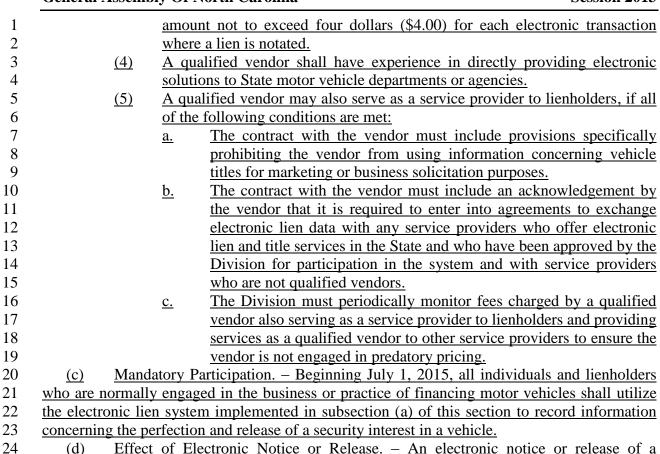
GENERAL ASSEMBLY OF NORTH CAROLINA SESSION 2013

H 2

HOUSE BILL 621 Committee Substitute Favorable 5/8/13

Short Title: Elect	ronic Vehicle Lien/Title.	(Public)
Sponsors:		
Referred to:		
April 10, 2013		
STATEWIDE IS AND RELEASE The General Assemble SECTION a new section to read		THE NOTIFICATION E OF TITLE DATA.
statewide electronic interests and certific paper documents o qualified vendor or	ntation. — By no later than July 1, 2014, the Division system to process the notification, release, and the eate of title data where a lien is notated through electherwise required by this Chapter. The Division vendors to implement this statewide electronic lien in Standards for Vendor or Vendors. — When con	I maintenance of security extronic means instead of n shall contract with a system.
vendor or vendors to implement the system required in subsection (a) of this section, the		
<u>Division shall set the following minimum standards:</u> (1) The Division shall issue a competitive request for proposal to assess the		
<u>q</u> <u>o</u> <u>a</u> l <u>e</u>	ualifications of any vendor or vendors responsible and reserve the right to receive input regarding lectronic lien system from parties that do not recoposal to establish and operate an electronic lien system.	for the establishment and stem. The Division may g specifications for the espond to a request for
(2) A p D as	any contract entered into with a vendor shall included ayable by the Division to the vendor. The vendor shall included in the vendor of the ve	dor shall reimburse the entation costs directly
(3) U o li p cu el th	Jpon implementation of the electronic lien system per f this section, the qualified vendor or vendors nenholders and their agents a per-transaction feer ricing in an amount not to exceed three dollars are osts associated with the development and ongoin electronic lien system. To recover their costs, particular agents may charge the borrower of a motor vehicle an automotive lease an amount equal to the transaction.	nay charge participating consistent with market and fifty cents (\$3.50) for a administration of the icipating lienholders and nicle loan or the lessee of





- (d) Effect of Electronic Notice or Release. An electronic notice or release of a security interest made through the electronic system implemented pursuant to subsection (a) of this section shall have the same force and effect as a notice or release on a paper document provided under G.S. 20-58 through G.S. 20-58.8.
- (e) Rules. The Division shall adopt rules implementing the provisions of this section." **SECTION 2.** Prior to the statewide implementation of the electronic lien system pursuant to G.S. 20-58.4A, the Division, along with one or more qualified vendors and up to five lienholders, may conduct a pilot program of the electronic lien system for a period of up to 90 days.
- **SECTION 3.** By no later than October 1, 2013, the Division shall report to the Chairs of the Joint Legislative Transportation Oversight Committee on the status of the implementation of the electronic lien system pursuant to G.S. 20-58.4A. The report shall include, at a minimum, the costs, benefits, and feasibility of implementing a statewide electronic lien system.

SECTION 4. This act is effective when it becomes law.

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