

Ministry of Government Services ServiceOntario Policy and Regulatory Services Branch Bulletin No. 2014- 02

Land Titles Act

DATE: MAY 29, 2014

Improvements to Electronic Documents and Procedures

TO: ALL LAND REGISTRARS AND USERS OF THE ELECTRONIC LAND REGISTRATION SYSTEM

This bulletin is to advise you of improvements being made to procedures and new statements being added to the electronic document types set out below. These improvements will be introduced in Teraview on Saturday June 7, 2014.

The electronic document types affected by these improvements are:

- **1.** Application for Leasehold Parcel
- 2. Postponement
- **3.** Application General
- 4. Notice of Security Interest
- 5. Survivorship Application

1. Application for Leasehold Parcel

Currently an Application for Leasehold Parcel requires the registrant to select statement 2605 and import the entire lease. To be consistent with other Lease type documents statement 2604 will now be available for this document type and when it is selected statement 2605 will not be required as the lease will not need to be imported into the application.

- The applicant is prepared to produce the document for inspection within fourteen (14) days of the request and the applicant consents to the cancellation of the document on presentation of proof satisfactory to the Land Registrar that the document was not produced upon request
- 2605 The following is the complete lease *Import terms of lease*

2. Postponement of Interest

Currently an Application General document type is used when the interest being postponed cannot be sourced in the postponement document. The Postponement of Interest document also currently requires both the party postponing their interest as well as the party to whom the interest is being postponed to sign the document.

A review of the signing requirements and the allowed sourced document types was done and, as a result, two new improvements are being introduced to the Postponement of Interest document.

Firstly, as only the party or parties that are postponing their interest are required to sign a postponement document, only the signature of the 'Party From' will be required. Secondly, additional document types will be allowed in the sourced by field which should reduce the occurrences where an Application General is required to postpone an interest. See Appendix A for a list of the allowable source document types.

3. Application General

Teraview provides for specific document types that contain fields and statements appropriate for the registration of the document. If the document type to be registered is not available, an Application General may be used.

The Application General has minimal statements and the application to amend is manually entered into statement 61. To provide consistency and reduce the amount of manual entry of standard wording, two new non-law statements have been added to the Application General.

- 3602 I <u>name</u> registered owner(s) of the lands hereby apply under section <u>number</u> of the Land Titles Act to have the register for the said PIN amended by: <u>specify nature of amendment</u>.
- 3603 I <u>name</u> having a legal interest in the lands hereby apply under section <u>number</u> of the Land Titles to have the register for the said PIN amended by: <u>specify nature of amendment</u>.

Depending on the circumstance, select one of the statements and complete the required information. These two new statements are optional. Statement 61 will still be available to enter the pertinent information in support of the document being registered, if required.

4. Notice of Security Interest

Section 54 of the *Personal Property Security Act* provides for the registration of a Notice of Security Interest to protect an interest in:

- (a) Collateral that is or includes fixtures or goods that may become fixtures or crops, or minerals or hydrocarbons to be extracted, or timber to be cut; or
- (b) A security interest in a right to payment under a lease, mortgage or charge of real property to which the Act applies

Currently the Notice of Security Interest document requires statement 3705 to be selected. This statement has wording similar to Form 5 under the *Personal Property Security Act* and is only applicable when the notice of security agreement is registered to protect an interest in collateral as described in (a) above.

3705 Under a notice of security agreement made between <u>name(s) of debtor</u> the debtor and the applicant, the secured party, a security interest has been created in <u>brief description of collateral</u>. The collateral is located or affixed or is to be affixed to the selected PIN.

When a Notice of Security Interest is registered to protect the right to payment under a mortgage, charge or lease of real property, wording similar to Form 6 under the *Personal Property Security Act* is manually entered into statement 61 and an override is required. To alleviate this situation, the following non-law statement has been added to the Notice of Security Interest and will replicate Form 6 under the *Personal Property Security Act*.

Notice is hereby given that by a security agreement made between <u>name</u> as debtor and <u>name</u> as secured party a security interest in the right to payment under <u>instrument number</u> has been created.

Depending on the interests being protected, this statement can be selected on its own or along with statement 3705.

Pursuant to Section 54(2) of the *Personal Property Security Act* an expiration date must be set out where a notice or an extension notice is registered for collateral as described in (a) above. The expiry date shall not be later than the fifth anniversary of the date of registration of the notice or the extension notice.

Select the statement below and enter the expiry date if applicable.

61 Schedule: Text

5. Survivorship Application by Power of Attorney

A Survivorship Application requires the surviving joint tenant to make a statement that the land, with respect to the deceased, is not subject to any spousal rights under the *Family Law Act*. Statements 603, 604 and 605 are available for selection. When a survivorship application is signed by a Power of Attorney for the surviving joint tenant a covenant to indemnify the Land Titles Assurance Fund is required as the *Family Law Act* statement should be based on the survivors' personal knowledge.

The requirement for the covenant has been reviewed and a covenant will not be required if, in addition to selecting statement 603, 604 or 605 (see statements below), a law statement regarding the spousal rights of the deceased joint is also provided in statement 61, e.g. *I (name) solicitor, confirm that the deceased and (name), a/the surviving joint tenant, were spouses of each other when the deceased died.*

- The deceased and <u>name</u>, a/the surviving joint tenant, were spouses of each other when the deceased died.
- The deceased was not a spouse at the time of death.
- The property was not a matrimonial home within the meaning of the *Family Law Act* of the deceased at the time of death.

6. Caution under the Estates Administration Act

Previously, the Electronic Registration Procedures Guide gave instructions to use an Application General to delete a Caution under the *Estates Administration Act*. These

instructions have been updated and a Withdrawal of Caution should be used. Statement 3521 or 3523 should be selected and completed Forms 2 and 3 of the *Estates Administration Act* must be imported into Statement 61. The estate trustees or the name of estate does not need to be set out and an override will not be required.

The Electronic Registration Procedural Guide has been updated with these changes. To access this guide go to www.teranetexpress.ca, select Teraview Users, Already a Teraview Customer, Resources, Additional Manuals and select the appropriate guide.

(original signed by)

William D. Snell Deputy Director of Titles

APPENDIX A

The following document types will be allowed to be entered into the source instrument field for a Postponement of Interest

AGREEMENT

AGREEMENT AMENDING CHARGE (CHARGE)

AGREEMENT AMENDING LEASE

AGREEMENT ASSUMPTION

AGREEMENT EXTENDING CHARGE (MORTGAGE)

AGREEMENT RE EASEMENT

AGREEMENT RE ENCROACHMENT

AGREEMENT RE RIGHT OF WAY

AGREEMENT SUBDIVISION

AGREEMENT TO LEASE

ANNEX RESTRICTIVE COVENANTS S.118-CHARGE

APPLICATION (GENERAL)

APPLICATION FOR INHIBITING ORDER-CHARGE

APPLICATION FOR INHIBITING ORDER-LAND

APPLICATION FOR RESTRICTIONS BASED ON COURT ORDER

APPLICATION TO AMEND BASED ON COURT ORDER

APPLICATION TO ANNEX RESTRICTIVE COVENANTS S.118

APPLICATION TO ANNEX RESTRICTIVE COVENANTS S.119

APPLICATION TO REGISTER COURT ORDER

APPLICATION TRUSTEE IN BANKRUPTCY-INSTRUMENT

APPLICATION TRUSTEE IN BANKRUPTCY-OWNER

ASSIGNMENT-GENERAL

ASSIGNMENT FOR GENERAL BENEFIT OF CREDITORS

ASSIGNMENT OF LEASE

BOND MORTGAGE

CAUTION-CHARGE

CAUTION-CHARGE (BANKRUPTCY & INSOLVENCY ACT)

CAUTION-LAND

CAUTION-LAND (BANKRUPTCY & INSOLVENCY ACT)

CAUTION-LAND (ESTATES ADMINISTRATION ACT)

CAUTION OF AGREEMENT OF PURCHASE AND SALE

CERTIFICATE

CERTIFICATE OF LIEN-HOUSING DEVELOPMENT ACT

CERTIFICATE TAX ARREARS

CERTIFICATE TAX ARREARS CANCELLATION

CHARGE/MORTGAGE

CHARGE BY PARTNERSHIP

CHARGE BY RELIGIOUS ORGANIZATION

CHARGE OF LEASE (MORTGAGE)

CHARGE POSTPONEMENT (MORTGAGE)

CHARGE POSTPONEMENT EASEMENTS (MORTGAGE)

CONDOMINIUM LIEN (CONDOMINIUM ACT 1998)

CONSTRUCTION LIEN

COURT ORDER

DEBENTURE

DECLARATION SECTION 22

DEED OF TRUST AND MORTGAGE

DEPOSIT

DESIGNATION MATRIMONIAL HOME

LEASE

LEASE POSTPONEMENT

LODGEMENT OF TITLE

NOTICE

NOTICE LIEN MUNICIPAL & SCHOOL TAX CREDIT ACT

NOTICE OF AGREEMENT

NOTICE OF AGREEMENT AMENDING CHARGE

NOTICE OF AGREEMENT EXTENDING CHARGE

NOTICE OF AGREEMENT OF PURCHASE AND SALE

NOTICE OF ASSIGNMENT OF LESSEE INTEREST IN LEASE

NOTICE OF ASSIGNMENT OF LESSOR INTEREST IN LEASE

NOTICE OF ASSIGNMENT OF RENTS-GENERAL

NOTICE OF ASSIGNMENT OF RENTS-SPECIFIC

NOTICE OF CHARGE OF LEASE

NOTICE OF OIL AND GAS LEASES

NOTICE OF OPTION TO LEASE

NOTICE OF OPTION TO PURCHASE

NOTICE OF SECURITY INTEREST

NOTICE OF SUBDIVISION AGREEMENT

NOTICE OF SUBLEASE

NOTICE OF VENDORS LIEN

NOTICE RENEWAL OF AGREEMENT OF PURCHASE AND SALE

ORDER

ORDER IN COUNCIL

OPTION TO PURCHASE

RENEW-CAUTION

RESTRICTIVE COVENANTS APPLICATION TO ANNEX

SEIZURE OF CHARGE (MORTGAGE)

TRANSFER OF CHARGE

TRANSFER EASEMENT