



COLORADO
Department of
Regulatory Agencies
Division of Banking

August 28, 2020

**STATE BANKING BOARD
RULE 3-CCR 701-4 PDP7
PERTAINING TO TITLE 11, ARTICLE 10.5, SECTION 109(1)
COLORADO REVISED STATUTES**

STATEMENT OF BASIS, PURPOSE AND SPECIFIC AUTHORITY

Statutory Basis

The statutory basis for Banking Board Rule 3-CCR 701-4 PDP7 is found in Section 11-10.5-109(1) of the Colorado Revised Statutes (C.R.S.).

Purpose of this Rulemaking

The purpose of this rulemaking is to amend 3-CCR 701-4 PDP7 to eliminate the notary requirement and to affirm the use of electronic signatures on the Monthly Public Depository Liability Report.

In March 2019, the United States and the State of Colorado declared a national and state emergency respectively in response to the COVID-19 Pandemic. Financial institutions nationwide were affected and many adopted procedures to comply with local, state and national restrictions. Due to the nature of the pandemic and the restrictions it imposed, it was apparent compliance with certain requirements of 3-CCR 701-4 PDP7 were difficult or infeasible. Therefore, on March 31, 2020, and July 28, 2020, the Colorado State Banking Board adopted an Emergency Rule, temporarily waiving the notary requirement on the Monthly Public Depository Liability Report. The proposed amendment is a permanent adoption of the emergency rule in addition to affirming the use of electronic signatures.

The proposed rule language is as follows:

- (C) SHALL READ: A signed (electronic signatures are acceptable) statement shall accompany the Monthly Public Depository Liability Report, certifying that the report is true and correct and that at the close of each business day during the previous month the eligible public depository had sufficient collateral pledged to secure all uninsured public deposits in accordance with the collateralization levels required under the Public Deposit Protection Act and Banking Board's Rule PDP5.

Rulemaking Authority

- 11-101-102. Declaration of policy.
11-102-104. Powers and duties of the banking board.

