House Bill 524 (AS PASSED HOUSE AND SENATE)

By: Representative Fleming of the 121st

A BILL TO BE ENTITLED AN ACT

- 1 To amend Code Section 10-1-490 of the Official Code of Georgia Annotated, relating to
- 2 registration of businesses using trade names, so as to require registration of trade names with
- 3 the clerk of superior court; to amend Article 2 of Chapter 6 of Title 15 of the Official Code
- 4 of Georgia Annotated, relating to clerks of superior courts, so as to establish a trade name
- 5 registry; to provide for duties of clerks of superior courts; to provide for fees; to correct
- 6 cross-references; to provide for an automatic repeal; to provide for revised fees on and after
- 7 January 1, 2021; to provide for related matters; to provide for effective dates; to repeal
- 8 conflicting laws; and for other purposes.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF GEORGIA:

10 **PART I**11 **SECTION 1-1.**

- 12 Code Section 10-1-490 of the Official Code of Georgia Annotated, relating to registration
- 13 of businesses using trade names, is amended as follows:
- 14 "10-1-490.

9

- 15 (a) <u>Beginning on July 1, 2015, every Every person</u>, firm, or partnership carrying on in this
- state any trade, or business, or profession under any trade name or partnership name or
- other name which does not disclose the individual ownership of the trade, business, or
- profession carried on under such name shall, within 30 days from March 29, 1937, or
- 19 thereafter before commencing to do business, file in the office of the clerk of the superior
- 20 court of the county in which the business is chiefly carried on or, in the case of a domestic
- 21 corporation using any name other than its corporate name, in the county of its legal
- domicile, a <u>standardized</u> registration statement, <u>verified by and an</u> affidavit, <u>using forms</u>
- 23 <u>created by the Georgia Superior Court Clerks' Cooperative Authority and</u> setting forth the
- name or names and addresses of the person, persons, firm, or partnership owning and
- 25 carrying on said trade or business and stating the nature of the business being carried on

26 and the trade, partnership, or other name used and shall, upon any change of ownership, 27 likewise file a new and amended statement of registration. Notice of such filing giving the 28 names and addresses of each person, firm, or partnership to engage in business under such 29 trade name or partnership name shall be <u>delivered to and</u> published in the paper in which the sheriff's advertisements are printed legal organ of the appropriate county once a week 30 31 for two weeks. No person, firm, or partnership already registered shall be required to 32 reregister except in the event of a change of ownership. For the purpose of including a trade or business name registered prior to July 1, 2015, but not included in the trade name 33 34 registry provided for in Code Section 15-6-97, such trade or business name may be 35 reregistered for inclusion in such registry. Such reregistration shall not adversely affect the date of filing of any previous registration. The total fee for reregistration shall be as 36 37 provided in subparagraph (g)(10)(B) of Code Section 15-6-77, and the fees provided for 38 by Code Sections 15-21A-6 and 15-21A-6.1 shall not apply. 39 (b) Beginning on July 1, 2015, The clerk shall register the same by filing the verified 40 statement in his office and shall keep an alphabetical index of all such registrations in a 41 permanent record book to be kept in his office, the index to show the trade, partnership, or 42 other name registered and in connection therewith the names of the owners. The applicant 43 for registration shall accompany each registration statement with the fee prescribed by 44 Code Section 15-6-77, relating to fees of clerks of the superior courts, as amended shall be 45 completed by the registrant and filed with the proper clerk of superior court. Upon 46 payment by the registrant of the fee required in subparagraph (g)(10)(A) of Code Section 47 15-6-77, excluding costs for publication paid to the county legal organ, the clerk of such superior court shall file, process, and record the verified statement in an automated system. 48 49 (c) A copy of the verified statement required by subsection (b) of this Code section shall 50 be transmitted: 51 (1) Electronically by the clerk of superior court to the Georgia Superior Court Clerks' 52 Cooperative Authority pursuant to paragraph (15.1) of subsection (a) of Code Section 53 15-6-61; and 54 (2) By the registrant to the county or municipal governmental agency that issues business licenses within ten days before the registrant commences to do business. 55 56 (d) When a person, firm, or partnership that has filed a trade name registration statement 57 pursuant to this Code section ceases to carry on in this state the trade, business, or 58 profession under the registered trade name, such person, firm, or partnership may cancel the trade name by filing with the clerk of the superior court in which the trade name was 59 registered a completed affidavit to be provided by the Georgia Superior Court Clerks' 60

Cooperative Authority. There shall be no fee for cancellation of a trade name registration."

61

62	SECTION 1-2.
63	Article 2 of Chapter 6 of Title 15 of the Official Code of Georgia Annotated, relating to
64	clerks of superior courts, is amended in subsection (a) of Code Section 15-6-61, relating to
65	duties of clerks of superior courts, by adding a new paragraph to read as follows:
66	"(15.1) To participate in any network established by the Georgia Superior Court Clerks'
67	Cooperative Authority pursuant to Code Section 15-6-97 for the purposes of providing
68	public electronic access to trade name registrations. Each clerk of superior court shall
69	provide to the authority or its designated agent, in accordance with any applicable rules
70	and regulations of the authority, such documents and other information necessary to
71	evidence all trade name registrations, reregistrations, and cancellations filed in his or her
72	office as required by Code Section 10-1-490."
73	SECTION 1-3.
74	Said article is further amended by revising paragraph (10) of subsection (g) of Code Section
75	15-6-77, relating to fees, as follows:
76	"(10) Trade names:
77	(A) Registering and filing trade names pursuant to Code Section 10-1-490 15.00
78	(B) Reregistering an existing trade name in the trade name registry 15.00
79	This paragraph shall stand repealed effective December 31, 2020."
80	SECTION 1-4.
81	Said article is further amended by revising Code Section 15-6-97, relating to the development
82	and implementation of a state-wide uniform automated information system, as follows:
83	″15-6-97.
84	(a)(1) The Georgia Superior Court Clerks' Cooperative Authority or its designated agent
85	shall develop and implement a state-wide uniform automated information system for real
86	and personal property records, excluding filings made pursuant to Article 9 of Title 11.
87	In furtherance of development and implementation of the system, the authority shall have
88	the ability to contract with the clerks of superior courts and any other parties that the
89	authority deems necessary. The Georgia Superior Court Clerks' Cooperative Authority
90	shall have authority to implement rules and regulations necessary to develop and
91	implement the system described in this Code section.
92	(2) The Georgia Superior Court Clerks' Cooperative Authority or its designated agent
93	shall develop and implement a uniform automated information system for trade names
94	registered in the offices of the clerks of superior court of this state pursuant to Code
95	Section 10-1-490.

(b) In furtherance of development and implementation of the systems provided for in this
 Code section, the Georgia Superior Court Clerks' Cooperative Authority shall have the
 ability to contract with the clerks of superior courts and any other parties that the authority
 deems necessary. The Georgia Superior Court Clerks' Cooperative Authority shall create
 standardized forms for use in connection with filings pursuant to Code Section 10-1-490
 and shall have the authority to develop rules and regulations necessary for the usage of

- such forms and to implement the systems described in this Code section.
 (b)(c) The Georgia Superior Court Clerks' Cooperative Authority shall have the following
- 103 (b)(c) The Georgia Superior Court Clerks' Cooperative Authority shall have the following powers and duties in addition to those otherwise provided by law:
- 105 (1) To provide for the collection of moneys;
- 106 (2) To manage, control, and direct such funds and the expenditures made therefrom;
- 107 (3) To distribute the moneys at the discretion of the authority in such manner and subject
 108 to such terms and limitations as the Georgia Superior Court Clerks' Cooperative
 109 Authority in its discretion shall determine will best further the public purpose of the
 110 authority; and
- 111 (4) To exercise all other powers necessary for the development and implementation of the system systems provided for in this Code section."

113 **SECTION 1-5.**

- Said article is further amended by revising subsection (b) of Code Section 15-6-98, relating to collection of fees and remittance of real estate and personal property fees to the Georgia Superior Court Clerks' Cooperative Authority, as follows:
- "(b) From the fees enumerated in division (f)(1)(A)(i) and paragraph (10) of subsection (g)
 of Code Section 15-6-77, the Georgia Superior Court Clerks' Cooperative Authority shall
 collect from each clerk of superior court \$5.00 from each fee collected. This subsection
 shall stand repealed effective December 31, 2020."

121 **SECTION 1-6.**

- Said article is further amended by revising subsection (a) of Code Section 15-6-99, relating to the re-creation of grantor and grantee indexes, as follows:
- "(a) The Georgia Superior Court Clerks' Cooperative Authority is authorized to re-create grantor and grantee indexes that exist prior to January 1, 1999, in each county for the purpose of providing information and history concerning real property records for the state-wide uniform automated information system provided for in paragraph (1) of subsection (a) of Code Section 15-6-97. The number of prior year indexes to be re-created shall be determined by the Georgia Superior Court Clerks' Cooperative Authority in cooperation with the clerks of the superior courts who shall provide copies of such county

131

131	indexes or access to copies of such indexes for re-creating such indexes. A copy of the
132	re-created index shall be furnished to each county but shall not replace or supersede the
133	original county index."
134	PART II
135	SECTION 2-1.
136	Said article is further amended in subsection (g) of Code Section 15-6-77, relating to fees,
137	by enacting a new paragraph (10) to read as follows:
138	"(10) Trade names:
139	(A) Registering and filing trade names
140	(B) Reregistering an existing trade name in the trade name registry
141	SECTION 2-2.
142	Said article is further amended in Code Section 15-6-98, relating to collection of fees and
143	remittance of real estate and personal property fees to the Georgia Superior Court Clerks'
144	Cooperative Authority, by enacting a new subsection (b) to read as follows:
145	"(b) From the fees enumerated in division (f)(1)(A)(i) of Code Section 15-6-77, the
146	Georgia Superior Court Clerks' Cooperative Authority shall collect from each clerk of
147	superior court \$5.00 from each fee collected."
148	PART III
149	SECTION 3-1.
150	(a) Parts I and III of this Act shall become effective on July 1, 2015.
151	(b) Part II of this Act shall become effective on January 1, 2021.
	(5) I are II of this flow shall become effective on sundary 1, 2021.
152	SECTION 3-2.
153	All laws and parts of laws in conflict with this Act are repealed.