

VIRGINIA ACTS OF ASSEMBLY — CHAPTER

An Act to amend and reenact § 14.1-125.2 of the Code of Virginia, to amend and reenact the second enactment of Chapter 431 of the 1996 Acts of Assembly, and to provide for a task force to develop plans to upgrade land-records management technology, all relating to fees assessed by circuit court clerks for information technology.

[H 2579]

Approved

Be it enacted by the General Assembly of Virginia:**1. That § 14.1-125.2 of the Code of Virginia is amended and reenacted as follows:**

§ 14.1-125.2. Additional fee to be assessed by circuit court clerks for information technology.

A. In addition to the fees otherwise authorized by this chapter, the clerk of each circuit court shall assess a three-dollar fee, known as the "Technology Trust Fund Fee," in each law and chancery action, upon each instrument to be recorded in the deed books, and upon each judgment to be docketed in the judgment lien docket book. Such fee shall be deposited by the State Treasurer into a trust fund. The State Treasurer shall maintain a record of such deposits.

B. Two dollars of every three-dollar fee shall be allocated by the Compensation Board from the trust fund for the purposes of: (i) obtaining office *automation* and information technology equipment, including software and conversion services; (ii) preserving, maintaining and enhancing court records, including, but not limited to, the costs of repairs, maintenance, service contracts and system upgrades; *which may include, but not necessarily be limited to, a digital imaging system* and (iii) improving public access to court records. The Compensation Board in consultation with the circuit court clerks shall develop policies governing the allocation of funds for these purposes. In allocating funds, the Compensation Board ~~shall may~~ consider the current automation of the clerks' offices and the recommendations made in ~~any study conducted by the Department of Information Technology (the "Department")~~ the 1996 report by the Joint Legislative Audit and Review Commission ("JLARC") regarding automation of the circuit court clerks' offices. *Except for improvements as provided in subsection E, such policies shall require a clerk to submit to the Compensation Board a written certification from the Council on Information Management that the clerk's proposed technology improvements will be compatible with a system to provide statewide remote access to land records in accordance with the recommendations of JLARC and the Task Force on Land Records Management (the "Task Force") established by the Council on Information Management.*

The annual budget submitted by each circuit court clerk pursuant to § 14.1-50 ~~shall may~~ include a request for technology improvements in the upcoming fiscal year to be allocated by the Compensation Board from the trust fund. Such request shall not exceed the deposits into the trust fund credited to that locality. The Compensation Board shall allocate the funds requested by the clerks in an amount not to exceed the deposits into the trust fund credited to their respective localities.

C. The remaining one dollar of each such fee ~~shall may~~ be allocated by the Compensation Board from the trust fund for the purposes of (i) funding studies by the Department to ~~design a remote-access system, accessible to end-users on a uniform, statewide basis, which interfaces with the multiple systems used by the circuit court clerks' offices, to determine uniform, statewide implementation strategies, and allocations to circuit court clerks and a budget for the remote-access system and to establish guidelines for additional fees, such as hook-up fees, connect-time charges, and transaction fees, to be charged by the circuit court clerks for such remote access; and (ii) implementing the remote-access system developed by the Department pursuant to its study. In conducting its study, the Department shall receive input from circuit court clerks, attorneys, bankers, appraisers, title companies, realtors, and other end-users of such instruments and judgments~~ Task Force; (ii) *funding studies by the Department of Information Technology or other public or private organizations to develop individual land-records automation plans for individual circuit court clerks' offices; and (iii) implementing the plan to modernize land records in individual circuit court clerk's offices and provide remote access to land records throughout the Commonwealth.*

D. Such fee shall not be assessed to any instrument to be recorded in the deed books nor any judgment to be docketed in the judgment lien docket books tendered by any federal, state or local government.

E. *Notwithstanding any other provisions of this chapter, each circuit court clerk may apply to the Compensation Board for an allocation from the Technology Trust Fund for automation and technology improvements for any one or more of the following: (i) equipment and services to convert paper,*

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57 microfilm, or similar documents to a digital image format, (ii) the conversion of information into a
 58 format which will accommodate remote access, and (iii) the law and chancery division of his office.
 59 However, allocations for (iii) above shall not exceed the pro rata share of the collections of the
 60 three-dollar fee relative to the chancery and law actions filed in the jurisdiction as provided in this
 61 section.

62 ~~E.~~ F. Information regarding the technology programs adopted by the circuit court clerks shall be
 63 shared with the Department of Information Technology, the State Library of Virginia, and the Office of
 64 the Executive Secretary of the Supreme Court.

65 ~~F.~~ G. Nothing in this section shall be construed to diminish the duty of local governing bodies to
 66 furnish supplies and equipment to the clerks of the circuit courts pursuant to § 15.1-19. Revenue raised
 67 as a result of this section shall in no way supplant current funding to circuit court clerks' offices by
 68 local governing bodies.

69 **2. That the second enactment of Chapter 431 of the 1996 Acts of Assembly is amended and**
 70 **reenacted as follows:**

71 2. That the provisions of this act shall expire on July 1, 1997 1998.

72 **3. § 1. The Director of the Council on Information Management shall establish the Task Force on Land**
 73 **Records Management (the "Task Force"). The Task Force shall develop a plan to modernize land**
 74 **records in individual circuit court clerk's offices and provide remote access to land records throughout**
 75 **the Commonwealth. Such plan shall not include any provision which incorporates the proposal for a**
 76 **statewide central record-keeping system recommended by the 1996 study conducted by the Department**
 77 **of Information Technology. The Task Force shall consist of nine voting members, appointed by the**
 78 **Director, and three non-voting members. Four of the voting members shall be circuit court clerks**
 79 **nominated by the Virginia Court Clerks Association. The other five voting members shall be appointed**
 80 **from the following: commissioners of the revenue; land-records users from local governments; and other**
 81 **users of land records such as real estate attorneys, real estate brokers and salespersons, title examiners,**
 82 **and land surveyors. One of the non-voting members shall be a member of the staff of the Supreme Court**
 83 **of Virginia; one shall be a member of the staff of the Library of Virginia; and one shall be a member of**
 84 **the staff of the Compensation Board.**

85 § 2. The Task Force shall submit an interim report to the Governor and the Chairmen of the House
 86 Appropriations and Senate Finance Committees by September 1, 1997, which report shall define the
 87 concept of land-records management and make recommendations regarding the format, content, and
 88 technology standards for land records.

89 § 3. The Task Force shall submit a final report to the Governor and the Chairmen of the House
 90 Appropriations and Senate Finance Committees by January 1, 1998, which report shall include an
 91 inventory of automated land-records technology in circuit court clerks' offices, provide recommendations
 92 for the future automation of land records in individual circuit court clerk's offices, recommend policies
 93 for the Compensation Board to follow in allocating funds appropriated from the Technology Trust Fund,
 94 and address user fees charged for access to land records.

95 § 4. The Compensation Board may contract with the Department of Information Technology or
 96 private contractors to prepare, at the request of the respective circuit court clerk, individual
 97 land-records automation plans for each circuit court clerk's office. Such plans shall be developed in
 98 concert with the findings and recommendations of the Task Force. Each plan shall address the extent of
 99 technology in each office; establish objectives to allow for optical disk imaging and the remote access to
 100 land records; identify actions to achieve the objectives; and provide recommendations as to the
 101 appropriate equipment and services necessary to facilitate these actions, and their associated costs and
 102 implementation schedules.

103 **4. Except as permitted in subsections C and E of § 14.1-125.2 on the effective date of this act, the**
 104 **Compensation Board shall not allocate funds from the Technology Trust Fund prior to May 1,**
 105 **1998.**