S.B. No. 461 1-1 By: Madla (In the Senate - Filed February 10, 2005; February 22, 2005, read first time and referred to Committee on Intergovernmental Relations; March 23, 2005, reported favorably by the following vote: Yeas 5, Nays 0; March 23, 2005, sent to printer.) 1-2 1-3 1-4 1-5

## A BILL TO BE ENTITLED AN ACT

relating to the confidentiality of and access to certain personal information in instruments recorded with a county clerk.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
SECTION 1. Subsections (a), (b), (d), (e), and (f), Section
11.008, Property Code, are amended to read as follows:

- In this section, "instrument" means a deed[, mortgage,] (a) or deed of trust.
- (b) Notwithstanding Section 191.007(c), Local Government Code, an [An] instrument [executed on or after January 1, 2004,] transferring an interest in real property to or from an individual and disclosing that individual's social security number or driver's license number must include [may not be recorded unless] a notice that appears on the top of the first page of the instrument in 12-point boldfaced type or 12-point uppercase letters and reads substantially as follows:

NOTICE OF CONFIDENTIALITY RIGHTS: IF YOU ARE A NATURAL PERSON, YOU MAY REMOVE OR STRIKE ANY <u>OR ALL</u> OF THE FOLLOWING INFORMATION FROM THIS INSTRUMENT BEFORE IT IS FILED FOR RECORD IN THE PUBLIC RECORDS: YOUR SOCIAL SECURITY NUMBER OR YOUR DRIVER'S LICENSE NUMBER.

- (d) The county clerk may not  $\underline{\text{under any circumstance}}$  reject an instrument presented for recording  $\underline{\text{solely}}$  because the instrument [contains or] fails to comply with this section [contain a social security number or driver's license number. If the county clerk accepts an instrument for recording, the recording of the instrument creates a conclusive presumption that the requirements of this section have been met].
- (e) The county clerk shall post a notice in the county clerk's office stating that instruments recorded in the real property or official public records or the equivalent of the real property or official public records of the county [and executed on
- or after January 1, 2004]:

  (1) are not required to contain a social security number or driver's license number; and
- (2) are public records available for review by the public.
- (f) All instruments <u>described</u> by this <u>section</u> [<del>recorded</del> under this <u>section</u>] are subject to inspection by the public.

SECTION 2. Subsections (c) and (h), Section 191.007, Local Government Code, are amended to read as follows:

- (c) Except as provided by Section 11.008(b), Property Code,  $\underline{a}$  [A] clearly identifying heading, similar to the headings on most commercially supplied printed forms, must be placed at the top of the first page to identify the type or kind of legal paper.
- (h) The filing fee or recording fee for each page of a legal paper that is presented for filing or recording to a county clerk and fails to meet one or more of the requirements prescribed by Subsections (b) through (g) is equal to twice the regular filing fee or recording fee provided by statute for that page. However, the failure of a page to meet the following requirements [requirement prescribed by Subsection (b)(3) relating to type size] does not result in a fee increase under this subsection:

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1-63 1-64 (1) the requirement prescribed by Subsection (b)(3) relating to type size; and

(2) provided that the legal paper complies with Section 11.008(b), Property Code, the requirement prescribed by Subsection (c) that a legal paper have a clearly identifying

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SECTION 3. The change in law made by this Act applies only to a deed or deed of trust executed on or after the effective date of this Act. A deed, mortgage, or deed of trust executed before the effective date of this Act is covered by the law in effect at the time the deed, mortgage, or deed of trust is executed, and that law remains in effect for that purpose.

SECTION 4. This Act takes effect immediately if it receives a vote of two-thirds of all the members elected to each house, as provided by Section 39, Article III, Texas Constitution. If this Act does not receive the vote necessary for immediate effect, this

Act takes effect September 1, 2005.

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