## GENERAL ASSEMBLY OF NORTH CAROLINA 1997 SESSION

## SESSION LAW 1997-388 HOUSE BILL 611

AN ACT TO INCREASE THE COMPENSATION PROVIDED TO PERSONS ERRONEOUSLY CONVICTED OF FELONIES WHO HAVE RECEIVED PARDONS OF INNOCENCE, TO EXEMPT THE COMPENSATION FROM STATE INCOME TAX, AND TO PROVIDE FOR THE INDUSTRIAL COMMISSION TO HANDLE THE CLAIMS OF THOSE PERSONS.

The General Assembly of North Carolina enacts:

Section 1. G.S. 148-82 reads as rewritten:

#### "§ 148-82. Provision for compensation.

Any person who, having been convicted of <u>a</u> felony and having been imprisoned therefor in a State prison of this State, and who was thereafter or who shall hereafter be <u>pardoned granted a pardon of innocence</u> by the Governor upon the grounds that the crime with which <u>he the person</u> was charged either was not committed at all or was not committed by <u>him, that person</u>, may as hereinafter provided present by petition a claim against the State for the pecuniary loss sustained by <u>him the person</u> through his <u>or her</u> erroneous conviction and <u>imprisonment. imprisonment</u>, <u>provided the petition is presented within five years of the granting of the pardon."</u>

Section 2. G.S. 148-83 reads as rewritten:

### "§ 148-83. Form, requisites and contents of petition; nature of hearing.

Such petition shall be addressed to the Department of Correction, Industrial Commission, and must include a full statement of the facts upon which the claim is based, verified in the manner provided for verifying complaints in civil actions, and it may be supported by affidavits substantiating such claim. Upon its presentation the Department of Correction Industrial Commission shall fix a time and a place for a hearing, and shall mail notice to the claimant, and shall notify the Attorney General, at least 15 days before the time fixed therefor."

Section 3. G.S. 148-84 reads as rewritten:

# "§ 148-84. Evidence; action by <u>Parole Industrial</u> Commission; payment and amount of compensation.

At the hearing the claimant may introduce evidence in the form of affidavits <u>or testimony</u> to support the claim, and the Attorney General may introduce counter affidavits <u>or testimony</u> in refutation. If the <u>Parole-Industrial Commission</u> finds from the evidence that the claimant <u>was pardoned received a pardon of innocence</u> for the reason that the crime was not committed at all, or was not committed by the claimant, and that the claimant <u>was imprisoned and</u> has been vindicated in connection with the alleged

offense for which he or she was imprisoned; and that he has sustained pecuniary loss through such erroneous conviction and imprisonment, the Parole Commission shall report the facts, together with his [its] conclusions and recommendations to the Governor, and the Governor, with the approval of the Council of State, may pay to the elaimant imprisoned, the Industrial Commission shall determine the amount the claimant is entitled to be paid for the claimant's pecuniary loss and shall enter an award for that amount. The Director of the Budget shall pay the amount of the award to the claimant out of the Contingency and Emergency Fund, or out of any other available State fund, such amounts as may partially compensate the claimant for such pecuniary loss as he may be found to have suffered by reason of his erroneous conviction and imprisonment, such compensation not to be in excess of five hundred dollars (\$500.00) funds. The Industrial Commission shall award to the claimant an amount equal to ten thousand dollars (\$10,000) for each year or the pro rata amount for the portion of each year of such the imprisonment actually served; and served, but in no event shall such the compensation exceed a total amount of five thousand dollars (\$5,000), one hundred fifty thousand dollars (\$150,000). The Industrial Commission shall give written notice of its decision to all parties concerned. The determination of the Industrial Commission shall be subject to judicial review upon appeal of the claimant or the State according to the provisions and procedures set forth in Article 31 of Chapter 143 of the General Statutes."

Section 4. G.S. 105-134.6(b) is amended by adding a new subdivision to read:

"(14) The amount paid to the taxpayer by the State under G.S. 148-84 as compensation for pecuniary loss suffered by reason of erroneous conviction and imprisonment."

Section 5. Section 4 of this act is effective for taxable years beginning on or after January 1, 1997. The remainder of this act is effective when it becomes law and applies to persons pardoned on or after July 1, 1995.

In the General Assembly read three times and ratified this the 6th day of August, 1997.

Approved 8:45 a.m. this 13th day of August, 1997