances to secure debt, and liens, so as to require certain information on
- 6 the first page of security deeds; to provide for an effective date; to provide for related
- 7 matters; to repeal conflicting laws; and for other purposes.

## BE IT ENACTED BY THE GENERAL ASSEMBLY OF GEORGIA:

9 SECTION 1.

- 10 Chapter 2 of Title 44 of the Official Code of Georgia Annotated, relating to recordation and
- registration of deeds and other instruments, is amended by revising Code Section 44-2-2,
- 12 relating to duty of clerk to record certain transactions affecting real estate and personal
- property, priority of recorded instruments, and effect of recording on rights between parties
- 14 to instruments, as follows:

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- 15 "44-2-2.
- 16 (a)(1) The clerk of the superior court shall file, index on a computer program designed
- for such purpose, and permanently record, in the manner provided constructively in Code
- 18 Sections 15-6-61 and 15-6-66, the following instruments conveying, transferring,
- 19 encumbering, or affecting real estate and personal property:
- 20 (A) Deeds;
- 21 (B) Mortgages;
- (C) Liens as provided for by law; and
- (D) Maps or plats relating to real estate in the county; and
- 24 (E) State tax executions and state tax execution renewals as provided for in Article 2
- of Chapter 3 of Title 48.
- 26 (2) As used in this subsection, the term 'liens' shall have the same meaning as provided
- 27 <u>described</u> in Code Sections 15-19-14, 44-14-320, and 44-14-602 and shall include all
- liens provided by state or federal statute.
- 29 (3) When indexing liens, the clerk shall index the names of parties in the manner
- provided by such rules and regulations adopted by the Georgia Superior Court Clerks'
- Cooperative Authority pursuant to the provisions of Code Section 15-6-61 as authorized
- 32 by Code Section 15-6-97.
- 33 (4) When indexing maps or plats relating to real estate in the county, the clerk of the
- superior court shall index the names or titles provided in the caption of the plat.
- 35 (b) Deeds, mortgages, and liens of all kinds which are required by law to be recorded in
- 36 the office of the clerk of the superior court and which are against the interests of third
- parties who have acquired a transfer or lien binding the same property and who are acting
- in good faith and without notice shall take effect only from the time they are filed for
- record in the clerk's office.
- 40 (c) The clerk of the superior court shall offer electronic filing for the recording of all
- 41 <u>instruments listed in paragraph (1) of subsection (a) of this Code section.</u>

42 (d) The clerk of the superior court shall make available a public computer terminal which

- 43 provides a filer with access to the Georgia Superior Court Clerks' Cooperative Authority's
- 44 <u>electronic filing portal.</u>
- 45 (e) The presence of an incorrect tax parcel identification number, or the absence of a tax
- 46 parcel identification number, on a recorded instrument shall not:
- 47 (1) Void or render voidable such instrument;
- 48 (2) Affect the validity, enforceability, or priority of such instrument; or
- 49 (3) Affect any notice, constructive or otherwise, provided by the recordation of such
- 50 <u>instrument.</u>
- 51 (c)(f) Nothing in this Code section shall be construed to affect the validity, enforceability
- or force, or priority of any deed, mortgage, judgment, or lien of any kind between the
- 53 parties thereto."
- SECTION 2.
- 55 Chapter 14 of Title 44, relating to mortgages, conveyances to secure debt, and liens, is
- amended by revising Code Section 44-14-63, relating to recording of deeds to secure debt
- and bills of sale to secure debt and effect of failure to record, as follows:
- 58 "44-14-63.
- 59 (a) Every deed to secure debt shall be recorded in the county where the land conveyed is
- located. Every bill of sale to secure debt shall be recorded in the county where the maker.
- if a resident of this state, resided at the time of its execution and, if a nonresident, in the
- 62 county where the personalty conveyed is located. Deeds to secure debt or bills of sale to
- secure debt not recorded shall remain valid against the persons executing them.
- 64 (b) A deed to secure debt shall not be recorded unless it includes the mailing address of
- 65 the grantee thereof. following information on the first page:
- 66 (1) The date of the document;
- 67 (2) The names of the signatories of the document;

- 68 (3) The grantee's mailing address;
- 69 (4) Map and parcel identification information, if applicable;
- 70 (5) The original loan amount or the amount of any outstanding principal and additional
- 71 <u>advance pursuant to a loan modification;</u>
- 72 (6) The initial maturity date or dates for such debt;
- 73 (7) The amount, if any, of the intangible recording tax imposed on such deed to secure
- 74 debt;
- 75 (8) The amount, if any, of the intangible recording tax imposed for an additional advance
- 76 pursuant to a security deed modification agreement or other additional advance secured
- by a security deed; and
- 78 (9) If no intangible tax is imposed, a citation to the authority providing for an exemption
- of such tax.
- 80 (c) Failure to comply with this provision Code section shall not be a defense to any
- 81 foreclosure or grounds to set aside any foreclosure of any deed to secure debt."
- SECTION 3.
- 83 This Act shall become effective on July 1, 2023.
- SECTION 4.
- 85 All laws and parts of laws in conflict with this Act are repealed.