GENERAL ASSEMBLY OF NORTH CAROLINA SESSION 2023

SESSION LAW 2023-97 SENATE BILL 91

AN ACT AMENDING RULE 4 OF THE NORTH CAROLINA RULES OF CIVIL PROCEDURE TO ALLOW ACCEPTANCE OF SERVICE USING AN OFFICIAL FORM, TO MAKE STREET TAKEOVERS UNLAWFUL, TO MAKE VARIOUS CHANGES TO COURTROOM PROCEDURES, AND TO ALLOW FOR EVEN-YEAR ELECTIONS FOR CERTAIN SANITARY DISTRICT BOARDS, AND TO MAKE AN ABC TECHNICAL CORRECTION.

The General Assembly of North Carolina enacts:

PART I. NEW ACKNOWLEDGMENT OF RECEIPT OF SERVICE OF PROCESS

SECTION 1.(a) G.S. 1A-1, Rule 4(j5) of the North Carolina Rules of Civil Procedure reads as rewritten:

"(j5) Personal jurisdiction by acceptance of service. – Any party personally, or through the persons provided in Rule 4(j), may accept service of process either (i) by completing an acceptance of service, such as a form for that purpose to be prescribed by the Administrative Office of the Courts, or (ii) by notation of acceptance of service together with the signature of the party accepting service and the date thereof on an original or copy of a summons, and such acceptance summons. Acceptance of service by either method shall have the same force and effect as would exist had the process been served by delivery of copy and summons and complaint to the person signing said-the acceptance."

SECTION 1.(b) This section becomes effective December 1, 2023, and applies to actions commenced on or after that date.

PART II. MAKE UNAUTHORIZED STREET TAKEOVERS UNLAWFUL

SECTION 2.(a) Article 3 of Chapter 20 of the General Statutes is amended by adding a new section to read:

"§ 20-141.10. Street takeover.

- (a) The following definitions apply to this section:
 - (1) Reserved for future codification purposes.
 - (2) Burnout. Operation of a motor vehicle where the motor vehicle is kept stationary, or is in motion, while the wheels are spun, resulting in friction which causes the motor vehicle's tires to heat up and emit smoke.
 - (3) Doughnut. Operation of a motor vehicle where the front or rear of the motor vehicle is rotated around the opposite set of wheels in a continuous motion which may cause a circular skid-mark pattern of rubber on the driving surface or the tires to heat up and emit smoke from friction, or both.
 - (4) <u>Drifting. Operation of a motor vehicle where the motor vehicle is steered so</u> that it makes a controlled skid sideways through a turn with the front wheels pointed in a direction opposite to that of the turn.
 - (5) Reserved for future codification purposes.
 - (8) Street takeover. The unauthorized taking over of a portion of highway, street, or public vehicular area by blocking or impeding the regular flow of



- traffic with a motor vehicle to perform a motor vehicle stunt, contest, or exhibition.
- (9) Stunt. A burnout, doughnut, wheelie, drifting, or other dangerous motor vehicle activity.
- (10) Wheelie. Operation of a motor vehicle where the motor vehicle is ridden for a distance with the front wheel or wheels raised off the ground.
- (b) It shall be unlawful for any person to operate a motor vehicle in a street takeover. Any person who knowingly violates this subsection is guilty of a Class A1 misdemeanor and shall pay a fine of no less than one thousand dollars (\$1,000). A subsequent violation of this subsection within a 24-month period is a Class H felony, including a minimum fine equal to twice the value of the vehicle involved in the offense but no less than one thousand dollars (\$1,000).
- (c) It shall be unlawful to knowingly participate in, coordinate through social media or otherwise, commit an overt act in furtherance of, or facilitate a street takeover. Any person who violates this subsection is guilty of a Class A1 misdemeanor. Mere presence alone without an intentional act is not sufficient to sustain a conviction under this section.
- (e) A person who violates subsection (b) of this section and assaults a law enforcement officer or knowingly and willfully threatens a law enforcement officer shall be guilty of a Class H felony.
- (f) A motor vehicle involved in a violation of subsection (b) of this section may be seized in accordance with the provisions of G.S. 20-141.3(g)."

SECTION 2.(b) G.S. 20-141.3(g) reads as rewritten:

- "(g) The following provisions apply to this section:
 - When any officer of the law discovers that any person has operated or is (1) operating a motor vehicle willfully in prearranged speed competition with another motor vehicle on a street or highway, he violation of this section, the officer shall seize the motor vehicle and deliver the same-vehicle. When any officer of the law discovers that any person has operated or is operating a motor vehicle in violation of G.S. 20-141.10, the officer may seize the vehicle. Any vehicle seized pursuant to this subsection shall be delivered to the sheriff of the county in which such offense is committed, or the same shall be placed under said sheriff's constructive possession if delivery of actual possession is impractical, and the vehicle shall be held by the sheriff pending the trial of the person or persons arrested for operating such motor vehicle in violation of subsection (a) of this section. The sheriff shall restore the seized motor vehicle to the owner upon execution by the owner of a good and valid bond, with sufficient sureties, in an amount double the value of the property, which bond shall be approved by said sheriff and shall be conditioned on the return of the motor vehicle to the custody of the sheriff on the day of trial of the person or persons accused. Upon the acquittal of the person charged with operating said motor vehicle willfully in prearranged speed competition with another motor vehicle, under this section or G.S. 20-141.10, the sheriff shall return the motor vehicle to the owner thereof.
 - (2) Notwithstanding the provisions for sale set out above, on petition by a lienholder, the court, in its discretion and upon such terms and conditions as it may prescribe, may allow reclamation of the vehicle by the lienholder. The lienholder shall file with the court an accounting of the proceeds of any subsequent sale of the vehicle and pay into the court any proceeds received in excess of the amount of the lien.
 - (3) Upon conviction of the operator of said motor vehicle of a violation of subsection (a) of this section, the court shall order a sale at public auction of said motor vehicle and the officer making the sale, after deducting the

expenses of keeping the motor vehicle, the fee for the seizure, and the costs of the sale, shall pay all liens, according to their priorities, which are established, by intervention or otherwise, at said hearing or in other proceeding brought for said purpose, as being bona fide, and shall pay the balance of the proceeds to the proper officer of the county who receives fines and forfeitures to be used for the school fund of the county. All liens against a motor vehicle sold under the provisions of this section shall be transferred from the motor vehicle to the proceeds of its sale. If, at the time of hearing, or other proceeding in which the matter is considered, the owner of the vehicle can establish to the satisfaction of the court that said motor vehicle was used in prearranged speed competition with another motor vehicle on a street or highway without the knowledge or consent of the owner, and that the owner had no reasonable grounds to believe that the motor vehicle would be used for such purpose, the court shall not order a sale of the vehicle but shall restore it to the owner, and the said owner shall, at his request, be entitled to a trial by jury upon such issues.

- (4) If the owner of said motor vehicle cannot be found, the taking of the same, with a description thereof, shall be advertised in some newspaper published in the city or county where taken, or, if there be no newspaper published in such city or county, in a newspaper having circulation in the county, once a week for two weeks and by handbills posted in three public places near the place of seizure, and if said owner shall not appear within 10 days after the last publication of the advertisement, the property shall be sold, or otherwise disposed of in the manner set forth in this section.
- (5) When any vehicle confiscated under the provisions of this section is found to be specially equipped or modified from its original manufactured condition so as to increase its speed, the court shall, prior to sale, order that the special equipment or modification be removed and destroyed and the vehicle restored to its original manufactured condition. However, if the court should find that such equipment and modifications are so extensive that it would be impractical to restore said vehicle to its original manufactured condition, then the court may order that the vehicle be turned over to such governmental agency or public official within the territorial jurisdiction of the court as the court shall see fit, to be used in the performance of official duties only, and not for resale, transfer, or disposition other than as junk: Provided, that nothing herein contained shall affect the rights of lienholders and other claimants to said vehicles as set out in this section."

SECTION 2.(c) This section becomes effective December 1, 2023, and applies to offenses committed on or after that date.

PART III. MODIFY COURTROOM PROCEDURES

SECTION 3.(a) G.S. 7A-272(c) reads as rewritten:

- "(c) With the consent of the presiding district court judge, When the prosecutor, prosecutor and the defendant, defendant consent, the district court has jurisdiction to accept a defendant's plea of guilty or no contest to a Class H or I felony if: if one of the following criteria is met:
 - (1) The defendant is charged with a felony in an information filed pursuant to G.S. 15A-644.1, the felony is pending in district court, and the defendant has not been indicted for the offense; or offense.

(2) The defendant has been indicted for a criminal offense but the defendant's case is transferred from superior court to district court pursuant to G.S. 15A-1029.1.

The chief district court judge may schedule and assign sessions of court to accept pleas of guilty or no contest pursuant to this subsection, and the district attorney shall cause agreed-upon pleas to be calendared for these sessions."

SECTION 3.(b) This section becomes effective December 1, 2023, and applies to pleas accepted on or after that date.

SECTION 4.(a) G.S. 7A-271(e) reads as rewritten:

"(e) The superior court has exclusive jurisdiction over all hearings held pursuant to G.S. 15A-1345(e) where the district court had accepted a defendant's plea of guilty or no contest to a felony under the provisions of G.S. 7A-272(c), except that the district court shall have jurisdiction to hear these matters with the consent of the State and the defendant. Once the superior court has concluded a probation revocation hearing, the superior court shall proceed without remanding or sending the matter back to district court unless covered under subsection (f) of this section."

SECTION 4.(b) G.S. 15A-1341(a6) reads as rewritten:

"(a6) Compliance With Terms of Conditional Discharge. — Upon violation of a term or condition of a conditional discharge granted pursuant to this section, the court may enter an adjudication of guilt and proceed as otherwise provided. If the revocation hearing is heard in superior court, the superior court shall enter an adjudication of guilt and shall not remand the matter to district court, unless covered by G.S. 7A-271(f). Upon fulfillment of the terms and conditions of a conditional discharge granted pursuant to this section, any plea or finding of guilty previously entered shall be withdrawn and the court shall discharge the person and dismiss the proceedings against the person."

SECTION 4.(c) This section becomes effective December 1, 2023, and applies to revocation hearings held on or after that date.

PART IV. EVEN-YEAR ELECTIONS FOR CERTAIN SANITARY DISTRICT BOARDS SECTION 5.(a) G.S. 130A-50 is amended by adding two new subsections to read:

- "(f) A sanitary district board may adopt a resolution to require the election of the sanitary district board to be at the time of the election for county officers. The resolution shall be delivered to the county board of elections prior to July 1 of the odd-numbered year. If the resolution is received by the county board of elections prior to July 1 of the odd-numbered year, the current terms of office of members of that sanitary district board shall be extended by one year and the next election conducted in the following even-numbered year.
- (g) If a sanitary district board lies wholly within a county and no resident voter of the district filed a notice of candidacy in the previous election for the sanitary district board, the board of county commissioners may adopt a resolution to require the election of the sanitary district board to be at the time of the election for county officers. The resolution shall be delivered to the county board of elections prior to July 1 of the odd-numbered year. If the resolution is received by the county board of elections prior to July 1 of the odd-numbered year, the current terms of office of members of that sanitary district board shall be extended by one year and the next election conducted in the following even-numbered year."

SECTION 5.(b) Notwithstanding G.S. 130A-50(f), as enacted by this act, a sanitary district board may deliver the resolution requiring elections to be at the time of the election for county officers no later than August 1, 2023. If the resolution is received by the county board of elections by August 1, 2023, the county board of elections shall cancel all notices of candidacy and petitions submitted in 2023 with respect to the election of that sanitary district board and conduct the next election in 2024.

SECTION 5.(c) Notwithstanding G.S. 130A-50(g), as enacted by this act, a board of county commissioners may deliver the resolution requiring elections to be at the time of the election for county officers no later than August 1, 2023. If the resolution is received by the county board of elections by August 1, 2023, the county board of elections shall cancel all notices of candidacy and petitions submitted in 2023 with respect to the election of that sanitary district board and conduct the next election in 2024.

SECTION 5.(d) This Part is effective when it becomes law, and applies to elections held on or after that date.

PART V. BAR TECHNICAL CORRECTION

SECTION 6.(a) G.S. 18B-1000(1) reads as rewritten:

"(1) Bar. – An establishment that is primarily engaged in the business of selling alcoholic beverages for consumption on the premises. A bar shall not include a brewery, winery, or distillery."

SECTION 6.(b) This Part becomes effective August 1, 2023.

PART VI. EFFECTIVE DATE

SECTION 7. Except as otherwise provided, this act is effective when it becomes law.

In the General Assembly read three times and ratified this the 3rd day of July, 2023.

- s/ Benton G. Sawrey
 Presiding Officer of the Senate
- s/ Erin Paré
 Presiding Officer of the House of Representatives
- s/ Roy Cooper Governor

Approved 12:32 p.m. this 10th day of July, 2023