As Reported by the House Judiciary Committee

131st General Assembly

Regular Session 2015-2016 Sub. S. B. No. 257

Senators Seitz, Skindell

Cosponsors: Senators Eklund, Bacon, Brown, Hackett, Jones, Oelslager, Schiavoni, Tavares, Thomas, Yuko Representative Celebrezze

A BILL

То	amend section 5301.07 of the Revised Code to	1
	create a presumption of validity for recorded	2
	real property instruments, reduce the time	3
	period for curing certain defects related to	4
	those instruments, and provide constructive	5
	notice for those instruments.	6

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF OHIO:

Section 1. That section 5301.07 of the Revised Code be	7
amended to read as follows:	8
Sec. 5301.07. When any (A) As used in this section, "real	9
property instrument" means a deed, mortgage, and installment	10
contract, lease, memorandum of trust, power of attorney, or any	11
instrument accepted by the county recorder under section 317.08	12
of the Revised Code.	13
(B)(1) When a real property instrument conveying real	14
estate, or any interest therein, is delivered to and accepted by	15
the county recorder of the county in which the real property is	16
situated, and is signed and acknowledged by a person with an	17

interest in the real property that is described in the	18
instrument, the instrument raises both of the following:	19
(a) A rebuttable presumption that the instrument conveys,	20
encumbers, or is enforceable against the interest of the person	21
who signed the instrument;	22
(b) A rebuttable presumption that the instrument is valid,	23
enforceable, and effective as if in all respects the instrument	24
was legally made, executed, acknowledged, and recorded.	25
(2) The presumptions described in division (B)(1) of this	26
section may be rebutted by clear and convincing evidence of	27
fraud, undue influence, duress, forgery, incompetency, or	28
incapacity.	29
(C) When a real property instrument is of record for more	30
than twenty-one <u>four</u>years in the office of the county recorder	31
of the county within this state in which such real estate is	32
situated from the date of recording of the instrument , and the	33
record shows that there is a defect in such the making,	34
<u>execution, or acknowledgment of the </u> instrument, such the	35
instrument and the record thereof shall be cured of such <u>the</u>	36
defect and be effective in all respects as if such <u>the</u>	37
instrument had been legally made, executed, and acknowledged, if	38
such defect is due to any one or more of and recorded. The	39
defects may include but are not limited to the following:	40
(A) Such (1) The instrument was not properly witnessed.	41
(B) Such (2) The instrument contained no certificate of	42
acknowledgment.	43
(C) <u>(</u>3) The certificate of acknowledgment was <u>is</u> defective	44
in any respect.	45

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Any person claiming adversely to such instrument, if not	46
already barred by limitation or otherwise, may, at any time-	47
within twenty-one years after the time of recording such-	48
instrument, bring proceedings to contest the effect of such-	49
instrument.	50
This section does not affect any suit brought prior to-	51
November 9, 1959 in which the validity of the acknowledgment of	52
any such instrument is drawn in question.	53
(4) The name of the person with an interest in the real	54
property does not appear in the granting clause of the	55
instrument, but the person signed the instrument without	56
limitation.	57
(D) A real property instrument when delivered to the	58
county recorder of the county in which the real property is	59
situated and filed in the chain of title to the real property	60
provides constructive notice to all third parties of the	61
instrument notwithstanding any defect in the making, execution,	62
or acknowledgment of the real property instrument.	63
(E) Nothing contained in this section operates to	64
discharge the obligation to comply with all provisions of	65
sections 5301.47 to 5301.56 and section 5301.332 of the Revised	66
Code before the extinguishment, abandonment, or forfeiture of an	67
interest in real estate as may be authorized by those sections.	68
(F) Except as otherwise provided in division (E) of this	69
section, this section applies to all real property instruments	70
notwithstanding any other provision of the Revised Code. To the	71
extent that a conflict exists between this section and any other	72
section of the Revised Code, including but not limited to	73
section 1301.401 of the Revised Code, this section controls with	74

respect to any matters addressed in this section.	75
(G) This section shall be given retroactive effect to the	76
fullest extent permitted under Section 28 of Article II, Ohio	77
Constitution. This section shall not be given retroactive effect	78
if to do so would affect any accrued substantive right or vested	79
rights in any person or in any real property instrument.	
Section 2. That existing section 5301.07 of the Revised	81
Code is hereby repealed.	82

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