Second Regular Session Seventy-first General Assembly STATE OF COLORADO

REVISED

This Version Includes All Amendments Adopted on Second Reading in the Second House

LLS NO. 18-1069.01 Jery Payne x2157

SENATE BILL 18-255

SENATE SPONSORSHIP

Tate,

HOUSE SPONSORSHIP

Arndt and Hooton,

Senate Committees
Business, Labor, & Technology

House Committees

Transportation & Energy

A BILL FOR AN ACT

101 CONCERNING THE USE OF ELECTRONIC FORMATS IN THE ISSUANCE OF 102 CERTIFICATES OF TITLE FOR VEHICLES.

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://leg.colorado.gov.)

Current law provides that a record may not be denied effect merely because it is electronic. The bill clarifies that this applies to documents needed to obtain a certificate of title and electronic signatures. The bill also clarifies that a written power of attorney is not needed merely because a record, document, or signature is in an electronic form.

HOUSE Amended 2nd Reading May 7, 2018

SENATE rd Reading Unamended April 26, 2018

SENATE Amended 2nd Reading April 25, 2018

Shading denotes HOUSE amendment. <u>Double underlining denotes SENATE amendment.</u>

Capital letters or bold & italic numbers indicate new material to be added to existing statute.

Dashes through the words indicate deletions from existing statute.

| 1 | Be it enacted by the General Assembly of the State of Colorado: |
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| 2 | SECTION 1. In Colorado Revised Statutes, 42-6-102, amend |
| 3 | (18); and repeal (5)(b) as follows: |
| 4 | 42-6-102. Definitions. As used in this part 1, unless the context |
| 5 | otherwise requires: |
| 6 | (5) (b) A record covered by this article may not be denied legal |
| 7 | effect, validity, or enforceability solely because it is in the form of an |
| 8 | electronic record. Except as otherwise provided in this article, if a rule of |
| 9 | law requires a record to be in writing or provides consequences if it is not, |
| 10 | an electronic record satisfies that rule of law. |
| 11 | (18) (a) "Signature" means either a written signature or an |
| 12 | electronic signature. |
| 13 | (b) "ELECTRONIC SIGNATURE" HAS THE SAME MEANING AS SET |
| 14 | FORTH IN SECTION 24-71-101. |
| 15 | SECTION 2. In Colorado Revised Statutes, 42-6-109, add with |
| 16 | amended and relocated provisions (3) as follows: |
| 17 | 42-6-109. [Formerly 42-6-102 (5)(b)] Sale or transfer of |
| 18 | vehicle. (3) (a) A record covered by this article 6, INCLUDING A |
| 19 | CERTIFICATE OF TITLE, A DOCUMENT NECESSARY TO ISSUE A CERTIFICATE |
| 20 | OF TITLE, OR A SIGNATURE ON THE RECORD OR DOCUMENT may not be |
| 21 | denied legal effect, validity, or enforceability solely because it is in the |
| 22 | form of an electronic record, DOCUMENT, OR SIGNATURE. Except as |
| 23 | otherwise provided in this article 6, if a rule of law requires a record to be |
| 24 | in writing or provides consequences if it is not, an electronic record |
| 25 | satisfies that rule of law. |
| 26 | (b) FOR A RECORD, DOCUMENT, OR SIGNATURE TO BE LEGALLY |

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| 1 | EFFECTIVE, VALID, OR ENFORCEABLE, A PERSON NEED NOT OBTAIN A |
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| 2 | WRITTEN POWER OF ATTORNEY SOLELY BECAUSE THE RECORD, |
| 3 | DOCUMENT, OR SIGNATURE IS IN AN ELECTRONIC FORM. |
| 4 | (c) This subsection (3) applies to and in a court of law. |
| 5 | (d) This subsection (3) does not require the department to |
| 6 | IMPLEMENT A SYSTEM TO ELECTRONICALLY ACCEPT RECORDS, |
| 7 | DOCUMENTS, OR SIGNATURES. |
| 8 | SECTION 3. In Colorado Revised Statutes, amend as added by |
| 9 | House Bill 18-1299 42-1-234 as follows: |
| 10 | 42-1-234. Electronic records, documents, and signatures. A |
| 11 | record covered by article 3 or 6 of this title 42, including a certificate of |
| 12 | title, a document necessary to issue a certificate of title, or a signature on |
| 13 | the record or document, may not be denied legal effect, validity, or |
| 14 | enforceability solely because it is in the form of an electronic record, |
| 15 | document, or signature. Except as otherwise provided in article 3 or 6 of |
| 16 | this title 42, if a rule of law requires a record to be in writing or provides |
| 17 | consequences if it is not, an electronic record satisfies that rule of law. |
| 18 | This section applies to and in a court of law. FOR A RECORD, DOCUMENT, |
| 19 | OR SIGNATURE TO BE LEGALLY EFFECTIVE, VALID, OR ENFORCEABLE, A |
| 20 | PERSON NEED NOT OBTAIN A WRITTEN POWER OF ATTORNEY SOLELY |
| 21 | BECAUSE THE RECORD, DOCUMENT, OR SIGNATURE IS IN AN ELECTRONIC |
| 22 | FORM. |
| 23 | SECTION 4. Act subject to petition - effective date. (1) Except |
| 24 | as provided in subsection (2) of this section, this act takes effect at 12:01 |
| 25 | a.m. on the day following the expiration of the ninety-day period after |
| 26 | final adjournment of the general assembly (August 8, 2018, if |
| 27 | adjournment sine die is on May 9, 2018); except that, if a referendum |

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petition is filed pursuant to section 1 (3) of article V of the state constitution against this act or an item, section, or part of this act within such period, then the act, item, section, or part will not take effect unless approved by the people at the general election to be held in November 2018 and, in such case, will take effect on the date of the official declaration of the vote thereon by the governor.

(2) Section 3 of this act takes effect only if House Bill 18-1299

(2) Section 3 of this act takes effect only if House Bill 18-1299 becomes law, in which case section 3 takes effect upon the effective date of House Bill 18-1299.

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