| 1  | HOUSE JUDICIARY COMMITTEE SUBSTITUTE FOR<br>HOUSE BILL 653      |
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| 2  | 50TH LEGISLATURE - STATE OF NEW MEXICO - FIRST SESSION, 2011    |
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| 10 | AN ACT  |
| 11 | RELATING TO THE PUBLIC PEACE, HEALTH, SAFETY AND WELFARE;       |
| 12 | ESTABLISHING A CAUSE OF ACTION FOR THE FILING AND RECORDING OF  |
| 13 | FALSE DOCUMENTS OF TITLE AFFECTING REAL PROPERTY; PROVIDING FOR |
| 14 | REMEDIES; DECLARING AN EMERGENCY.                               |
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| 16 | BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF NEW MEXICO:    |
| 17 | SECTION 1. LIABILITY FOR FILING AND RECORDING FALSE             |
| 18 | DOCUMENTS OF TITLE  |
| 19 | A. A person shall not prepare for recording or                  |
| 20 | present for recording a title document with knowledge that it   |
| 21 | contains a false claim of title against real property or an     |
| 22 | interest in real property.                                      |
| 23 | B. The state, a county or municipality or a party               |
| 24 | adversely affected by the filing of a title document containing |
| 25 | a false claim of title may bring an action seeking to have the  |
|    | .186032.5   |

<u>underscored material = new</u> [<del>bracketed material</del>] = delete HJC/HB 653

| cerial = new<br>crial] = delete                                  | 1  | title document declared void ab initio and may seek damages.    |
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|  | 2  | C. A person likely to be damaged by the recording               |
|  | 3  | of a title document containing a false claim of title may be    |
|  | 4  | granted an injunction against the person presenting the title   |
|  | 5  | document on terms that the court considers reasonable.          |
|  | 6  | D. As used in this section, "title document" means              |
|  | 7  | any instrument, deed, contract for the sale of real property or |
|  | 8  | other document purporting to adjudicate, convey or create an    |
|  | 9  | interest in real property or a lis pendens.                     |
|  | 10 | SECTION 2. EMERGENCYIt is necessary for the public              |
|  | 11 | peace, health and safety that this act take effect immediately. |
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