Second Regular Session Seventieth General Assembly STATE OF COLORADO

REREVISED

This Version Includes All Amendments Adopted in the Second House

LLS NO. 16-0952.02 Ed DeCecco x4216

SENATE BILL 16-115

SENATE SPONSORSHIP

Martinez Humenik,

HOUSE SPONSORSHIP

Moreno and Conti,

Senate Committees

Local Government Finance Appropriations **House Committees**

Local Government Finance Appropriations

A BILL FOR AN ACT

101	CONCERNING AN ELECTRONIC FILING SYSTEM FOR DOCUMENTS
102	RECORDED WITH A COUNTY CLERK AND RECORDER, AND, IN
103	CONNECTION THEREWITH, CREATING THE ELECTRONIC
104	RECORDING TECHNOLOGY BOARD, WHICH IS AN ENTERPRISE;
105	AUTHORIZING THE BOARD TO SET AN ADDITIONAL FILING
106	SURCHARGE FOR A FIVE-YEAR PERIOD; REQUIRING COUNTIES TO
107	TRANSMIT THE PROCEEDS OF THE BOARD'S SURCHARGE TO THE
108	STATE FOR DEPOSIT IN A CASH FUND ADMINISTERED BY THE
109	BOARD; REQUIRING THE BOARD TO MAKE GRANTS FROM THE
110	FUND TO COUNTIES TO CREATE, MAINTAIN, IMPROVE, OR
111	REPLACE ELECTRONIC FILING SYSTEMS; ESTABLISHING
112	REPORTING REQUIREMENTS FOR THE BOARD; INCREASING A
113	LOCAL FILING SURCHARGE; AND MAKING AN APPROPRIATION.

HOUSE 3rd Reading Unamended May 10, 2016

HOUSE Reading Unamended May 9, 2016

SENATE 3rd Reading Unamended March 10, 2016

> SENATE Amended 2nd Reading March 9, 2016

Bill Summary

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at http://www.leg.state.co.us/billsummaries.)

The bill creates the electronic recording technology board (board) in the department of state. The board, which is authorized to issue revenue bonds, is established as an enterprise. So long as it constitutes an enterprise, the board is not subject to any provisions of section 20 of article X of the state constitution. The board sunsets in 6 years, but prior to that sunset, it is subject to a sunset review.

The board is authorized to impose a surcharge of up to \$2 on all documents that a clerk and recorder receives for recording or filing. If imposed, counties are required to collect the surcharge on behalf of the board and transmit it to the state treasurer for deposit in the newly created electronic recording technology fund (fund).

The board is required to:

- ! Develop a strategic plan incorporating the core goals of security, accuracy, sequencing, online public access, standardization, and preservation of public records;
- ! Determine functionality standards for an electronic filing system that support the core goals;
- ! Issue a request for proposal for electronic filing system equipment and software that will be available to counties on an optional basis;
- ! Develop best practices for an electronic filing system;
- Provide training to clerk and recorders related to electronic filing systems; and
- ! Make grants to counties to establish, maintain, improve, or replace electronic filing systems for documents that are recorded with a clerk and recorder. In awarding grants, the board is required to give priority for grants to counties that do not have sufficient revenue from the surcharge proceeds to maintain their existing electronic filing systems.

The money in the fund is continuously appropriated to the board to be used for these purposes.

The bill repeals the secretary of state's powers to ensure uniformity related to electronic filing systems, which powers become the board's responsibility, and requires the department of state to prepare an annual report that is published online about the grants that the board made in the prior fiscal year.

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The bill also extends the one-dollar surcharge that a county clerk and recorder is currently required to collect and use for the county's core or electronic filing system for 9.5 years. The definition of "electronic filing system" is expanded to include elements of the "core filing system", which term is repealed.

1	Be it enacted by the General Assembly of the State of Colorado:
2	SECTION 1. In Colorado Revised Statutes, 2-3-1203, add (3)
3	(ii.5) (III) as follows:
4	2-3-1203. Sunset review of advisory committees. (3) The
5	following dates are the dates on which the statutory authorization for the
6	designated advisory committees is scheduled for repeal:
7	(ii.5) September 1, 2022:
8	(III) THE ELECTRONIC RECORDING TECHNOLOGY BOARD CREATED
9	IN PART 4 OF ARTICLE 21 OF TITLE 24, C.R.S.
10	SECTION 2. In Colorado Revised Statutes, 24-1-111, add (3) as
11	follows:
12	24-1-111. Department of state - creation. (3) THE DEPARTMENT
13	OF STATE INCLUDES THE ELECTRONIC RECORDING TECHNOLOGY BOARD
14	ESTABLISHED IN SECTION 24-21-402 (1), AND ITS POWERS, DUTIES, AND
15	FUNCTIONS, AS IF THE BOARD WERE TRANSFERRED BY A TYPE 1 TRANSFER,
16	AS SUCH TRANSFER IS DEFINED IN SECTION 24-1-105.
17	SECTION 3. In Colorado Revised Statutes, add part 4 to article
18	21 of title 24 as follows:
19	PART 4
20	ELECTRONIC RECORDING
21	TECHNOLOGY BOARD
22	24-21-401. Definitions. AS USED IN THIS PART 4, UNLESS THE
23	CONTEXT OTHERWISE REQUIRES:

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1	(1) "BOARD" MEANS THE ELECTRONIC RECORDING TECHNOLOGY
2	BOARD CREATED IN SECTION 24-21-402 (1).
3	(2) "ELECTRONIC" MEANS RELATING TO TECHNOLOGY HAVING
4	ELECTRICAL, DIGITAL, MAGNETIC, WIRELESS, OPTICAL,
5	ELECTROMAGNETIC, OR SIMILAR CAPABILITIES.
6	(3) "ELECTRONIC FILING SYSTEM" MEANS THE DOCUMENT
7	MANAGEMENT SYSTEM USED BY A CLERK AND RECORDER TO COMPLY WITH
8	THE STATUTORY REQUIREMENTS SET FORTH IN PART 4 OF ARTICLE $10\ \mathrm{OF}$
9	TITLE 30, C.R.S., FOR:
10	(a) ELECTRONIC DOCUMENTS RECEIVED FOR RECORDING OR FILING
11	IN THE CLERK AND RECORDER'S OFFICE; AND
12	(b) Paper documents received for recording or filing in
13	THE CLERK AND RECORDER'S OFFICE THAT ARE CONVERTED FROM PAPER,
14	MICROFILM, OR MICROFICHE INTO AN ELECTRONIC FORMAT.
15	(4) "FUND" MEANS THE ELECTRONIC RECORDING TECHNOLOGY
16	FUND CREATED IN SECTION 24-21-404 (1).
17	24-21-402. Electronic recording technology board - creation
18	- enterprise status. (1) The electronic recording technology
19	BOARD IS CREATED IN THE DEPARTMENT OF STATE. THE BOARD CONSISTS
20	OF THE SECRETARY OF STATE, OR HIS OR HER DESIGNEE, AND EIGHT OTHER
21	MEMBERS APPOINTED AS FOLLOWS:
22	(a) One member from the real estate section of the
23	COLORADO BAR ASSOCIATION APPOINTED BY THE GOVERNOR;
24	(b) ONE MEMBER FROM THE TITLE INDUSTRY APPOINTED BY THE
25	GOVERNOR;
26	(c) One member from the mortgage lending industry
27	APPOINTED BY THE SECRETARY OF STATE;

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1	(d) THREE MEMBERS WHO ARE CLERK AND RECORDERS FROM A
2	FIRST OR SECOND CLASS COUNTY AS DESIGNATED IN SECTION 30-1-101,
3	C.R.S., WITH ONE APPOINTED BY THE SPEAKER OF THE HOUSE OF
4	REPRESENTATIVES AND THE OTHER TWO APPOINTED BY THE SECRETARY
5	OF STATE; AND
6	(e) Two members who are clerk and recorders from a
7	THIRD, FOURTH, OR FIFTH CLASS COUNTY AS DESIGNATED IN SECTION
8	30-1-101, C.R.S., with one appointed by the president of the senate
9	AND THE OTHER APPOINTED BY THE SECRETARY OF STATE.
10	(f) APPOINTING AUTHORITIES SHALL APPOINT THE INITIAL BOARD
11	${\tt MEMBERS} {\tt FOR} {\tt TERMS} {\tt BEGINNING} {\tt ON} {\tt JULY} 1, 2016, {\tt AND} {\tt THE} {\tt BOARD} {\tt SHALL}$
12	HAVE ITS FIRST MEETING BY AUGUST 15, 2016. ALL OF THE BOARD
13	MEMBERS OTHER THAN THE SECRETARY OF STATE, OR HIS OR HER
14	DESIGNEE, SERVE TWO-YEAR TERMS; EXCEPT THAT THE INITIAL TERM FOR
15	THE MEMBER APPOINTED FROM THE TITLE INDUSTRY IS THREE YEARS AND
16	THE TERM OF TWO OF THE MEMBERS REPRESENTING COUNTIES
17	DESIGNATED BY THE SECRETARY OF STATE IS ONE YEAR.
18	(g) BOARD MEMBERS SERVE WITHOUT COMPENSATION; EXCEPT
19	THAT BOARD MEMBERS ARE ENTITLED TO REIMBURSEMENT FROM THE
20	FUND FOR ACTUAL AND NECESSARY EXPENSES INCURRED IN THE
21	PERFORMANCE OF THEIR DUTIES. A VACANCY ON THE BOARD IS FILLED IN
22	THE SAME MANNER AS THE ORIGINAL APPOINTMENT WAS MADE. A PERSON
23	APPOINTED TO FILL A VACANCY SERVES FOR THE REMAINDER OF THE
24	UNEXPIRED TERM.
25	(2) THE BOARD CONSTITUTES AN ENTERPRISE FOR PURPOSES OF
26	SECTION 20 OF ARTICLE X OF THE STATE CONSTITUTION SO LONG AS IT
27	RETAINS THE AUTHORITY TO ISSUE REVENUE BONDS UNDER SECTION

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1	24-21-405 AND RECEIVES LESS THAN TEN PERCENT OF ITS TOTAL
2	REVENUES IN GRANTS FROM ALL COLORADO STATE AND LOCAL
3	GOVERNMENTS COMBINED. THE BUSINESS PURPOSE OF THE BOARD IS TO
4	DEVELOP AND MODERNIZE ELECTRONIC FILING SYSTEMS THROUGHOUT THE
5	STATE. SO LONG AS IT CONSTITUTES AN ENTERPRISE UNDER THIS SECTION,
6	THE BOARD IS NOT SUBJECT TO ANY PROVISIONS OF SECTION $20\mathrm{OF}$ ARTICLE
7	X OF THE STATE CONSTITUTION.
8	24-21-403. Core goals - powers and duties - rules. (1) THE
9	GENERAL ASSEMBLY HEREBY DECLARES THAT THE CORE GOALS IN
10	DEVELOPING AND MODERNIZING ELECTRONIC FILING SYSTEMS ARE TO:
11	(a) ASSURE THE SECURITY, ACCURACY, AND PRESERVATION OF
12	PUBLIC RECORDS REQUIRED TO BE MAINTAINED BY A CLERK AND
13	RECORDER;
14	(b) Maintain the privacy of personal identifying
15	INFORMATION, ONLINE PUBLIC ACCESS TO WHICH IS NOT NECESSARY TO
16	THE PROPER FUNCTIONING OF LAND TITLE RECORDS OR OTHER PUBLIC
17	RECORDS REQUIRED TO BE MAINTAINED BY A CLERK AND RECORDER;
18	(c) Assure that the sequence in which documents are
19	RECEIVED BY A CLERK AND RECORDER FOR RECORDING OR FILING IS
20	ACCURATELY REFLECTED, TO THE GREATEST EXTENT PRACTICABLE, IN THE
21	RECORDS OF THE CLERK AND RECORDER, REGARDLESS OF WHETHER
22	DOCUMENTS ARE RECEIVED ELECTRONICALLY OR BY OTHER MEANS;
23	(d) Provide for online public access to public records
24	MAINTAINED BY A CLERK AND RECORDER; AND
25	(e) ASSURE THAT ELECTRONIC FILING SYSTEMS USED IN DIFFERENT
26	COUNTIES ARE SIMILAR SO AS TO FACILITATE THE SUBMISSION AND
27	SEADCHING OF ELECTRONIC DECORDS

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1	(2) IN ORDER TO ACCOMPLISH ITS BUSINESS PURPOSE, THE BOARD
2	MAY IMPOSE AN ELECTRONIC FILING SURCHARGE OF UP TO TWO DOLLARS
3	THAT IS UNIFORMLY COLLECTED ON ALL DOCUMENTS RECEIVED BY A
4	COUNTY CLERK AND RECORDER FOR RECORDING OR FILING ON OR AFTER
5	JANUARY 1, 2017, THROUGH DECEMBER 31, 2021.
6	(3) THE BOARD SHALL:
7	(a) DEVELOP A STRATEGIC PLAN THAT INCORPORATES THE CORE
8	GOALS;
9	(b) DETERMINE FUNCTIONALITY STANDARDS FOR AN ELECTRONIC
10	FILING SYSTEM THAT SUPPORT THE CORE GOALS;
11	(c) ISSUE A REQUEST FOR PROPOSAL FOR ELECTRONIC FILING
12	SYSTEM EQUIPMENT AND SOFTWARE THAT THE COUNTIES MAY CHOOSE TO
13	ACQUIRE;
14	(d) DEVELOP BEST PRACTICES FOR AN ELECTRONIC FILING SYSTEM;
15	(e) PROVIDE TRAINING TO CLERK AND RECORDERS RELATED TO
16	ELECTRONIC FILING SYSTEMS;
17	(f) AWARD GRANTS IN ACCORDANCE WITH SECTION 24-21-404;
18	AND
19	(g) Prepare reports in accordance with section 24-21-406.
20	(4) THE BOARD MAY:
21	(a) ISSUE BONDS IN ACCORDANCE WITH SECTION 24-21-405; AND
22	(b) Promulgate any rules necessary to administer the
23	PROVISIONS OF THIS PART 4.
24	24-21-404. Electronic recording technology fund - electronic
25	filing - grants. (1) (a) The electronic recording technology fund
26	IS CREATED IN THE STATE TREASURY AND CONSISTS OF MONEY CREDITED
27	THERETO IN ACCORDANCE WITH SECTION 30-10-421 (3) (a), C.R.S. THE

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1	MONEY IN THE FUND IS CONTINUOUSLY APPROPRIATED TO THE BOARD TO
2	AWARD GRANTS UNDER SUBSECTION (2) OF THIS SECTION AND FOR ANY
3	OTHER PURPOSE AUTHORIZED BY THIS PART 4, INCLUDING ANY DIRECT AND
4	INDIRECT ADMINISTRATIVE EXPENSES.
5	(b) The money in the fund shall not be deposited in or
6	TRANSFERRED TO THE GENERAL FUND OR ANY OTHER FUND. ALL INTEREST
7	AND INCOME DERIVED FROM THE INVESTMENT AND DEPOSIT OF MONEY IN
8	THE FUND ARE CREDITED TO THE FUND. ANY UNEXPENDED AND
9	UNENCUMBERED MONEY IN THE FUND AT THE END OF A FISCAL YEAR
10	SHALL REMAIN IN THE FUND AND NOT BE CREDITED OR TRANSFERRED TO
11	THE GENERAL FUND OR ANOTHER FUND.
12	(2) THE BOARD SHALL USE MONEY IN THE FUND TO AWARD GRANTS
13	TO COUNTIES TO ESTABLISH, MAINTAIN, IMPROVE, OR REPLACE THEIR
14	ELECTRONIC FILING SYSTEMS. THE BOARD SHALL AWARD GRANTS,
15	WHENEVER POSSIBLE, IN A MANNER THAT IS DESIGNED TO ACHIEVE THE
16	CORE GOALS SPECIFIED IN SECTION 24-21-403 (1) OVER A REASONABLE
17	PERIOD. IN MAKING GRANTS TO MAINTAIN EXISTING ELECTRONIC FILING
18	SYSTEMS, THE BOARD SHALL GIVE PRIORITY <u>TO RURAL COUNTIES AND</u> TO
19	COUNTIES THAT DO NOT HAVE SUFFICIENT REVENUE FROM THE SURCHARGE
20	PROCEEDS RETAINED IN ACCORDANCE WITH SECTION 30-10-421 (3) (b),
21	C.R.S., TO MAINTAIN THEIR ELECTRONIC FILING SYSTEMS. THE BOARD
22	SHALL DEVELOP A GRANT APPLICATION PROCESS AND AWARD GRANTS
23	BASED ON A SCORING SYSTEM THAT INCORPORATES THE CORE GOALS.
24	(3) A COUNTY THAT RECEIVES A GRANT FROM THE BOARD SHALL
25	COOPERATE WITH THE BOARD IN ITS PREPARATION OF THE REPORT
26	REQUIRED BY SECTION 24-21-406 (1).
27	24-21-405. Authority to issue bonds. THE BOARD MAY, BY

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1	RESOLUTION, AUTHORIZE AND ISSUE REVENUE BONDS THAT ARE PAYABLE
2	ONLY FROM THE MONEY IN THE FUND. BONDS MAY BE ISSUED ONLY AFTER
3	APPROVAL BY BOTH HOUSES OF THE GENERAL ASSEMBLY ACTING EITHER
4	BY BILL OR JOINT RESOLUTION AND AFTER APPROVAL BY THE GOVERNOR
5	IN ACCORDANCE WITH SECTION 39 OF ARTICLE V OF THE STATE
6	CONSTITUTION.
7	24-21-406. Reporting - annual - five-year report.
8	(1) <u>Notwithstanding section 24-1-136 (11), on</u> or before
9	SEPTEMBER 1, 2017, AND EACH SEPTEMBER 1 THEREAFTER UNTIL
10	September 1, 2022, the \underline{BOARD} shall prepare a report that, for
11	EACH GRANT MADE DURING THE PRIOR FISCAL YEAR, DESCRIBES THE:
12	(a) COUNTY THAT RECEIVED THE GRANT;
13	(b) Grant amount;
14	(c) PURPOSE OF THE GRANT; AND
15	(d) GRANT OUTCOMES.
16	(2) THE BOARD SHALL FOLLOW-UP WITH A COUNTY THAT RECEIVES
17	A GRANT AS NECESSARY FOR THE DEPARTMENT OF STATE TO COMPLETE
18	THE REPORT. THE DEPARTMENT SHALL PUBLISH A COPY OF THE REPORT ON
19	THE DEPARTMENT'S WEBSITE.
20	(3) On or before January 1, 2021, the board shall report
21	TO THE GENERAL ASSEMBLY ABOUT THE OVERALL SUCCESS OF THE GRANT
22	PROGRAM ESTABLISHED BY THIS PART 4.
23	24-21-407. Repeal of part. This part 4 is repealed, effective
24	SEPTEMBER 1, 2022. PRIOR TO SUCH REPEAL, THE BOARD SHALL BE
25	REVIEWED AS PROVIDED IN SECTION 2-3-1203, C.R.S.
26	SECTION 4. In Colorado Revised Statutes, 30-10-409, amend
27	(5) as follows:

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30-10-409. Reception book - form - contents - acceptance for
recording. (5) A clerk and recorder who decides to accept electronic
filings shall establish procedures for such electronic filings that are
consistent with the rules promulgated by the secretary of state pursuant
to section 30-10-424 (1) (e) (II) ANY STANDARDS OR RULES ESTABLISHED
BY THE ELECTRONIC RECORDING TECHNOLOGY BOARD PURSUANT TO
SECTION 24-21-403, C.R.S. No electronic filings shall be accepted by the
clerk and recorder until the clerk and recorder has established and made
publically available the procedures for electronic filings. Nothing in this
article shall be interpreted to require any clerk and recorder to accept
electronic filings. Nothing in this article shall abridge the power of any
clerk and recorder to accept or reject electronic filings in accordance with
the provisions of section 38-35-202, C.R.S.
SECTION 5. In Colorado Revised Statutes, 30-10-421, amend
SECTION 5. In Colorado Revised Statutes, 30-10-421, amend (1) (b), (3) (b), and (6); add (1) (c); and recreate and reenact, with
(1) (b), (3) (b), and (6); add (1) (c); and recreate and reenact, with
(1) (b), (3) (b), and (6); add (1) (c); and recreate and reenact, with amendments, (3) (a) as follows:
(1) (b), (3) (b), and (6); add (1) (c); and recreate and reenact, with amendments, (3) (a) as follows: 30-10-421. Filing surcharge - definitions. (1) (b) Beginning July
(1) (b), (3) (b), and (6); add (1) (c); and recreate and reenact, with amendments, (3) (a) as follows: 30-10-421. Filing surcharge - definitions. (1) (b) Beginning July 1, 2004, and through June 30, 2017 DECEMBER 31, 2026, the county clerk
(1) (b), (3) (b), and (6); add (1) (c); and recreate and reenact, with amendments, (3) (a) as follows: 30-10-421. Filing surcharge - definitions. (1) (b) Beginning July 1, 2004, and through June 30, 2017 DECEMBER 31, 2026, the county clerk and recorder shall collect a surcharge of one dollar for each document
(1) (b), (3) (b), and (6); add (1) (c); and recreate and reenact, with amendments, (3) (a) as follows: 30-10-421. Filing surcharge - definitions. (1) (b) Beginning July 1, 2004, and through June 30, 2017 DECEMBER 31, 2026, the county clerk and recorder shall collect a surcharge of one dollar for each document received for recording or filing in his or her office. The surcharge shall
(1) (b), (3) (b), and (6); add (1) (c); and recreate and reenact, with amendments, (3) (a) as follows: 30-10-421. Filing surcharge - definitions. (1) (b) Beginning July 1, 2004, and through June 30, 2017 DECEMBER 31, 2026, the county clerk and recorder shall collect a surcharge of one dollar for each document received for recording or filing in his or her office. The surcharge shall be in addition to any other fees permitted by statute.
(1) (b), (3) (b), and (6); add (1) (c); and recreate and reenact, with amendments, (3) (a) as follows: 30-10-421. Filing surcharge - definitions. (1) (b) Beginning July 1, 2004, and through June 30, 2017 DECEMBER 31, 2026, the county clerk and recorder shall collect a surcharge of one dollar for each document received for recording or filing in his or her office. The surcharge shall be in addition to any other fees permitted by statute. (c) BEGINNING JANUARY 1, 2017, AND THROUGH DECEMBER 31, 2026, the county clerk and recorder shall collect a surcharge of one dollar for each document received for recording or filing in his or her office. The surcharge shall be in addition to any other fees permitted by statute.
(1) (b), (3) (b), and (6); add (1) (c); and recreate and reenact, with amendments, (3) (a) as follows: 30-10-421. Filing surcharge - definitions. (1) (b) Beginning July 1, 2004, and through June 30, 2017 DECEMBER 31, 2026, the county clerk and recorder shall collect a surcharge of one dollar for each document received for recording or filing in his or her office. The surcharge shall be in addition to any other fees permitted by statute. (c) Beginning January 1, 2017, and through December 31, 2021, the county clerk and recorder shall collect the

SURCHARGE IS IN ADDITION TO ANY OTHER FEES PERMITTED BY STATUTE.

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1	(3) (a) A COUNTY CLERK AND RECORDER SHALL TRANSMIT
2	MONTHLY EACH SURCHARGE COLLECTED IN ACCORDANCE WITH
3	PARAGRAPH (c) OF SUBSECTION (1) OF THIS SECTION TO THE STATE
4	TREASURER, WHO SHALL CREDIT THE SAME TO THE ELECTRONIC
5	RECORDING TECHNOLOGY FUND CREATED IN SECTION 24-21-404, C.R.S.
6	ANY MONEY TRANSMITTED TO THE STATE TREASURER IS COLLECTED ON
7	BEHALF OF THE ELECTRONIC RECORDING TECHNOLOGY BOARD AND IS
8	EXCLUDED FROM THE COUNTY'S FISCAL YEAR SPENDING.
9	(b) The county clerk and recorder shall retain the proceeds of the
10	surcharge collected pursuant to paragraph (b) of subsection (1) of this
11	section. Such proceeds shall be utilized to defray the costs of
12	(I) establishing, maintaining, or improving, OR REPLACING an
13	electronic filing system. or
14	(II) Establishing, maintaining, or improving a core filing system.
15	(6) As used in this part 4, unless the context otherwise requires:
16	(a) "Core filing system" means the document management system
17	used by the clerk and recorder to comply with the statutory requirements
18	set forth in this part 4 related to paper documents received for recording
19	or filing in his or her office.
20	(b) "Electronic filing system" means the document management
21	system used by the clerk and recorder to comply with the statutory
22	requirements set forth in this part 4 related to FOR:
23	(I) Electronic documents received for recording or filing in his or
24	her office; AND
25	(II) PAPER DOCUMENTS RECEIVED FOR RECORDING OR FILING IN
26	THE CLERK AND RECORDER'S OFFICE THAT ARE CONVERTED FROM PAPER,
27	MICROFILM, OR MICROFICHE INTO AN ELECTRONIC FORMAT.

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1	(c) Trecessary improvements to the core fining system means any
2	change to the core filing system that is required in order to establish an
3	electronic filing system.
4	SECTION 6. In Colorado Revised Statutes, repeal 30-10-424 as
5	follows:
6	30-10-424. Uniform administration - secretary of state. (1) In
7	order to ensure uniformity among electronic filing systems, and in
8	addition to any other powers prescribed by law, the secretary of state shall
9	have the following powers to:
10	(a) Assist a county clerk and recorder in conducting an assessment
11	of the core filing system to identify necessary improvements to the core
12	filing system;
13	(b) Provide training to assist a clerk and recorder in establishing,
14	maintaining, or improving an electronic filing system;
15	(c) Provide training related to necessary improvements to the core
16	filing system;
17	(d) Repealed.
18	(e) Establish a statewide purchasing network for the acquisition
19	of hardware, software, and services related to an electronic filing system,
20	which shall include all eligible clerk and recorders, and, in connection
21	therewith:
22	(I) Establish eligibility requirements for the statewide purchasing
23	network;
24	(II) Issue requests for information or requests for proposals or use
25	any other standard vendor selection practices determined to be best suited
26	for selecting appropriate contractors for the statewide purchasing
27	network; and

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1	(III) Establish standards by which a county officer other than a
2	county clerk and recorder may voluntarily become part of the statewide
3	purchasing network for the acquisition of hardware, software, and
4	services related to the administration of the duties for his or her office;
5	(f) Promulgate rules that establish:
6	(I) Standards for necessary improvements to the core filing
7	systems;
8	(II) Standards for all electronic filing systems, including but not
9	limited to a minimum standard for integration and coordination of
10	information between counties and the methods by which the clerk and
11	recorder will accept payment of fees for electronic filings; and
12	(III) Repealed.
13	(g) Promulgate any other rules necessary to administer the
14	provisions of this section or section 30-10-421.
15	SECTION 7. Appropriation. For the 2016-17 state fiscal year,
16	\$5,289 is appropriated to the department of state for use by the
17	administration division. This appropriation is from the department of state
18	cash fund created in section 24-21-104 (3) (b), C.R.S., and is based on an
19	assumption that the division will require an additional 0.1 FTE. To
20	implement this act, the division may use this appropriation for personal
21	services.
22	SECTION 8. Safety clause. The general assembly hereby finds,
23	determines, and declares that this act is necessary for the immediate
24	preservation of the public peace, health, and safety.

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