GENERAL ASSEMBLY OF NORTH CAROLINA SESSION 2025

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H.B. 361 Mar 10, 2025 HOUSE PRINCIPAL CLERK

HOUSE BILL DRH30173-NOa-4

Short Title:	Funds to Fight Deed and Title Fraud.	(Public)
Sponsors:	Representative Reives.	
Referred to:		

A BILL TO BE ENTITLED

AN ACT TO APPROPRIATE FUNDS FOR TRAINING AND TECHNOLOGY UPGRADES TO PREVENT AND DETER DEED AND TITLE FRAUD.

The General Assembly of North Carolina enacts:

5 **SECTION 1.** Notwithstanding G.S. 143C-5-2, there is appropriated from the 6 General Fund to the Department of the Secretary of State the sum of one million eight hundred 7 thousand dollars (\$1,800,000) in nonrecurring funds for the 2025-2026 fiscal year to be used in 8 collaboration with the North Carolina Association of Registers of Deeds to provide antifraud 9 training for employees of county register of deeds offices. The Department of the Secretary of 10 State, in conjunction with the North Carolina Association of Registers of Deeds, may use an 11 amount not exceeding ten percent (10%) of the funds appropriated in this section for 12 administrative costs.

13 **SECTION 2.** Notwithstanding G.S. 143C-5-2, there is appropriated from the 14 General Fund to the Department of Justice the sum of five hundred thousand dollars (\$500,000) 15 in nonrecurring funds for the 2025-2026 fiscal year to be used to create and launch a statewide 16 public awareness campaign on fraud relating to real property.

17 SECTION 3. Notwithstanding G.S. 143C-5-2, there is appropriated from the 18 General Fund to the Department of Information Technology the sum of thirty million dollars 19 (\$30,000,000) in nonrecurring funds for the 2025-2026 fiscal year to be used to provide 20 need-based grants to the county register of deeds offices, said grants to be used in accordance 21 with this section. The Department of Information Technology may award grants to the county 22 register of deeds offices for a total amount not exceeding forty percent (40%) of the funds 23 appropriated in this section to be used by the county register of deeds offices to purchase scanning 24 equipment and provide for the digitization and storing of records kept by that office, including, 25 but not limited to, identification cards, passports, and other forms of identification. The Department of Information Technology may award grants to the county register of deeds offices 26 27 for a total amount not exceeding fifteen percent (15%) of the funds appropriated in this section 28 to be used by the county register of deeds offices for the purchase of software upgrades. The 29 Department of Information Technology may award grants to the county register of deeds offices for a total amount not exceeding ten percent (10%) of the funds appropriated in this section to be 30 31 used by the county register of deeds offices to procure cloud storage and backup. The Department 32 of Information Technology may award grants to the county register of deeds offices for a total 33 amount not exceeding ten percent (10%) of the funds appropriated in this section to be used by 34 the county register of deeds offices for the purpose of enhancing the digital security of those 35 offices. The Department of Information Technology may award grants to the county register of deeds offices for a total amount not exceeding eight percent (8%) of the funds appropriated in 36



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this section to be used by the county register of deeds offices for the purpose of training staff. 1 2 The Department of Information Technology may award grants to the county register of deeds 3 offices for a total amount not exceeding fifteen percent (15%) of the funds appropriated in this 4 section to be used by the county register of deeds offices for network and hardware 5 improvements, including network improvements that would allow for better communication or 6 integration with the networks and systems maintained by the Secretary of State's Office and 7 municipal tax offices. The Department of Information Technology may use an amount not 8 exceeding two percent (2%) of the funds appropriated in this section for administrative costs. 9 The Department of Information Technology shall develop criteria and an application process for 10 the grants funded by this section.

SECTION 4. Notwithstanding G.S. 143C-5-2, there is appropriated from the General Fund to the Department of Information Technology the sum of one million dollars (\$1,000,000) in nonrecurring funds for the 2025-2026 fiscal year to be used to provide need-based grants to county register of deeds offices that do not have a fraud detection alert system in place as of the effective date of this section. The Department of Information Technology shall develop a process by which county register of deeds offices may apply for the

17 grants funded by this section.

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SECTION 5. This act becomes effective July 1, 2025.