## GENERAL ASSEMBLY OF NORTH CAROLINA SESSION 2023

H HOUSE BILL 818

| Short Title: | Performance Bonds for Elections Vendors.  | (Public) |
|--------------|---|----------|
| Sponsors:    | Representatives Ball, Blackwell, and Dahle (Primary Sponsors).  For a complete list of sponsors, refer to the North Carolina General Assembly web site. |          |
| Referred to: | Election Law and Campaign Finance Reform, if favorable, Rules, Calendar, and Operations of the House  |          |

## April 19, 2023

| 1  | A BILL TO BE ENTITLED   |
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| 2  | AN ACT TO REVISE HOW THE AMOUNT OF PERFORMANCE BONDS FOR                                    |
| 3  | ELECTIONS VENDORS IS DETERMINED IN THIS STATE.  |
| 4  | The General Assembly of North Carolina enacts:  |
| 5  | <b>SECTION 1.</b> G.S. 163-165.7(a)(1) reads as rewritten:                                  |
| 6  | "(1) That the vendor post a performance bond or letter of credit to cover damages           |
| 7  | resulting from defects in the voting system, expenses associated with State or              |
| 8  | federal decertification of the voting system, and to protect against the vendor's           |
| 9  | insolvency or financial inability to make State or federally mandated                       |
| 10 | modifications or updates to the voting system. Damages may include, among                   |
| 11 | other items, any costs of conducting a new county or statewide election                     |
| 12 | attributable to those defects. The bond or letter of credit shall be maintained             |
| 13 | in the amount determined by the State Board as sufficient for the cost of a new             |
| 14 | statewide election or in the amount of ten million dollars (\$10,000,000)                   |
| 15 | whichever is greater. based on the estimated cost of conducting elections in the            |
| 16 | counties in which the vendor operates."   |
| 17 | <b>SECTION 2.</b> This act is effective when it becomes law and applies to bonds or letters |

18

of credit for vendors on or after that date.

