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## REMOVAL OF UNENFORCEABLE COVENANTS

## 1999 GENERAL SESSION STATE OF UTAH

Sponsor: Lyle W. Hillyard

AN ACT RELATING TO REAL ESTATE; DEFINING UNENFORCEABLE COVENANT; PROVIDING FOR THE RECORDING OF DOCUMENTS WITH UNENFORCEABLE COVENANTS; VOIDING UNENFORCEABLE COVENANTS; AND MAKING TECHNICAL CHANGES.

This act affects sections of Utah Code Annotated 1953 as follows: AMENDS:

**57-3-107**, as renumbered and amended by Chapter 61, Laws of Utah 1998 *Be it enacted by the Legislature of the state of Utah:* 

Section 1. Section **57-3-107** is amended to read:

## 57-3-107. Unenforceable covenants -- Definition -- Inclusion in recorded document.

- (1) [Restrictions on alienation of real property contained in a document to be recorded] As used in this chapter, "unenforceable covenant" means a restriction on alienation of real property, whether recited in a document to be recorded under this chapter, or recited in a document of record under this chapter, which [are] is based on race, gender, national origin, marital status, or a similar classification determined to be unenforceable under state or federal law[, do not affect the eligibility of that document for recording under this chapter].
- [(2) A restriction described in Subsection (1) may be removed from a document eligible for recording under this section by any of the following means:]
- [(a) A purchaser or seller of real estate may amend a prior recorded restriction by causing a corrected copy of the documents to be prepared for recording which deletes the unenforceable language from the document.]
- [(b) A purchaser or seller of real estate may cause a copy of the documents to be prepared on which the unenforceable language has been overwritten or stamped with words such as "VOID", "UNENFORCEABLE UNDER LAW", or words of similar meaning.]
  - (c) A purchaser or seller of real estate may cause a copy of the documents to be prepared

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on which appears the statement "Any provision of this document which violates state or federal law is void."]

- [(3) The cost of preparing and filing a document under Subsection (2) shall be the responsibility of the purchaser or seller making the correction and not that of the county recorder.]
- (2) A document which recites an unenforceable covenant may be recorded as provided in this chapter.
- (3) Any unenforceable covenant recited in a document to be recorded under this chapter or recited in a document of record is considered void, but does not invalidate the remainder of the document.