

**GENERAL ASSEMBLY OF NORTH CAROLINA
SESSION 2001**

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**SENATE BILL 1054
Judiciary I Committee Substitute Adopted 9/10/01
Finance Committee Substitute Adopted 11/13/01
House Committee Substitute Favorable 7/29/02
House Committee Substitute #2 Favorable 8/22/02
Sixth Edition Engrossed 9/24/02
House Committee Substitute #3 Favorable 9/25/02
Eighth Edition Engrossed 9/26/02**

Short Title: Judicial Campaign Reform Act.

(Public)

Sponsors:

Referred to:

April 5, 2001

A BILL TO BE ENTITLED

1 AN ACT TO ESTABLISH A NONPARTISAN METHOD OF ELECTING SUPREME
2 COURT JUSTICES AND COURT OF APPEALS JUDGES BEGINNING IN 2004;
3 TO SET \$1,000 CONTRIBUTION LIMITS (\$2,000 FROM FAMILY MEMBERS)
4 FOR JUDICIAL CAMPAIGNS BEGINNING IN 2004; TO ESTABLISH A
5 PUBLIC CAMPAIGN FINANCING FUND THAT PROVIDES APPELLATE
6 JUDICIAL CANDIDATES WHO AGREE TO CONTRIBUTION AND
7 EXPENDITURE RESTRICTIONS WITH AN ALTERNATIVE MEANS OF
8 FINANCING THEIR CAMPAIGNS BEGINNING IN 2004; TO SAFEGUARD
9 CANDIDATES WHO OPT TO USE THAT SYSTEM BY PROHIBITING
10 CERTAIN CONTRIBUTIONS TO THEIR OPPONENTS DURING THE
11 TWENTY-ONE DAYS BEFORE AN ELECTION AND BY PROVIDING
12 RESCUE MONEY WHEN THEY FACE LARGE EXPENDITURES BY
13 OPPONENTS OR LARGE INDEPENDENT EXPENDITURES; TO PROVIDE A
14 JUDICIAL VOTER GUIDE TO BE FINANCED BY THE FUND; TO PROVIDE
15 THAT THE FUND SHALL BE ADMINISTERED BY THE STATE BOARD OF
16 ELECTIONS ASSISTED BY AN ADVISORY COUNCIL; AND TO PROVIDE
17 THAT THE FUND SHALL BE FINANCED BY METHODS INCLUDING A
18 POSITIVE \$3 CHECK-OFF ON THE NORTH CAROLINA INCOME TAX AND
19 A \$50 CONTRIBUTION BY ATTORNEYS WHEN THEY PAY THEIR
20 PRIVILEGE LICENSE TAX.
21

22 The General Assembly of North Carolina enacts:

23 **SECTION 1.** Chapter 163 of the General Statutes is amended by adding a

1 new Article to read:

2 "Article 22D.

3 "The North Carolina Public Campaign Financing Fund.

4 **"§ 163-278.61. Purpose of the North Carolina Public Campaign Financing Fund.**

5 The purpose of this Article is to ensure the fairness of democratic elections in North
6 Carolina and to protect the constitutional rights of voters and candidates from the
7 detrimental effects of increasingly large amounts of money being raised and spent to
8 influence the outcome of elections, those effects being especially problematic in
9 elections of the judiciary, since impartiality is uniquely important to the integrity and
10 credibility of the courts. Accordingly, this Article establishes the North Carolina Public
11 Campaign Financing Fund as an alternative source of campaign financing for candidates
12 who demonstrate public support and voluntarily accept strict fund-raising and spending
13 limits. This Article is available to candidates for justice of the Supreme Court and judge
14 of the Court of Appeals in elections to be held in 2004 and thereafter.

15 **"§ 163-278.62. Definitions.**

16 The following definitions apply in this Article:

- 17 (1) Board. – The State Board of Elections.
- 18 (2) Candidate. – An individual who becomes a candidate as described in
19 G.S. 163-278.6(4). The term includes a political committee authorized
20 by the candidate for that candidate's election.
- 21 (3) Certified candidate. – A candidate running for office who chooses to
22 receive campaign funds from the Fund and who is certified under G.S.
23 163-278.64(c).
- 24 (4) Contested primary and contested general election. – An election in
25 which there are more candidates than the number to be elected. A
26 distribution from the Fund pursuant to this Article is not a
27 'contribution' and is not subject to the limitations of G.S. 163-278.13
28 or the prohibitions of G.S. 163-278.15 or G.S. 163-278.19.
- 29 (5) Contribution. – Defined in G.S. 163-278.6. A distribution from the
30 Fund pursuant to this Article is not a 'contribution' and is not subject to
31 the limitations of G.S. 163-278.13 or the prohibitions of G.S.
32 163-278.15 or 163-278.19.
- 33 (6) Expenditure. – Defined in G.S. 163-278.6.
- 34 (7) Fund. – The North Carolina Public Campaign Financing Fund
35 established in G.S. 163-278.63.
- 36 (8) Independent expenditure. – Defined in G.S. 163-278.6.
- 37 (9) Maximum qualifying contributions. – An amount of qualifying
38 contributions equal to 60 times the filing fee for candidacy for the
39 office.
- 40 (10) Minimum qualifying contributions. – An amount of qualifying
41 contributions equal to 30 times the filing fee for candidacy for the
42 office.
- 43 (11) Nonparticipating candidate. – A candidate running for office who is
44 not seeking to be certified under G.S. 163-278.64(c).

- 1 (12) Office. – A position on the North Carolina Court of Appeals or North
2 Carolina Supreme Court.
- 3 (13) Participating candidate. – A candidate for office who has filed a
4 declaration of intent to participate under G.S. 163-278.64.
- 5 (14) Political committee. – Defined in G.S. 163-278.6.
- 6 (15) Qualifying contribution. – A contribution of not less than ten dollars
7 (\$10.00) and not more than five hundred dollars (\$500.00) in the form
8 of a check or money order to the candidate or the candidate's
9 committee that meets both of the following conditions:
- 10 a. Made by any registered voter in this State.
- 11 b. Made during the qualifying period and obtained with the
12 approval of the candidate or candidate's committee.
- 13 (16) Qualifying period. – The period beginning September 1 in the year
14 before the election and ending on the day of the primary of the election
15 year.
- 16 (17) Referendum committee. – Defined in G.S. 163-278.6.
- 17 (18) Trigger for rescue funds. – The dollar amount at which rescue funds
18 are released for certified candidates. In the case of a primary, the
19 trigger equals the maximum qualifying contributions for participating
20 candidates. In the case of a contested general election, the trigger
21 equals the base level of funding available under G.S. 163-278.65(b)(4).

22 **"§ 163-278.63. North Carolina Public Campaign Financing Fund established;**
23 **sources of funding.**

24 (a) Establishment of Fund. – The North Carolina Public Campaign Financing
25 Fund is established to finance the election campaigns of certified candidates for office
26 and to pay administrative and enforcement costs of the Board related to this Article. The
27 Fund is a special, dedicated, nonlapsing, nonreverting fund. All expenses of
28 administering this Article, including production and distribution of the Voter Guide
29 required by G.S. 163-278.69 and personnel and other costs incurred by the Board, shall
30 be paid from the Fund and not from the General Fund. Any interest generated by the
31 Fund is credited to the Fund. The Board shall administer the Fund.

32 (b) Sources of Funding. – Money received from all the following sources must be
33 deposited in the Fund:

- 34 (1) Money from the North Carolina Candidates Financing Fund.
- 35 (2) Designations made to the Public Campaign Financing Fund by
36 individual taxpayers pursuant to G.S. 105-159.2.
- 37 (3) Any contributions made by attorneys in accordance with G.S. 105-41.
- 38 (4) Public Campaign Financing Fund revenues distributed for an election
39 that remain unspent or uncommitted at the time the recipient is no
40 longer a certified candidate in the election.
- 41 (5) Money ordered returned to the Public Campaign Financing Fund in
42 accordance with G.S. 163-278.70.
- 43 (6) Voluntary donations made directly to the Public Campaign Financing
44 Fund. Corporations, other business entities, labor unions, and

1 professional associations may make donations to the Fund.

2 (c) Determination of Fund Amount. – By October 1, 2003, and every two years
3 thereafter, the Board, in conjunction with the Advisory Council for the Public Campaign
4 Financing Fund, shall prepare and provide to the Joint Legislative Commission on
5 Governmental Operations of the General Assembly a report documenting, evaluating,
6 and making recommendations relating to the administration, implementation, and
7 enforcement of this Article. In its report, the Board shall set out the funds received to
8 date and the expected needs of the Fund for the next election.

9 **"§ 163-278.64. Requirements for participation; certification of candidates.**

10 (a) Declaration of Intent to Participate. – Any individual choosing to receive
11 campaign funds from the Fund shall first file with the Board a declaration of intent to
12 participate in the act as a candidate for a stated office. The declaration of intent shall be
13 filed before or during the qualifying period and before collecting any qualifying
14 contributions. In the declaration, the candidate shall swear or affirm that only one
15 political committee, identified with its treasurer, shall handle all contributions,
16 expenditures, and obligations for the participating candidate and that the candidate will
17 comply with the contribution and expenditure limits set forth in subsection (d) of this
18 section and all other requirements set forth in this Article or adopted by the Board.
19 Failure to comply is a violation of this Article.

20 (b) Demonstration of Support of Candidacy. – Participating candidates who seek
21 certification to receive campaign funds from the Fund shall first, during the qualifying
22 period, obtain qualifying contributions from at least 350 registered voters in an
23 aggregate sum that at least equals the amount of minimum qualifying contributions
24 described in G.S. 163-278.62(10) but that does not exceed the amount of maximum
25 qualifying contributions described in G.S. 163-278.62(9).

26 No payment, gift, or anything of value shall be given in exchange for a qualifying
27 contribution.

28 (c) Certification of Candidates. – Upon receipt of a submittal of the record of
29 demonstrated support by a participating candidate, the Board shall determine whether or
30 not the candidate has complied with all the following requirements, if they apply to that
31 candidate:

- 32 (1) Signed and filed a declaration of intent to participate in this Article.
- 33 (2) Submitted a report itemizing the appropriate number of qualifying
34 contributions received from registered voters, which the Board shall
35 verify through a random sample or other means it adopts. The report
36 shall include the county of residence of each registered voter listed.
- 37 (3) Qualified to receive votes on the ballot as a candidate for the office.
- 38 (4) Otherwise met the requirements for participation in this Article.

39 The Board shall certify candidates complying with the requirements of this section
40 as soon as possible and no later than five business days after receipt of a satisfactory
41 record of demonstrated support.

42 (d) Restrictions on Contributions and Expenditures for Participating and Certified
43 Candidates. – The following restrictions shall apply to contributions and expenditures
44 with respect to participating and certified candidates:

- 1 (1) Beginning January 1 of the year before the election and before the
2 filing of a declaration of intent, a candidate for office may accept in
3 contributions up to ten thousand dollars (\$10,000) from sources and in
4 amounts permitted by Article 22A of this Chapter and may expend up
5 to ten thousand dollars (\$10,000) for any campaign purpose. A
6 candidate who exceeds either of these limits shall be ineligible to file a
7 declaration of intent or receive funds from the Public Campaign
8 Financing Fund.
- 9 (2) From the filing of a declaration of intent through the end of the
10 qualifying period, a candidate shall expend no more than an amount
11 equal to the maximum qualifying contributions for that candidate, not
12 including possible rescue funds or the remaining money raised
13 pursuant to subdivision (1) of this subsection. Contributions a
14 candidate may use to expend to that limit shall be limited to qualifying
15 contributions and personal and family contributions permitted by
16 subdivision (4) of this subsection.
- 17 (3) After the qualifying period and through the date of the general
18 election, the candidate shall expend only the funds the candidate
19 receives from the Fund pursuant to G.S. 163-278.65(b)(4) plus any
20 funds remaining from the qualifying period and possible rescue funds.
- 21 (4) During the qualifying period, the candidate may contribute up to one
22 thousand dollars (\$1,000) of that candidate's own money to the
23 campaign and may accept in contributions one thousand dollars
24 (\$1,000) from each member of that candidate's family consisting of
25 spouse, parent, child, brother, and sister.
- 26 (5) A candidate and the candidate's committee shall limit the use of all
27 revenues permitted by this subsection to expenditures for campaign-
28 related purposes only. The Board shall publish guidelines outlining
29 permissible campaign-related expenditures.
- 30 (6) Any contribution received by a participating or certified candidate that
31 falls outside that permitted by this subsection shall be returned to the
32 donor as soon as practicable. Contributions intentionally made,
33 solicited, or accepted in violation of this Article are subject to civil
34 penalties as specified in G.S. 163-278.70. The funds involved shall be
35 forfeited to the Civil Penalty and Forfeiture Fund.
- 36 (7) A candidate shall return to the Fund any amount distributed for an
37 election that is unspent and uncommitted at the date of the election, or
38 at the time the individual ceases to be a certified candidate, whichever
39 occurs first. For accounting purposes, all qualifying, personal, and
40 family contributions shall be considered spent before revenue from the
41 Fund is spent or committed.
- 42 (e) Revocation. – A candidate may revoke, in writing to the Board, a decision to
43 participate in the Public Campaign Financing Fund at any time before the deadline set
44 by the Board for the candidate's submission of information for the Voter Guide

1 described in G.S. 163-278.69. After a timely revocation, that candidate may accept and
2 expend outside the limits of this Article without violating this Article. Within 10 days
3 after revocation, a candidate shall return to the Board all money received from the Fund.

4 **"§ 163-278.65. Distribution From the Fund.**

5 (a) Timing of Fund Distribution. – The Board shall distribute to a certified
6 candidate revenue from the Fund in an amount determined under subdivision (b)(4) of
7 this section within five business days after the certified candidate's name is approved to
8 appear on the ballot in a contested general election, but no earlier than five business
9 days after the primary.

10 (b) Amount of Fund Distribution. – By August 1, 2003, and no less frequently
11 than every two years thereafter, the Board shall determine the amount of funds, rounded
12 to the nearest one hundred dollars (\$100.00), to be distributed to certified candidates as
13 follows:

14 (1) Uncontested primaries. – No funds shall be distributed.

15 (2) Contested primaries. – No funds shall be distributed except as
16 provided in G.S. 163-278.67.

17 (3) Uncontested general elections. – No funds shall be distributed.

18 (4) Contested general elections. – Funds shall be distributed to a certified
19 candidate for a position on the Court of Appeals in an amount equal to
20 125 times the candidate's filing fee as set forth in G.S. 163-107. Funds
21 shall be distributed to a certified candidate for a position on the
22 Supreme Court in an amount equal to 175 times the candidate's filing
23 fee as set forth in G.S. 163-107.

24 (c) Method of Fund Distribution. – The Board, in consultation with the State
25 Treasurer and the State Controller, shall develop a rapid, reliable method of conveying
26 funds to certified candidates. In all cases, the Board shall distribute funds to certified
27 candidates in a manner that is expeditious, ensures accountability, and safeguards the
28 integrity of the Fund. If the money in the Fund is insufficient to fully fund all certified
29 candidates, then the available money shall be distributed proportionally, according to
30 each candidate's eligible funding.

31 **"§ 163-278.66. Reporting requirements.**

32 (a) Reporting by Noncertified Candidates and Independent Expenditure Entities.
33 – Any noncertified candidate with a certified opponent shall report total income,
34 expenses, and obligations to the Board by facsimile machine or electronically within 24
35 hours after the total amount of campaign expenditures or obligations made, or funds
36 raised or borrowed, exceeds eighty percent (80%) of the trigger for rescue funds as
37 defined in G.S. 163-278.62(18). Any entity making independent expenditures in excess
38 of three thousand dollars (\$3,000) in support of or opposition to a certified candidate
39 shall report the total funds received, spent, or obligated for those expenditures to the
40 Board by facsimile machine or electronically within 24 hours after the total amount of
41 expenditures or obligations made, or funds raised or borrowed, for the purpose of
42 making the independent expenditures, exceeds fifty percent (50%) of the trigger for
43 rescue funds. After this 24-hour filing, the noncertified candidate or independent
44 expenditure entity shall comply with an expedited reporting schedule by filing

1 additional reports after receiving each additional amount in excess of one thousand
2 dollars (\$1,000) or after making or obligating to make each additional expenditure(s) in
3 excess of one thousand dollars (\$1,000). The schedule and forms for reports required by
4 this subsection shall be made according to procedures developed by the Board.

5 (b) Reporting by Participating and Certified Candidates. – Notwithstanding other
6 provisions of law, participating and certified candidates shall report any money
7 received, including all previously unreported qualifying contributions, all campaign
8 expenditures, obligations, and related activities to the Board according to procedures
9 developed by the Board. A certified candidate who ceases to be certified or ceases to be
10 a candidate or who loses an election shall file a final report with the Board and return
11 any unspent revenues received from the Fund. In developing these procedures, the
12 Board shall utilize existing campaign reporting procedures whenever practical.

13 (c) Timely Access to Reports. – The Board shall ensure prompt public access to
14 the reports received in accordance with this Article. The Board may utilize electronic
15 means of reporting and storing information.

16 **"§ 163-278.67. Rescue funds.**

17 (a) When Rescue Funds Become Available. – When any report or group of
18 reports shows that 'funds in opposition to a certified candidate or in support of an
19 opponent to that candidate' as described in this section, exceed the trigger for rescue
20 funds as defined in G.S. 163-278.62(18), the Board shall issue immediately to that
21 certified candidate an additional amount equal to the reported excess within the limits
22 set forth in this section. 'Funds in opposition to a certified candidate or in support of an
23 opponent to that candidate' shall be equal to the sum of the following:

24 (1) Campaign expenditures or obligations made, or funds raised or
25 borrowed, whichever is greater, reported by any one uncertified
26 opponent of a certified candidate. Where a certified candidate has
27 more than one uncertified opponent, the measure shall be taken from
28 the uncertified candidate showing the highest relevant dollar amount.

29 (2) The sum of all expenditures reported in accordance with G.S.
30 163-278.66 of entities making independent expenditures in opposition
31 to the certified candidate or in support of any opponent of that certified
32 candidate.

33 (b) Limit on Rescue Funds in Contested Primary. – Total rescue funds to a
34 certified candidate in a contested primary shall be limited to an amount equal to two
35 times the maximum qualifying contributions for the office sought.

36 (c) Limit on Rescue Funds in Contested General Election. – Total rescue funds to
37 a certified candidate in a contested general election shall be limited to an amount equal
38 to two times the amount described in G.S. 163-278.65(b)(4).

39 **"§ 163-278.68. Enforcement and administration.**

40 (a) Enforcement by the Board. – The Board, with the advice of the Advisory
41 Council for the Public Campaign Financing Fund, shall administer the provisions of this
42 Article.

43 (b) Advisory Council for the Public Campaign Financing Fund. – There is
44 established under the Board the Advisory Council for the Public Campaign Financing

1 Fund to advise the Board on the rules, procedures, and opinions it adopts for the
2 enforcement and administration of this Article and on the funding needs and operation
3 of the Public Campaign Financing Fund. The Advisory Council shall consist of five
4 members to be appointed as follows:

5 (1) The Governor shall name two members from a list of individuals
6 nominated by the State Chair of the political party with which the
7 greatest number of registered voters is affiliated. The State Chair of
8 that party shall submit to the Governor the names of five nominees.

9 (2) The Governor shall name two members from a list of individuals
10 nominated by the State Chair of the political party with which the
11 second greatest number of registered voters is affiliated. The State
12 Chair of that party shall submit to the Governor the names of five
13 nominees.

14 (3) The Board shall name one member by unanimous vote of all members
15 of the Board. If the Board cannot reach unanimity on the appointment
16 of that member, the Advisory Council shall consist of the remaining
17 members.

18 No individual shall be eligible to be a member of the Advisory Council who would
19 be ineligible to serve on a county board of elections in accordance with G.S. 163-30.
20 The initial members shall be appointed by December 1, 2002. Of the initial appointees,
21 two are appointed for one-year terms, two are appointed for two-year terms, and one is
22 appointed for a three-year term according to random lot. Thereafter, appointees are
23 appointed to serve four-year terms. An individual may not serve more than two full
24 terms. The appointed members receive the legislative per diem pursuant to G.S.
25 120-3.1. One of the Advisory Council members shall be elected by the members as
26 Chair. A vacancy during an unexpired term shall be filled in the same manner as the
27 regular appointment for that term, but a vacancy appointment is only for the unexpired
28 portion of the term.

29 (c) Appeals. – The initial decision on an issue concerning qualification,
30 certification, or distribution of funds under this Article shall be made by the Executive
31 Director of the Board. The procedure for challenging that decision is as follows:

32 (1) An individual or entity aggrieved by a decision by the Executive
33 Director of the Board may appeal to the full Board within three
34 business days of the decision. The appeal shall be in writing and shall
35 set forth the reasons for the appeal.

36 (2) Within five business days after an appeal is properly made, and after
37 due notice is given to the parties, the Board shall hold a hearing. The
38 appellant has the burden of providing evidence to demonstrate that the
39 decision of the Executive Director was improper. The Board shall rule
40 on the appeal within three business days after the completion of the
41 hearing.

42 (d) Board to Adopt Rules and Issue Opinions. – The Board shall adopt rules and
43 issue opinions to ensure effective administration of this Article. Such rules and opinions
44 shall include, but not be limited to, procedures for obtaining qualifying contributions,

1 certification of candidates, addressing circumstances involving special elections,
2 vacancies, recounts, withdrawals, or replacements, collection of revenues for the Fund,
3 distribution of Fund revenue to certified candidates, return of unspent Fund
4 disbursements, and compliance with this Article. The Board shall adopt procedures for
5 the distribution of rescue money that further the purpose and avoid the subversion of
6 G.S. 163-278.67. For races involving special elections, recounts, vacancies,
7 withdrawals, or replacement candidates, the Board shall establish procedures for
8 qualification, certification, disbursement of Fund revenues, and return of unspent Fund
9 revenues. The Board shall fulfill each of these duties in consultation with the Advisory
10 Council on the Public Campaign Financing Fund.

11 (e) Report to the Public. – The Advisory Council for the Public Campaign
12 Financing Fund shall issue a report by March 1, 2005, and every two years thereafter
13 that evaluates and makes recommendations about the implementation of this Article and
14 the feasibility of expanding its provisions to include other candidates for State office
15 based on the experience of the Fund and the experience of similar programs in other
16 states. The Advisory Council shall also evaluate and make recommendations regarding
17 how to address activities that could undermine the purpose of this Article, including
18 spending that appears to target candidates receiving money from the Fund but that does
19 not meet the definition of 'independent expenditures.'

20 **"§ 163-278.69. Voter education.**

21 (a) Judicial Voter Guide. – The Board shall publish a Judicial Voter Guide that
22 explains the functions of the appellate courts and the laws concerning the election of
23 appellate judges, the purpose and function of the Public Campaign Financing Fund, and
24 the laws concerning voter registration. The Board shall distribute the Guide to as many
25 voting-age individuals in the State as practical, through a mailing to all residences or
26 other means it deems effective. The distribution shall occur no more than 28 days nor
27 fewer than seven days before the primary and no more than 28 days nor fewer than
28 seven days before the general election.

29 (b) Candidate Information. – The Judicial Voter Guide shall include information
30 concerning all candidates for the Supreme Court and the Court of Appeals, as provided
31 by those candidates according to a format provided to the candidates by the Board. The
32 Board shall request information for the Guide from each candidate according to the
33 following format:

34 (1) Place of residence.

35 (2) Education.

36 (3) Occupation.

37 (4) Employer.

38 (5) Date admitted to the bar.

39 (6) Legal/judicial experience.

40 (7) Candidate statement, limited to 150 words. Concerning that statement,
41 the Board shall send to the candidates instructions as follows: 'Your
42 statement may include information such as your qualifications, your
43 endorsements, your ratings, why you are seeking judicial office, why
44 you would make a good judge, what distinguishes you from your

1 opponent(s), your acceptance of spending and fund-raising limits to
2 qualify to receive funds from the Public Campaign Financing Fund,
3 and any other information relevant to your candidacy. The State Board
4 of Elections will reject any portion of any statement which it
5 determines contains obscene, profane, or defamatory language. The
6 candidate shall have three days to resubmit the candidate statement if
7 the Board rejects a portion of the statement.'

8 (c) Disclaimer. – The Judicial Voter Guide shall contain the following statement:
9 'The above statements do not express or reflect the opinions of the State Board of
10 Elections.'

11 "§ 163-278.70. Civil penalty.

12 In addition to any other penalties that may be applicable, any individual, political
13 committee, or other entity that violates any provision of this Article is subject to a civil
14 penalty of up to ten thousand dollars (\$10,000) per violation or three times the amount
15 of any financial transactions involved in the violation, whichever is greater. In addition
16 to any fine, for good cause shown, a candidate found in violation of this Article may be
17 required to return to the Fund all amounts distributed to the candidate from the Fund. If
18 the Board makes a determination that a violation of this Article has occurred, the Board
19 shall calculate and assess the amount of the civil penalty and shall notify the entity that
20 is assessed the civil penalty of the amount that has been assessed. The Board shall then
21 proceed in the manner prescribed in G.S. 163-278.34. In determining whether or not a
22 candidate is in violation of this Article, the Board may consider as a mitigating factor
23 any circumstances out of the candidate's control."

24 SECTION 2. G.S. 163-278.13 reads as rewritten:

25 "**§ 163-278.13. Limitation on contributions.**

26 (a) No individual, political committee, or other entity shall contribute to any
27 candidate or other political committee any money or make any other contribution in any
28 election in excess of four thousand dollars (\$4,000) for that election.

29 (b) No candidate or political committee shall accept or solicit any contribution
30 from any individual, other political committee, or other entity of any money or any
31 other contribution in any election in excess of four thousand dollars (\$4,000) for that
32 election.

33 (c) Notwithstanding the provisions of subsections (a) and (b) of this section, it
34 shall be lawful for a candidate or a candidate's spouse, parents, brothers and sisters to
35 make a contribution to the candidate or to the candidate's treasurer of any amount of
36 money or to make any other contribution in any election in excess of four thousand
37 dollars (\$4,000) for that election.

38 (d) For the purposes of this section, the term "an election" means any primary,
39 second primary, or general election in which the candidate or political committee may
40 be involved, without regard to whether the candidate is opposed or unopposed in the
41 election, except that where a candidate is not on the ballot in a second primary, that
42 second primary is not "an election" with respect to that candidate.

43 (e) This section shall not apply to any national, State, district or county executive
44 committee of any political party. For the purposes of this section only, the term

1 "political party" means only those political parties officially recognized under G.S.
2 163-96.

3 (e1) No referendum committee which received any contribution from a
4 corporation, labor union, insurance company, business entity, or professional
5 association may make any contribution to another referendum committee, to a candidate
6 or to a political committee.

7 (e2) In order to make meaningful the provisions of Article 22D of this Chapter,
8 the following provisions shall apply with respect to candidates for justice of the
9 Supreme Court and judge of the Court of Appeals:

10 (1) No candidate shall accept, and no contributor shall make to that
11 candidate, a contribution in any election exceeding one thousand
12 dollars (\$1,000) except as provided for elsewhere in this subsection.

13 (2) A candidate may accept, and a family contributor may make to that
14 candidate, a contribution not exceeding two thousand dollars (\$2,000)
15 in an election if the contributor is that candidate's parent, child,
16 brother, or sister.

17 (3) No candidate shall accept, and no contributor shall make to that
18 candidate, a contribution during the period beginning 21 days before
19 the day of the general election and ending the day after the general
20 election. This subdivision applies with respect to a candidate opposed
21 in the general election by a certified candidate as defined in Article
22 22D of this Chapter who has not received the maximum rescue funds
23 available under G.S. 163-278.67. The recipient of a contribution that
24 apparently violates this subdivision has three days to return the
25 contribution or file a detailed statement with the State Board of
26 Elections explaining why the contribution does not violate this
27 subdivision.

28 As used in this subsection, 'candidate' is also a political committee authorized by the
29 candidate for that candidate's election. Nothing in this subsection shall prohibit a
30 candidate or the spouse of that candidate from making a contribution or loan secured
31 entirely by that individual's assets to that candidate's own campaign.

32 (f) Any individual, candidate, political committee, referendum committee, or
33 other entity that violates the provisions of this section is guilty of a Class 2
34 misdemeanor."

35 **SECTION 3.** G.S. 105-41(a)(1) reads as rewritten:

36 "**§ 105-41. Attorneys-at-law and other professionals.**

37 (a) Every individual in this State who practices a profession or engages in a
38 business and is included in the list below must obtain from the Secretary a statewide
39 license for the privilege of practicing the profession or engaging in the business. A
40 license required by this section is not transferable to another person. The tax for each
41 license is fifty dollars (\$50.00).

42 (1) An attorney-at-law. In addition to the tax, whenever an attorney pays
43 the tax, the Department must give that attorney an opportunity to make
44 a contribution of fifty dollars (\$50.00) to support the North Carolina

1 Public Campaign Financing Fund established by G.S. 163-278.63.
2 Payment of the contribution is not required and is not considered part
3 of the tax owed.

4 "

5 **SECTION 4.** Article 4 of Chapter 105 of the General Statutes is amended by
6 adding a new section to read:

7 "**§ 105-159.2. Designation of tax to North Carolina Public Campaign Financing**
8 **Fund.**

9 (a) Allocation to the North Carolina Public Campaign Financing Fund. – To
10 ensure the financial viability of the North Carolina Public Campaign Financing Fund
11 established in Article 22D of Chapter 163 of the General Statutes, the Department must
12 allocate to that Fund three dollars (\$3.00) from the income taxes paid each year by each
13 individual with an income tax liability of at least that amount, if the individual agrees. A
14 taxpayer must be given the opportunity to indicate an agreement to that allocation in the
15 manner described in subsection (b) of this section. In the case of a married couple filing
16 a joint return, each individual must have the option of agreeing to the allocation. The
17 amounts allocated under this subsection to the Fund must be credited to it on a quarterly
18 basis.

19 (b) Returns. – Individual income tax returns must give an individual an
20 opportunity to agree to the allocation of three dollars (\$3.00) of the individual's tax
21 liability to the North Carolina Public Campaign Financing Fund. The Department must
22 make it clear to the taxpayer that the dollars will support a nonpartisan court system,
23 that the dollars will go to the Fund if the taxpayer marks an agreement, and that
24 allocation of the dollars neither increases nor decreases the individual's tax liability. The
25 following statement satisfies the intent of this requirement: 'Three dollars (\$3.00) will
26 go to the North Carolina Public Campaign Financing Fund to support a nonpartisan
27 court system, if you agree. Your tax remains the same whether or not you agree.' The
28 Department must consult with the State Board of Elections to ensure that the
29 information given to taxpayers complies with the intent of this section.

30 The Department must inform the entities it approves to reproduce the return of the
31 requirements of this section and that a return may not reflect an agreement or objection
32 unless the individual completing the return decided to agree or object after being
33 presented with the information required by subsection (c) of this section. No software
34 package used in preparing North Carolina income tax returns may default to an
35 agreement or objection. A paid preparer of tax returns may not mark an agreement or
36 objection for a taxpayer without the taxpayer's consent.

37 (c) Instructions. – The instruction for individual income tax returns must include
38 the following explanatory statement: 'The North Carolina Public Campaign Financing
39 Fund provides campaign money to nonpartisan candidates for the North Carolina
40 Supreme Court and Court of Appeals who voluntarily accept strict campaign spending
41 and fund-raising limits. The Fund also helps finance educational materials about voter
42 registration, the role of the appellate courts, and the candidates seeking election as
43 appellate judges in North Carolina. Three dollars (\$3.00) from the taxes you pay will go
44 to the Fund if you mark an agreement. Regardless of what choice you make, your tax

1 will not increase, nor will any refund you are entitled to be reduced.' "

2 **SECTION 5.** Article 22C of Chapter 163 of the General Statutes is repealed.

3 **SECTION 6.(a)** G.S. 105-269.6 is repealed.

4 **SECTION 6.(b)** In order to pay for its costs for the 2002-2003 fiscal year of
5 programming, design, printing, and other expenses associated with implementing this
6 act, the Secretary of Revenue may draw funds not to exceed one hundred seventy-eight
7 thousand six hundred dollars (\$178,600) from the North Carolina Candidates Financing
8 Fund. After drawing those funds, the Secretary of Revenue shall transfer immediately to
9 the North Carolina Public Campaign Financing Fund any remaining funds that were
10 contributed to the North Carolina Candidates Financing Fund pursuant to G.S.
11 105-269.6 before its repeal by this section. Funds the Secretary of Revenue withdraws
12 but then determines are not needed shall also be transferred to the North Carolina Public
13 Campaign Financing Fund.

14 **SECTION 7.** Subchapter X of Chapter 163 of the General Statutes reads as
15 rewritten:

16 **"SUBCHAPTER X. ELECTION OF APPELLATE, SUPERIOR SUPERIOR,**
17 **AND DISTRICT COURT JUDGES.**

18 "Article 25.

19 "Nomination and Election of Appellate, Superior Superior, and District Court Judges.

20 "**§ 163-321. Applicability.**

21 The nomination and election of justices of the Supreme Court, judges of the Court of
22 Appeals, and superior and district court judges of the General Court of Justice shall be
23 as provided by this Article.

24 "**§ 163-322. Nonpartisan primary election method.**

25 (a) General. – Except as provided in G.S. 163-329, there shall be a primary to
26 narrow the field of candidates to two candidates for each position to be filled if, when
27 the filing period closes, there are more than two candidates for a single office or the
28 number of candidates for a group of offices exceeds twice the number of positions to be
29 filled. If only one or two candidates file for a single office, no primary shall be held for
30 that office and the candidates shall be declared nominated. If the number of candidates
31 for a group of offices does not exceed twice the number of positions to be filled, no
32 primary shall be held for those offices and the candidates shall be declared nominated.

33 (b) Determination of Nominees. – In the primary, the two candidates for a single
34 office receiving the highest number of votes, and those candidates for a group of offices
35 receiving the highest number of votes, equal to twice the number of positions to be
36 filled, shall be declared nominated. If two or more candidates receiving the highest
37 number of votes each receive the same number of votes, the State Board of Elections
38 shall determine their relative ranking by lot, and shall declare the nominees accordingly.
39 The canvass of the primary shall be held on the same date as the primary canvass fixed
40 under G.S. 163-188. The canvass shall be conducted in accordance with Article 16 of
41 this Chapter.

42 (c) Determination of Election Winners. – In the election, the names of those
43 candidates declared nominated without a primary and those candidates nominated in the
44 primary shall be placed on the ballot. The candidate for a single office receiving the

1 highest number of votes shall be elected. Those candidates for a group of offices
2 receiving the highest number of votes, equal in number to the number of positions to be
3 filled, shall be elected. If two candidates receiving the highest number of votes each
4 received the same number of votes, the State Board of Elections shall determine the
5 winner by lot.

6 **"§ 163-323. Notice of candidacy.**

7 (a) Form of Notice. – Each person offering to be a candidate for election shall do
8 so by filing a notice of candidacy with the State Board of Elections in the following
9 form, inserting the words in parentheses when appropriate:

10
11 Date: _____

12
13 I hereby file notice that I am a candidate for election to the office of
14 _____ in the regular election to be held _____, ____.

15
16 Signed: _____

17 (Name of Candidate)

18
19 Witness: _____

20
21 The notice of candidacy shall be either signed in the presence of the chairman or
22 secretary of the State Board of Elections, or signed and acknowledged before an officer
23 authorized to take acknowledgments who shall certify the notice under seal. An
24 acknowledged and certified notice may be mailed to the State Board of Elections. In
25 signing a notice of candidacy, the candidate shall use only the candidate's legal name
26 and, in his discretion, any nickname by which commonly known. A candidate may also,
27 in lieu of that candidate's first name and legal middle initial or middle name, if any, sign
28 that candidate's nickname, provided the candidate appends to the notice of candidacy an
29 affidavit that the candidate has been commonly known by that nickname for at least five
30 years prior to the date of making the affidavit. The candidate shall also include with the
31 affidavit the way the candidate's name (as permitted by law) should be listed on the
32 ballot if another candidate with the same last name files a notice of candidacy for that
33 office.

34 A notice of candidacy signed by an agent or any person other than the candidate
35 himself shall be invalid.

36 (b) **(Effective until January 1, 2003)** Time for Filing Notice of Candidacy. –
37 Candidates seeking election to the following offices shall file their notice of candidacy
38 with the State Board of Elections no earlier than 12:00 noon on the first Monday in
39 January and no later than 12:00 noon on the first Monday in February preceding the
40 election:

41 Judges of the superior courts.

42 Judges of the district courts.

43 (b) **(Effective January 1, 2003)** Time for Filing Notice of Candidacy. –
44 Candidates seeking election to the following offices shall file their notice of candidacy

1 with the State Board of Elections no earlier than 12:00 noon on the second Monday in
2 February and no later than 12:00 noon on the last business day in February preceding
3 the election:

4 Justices of the Supreme Court.

5 Judges of the Court of Appeals.

6 Judges of the superior courts.

7 Judges of the district courts.

8 (c) **Withdrawal of Notice of Candidacy.** – Any person who has filed a notice of
9 candidacy for an office shall have the right to withdraw it at any time prior to the date
10 on which the right to file for that office expires under the terms of subsection (b) of this
11 section.

12 (d) **Certificate That Candidate Is Registered Voter.** – Candidates shall file along
13 with their notice a certificate signed by the chairman of the board of elections or the
14 supervisor of elections of the county in which they are registered to vote, stating that the
15 person is registered to vote in that county, and if the candidacy is for superior court
16 judge and the county contains more than one superior court district, stating the superior
17 court district of which the person is a resident. In issuing such certificate, the chairman
18 or supervisor shall check the registration records of the county to verify such
19 information. During the period commencing 36 hours immediately preceding the filing
20 deadline, the State Board of Elections shall accept, on a conditional basis, the notice of
21 candidacy of a candidate who has failed to secure the verification ordered herein subject
22 to receipt of verification no later than three days following the filing deadline. The State
23 Board of Elections shall prescribe the form for such certificate, and distribute it to each
24 county board of elections no later than the last Monday in December of each
25 odd-numbered year.

26 (e) **Candidacy for More Than One Office Prohibited.** – No person may file a
27 notice of candidacy for more than one office or group of offices described in subsection
28 (b) of this section, or for an office or group of offices described in subsection (b) of this
29 section and an office described in G.S. 163-106(c), for any one election. If a person has
30 filed a notice of candidacy with a board of elections under this section or under G.S.
31 163-106(c) for one office or group of offices, then a notice of candidacy may not later
32 be filed for any other office or group of offices under this section when the election is
33 on the same date unless the notice of candidacy for the first office is withdrawn under
34 subsection (c) of this section.

35 (f) **Notice of Candidacy for Certain Offices to Indicate Vacancy.** – In any
36 election in which there are two or more vacancies for the office of justice of the
37 Supreme Court, judge of the Court of Appeals, or district court judge to be filled by
38 nominations, each candidate shall, at the time of filing notice of candidacy, file with the
39 State Board of Elections a written statement designating the vacancy to which ~~he~~the
40 candidate seeks election. Votes cast for a candidate shall be effective only for ~~his~~
41 election to the vacancy for which the candidate has given notice of candidacy as
42 provided in this subsection.

43 A person seeking election for a specialized district judgeship established under G.S.
44 7A-147 shall, at the time of filing notice of candidacy, file with the State Board of

1 Elections a written statement designating the specialized judgeship to which the person
2 seeks nomination.

3 (g) No person may file a notice of candidacy for superior court judge unless that
4 person is at the time of filing the notice of candidacy a resident of the judicial district as
5 it will exist at the time the person would take office if elected. No person may be
6 nominated as a superior court judge under G.S. 163-114 unless that person is at the time
7 of nomination a resident of the judicial district as it will exist at the time the person
8 would take office if elected. This subsection implements Article IV, Section 9(1) of the
9 North Carolina Constitution which requires regular Superior Court Judges to reside in
10 the district for which elected.

11 **"§ 163-324. Filing fees required of candidates; refunds.**

12 (a) Fee Schedule. – At the time of filing a notice of candidacy under this Article,
13 each candidate shall pay to the State Board of Elections a filing fee for the office he
14 seeks in the amount of one percent (1%) of the annual salary of the office sought.

15 (b) Refund of Fees. – If any person who has filed a notice of candidacy and paid
16 the filing fee prescribed in subsection (a) of this section withdraws his notice of
17 candidacy within the period prescribed in G.S. 163-323(c), he shall be entitled to have
18 the fee he paid refunded. The chairman of the State Board of Elections shall cause a
19 warrant to be drawn on the State Treasurer for the refund payment.

20 If any person who has filed a notice of candidacy and paid the filing fee prescribed
21 in subsection (a) of this section dies prior to the date of the election, the personal
22 representative of the estate shall be entitled to have the fee refunded if application is
23 made to the board of elections to which the fee was paid no later than one year after the
24 date of death, and refund shall be made in the same manner as in withdrawal of notice
25 of candidacy.

26 **"§ 163-325. Petition in lieu of payment of filing fee.**

27 (a) General. – Any qualified voter who seeks election under this Article may, in
28 lieu of payment of any filing fee required for the office he seeks, file a written petition
29 requesting him to be a candidate for a specified office with the State Board of Elections.

30 (b) Requirements of Petition; Deadline for Filing. – If the candidate is seeking
31 the office of justice of the Supreme Court, judge of the Court of Appeals, or superior or
32 district court judge, that individual shall file a written petition with the State Board of
33 Elections no later than 12:00 noon on Monday preceding the filing deadline before the
34 primary. ~~The~~ If the office is justice of the Supreme Court or judge of the Court of
35 Appeals, the petition shall be signed by 10,000 registered voters in the State. If the
36 office is superior court or district court judge, the petition shall be signed by ten percent
37 (10%) of the registered voters of the election area in which the office will be voted for.
38 The board of elections shall verify the names on the petition, and if the petition and
39 notice of candidacy are found to be sufficient, the candidate's name shall be printed on
40 the appropriate ballot. Petitions must be presented to the county board of elections for
41 verification at least 15 days before the petition is due to be filed with the State Board of
42 Elections. The State Board of Elections may adopt rules to implement this section and
43 to provide standard petition forms.

44 **"§ 163-326. Certification of notices of candidacy.**

1 (a) Names of Candidates Sent to Secretary of State. – Within three days after the
2 time for filing notices of candidacy with the State Board of Elections under the
3 provisions of G.S. 163-323(b) has expired, the chairman or secretary of that Board shall
4 certify to the Secretary of State the name and address of each person who has filed with
5 the State Board of Elections, indicating in each instance the office sought.

6 (b) Notification of Local Boards. – No later than 10 days after the time for filing
7 notices of candidacy under the provisions of G.S. 163-323(b) has expired, the chairman
8 of the State Board of Elections shall certify to the chairman of the county board of
9 elections in each county in the appropriate district the names of candidates for
10 nomination to the offices of justice of the Supreme Court, judge of the Court of
11 Appeals, and superior and district court judge who have filed the required notice and
12 paid the required filing fee or presented the required petition to the State Board of
13 Elections, so that their names may be printed on the official judicial ballot for justice of
14 the Supreme Court, judge of the Court of Appeals, and superior and district court.

15 (c) Receipt of Notification by County Board. – Within two days after receipt of
16 each of the letters of certification from the chairman of the State Board of Elections
17 required by subsection (b) of this section, each county elections board chairman shall
18 acknowledge receipt by letter addressed to the chairman of the State Board of Elections.

19 **"§ 163-327. Vacancies of candidates or elected officers.**

20 (a) Death or Disqualification of Candidate Before Primary. – If a candidate for
21 nomination in a primary dies or becomes disqualified before the primary but after the
22 ballots have been printed, the State Board of Elections shall determine whether or not
23 there is time to reprint the ballots. If the Board determines that there is not enough time
24 to reprint the ballots, the deceased or disqualified candidate's name shall remain on the
25 ballots. If that candidate receives enough votes for nomination, such votes shall be
26 disregarded and the candidate receiving the next highest number of votes below the
27 number necessary for nomination shall be declared nominated. If the death or
28 disqualification of the candidate leaves only two candidates for each office to be filled,
29 the nonpartisan primary shall not be held and all candidates shall be declared nominees.

30 (b) Death, Disqualification, or Resignation of Official After Election. – If a
31 person elected to the office of justice of the Supreme Court, judge of the Court of
32 Appeals, or superior or district court judge dies, becomes disqualified, or resigns on or
33 after election day and before he has qualified by taking the oath of office, the office
34 shall be deemed vacant and shall be filled as provided by law.

35 **"§ 163-328. Failure of candidates to file; death or other disqualification of a**
36 **candidate before election.**

37 (a) Insufficient Number of Candidates. – If when the filing period expires,
38 candidates have not filed for an office to be filled under this Article, the State Board of
39 Elections shall extend the filing period for five days for any such offices.

40 (b) Death or Other Disqualification of Candidate; Reopening Filing. – If there is
41 no primary because only one or two candidates have filed for a single office, or the
42 number of candidates filed for a group of offices does not exceed twice the number of
43 positions to be filled, and thereafter a candidate dies or otherwise becomes disqualified
44 before the election and before the ballots are printed, the State Board of Elections shall,

1 upon notification of the death or other disqualification, immediately reopen the filing
2 period for an additional five days during which time additional candidates shall be
3 permitted to file for election. If the ballots have been printed at the time the State Board
4 of Elections receives notice of the candidate's death or other disqualification, the Board
5 shall determine whether there will be sufficient time to reprint them before the election
6 if the filing period is reopened for three days. If the Board determines that there will be
7 sufficient time to reprint the ballots, it shall reopen the filing period for three days to
8 allow other candidates to file for election, and such election shall be conducted on the
9 plurality basis.

10 (c) Vacancy Caused by Nominated Candidate; Ballots Not Reprinted. – If the
11 ballots have been printed at the time the State Board of Elections receives notice of a
12 candidate's death, other disqualification, or resignation, and if the Board determines that
13 there is not enough time to reprint the ballots before the election if the filing period is
14 reopened for three days, then regardless of the number of candidates remaining for the
15 office or group of offices, the ballots shall not be reprinted and the name of the vacated
16 candidate shall remain on the ballots. If a vacated candidate should poll the highest
17 number of votes in the election for a single office or enough votes to be elected to one
18 of a group of offices, the State Board of Elections shall declare the office vacant and it
19 shall be filled in the manner provided by law.

20 **"§ 163-329. Elections to fill vacancy created after primary filing period to use**
21 **plurality method.**

22 (a) General. – If a vacancy is created in the office of justice of the Supreme
23 Court, judge of the Court of Appeals, or judge of superior court after the filing period
24 for the primary opens but more than 60 days before the general election, and under the
25 Constitution of North Carolina an election is to be held for that position, such that the
26 office shall be filled in the general election as provided in G.S. 163-9, the election to fill
27 the office for the remainder of the term shall be conducted without a primary using the
28 plurality method as provided in subsection (b) of this section. If a vacancy is created in
29 the office of justice of the Supreme Court, judge of the Court of Appeals, or judge of
30 superior court before the filing period for the primary opens, and under the Constitution
31 of North Carolina an election is to be held for that position, such that the office shall be
32 filled in the general election as provided in G.S. 163-9, the election to fill the office for
33 the remainder of the term shall be conducted in accordance with G.S. 163-322.

34 (b) Plurality Election Rules. – Elections under this section shall be conducted
35 using the following rules:

- 36 (1) The filing period shall be prescribed by the State Board of Elections,
37 but in no event may it be less than five working days. If a vacancy
38 occurs in a second office in the same superior court district after the
39 first filing period established under the section has closed, the State
40 Board of Elections shall reopen filing for a period of not less than five
41 working days for the office of justice of the Supreme Court, judge of
42 the Court of Appeals, or superior court judge. All persons filing in
43 either filing period shall run as a group and the election results shall be
44 determined by subdivision (3) of this subsection.

- 1 (2) When more than one person is seeking election to a single office, the
2 candidate who receives the highest number of votes shall be declared
3 elected.
- 4 (3) When more persons are seeking election to two or more offices
5 (constituting a group) than there are offices to be filled, those
6 candidates receiving the highest number of votes, equal in number to
7 the number of offices to be filled, shall be declared elected.
- 8 (4) If two or more candidates receiving the highest number of votes each
9 receive the same number of votes, the board of elections shall resolve
10 the tie in accordance with G.S. 163-182.8.
- 11 (5) Except as provided in this section, the provisions of this Article apply
12 to elections conducted under this section.

13 **"§ 163-330. Voting in primary.**

14 Any person who will become qualified by age or residence to register and vote in the
15 general election for which the primary is held, even though not so qualified by the date
16 of the primary, shall be entitled to register for the primary and general election prior to
17 the primary and then to vote in the primary after being registered. Such person may
18 register not earlier than 60 days nor later than the last day for making application to
19 register under G.S. 163-82.6(c) prior to the primary.

20 **"§ 163-331. Date of primary.**

21 The primary shall be held on the same date as established for primary elections
22 under G.S. 163-1(b).

23 **"§ 163-332. Ballots.**

24 (a) General. – In elections there shall be official ballots. The ballots shall be
25 printed to conform to the requirement of G.S. 163-165.6(c) and to show the name of
26 each person who has filed notice of candidacy, and the office for which each aspirant is
27 a candidate.

28 Only those who have filed the required notice of candidacy with the proper board of
29 elections, and who have paid the required filing fee or qualified by petition, shall have
30 their names printed on the official primary ballots. Only those candidates properly
31 nominated shall have their names appear on the official general election ballots.

32 (b) Ballots to Be Furnished by County Board of Elections. – It shall be the duty
33 of the county board of elections to print official ballots for the following offices to be
34 voted for in the primary:

35 Justice of the Supreme Court.

36 Judge of the Court of Appeals.

37 Superior court judge.

38 District court judge.

39 In printing ballots, the county board of elections shall be governed by instructions of
40 the State Board of Elections with regard to width, color, kind of paper, form, and size of
41 type.

42 Three days before the election, the chairman of the county board of elections shall
43 distribute official ballots to the chief judge of each precinct in his county, and the chief
44 judge shall give a receipt for the ballots received. On the day of the primary, it shall be

1 the chief judge's duty to have all the ballots so delivered available for use at the precinct
2 voting place.

3 "§ 163-333: Repealed by Session Laws 2001-398, s. 15, effective January 1, 2002.

4 "§ 163-334. **Counting of ballots.**

5 Counting of ballots in primaries and elections held under this Article shall be under
6 the same rules as for counting of ballots in nonpartisan municipal elections under
7 Article 24 of this Chapter.

8 "§ 163-335. **Other rules.**

9 Except as provided by this Article, the conduct of elections shall be governed by
10 Subchapter VI of this Chapter."

11 **SECTION 8.** G.S. 163-106(c) reads as rewritten:

12 "(c) **(Effective January 1, 2003)** Time for Filing Notice of Candidacy. –
13 Candidates seeking party primary nominations for the following offices shall file their
14 notice of candidacy with the State Board of Elections no earlier than 12:00 noon on the
15 second Monday in February and no later than 12:00 noon on the last business day in
16 February preceding the primary:

17 Governor

18 Lieutenant Governor

19 All State executive officers

20 ~~Justices of the Supreme Court, Judges of the Court of Appeals~~

21 United States Senators

22 Members of the House of Representatives of the United States

23 District attorneys

24 Candidates seeking party primary nominations for the following offices shall file
25 their notice of candidacy with the county board of elections no earlier than 12:00 noon
26 on the second Monday in February and no later than 12:00 noon on the last business day
27 in February preceding the primary:

28 State Senators

29 Members of the State House of Representatives

30 All county offices."

31 **SECTION 9.** G.S. 163-106(d) reads as rewritten:

32 "(d) Notice of Candidacy for Certain Offices to Indicate Vacancy. – In any
33 primary in which there are ~~two or more vacancies for Chief Justice and associate~~
34 ~~justices of the Supreme Court, two or more vacancies for judge of the Court of Appeals,~~
35 ~~or two vacancies for United States Senator from North Carolina,~~ each candidate shall, at
36 the time of filing notice of candidacy, file with the State Board of Elections a written
37 statement designating the vacancy to which he seeks nomination. Votes cast for a
38 candidate shall be effective only for his nomination to the vacancy for which he has
39 given notice of candidacy as provided in this subsection."

40 **SECTION 10.** G.S. 163-107(a) reads as rewritten:

41 "(a) Fee Schedule. – At the time of filing a notice of candidacy, each candidate
42 shall pay to the board of elections with which he files under the provisions of G.S.
43 163-106 a filing fee for the office he seeks in the amount specified in the following
44 tabulation:

1	Office Sought	Amount of Filing
2	Governor	One percent (1%) of the annual salary of the office sought
3		
4	Lieutenant Governor	One percent (1%) of the annual salary of the office sought
5		
6	All State executive offices	One percent (1%) of the annual salary of the office sought
7		
8	All Justices, Judges, and District	One percent (1%) of the annual salary of the office sought
9	Attorneys of the General Court of	
10	Justice other than superior and	
11	district court judge	
12	United States Senator	One percent (1%) of the annual salary of the office sought
13		
14	Members of the United States House of	One percent (1%) of the annual salary of the office sought
15	Representatives	
16	State Senator	One percent (1%) of the annual salary of the office sought
17		
18	Member of the State House of	One percent (1%) of the annual salary of the office sought
19	Representatives	
20	All county offices not compensated by	One percent (1%) of the annual salary of the office sought
21	fees	
22	County commissioners, if compensated	Ten dollars (\$10.00)
23	entirely by fees	
24	Members of county board of education,	Five dollars (\$5.00)
25	if compensated entirely by fees	
26	Sheriff, if compensated entirely by fees	Forty dollars (\$40.00), plus one percent (1%) of the income of the office above four thousand dollars (\$4,000)
27		
28		
29		
30	Clerk of superior court, if compensated	Forty dollars (\$40.00), plus one percent (1%) of the income of the office above four thousand dollars (\$4,000)
31	entirely by fees	
32		
33		
34	Register of deeds, if compensated	Forty dollars (\$40.00), plus one percent (1%) of the income of the office above four thousand dollars (\$4,000)
35	entirely by fees	
36		
37		
38	Any other county office, if compensated	Twenty dollars (\$20.00), plus one percent (1%) of the income of the office above two thousand dollars (\$2,000)
39	entirely by fees	
40		
41		
42	All county offices compensated partly	One percent (1%) of the first annual salary to be received (exclusive of fees)".
43	by salary and partly by fees	
44		

1 **SECTION 11.** G.S. 163-107.1(b) reads as rewritten:

2 "(b) If the candidate is seeking the office of United States Senator, Governor,
3 Lieutenant Governor, or any State executive officer, ~~Justice of the Supreme Court or~~
4 ~~Judge of the Court of Appeals~~, the petition must be signed by 10,000 registered voters
5 who are members of the political party in whose primary the candidate desires to run,
6 except that in the case of a political party as defined by G.S. 163-96(a)(2) which will be
7 making nominations by primary election, the petition must be signed by ten percent
8 (10%) of the registered voters of the State who are affiliated with the same political
9 party in whose primary the candidate desires to run, or in the alternative, the petition
10 shall be signed by no less than 10,000 registered voters regardless of the voter's political
11 party affiliation, whichever requirement is greater. The petition must be filed with the
12 State Board of Elections not later than 12:00 noon on Monday preceding the filing
13 deadline before the primary in which he seeks to run. The names on the petition shall be
14 verified by the board of elections of the county where the signer is registered, and the
15 petition must be presented to the county board of elections at least 15 days before the
16 petition is due to be filed with the State Board of Elections. When a proper petition has
17 been filed, the candidate's name shall be printed on the primary ballot."

18 **SECTION 12.** G.S. 163-111(c)(1) reads as rewritten:

19 "(1) A candidate who is apparently entitled to demand a second primary,
20 according to the unofficial results, for one of the offices listed below,
21 and desiring to do so, shall file a request for a second primary in
22 writing or by telegram with the Executive Director of the State Board
23 of Elections no later than 12:00 noon on the seventh day (including
24 Saturdays and Sundays) following the date on which the primary was
25 conducted, and such request shall be subject to the certification of the
26 official results by the State Board of Elections. If the vote certification
27 by the State Board of Elections determines that a candidate who was
28 not originally thought to be eligible to call for a second primary is in
29 fact eligible to call for a second primary, the Executive Director of the
30 State Board of Elections shall immediately notify such candidate and
31 permit him to exercise any options available to him within a 48-hour
32 period following the notification:

33 Governor,

34 Lieutenant Governor,

35 All State executive officers,

36 ~~Justices, Judges, or District Attorneys of the General Court of~~
37 Justice, ~~other than superior and district court judges,~~

38 United States Senators,

39 Members of the United States House of Representatives,

40 State Senators in multi-county senatorial districts, and

41 Members of the State House of Representatives in multi-county
42 representative districts."

43 **SECTION 13.** G.S. 163-123(g) reads as rewritten:

1 "(g) Municipal and Nonpartisan Elections Excluded. – This section does not apply
2 to municipal elections conducted under Subchapter IX of Chapter 163 of the General
3 Statutes, and does not apply to nonpartisan elections except for ~~superior court judge~~
4 elections under Article 25 of this Chapter."

5 **SECTION 14.** G.S. 163-165.6(b)(3) reads as rewritten:

6 "(3) ~~Partisan offices~~offices, regardless of the size of the constituency, shall
7 be listed before nonpartisan offices."

8 **SECTION 15.** The provisions of this act are severable. If any provision of
9 this act is held invalid by a court of competent jurisdiction, the invalidity does not affect
10 other provisions of the act that can be given effect without the invalid provision.

11 **SECTION 15.1.** Nothing in this act obligates the General Assembly to
12 appropriate funds to implement it now or in the future.

13 **SECTION 16.** Section 1 of this act is effective when it becomes law,
14 provided that distributions from the Fund shall begin in the 2004 election year. Section
15 2 becomes effective January 1, 2003. Section 3 becomes effective July 1, 2003. Sections
16 4 and 6(a) become effective for taxable years beginning on or after January 1, 2003.
17 Section 5 becomes effective January 1, 2003. Sections 7 through 13 become effective
18 with respect to primaries and elections held on or after January 1, 2004. Except as
19 otherwise provided in this act, this act is effective when it becomes law.