A BILL FOR AN ACT

CONCERNING A REQUIREMENT THAT THE COUNTY TREASURER IN
SPECIFIED COUNTIES SERVE AS THE PUBLIC TRUSTEE FOR THE
COUNTY.

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.)

Public trustees for Class 2 counties (Adams, Arapahoe, Boulder, Douglas, El Paso, Jefferson, Larimer, Mesa, Pueblo, and Weld) are currently appointed by the governor. Commencing July 1, 2020, the bill specifies that the county treasurer for each Class 2 county will serve as the public trustee for the county. The county treasurer is required to create
a transition plan for assuming the new duties of the public trustee. The county treasurer is authorized to consider incorporating staff of the appointed trustee's office into the treasurer's office.

Be it enacted by the General Assembly of the State of Colorado:

SECTION 1. In Colorado Revised Statutes, 38-37-102, amend (1) and (2) as follows:

38-37-102. Appointment - bond - office. (1) (a) PRIOR TO JULY 1, 2020, the governor shall appoint a public trustee in and for each of the counties of the second class. All appointments of public trustees BY THE GOVERNOR in and for counties of the second class shall be for terms of four years; with the first such term beginning on February 1, 1991 EXCEPT THAT THE TERM OF A PUBLIC TRUSTEE IN AND FOR ANY COUNTY OF THE SECOND CLASS APPOINTED ON OR AFTER JANUARY 1, 2019, SHALL BE FOR A TERM THAT TERMINATES ON JUNE 30, 2020. If the office of public trustee in and for any county of the second class should become vacant PRIOR TO JULY 1, 2020, the governor shall appoint a successor to complete the four-year term. NOTWITHSTANDING ANY OTHER PROVISION OF THIS SECTION, THE GOVERNOR MAY APPOINT THE TREASURER OF A COUNTY IN WHICH A VACANCY OCCURS AS A SUCCESSOR TO COMPLETE THE TERM OF A PUBLIC TRUSTEE APPOINTED BY THE GOVERNOR. WHEN APPOINTING A PERSON OTHER THAN A COUNTY TREASURER, the governor shall appoint as public trustees only those persons who have at least a four-year college degree and five years' administrative or business experience or, in the alternative, ten years' administrative or business experience. Any person so appointed public trustee shall serve at the pleasure of the governor. Every person so other THAN A COUNTY TREASURER appointed AS public trustee in counties of the
second class shall, before entering upon the duties of such office, execute a surety bond issued by a company authorized to issue such bonds in the state of Colorado, in the sum of twenty-five thousand dollars, conditioned that the person so appointed as public trustee will well and faithfully execute the duties of such office; and such public trustee shall promptly account for and pay over to such persons as are entitled thereto all money and other valuables that come into such person's hands as public trustee.

(b) In November of 2021, each county of the second class shall provide a copy of the most recent report prepared pursuant to section 38-37-104 (3) to the Department of Local Affairs. The Department of Local Affairs shall compile the reports of the counties and present them to the House Transportation and Local Government Committee and the Senate Local Government Committee, or their successor committees, by January 1, 2022.

(2) (a) Prior to July 1, 2020, the county treasurer shall be the public trustee in each of the counties other than those of the first and second classes, and of the third class. On and after July 1, 2020, the county treasurer shall be the public trustee in each of the counties of the second and third class. Prior to commencing service as a public trustee in July 2020, each treasurer in a county of the second class shall create a written transition plan for assuming the new duties of the office. The transition plan must describe the anticipated staffing needs and budget impacts on the office and specify how the office will address those needs and impacts. In creating the transition plan, the
TREASURER MAY CONSIDER ANY PERTINENT STUDIES OR REPORTS ON THE
CONDUCT OF THE PUBLIC TRUSTEE'S OFFICE IN ORDER TO BETTER
UNDERSTAND THE SCOPE AND DETAIL OF THE WORK. IN CREATING THE
TRANSITION PLAN, THE TREASURER MAY ALSO CONSULT WITH THE
CURRENT PUBLIC TRUSTEE AND THE PUBLIC TRUSTEE'S STAFF ON ISSUES
RELATED TO THE TRUSTEE'S FUNCTIONS AND HOW TO BEST TRANSITION
THE POWERS AND DUTIES OF THE TRUSTEE TO THE TREASURER'S OFFICE.
THE TREASURER SHALL POST THE TRANSITION PLAN ON THE COUNTY'S
WEBSITE NOT LESS THAN SIXTY DAYS PRIOR TO ASSUMING THE DUTIES OF
THE PUBLIC TRUSTEE. UPON COMMENCING SERVICE AS A PUBLIC TRUSTEE
IN JULY 2020, EACH TREASURER OF A COUNTY OF THE SECOND CLASS
SHALL CONSIDER ANY STAFFING NEEDS ASSOCIATED WITH ASSUMING THE
DUTIES OF PUBLIC TRUSTEE AND MAY CONSIDER HIRING EXISTING STAFF
FROM THE PREVIOUS APPOINTED PUBLIC TRUSTEE'S OFFICE, INCLUDING THE
PRIOR PUBLIC TRUSTEE, TO THE EXTENT IT IS PRACTICABLE AND THE
TREASURER FINDS IT NECESSARY TO AUGMENT STAFF IN THE TREASURER'S
OFFICE TO MEET THE OBLIGATIONS OF SERVING AS PUBLIC TRUSTEE. THE
COUNTY TREASURER OF A COUNTY OF THE SECOND CLASS SHALL CONFER
WITH THE BOARD OF COUNTY COMMISSIONERS AS PART OF THE ANNUAL
BUDGET DEVELOPMENT PROCESS BY THE COUNTY ON ANY ADDITIONAL
STAFFING NEEDS THAT ARE REQUIRED TO ACCOMMODATE ANY
ADDITIONAL PUBLIC TRUSTEE FUNCTIONS PERFORMED BY THE OFFICE OF
THE TREASURER.

(b) Each such county treasurer as public trustee shall execute a
surety bond issued by a company authorized to issue such bonds in the
state of Colorado in the sum of ten thousand dollars, to be approved by
the county commissioners of the county, conditioned that such person will
well and faithfully perform the duties of public trustee and properly
account for and pay over to such persons as are entitled thereto all
moneys and other valuables that come into such person's hands as public
trustee. In counties wherein the county treasurer is the public trustee, as
provided in this subsection (2), such person shall conduct the duties of
public trustee at the office of the county treasurer; and, in counties of the
first and second classes wherein the county treasurer is not the
public trustee, the public trustee shall maintain an office and regular
place of business for the performance of the public trustee's official
duties. and, In all cases, the office of the public trustee shall be kept open
for the transaction of business during ordinary county business hours
each day, except Saturdays, Sundays, and legal holidays.

SECTION 2. In Colorado Revised Statutes, 38-37-104, amend
(2)(b.5) and (5); and add (2)(b.3)(V) as follows:

38-37-104. Duties of public trustees - fees, expenses, and
salaries - reports - repeal. (2) (b.3) (V) For public trustees in
counties of the second class wherein the county treasurer
serves as the public trustee, the salary shall be fixed at twelve
thousand five hundred dollars per annum.

(b.5) (a) Prior to July 1, 2020, public trustees in counties of the
second class whose terms begin on or after January 1, 2003, appointed
by the governor may collect benefits in addition to their salary that do
not exceed benefits received by other elected county officers within their
county.

(b) This subsection (2)(b.5) is repealed, effective July 1,
2020.

(5) (a) Any person other than a county treasurer serving as
a public trustee who has been appointed by the governor shall report to
the governor at such times and on such matters as the governor may
require.

(b) THIS SUBSECTION (5) IS REPEALED, EFFECTIVE JULY 1, 2020.

SECTION 3. Act subject to petition - effective date. This act
takes effect at 12:01 a.m. on the day following the expiration of the
ninety-day period after final adjournment of the general assembly (August
2, 2019, if adjournment sine die is on May 3, 2019); except that, if a
referendum 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 2020 and, in such case, will take effect on the date of the
official declaration of the vote thereon by the governor.