### **GENERAL ASSEMBLY OF NORTH CAROLINA**

#### **SESSION 1989**

S

1

6

SENATE BILL 835

Short Title: Joint Sessions Reduced.

(Public)

Sponsors: Senator Kaplan.

Referred to: Rules.

# April 11, 1989

#### A BILL TO BE ENTITLED

#### 2 AN ACT TO ELIMINATE JOINT SESSIONS FOR APPOINTMENT OR 3 NOMINATION OF PUBLIC OFFICERS. EXCEPT AS REQUIRED BY THE

3 NOMINATION OF PUBLIC OFFICERS, EXCEPT AS REQUIRED BY THE 4 CONSTITUTION.

5 The General Assembly of North Carolina enacts:

Section 1. G.S. 53-92 reads as rewritten:

### 7 "§ 53-92. Appointment of Commissioner of Banks; State Banking Commission.

On or before April 1, 1983, and quadrennially thereafter, the Governor shall appoint 8 a Commissioner of Banks subject to confirmation by the General Assembly in joint 9 session by joint resolution. The name of the Commissioner of Banks shall be submitted 10 to the General Assembly on or before February 1, of the year in which the term of his 11 office begins. The term of office for the Commissioner of Banks shall be four years. In 12 case of a vacancy in the office of Commissioner of Banks for any reason prior to the 13 expiration of his term of office, the name of his successor shall be submitted by the 14 15 Governor to the General Assembly, not later than four weeks after the vacancy arises. If a vacancy arises in the office when the General Assembly is not in session, the 16 Commissioner of Banks shall be appointed by the Governor to serve on an interim basis 17 18 pending confirmation by the General Assembly.

19 The State Banking Commission, which has heretofore been created, shall consist of 20 the State Treasurer, who shall serve as an ex officio member thereof, 12 members 21 appointed by the Governor, and two members appointed by the General Assembly 22 under G.S. 120-121, one of whom shall be appointed upon the recommendation of the 23 President of the Senate and one of whom shall be appointed upon the recommendation 24 of the Speaker of the House of Representatives. The Governor shall appoint five

1

# GENERAL ASSEMBLY OF NORTH CAROLINA

practical bankers and seven persons selected primarily as representatives of the 1 borrowing public. The person appointed by the General Assembly upon the 2 3 recommendation of the President of the Senate shall be a practical banker. The person appointed by the General Assembly upon the recommendation of the Speaker of the 4 House shall be a person selected primarily as a representative of the borrowing public. 5 6 The persons selected primarily as representatives of the borrowing public shall not be 7 employees or directors of any financial institution nor shall they have any interest in any 8 regulated financial institution other than as a result of being a depositor or borrower. Under this section, no person shall be considered to have an interest in a financial 9 10 institution whose interest in any financial institution does not exceed one-half of one percent (1/2 of 1%) of the capital stock of that financial institution. These members of 11 12 the Commission shall be selected so as to fully represent the consumer, industrial, 13 manufacturing, professional, business and farming interests of the State. No person shall 14 serve on the Commission for more than two complete consecutive terms. As the terms 15 of office of the appointive members of the Commission expire, their successors shall be 16 appointed by the person appointing them, for terms of four years each. Any vacancy 17 occurring in the membership of the Commission shall be filled by the appropriate 18 appointing officer for the unexpired term, except that vacancies among members 19 appointed by the General Assembly shall be filled in accordance with G.S. 120-122. 20 The appointed members of the Commission shall receive as compensation for their 21 services the same per diem and expenses as is paid to the members of the Advisory 22 Budget Commission. This compensation shall be paid from the fees collected from the 23 examination of banks as provided by law.

The Banking Commission shall meet at such time or times, and not less than once every three months, as the Commission shall, by resolution, prescribe, and the Commission may be convened in special session at the call of the Governor, or upon the request of the Commissioner of Banks. The State Treasurer shall be chairman of the said Commission.

29 No member of said Commission shall act in any matter affecting any bank in which 30 he is financially interested, or with which he is in any manner connected. No member of said Commission shall divulge or make use of any information coming into his 31 possession as a result of his service on such Commission, and shall not give out any 32 information with reference to any facts coming into his possession by reason of his 33 34 services on such Commission in connection with the condition of any State banking 35 institution, unless such information shall be required of him at any hearing at which he 36 is duly subpoenaed, or when required by order of a court of competent jurisdiction.

A quorum shall consist of a majority of the total membership of the Banking Commission. A majority vote of the members qualified with respect to a matter under review present at that meeting shall constitute valid action of the Banking Commission. The State Treasurer and all disqualified members who are present shall be counted to determine whether a quorum is present at a meeting.

The Commissioner of Banks shall act as the executive officer of the Banking Commission, but the Commission shall provide, by rules and regulations, for hearings before the Commission upon any matter or thing which may arise in connection with the banking laws of this State upon the request of any person interested therein, and review
any action taken or done by the Commissioner of Banks.

3 The Banking Commission is hereby vested with full power and authority to supervise, direct and review the exercise by the Commissioner of Banks of all powers, 4 duties, and functions now vested in or exercised by the Commissioner of Banks under 5 6 the banking laws of this State; any party to a proceeding before the Banking 7 Commission may, within 20 days after final order of said Commission and by written 8 notice to the Commissioner of Banks, appeal to the Superior Court of Wake County for 9 a final determination of any question of law which may be involved. The cause shall be 10 entitled 'State of North Carolina on Relation of the Banking Commission against (here insert name of appellant).' It shall be placed on the civil issue docket of such court and 11 12 shall have precedence over other civil actions. In the event of an appeal the 13 Commissioner shall certify the record to the Clerk of Superior Court of Wake County 14 within 15 days thereafter."

15

Sec. 2. G.S. 62-10(a) reads as rewritten:

16 "(a) The North Carolina Utilities Commission shall consist of seven 17 commissioners who shall be appointed by the Governor subject to confirmation by the 18 General Assembly in joint session by joint resolution. The names of commissioners to be appointed by the Governor shall be submitted by the Governor to the General Assembly 19 20 for confirmation by the General Assembly on or before May 1, of the year in which the 21 terms for which the appointments are to be made are to expire. Upon failure of the 22 Governor to submit names as herein provided, the Lieutenant Governor and Speaker of the House jointly shall submit the names of a like number of commissioners to the 23 24 General Assembly on or before May 15 of the same year for confirmation by the 25 General Assembly. Regardless of the way in which names of commissioners are submitted, confirmation of commissioners must be accomplished prior to adjournment 26 27 of the then current session of the General Assembly. This subsection shall be subject to the provisions of subsection (c) of this section." 28

29

Sec. 3. G.S. 62-15(a) reads as rewritten:

30 "(a) There is established in the Commission the office of executive director, 31 whose salary shall be the same as that fixed for members of the Commission. The executive director shall be appointed by the Governor subject to confirmation by the 32 General Assembly in joint session by joint resolution. The name of the executive director 33 appointed by the Governor shall be submitted to the General Assembly on or before 34 35 May 1 of the year in which the term of his office begins. The term of office for the executive director shall be six years, and the initial term shall begin July 1, 1977. The 36 37 executive director may be removed from office by the Governor in the event of his 38 incapacity to serve; and the executive director shall be removed from office by the 39 Governor upon the affirmative recommendation of a majority of the Commission, after 40 consultation with the Joint Legislative Utility Review Committee of the General Assembly. In case of a vacancy in the office of executive director for any reason prior to 41 42 the expiration of his term of office, the name of his successor shall be submitted by the Governor to the General Assembly, not later than four weeks after the vacancy arises. If 43 44 a vacancy arises in the office when the General Assembly is not in session, the

1 executive director shall be appointed by the Governor to serve on an interim basis 2 pending confirmation by the General Assembly."

- 3
- Sec. 4. G.S. 116-6(d) reads as rewritten:

4 "(d) The Senate and House of Representatives, in electing members of the Board 5 of Governors, shall select from a slate of nominees made in a joint session of the General 6 Assembly as provided by resolution of each house. There shall be nominated from the 7 floor at least twice the number of persons as there are vacancies to be filled. The Senate 8 and the House of Representatives shall elect one half of the persons necessary to fill the vacancies, with the Senate to hold its election prior to the House of Representatives. In 9 10 the event that an odd number of members are to be elected, the House of Representatives shall select the additional nominee. In 1973 and every four years 11 12 thereafter through 1989, the Senate shall elect at least one woman and one member of a 13 minority race and the House of Representatives shall elect at least one member of the 14 political party to which the largest minority of the members of the General Assembly 15 belong. In 1975 and every four years thereafter through 1987, the Senate shall elect at 16 least one member of the political party to which the largest minority of the members of the General Assembly belong and the House of Representatives shall elect at least one 17 woman and one member of a minority race. In 1991 and every four years thereafter the 18 19 Senate shall elect at least two members of the political party to which the largest 20 minority of the members of the General Assembly belong and the House of 21 Representatives shall elect at least two women and two members of a minority race. In 22 1993 and every four years thereafter the Senate shall elect at least two women and two 23 members of a minority race and the House of Representatives shall elect at least two 24 members of the political party to which the largest minority of the members of the 25 General Assembly belong. In 1989 and biennially thereafter, these elections shall be held during the first 30 legislative days of the regular session." 26 27

Sec. 5. This act is effective upon ratification.