1 AN ACT concerning State government.

## 2 Be it enacted by the People of the State of Illinois, 3 represented in the General Assembly:

- 4 Section 5. The Illinois Notary Public Act is amended by 5 adding Section 1-105 as follows:
- 6 (5 ILCS 312/1-105 new)

Sec. 1-105. Notarization Task Force on Best Practices and
Verification Standards to Implement Electronic Notarization.

- 9 (a) The General Assembly finds and declares that:
- (1) As more and more citizens throughout the State of 10 Illinois rely on electronic devices they also increasingly 11 12 depend on electronic documentation. Any assertion that e-mails or word processing documents are necessarily 13 14 "informal and not legally binding" has been dispelled by national legislation such as the federal "E-Sign" law in 15 16 2000 and the Uniform Electronic Transactions Act, which has been virtually universally adopted throughout the United 17 States. Increasingly, laws have bestowed upon electronic 18 documents the same legal effect as paper instruments. 19

20 <u>(2) Moreover, institutions, businesses, and commerce</u> 21 <u>have gradually put more of their faith in electronic</u> 22 <u>commerce and information technology in order to facilitate</u> 23 <u>formal and informal interactions that are oftentimes</u> SB1459 Engrossed - 2 - LRB100 11203 HLH 21512 b

1	mission-critical and sensitive. In order to meet the
2	growing demand for electronic commerce that is both
3	convenient and secure, understanding the processes and
4	technology is critical and the need for an electronic or
5	remote notarization - the process of notarizing a signature
6	<u>on an electronic document by electronic methods - is</u>
7	becoming a necessity.
8	(b) As used in this Section, "Task Force" means the

9 <u>Notarization Task Force on Best Practices and Verification</u>
10 <u>Standards to Implement Electronic Notarization.</u>

11 (c) There is created a Notarization Task Force on Best 12 Practices and Verification Standards to Implement Electronic 13 Notarization to review and report on national standards for 14 best practices in relation to electronic notarization, including security concerns and fraud prevention. The goal of 15 16 the Task Force is to investigate and provide recommendations on 17 national and State initiatives to implement electronic notarization in such a manner that increases the availability 18 19 to notary public services, protects consumers, and maintains 20 the integrity of the notarization seal and signature.

21 (d) The Task Force's report shall include, but not be 22 limited to, standards for an electronic signature, including 23 encryption and decryption; the application process for 24 electronic notarial commission; and the training of notaries on 25 electronic notarization standards and best practices prior to 26 the commission of an electronic notary's electronic signature. SB1459 Engrossed - 3 - LRB100 11203 HLH 21512 b

1	The report shall also evaluate and make a recommendation on
2	fees for notary application and commission, on which documents
3	and acts can be attested to by electronic notaries, and on
4	security measures that will protect the integrity of the
5	electronic notary's electronic signature, as well as standards
6	that the Secretary of State may rely upon for revoking an
7	electronic notarization. The report must make a recommendation
8	on whether and to what extent this Act should be expanded and
9	updated.
10	(e) The Task Force shall meet no less than 5 times between
11	the effective date of this amendatory Act of the 100th General
12	Assembly and December 31, 2019. The Task Force shall prepare a
13	report that summarizes its work and makes recommendations
14	resulting from its review. The Task Force shall submit the
15	report of its findings and recommendations to the Governor and
16	the General Assembly no later than June 30, 2020.
17	(f) The Task Force shall consist of the following 17
18	members:
19	(1) one member appointed by the Secretary of State from
20	the Index Department of the Office of the Secretary of
21	<u>State;</u>
22	(2) one member appointed by the Secretary of State from
23	the Department of Information Technology of the Office of
24	the Secretary of State;
25	(3) one member appointed by the President of the
26	Senate;

1	(4) one member appointed by the Minority Leader of the
2	Senate;
3	(5) one member appointed by the Speaker of the House of
4	Representatives;
5	(6) one member appointed by the Minority Leader of the
6	House of Representatives;
7	(7) one member appointed by the Attorney General;
8	(8) one member appointed by the Secretary of State from
9	nominations made by the president of a statewide
10	organization representing state's attorneys;
11	(9) one member appointed by the Secretary of State from
12	nominations made by a statewide organization representing
13	attorneys;
14	(10) one member appointed by the Secretary of State
15	from nominations made by an organization representing
16	attorneys in a municipality of more than 1,000,000
17	inhabitants;
18	(11) one member appointed by the Secretary of State
19	from nominations made by a statewide organization
20	representing bankers;
21	(12) one member appointed by the Secretary of State
22	from nominations made by a statewide organization
23	representing community bankers;
24	(13) one member appointed by the Secretary of State
25	from nominations made by a statewide organization
26	representing credit unions;

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1	(14) one member appointed by the Secretary of State
2	from nominations made by a statewide organization
3	representing corporate fiduciaries;
4	(15) one member appointed by the Secretary of State
5	from nominations made by an organization representing
6	realtors in a municipality of more than 1,000,000
7	inhabitants;
8	(16) one member appointed by the Secretary of State
9	from nominations made by a statewide organization
10	representing realtors; and
11	(17) one member appointed by the Secretary of State
12	from nominations made by a statewide chapter of a national
13	organization representing elder law attorneys.
14	(g) The Secretary of State shall designate which member
15	shall serve as chairperson and facilitate the Task Force. The
16	members of the Task Force shall be appointed no later than 90
17	days after the effective date of this amendatory Act of the
18	100th General Assembly. Vacancies in the membership of the Task
19	Force shall be filled in the same manner as the original
20	appointment. The members of the Task Force shall not receive
21	compensation for serving as members of the Task Force.
22	(h) The Office of the Secretary of State shall provide the
23	Task Force with administrative and other support.
24	(i) This Section is repealed on July 1, 2020.

25 Section 99. Effective date. This Act takes effect July 1, 26 2017.