Introduced by Senator Hughes

February 21, 1995

An act to add Section 27388 to the Government Code, relating to recordation fees, and making an appropriation therefor.

LEGISLATIVE COUNSEL'S DIGEST

SB 537, as introduced, Hughes. Recordation fees.

Existing law requires the county recorder, upon payment of proper fees and taxes, to accept for recordation any instrument, paper, or notice that is authorized or required by law to be recorded.

This bill would provide that in addition to other recording fees, upon the adoption of a resolution by the county board of supervisors, a fee of \$1 shall be paid at the time of recording of every instrument, paper, or notice, as specified. The bill would require the fees collected to be paid to the Controller, and would specify that the fees are continuously appropriated to district attorneys and local law enforcement agencies for the purpose of determining, investigating, and prosecuting real estate fraud crimes.

Vote: $\frac{2}{3}$. Appropriation: yes. Fiscal committee: yes. State-mandated local program: no.

The people of the State of California do enact as follows:

- 1 SECTION 1. Section 27388 is added to the 2 Government Code, to read:
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27388. (a) In addition to any other recording fees 1 specified in this code, upon the adoption of a resolution by the county board of supervisors, a fee of one dollar (\$1) shall be paid at the time of recording of every instrument, paper, or notice required or permitted by law to be recorded within that county, except those expressly exempted from payment of recording fees. The fees, after deduction of any incidental administrative costs incurred by the county in carrying out this section, shall be paid 10 quarterly to the Controller.

- (b) Notwithstanding Section 13340 of the 12 Government Code, the money paid to the Controller is continuously appropriated, without regard to fiscal years, 14 for the administrative costs of the Controller, and for disbursement by the Controller to each county which has adopted a resolution pursuant to subdivision (a), based upon the number of documents recorded for an address within that county.
- (c) Money allocated to a county shall be expended to 20 fund programs to enhance the capacity of local police and prosecutors to deter, investigate, and prosecute real 22 estate fraud crimes. After incidental expenses, 60 percent of those funds shall be distributed to district attorneys and 40 percent of those funds to local law enforcement agencies. The funds distributed shall be expended for the exclusive purpose of deterring, investigating, prosecuting real estate fraud crimes.
- (d) Any funds received by a county pursuant to this 29 section that are not expended to deter, investigate, or prosecute real estate crimes within the following fiscal 31 year shall be returned to the Controller, to be disbursed to counties that have adopted resolutions pursuant to this section or to the Department of Real Estate for the of deterring, 34 exclusive purpose investigating, prosecuting real estate fraud crimes. A district attorney's 36 office or a local law enforcement agency that has undertaken investigations and prosecutions which continue into a subsequent program year may receive nonexpended funds not exceeding 25 percent to the total annual funding from the previous fiscal year.

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1 (e) No money collected pursuant to this section shall 2 be expended to offset a reduction in any other source of 3 funds.