

GENERAL ASSEMBLY OF NORTH CAROLINA
SESSION 2021

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SENATE BILL 372
House Committee Substitute Favorable 6/2/22
PROPOSED HOUSE COMMITTEE SUBSTITUTE S372-PCS35409-BR-34

Short Title: Electrical Lic./Bldg. Code/Dev. Reform 2022.

(Public)

Sponsors:

Referred to:

March 30, 2021

1 A BILL TO BE ENTITLED
2 AN ACT TO MAKE VARIOUS CHANGES TO ELECTRICAL CONTRACTING LICENSES,
3 WASTEWATER, SEDIMENTATION, AND BUILDING CODE LAWS.

4 The General Assembly of North Carolina enacts:

5
6 **MODIFY CLASSIFICATION OF ELECTRICAL CONTRACTING LICENSES**

7 **SECTION 1.(a)** G.S. 87-43.3 reads as rewritten:

8 "**§ 87-43.3. Classification of licenses.**

9 (a) An electrical contracting license shall be issued in one of the following classifications:

10 (1) Limited, under which a licensee shall be permitted to engage in a single
11 electrical contracting project of a value, as established by the Board, not in
12 excess of one hundred thousand dollars (\$100,000) and on which the
13 equipment or installation in the contract is rated at not more than 600 volts;
14 volts. The limited classification and any special restricted classifications shall
15 require no more than 3,000 hours of experience, of which, no less than 2,000
16 hours shall consist of primary experience gained by direct installation of
17 electrical wiring and equipment governed by the National Electric Code.

18 (2) Intermediate, under which a licensee shall be permitted to engage in a single
19 electrical contracting project of a value, as established by the Board, not in
20 excess of two hundred thousand dollars ~~(\$200,000);~~ ~~(\$200,000)~~. The
21 intermediate classification shall require no more than 5,750 hours of
22 experience, of which, no less than 5,000 hours shall consist of primary
23 experience gained by direct installation of electrical wiring and equipment
24 governed by the National Electric Code.

25 (3) Unlimited, under which a licensee shall be permitted to engage in any
26 electrical contracting project regardless of ~~value;~~ ~~and value~~. The unlimited
27 classification shall require no more than 9,000 hours of experience, of which,
28 no less than 8,000 hours shall consist of primary experience gained by direct
29 installation of electrical wiring and equipment governed by the National
30 Electric Code.

31 (b) An electrical contracting license shall be issued in such other special Restricted
32 classifications as the Board may establish from time to time to provide, (i) for the licensing of
33 persons, partnerships, firms or corporations wishing to engage in special restricted electrical
34 contracting, under which license a licensee shall be permitted to engage only in a specific phase
35 of electrical contracting of a special, limited nature, and (ii) for the licensing of persons,



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1 partnerships, firms or corporations wishing to engage in electrical contracting work as an
2 incidental part of their primary business, which is a lawful business other than electrical
3 contracting, under which license a licensee shall be permitted to engage only in a specific phase
4 of electrical contracting of a special, limited nature directly in connection with said primary
5 business.

6 (c) The Board may establish appropriate standards for each classification, such standards
7 not to be inconsistent with the provisions of G.S. 87-42. The Board may, by rule, modify the
8 project value limitations up to the maximum amounts set forth in this section for limited and
9 intermediate licenses no more than once every three years based upon an increase or decrease in
10 the project cost index for electrical projects in this State."

11 **SECTION 1.(b)** This section becomes effective October 1, 2022, and applies to
12 applicants for licensure on or after that date.

13 14 **DELAY EFFECTIVE DATE OF 18E WASTEWATER TREATMENT AND DISPERSAL** 15 **RULES**

16 **SECTION 2.(a)** Notwithstanding G.S. 150B-21.3, 15A NCAC 18E .0101 through
17 .1713, as adopted by the North Carolina Commission for Public Health on August 4, 2021, and
18 approved by the Rules Review Commission on September 16, 2021, shall not become effective
19 until January 1, 2024.

20 **SECTION 2.(b)** 15A NCAC 18A .1934 through .1971 shall remain in effect until
21 January 1, 2024. 15A NCAC 18A .1934 through .1971 shall be exempt from the periodic review
22 and expiration of existing rules process required by G.S. 150B-21.3A.

23 24 **HIGHLY TREATED WASTEWATER AMENDMENTS**

25 **SECTION 3.(a)** Section 8.26(b) of S.L. 2021-180 reads as rewritten:

26 "**SECTION 8.26.(b)** Funds allocated from the State Fiscal Recovery Fund to the Board of
27 Governors of The University of North Carolina for the Innovative Highly Treated Wastewater
28 Pilot Program (Program) shall be provided to the North Carolina Policy Collaboratory at the
29 University of North Carolina at Chapel Hill (Collaboratory) to establish the Program as described
30 in this subsection. The Collaboratory may use up to one million dollars (\$1,000,000) of the funds
31 allocated by this subsection for research and administrative costs related to the Program, of which
32 up to two hundred thousand dollars (\$200,000) may be used to reimburse the Department of
33 Environmental Quality for its administrative costs. Project funding from the funds allocated by
34 this section is limited to the lesser of forty percent (40%) of the total project cost or four million
35 dollars (\$4,000,000). In implementing the Program, the Collaboratory shall do the following: In
36 implementing the Program, the Collaboratory shall do the following:

- 37 (1) Review and evaluate wastewater systems producing highly treated
38 wastewater, either as a single unit or as a combination of treatment devices for
39 suitability as a wastewater treatment option for local governments, sanitary
40 districts, or public authorities that are either (i) considered distressed, as
41 defined by G.S. 159G-20, that ~~(i)-(ii)~~ have no more than 10,000 ~~customers~~
42 customers, or ~~(ii)-(iii)~~ include residential or commercial developments or
43 subdivisions that are unable to be served by existing wastewater systems.

44"

45 **SECTION 3.(b)** Subdivision 8.26(c)(1) of S.L. 2021-180 reads as rewritten:

- 46 "(1) Review and qualify wastewater systems producing highly treated wastewater,
47 either as a single unit or as a combination of treatment devices. The
48 Department shall require the manufacturer of the wastewater system within
49 five days of the qualification-issuance of the permit to construct for a
50 wastewater system qualified under this subdivision to file with the Department
51 a performance bond or other surety with a minimum term of five years to be

1 executed in favor of the permittee in the amount sufficient to cover system
2 replacement. Operation, maintenance, abuse, or change in hydraulic flows or
3 wastewater characteristics shall not be attached to the performance bond or
4 surety."
5

6 **PROVIDE THAT APPROVAL FOR LICENSED SOIL SCIENTISTS TO EVALUATE,**
7 **INSPECT, AND APPROVE ON-SITE WASTEWATER SYSTEM PROJECTS DURING**
8 **THE CORONAVIRUS EMERGENCY ENDS ON A DATE CERTAIN**

9 **SECTION 4.** Section 3.19(e) of S.L. 2020-97 reads as rewritten:

10 **"SECTION 3.19.(e)** This section is effective when it becomes law and expires ~~90 days after~~
11 ~~Executive Order No. 116 is rescinded.~~ on January 1, 2023. However, the expiration of this section
12 shall not prevent a licensed soil scientist acting under this section's authority from completing a
13 proposed wastewater system begun before this section expires already under construction."
14

15 **ON-SITE WASTEWATER PERMITTING PROCESS AMENDMENTS**

16 **SECTION 5.(a)** G.S. 130A-335 reads as rewritten:

17 **"§ 130A-335. Wastewater collection, treatment and disposal; rules.**

18 ...

19 (a2) Evaluations conducted by a licensed soil scientist or a licensed geologist pursuant to
20 subsection (a1) of this section to produce shall be used in developing design and construction
21 features for a new proposed wastewater system or a proposed repair project for an existing
22 wastewater system, including the addressing of any special hydrologic conditions that may be
23 required under the applicable rules for an ~~authorization to construct or for permitting,~~
24 improvement permit or a construction authorization, shall be approved by the applicable
25 permitting authorities under G.S. 130A-336 ~~and G.S. 130A-336.1,~~ provided both of the
26 following conditions are met:

- 27 (1) The evaluation of soil conditions, site features, or geologic and hydrogeologic
28 conditions satisfies all requirements of this Article. The evaluation shall not
29 cover areas outside the scope of the applicable license.
30 (2) The licensed soil scientist or licensed geologist conducting the evaluation
31 maintains an errors and omissions liability insurance policy issued by an
32 insurer licensed under Chapter 58 of the General Statutes in an amount
33 commensurate with the risk.

34 ~~Upon receipt of a signed written evaluation from the soil scientist or licensed geologist, the~~
35 ~~Department, the Department's authorized agents, and the local health department shall be~~
36 ~~discharged and released from any liabilities, duties, and responsibilities imposed by statute or in~~
37 ~~common law from any claim arising out of or attributed to the soil conditions, site features,~~
38 ~~geologic conditions, or hydrogeologic conditions for which the signed written evaluation was~~
39 ~~submitted.~~

40 (a3) When an applicant for an improvement permit submits an application and a soil
41 evaluation pursuant to subsection (a2) of this section, the local health department shall, within
42 10 business days of receiving the application, take one of the following actions:

- 43 (1) Issue the improvement permit.
44 (2) Deny the permit application and provide a signed, written report to the
45 applicant citing the applicable rule(s) for permit denial.
46 (3) Notify the applicant that additional information is needed if the application is
47 incomplete.

48 (a4) If a local health department fails to act on an application for an improvement permit
49 submitted pursuant to subsection (a3) of this section within 10 business days of receipt of a
50 complete application, the local health department shall issue the improvement permit.

1 (a5) When an applicant for a construction authorization submits an application along with
2 any necessary signed and sealed plans or evaluations, as required by the local health department,
3 conducted by a person licensed pursuant to Chapter 89C of the General Statutes as a licensed
4 engineer or a person certified pursuant to Article 5 of Chapter 90A of the General Statutes as an
5 Authorized On-Site Wastewater Evaluator, the local health department shall, within 10 business
6 days of receiving the application, take one of the following actions:

7 (1) Approve the permit application.

8 (2) Deny the permit application and provide a signed, written report to the
9 applicant citing the applicable rule(s) for permit denial.

10 (3) Notify the applicant that additional information is needed if the application is
11 incomplete.

12 (a6) If a local health department fails to act on an application for a construction
13 authorization submitted pursuant to subsection (a5) of this section within 10 business days of
14 receipt of a complete application, the local health department shall issue the construction
15 authorization.

16 (a7) The local health department shall conduct a preconstruction conference with the
17 wastewater system contractor and other representatives of the site of construction as necessary at
18 the proposed wastewater site no more than 10 business days prior to the start of the installation
19 of the on-site wastewater system to determine that the conditions of the site have not been altered.
20 The preconstruction conference may be conducted by a person licensed pursuant to Chapter 89C
21 of the General Statutes as a licensed engineer or a person certified pursuant to Article 5 of Chapter
22 90A of the General Statutes as an Authorized On-Site Wastewater Evaluator, and findings shall
23 be accepted by the local health department. The applicant or the system contractor certified under
24 rules established by the North Carolina On-Site Wastewater Contractors and Inspectors
25 Certification Board shall notify the local health department of completion of the wastewater
26 system for the inspection and issuance of the operation permit pursuant to G.S. 130A-337 after
27 determination of compliance with the construction authorization.

28 (a8) The Department, the Department's agents, and the local health department shall be
29 discharged and released from any liabilities arising out of or attributed to submittals or actions
30 from a licensed soil scientist or licensed geologist pursuant to subsection (a2) of this section. The
31 Department, the Department's agents, and the local health department shall be discharged and
32 released from any liability arising out of or attributed to submittals or actions from a person
33 licensed pursuant to Chapter 89C of the General Statutes as a licensed engineer or a person
34 certified pursuant to Article 5 of Chapter 90A of the General Statutes as an Authorized On-Site
35 Wastewater Evaluator in subsections (a2), (a5), and (a7) of this section. The Department, the
36 Department's agents, and the local health department shall be responsible and bear liability for
37 their actions and evaluations and other obligations under State law or rule, including the issuance
38 of the operations permit pursuant to G.S. 130A-337.

39 ...

40 (f1) A preconstruction conference with the owner or developer, or an agent of the owner
41 or developer, and a representative of the local health department shall be required for any
42 ~~authorization for wastewater system construction~~ construction authorization issued with an
43 improvement permit under G.S. 130A-336 when the authorization is greater than five years old.
44 Following the conference, the local health department shall advise the owner or developer of any
45 rule changes for wastewater system construction incorporating current technology that can
46 reasonably be expected to improve the performance of the system. The local health department
47 shall issue a revised ~~authorization for wastewater system construction~~ construction authorization
48 incorporating the rule changes upon the written request of the owner or developer.

49 "

50 **SECTION 5.(b)** G.S. 130A-336 reads as rewritten:

1 **"§ 130A-336. Improvement permit and ~~authorization for wastewater system construction~~**
2 **construction authorization required.**

3 (a) Any proposed site for a residence, place of business, or place of public assembly in
4 an area not served by an approved wastewater system shall be evaluated by either (i) the local
5 health department in accordance with rules adopted pursuant to this Article or (ii) by a
6 professional engineer, licensed soil scientist, or licensed geologist acting within the engineer's,
7 soil scientist's, or geologist's scope of work, as applicable, and pursuant to the conditions of the
8 engineered option permit in ~~G.S. 130A-336.1.~~ G.S. 130A-336.1 or the Authorized On-Site
9 Wastewater Evaluator permit option in G.S. 130A-336.2. An improvement permit issued by a
10 local health department shall include:

- 11 (1) For permits that are valid without expiration, a plat, or, for permits that are
12 valid for five years, a site plan.
- 13 (2) A description of the facility the proposed site is to serve.
- 14 (3) The proposed wastewater system and its location.
- 15 (4) The design wastewater flow and characteristics.
- 16 (5) The conditions for any site modifications.
- 17 (6) Any other information required by the rules of the Commission.

18 Neither the improvement permit nor the ~~authorization for wastewater system construction~~
19 construction authorization shall be affected by change of ownership of the site for the wastewater
20 system provided both the site for the wastewater system and the facility the system serves are
21 unchanged and remain under the ownership or control of the person owning the facility. No
22 person shall commence or assist in the construction, location, or relocation of a residence, place
23 of business, or place of public assembly in an area not served by an approved wastewater system
24 unless an improvement permit and ~~an authorization for wastewater system construction~~ a
25 construction authorization are obtained from the local health department unless that person is
26 acting in accordance with the conditions and criteria of an engineered option permit pursuant to
27 ~~G.S. 130A-336.1.~~ G.S. 130A-336.1 or the Authorized On-Site Wastewater Evaluator permit
28 option pursuant to G.S. 130A-336.2. This requirement shall not apply to a manufactured
29 residence exhibited for sale or stored for later sale and intended to be located at another site after
30 sale.

31 (b) The local health department shall issue ~~an authorization for wastewater system~~
32 ~~construction~~ a construction authorization authorizing work to proceed and the installation or
33 repair of a wastewater system when it has determined after a field investigation that the system
34 can be installed and operated in compliance with this Article and rules adopted pursuant to this
35 Article. This ~~authorization for wastewater system construction~~ construction authorization shall
36 be valid for a period equal to the period of validity of the improvement permit and may be issued
37 at the same time the improvement permit is issued. No person shall commence or assist in the
38 installation, construction, or repair of a wastewater system unless an improvement permit and ~~an~~
39 ~~authorization for wastewater system construction~~ a construction authorization have been
40 obtained from the Department or the local health department unless that person is acting in
41 accordance with the conditions and criteria of an engineered option permit pursuant to
42 ~~G.S. 130A-336.1.~~ G.S. 130A-336.1 or the Authorized On-Site Wastewater Evaluator permit
43 option pursuant to G.S. 130A-336.2. No improvement permit or ~~authorization for wastewater~~
44 ~~system construction~~ construction authorization shall be required for maintenance of a wastewater
45 system. The Department and the local health department may impose conditions on the issuance
46 of an improvement permit and ~~an authorization for wastewater system construction~~ a
47 construction authorization.

48 (b1) An improvement permit or ~~authorization for wastewater system construction~~
49 construction authorization issued by a local health department from January 1, 2000, to January
50 1, 2015, which has not been acted on and would have otherwise expired, shall remain valid until
51 January 1, 2020, without penalty, unless there are changes in the hydraulic flows or wastewater

1 characteristics from the original local health department evaluation. Permits are transferrable
2 with ownership of the property. Permits shall retain the site, soil evaluations, and construction
3 conditions of the original permit. Site activities begun or completed pursuant to requirements
4 from the local health department under the original permit, however, shall not be construed to be
5 altered conditions and shall not constitute a basis for refusal of the permit extension. The property
6 owner may contract with a person licensed pursuant to Chapter 89F of the General Statutes as a
7 licensed soil scientist to conduct a site verification to determine whether the conditions of the
8 original permit are unchanged. Written verification by the licensed soil scientist shall be accepted
9 by the local health department, used in lieu of verification by the local health department, and be
10 attached to the permit.

11 (c) Unless the Commission otherwise provides by rule, plans, and specifications for all
12 wastewater systems designed for the collection, treatment, and disposal of industrial process
13 wastewater shall be reviewed and approved by the Department prior to the issuance of ~~an~~
14 ~~authorization for wastewater system construction~~ a construction authorization by the local health
15 department.

16"

17 **SECTION 5.(c)** G.S. 130A-336.1(b) reads as rewritten:

18 "(b) Notice of Intent to Construct. – Prior to commencing or assisting in the construction,
19 siting, or relocation of a wastewater system, the owner of a proposed wastewater system who
20 wishes to utilize the engineered option permit, or a professional engineer authorized as the legal
21 representative of the owner, shall submit to the local health department with jurisdiction over the
22 location of the proposed wastewater system a notice of intent to construct a wastewater system
23 utilizing the engineered permit option. The Department shall develop a common form for use as
24 the notice of intent to construct that includes all of the following:

- 25 (1) The owner's name, address, e-mail address, and telephone number.
- 26 (2) The professional engineer's name, license number, address, e-mail address,
27 and telephone number.
- 28 (3) For the professional engineer, the licensed soil scientist, the licensed
29 geologist, and any on-site wastewater contractors, proof of errors and
30 omissions insurance coverage or other appropriate liability insurance.
- 31 (4) A description of the facility the proposed site is to serve and any factors that
32 would affect the wastewater load.
- 33 (5) The type of proposed wastewater system and its location.
- 34 (6) The design wastewater flow and characteristics.
- 35 (7) Any proposed landscape, site, drainage, or soil modifications.
- 36 (8) A soil evaluation that is conducted and signed and sealed by a either a licensed
37 soil scientist or licensed geologist.
- 38 (9) A plat, as defined in ~~G.S. 130A-334(7a)~~.G.S. 130A-334(7a), or a site plan, as
39 defined in G.S. 130A-334(13a)."

40 **SECTION 5.(d)** G.S. 130A-336.2(j) reads as rewritten:

41 "(j) Post-Construction Conference. – The Authorized On-Site Wastewater Evaluator shall
42 hold a post-construction conference with the owner, the certified contractor, and the certified
43 water pollution control system operator, if ~~any, and representatives from the local health~~
44 ~~department.~~ any. The post-construction conference shall include start-up and any required
45 verification of system components."

46 **SECTION 5.(e)** G.S. 130A-338 reads as rewritten:

47 "§ 130A-338. ~~Authorization for wastewater system construction~~ Construction
48 authorization required before other permits to be issued.

49 Where construction, location or relocation is proposed to be done upon a residence, place of
50 business or place of public assembly, no permit required for electrical, plumbing, heating, air
51 conditioning or other construction, location or relocation activity under any provision of general

1 or special law shall be issued until ~~an authorization for wastewater system construction a~~
2 construction authorization has been issued under G.S. 130A-336, or authorization has been
3 obtained under G.S. 130A-337(c), or a decision on the completeness of the notice of intent to
4 construct is made by the local health department pursuant to
5 ~~G.S. 130A-336.1(e).~~ G.S. 130A-336.1(c) or G.S. 130A-336.2(c)."

6 **SECTION 5.(f)** G.S. 130A-339 reads as rewritten:

7 "**§ 130A-339. Limitation on electrical service.**

8 No person shall allow permanent electrical service to a residence, place of business or place
9 of public assembly upon construction, location or relocation until the official electrical inspector
10 with jurisdiction as provided in G.S. 143-143.2 certifies to the electrical supplier that the required
11 improvement ~~permit authorization for wastewater system construction permit, construction~~
12 authorization, and an operation permit or authorization under G.S. 130A-337(c) or the letter of
13 confirmation authorizing wastewater system operation under G.S. 130A-336.1(m) has been
14 obtained. Temporary electrical service necessary for constructing a residence, place of business
15 or place of public assembly can be provided upon compliance with G.S. 130A-338."

16 **WELL GROUTING CERTIFICATION CHANGE**

17 **SECTION 6.(a)** G.S. 87-97 is amended by adding the following new subsections to
18 read:

19 "(e2) Grouting Certification. – Notwithstanding any other provision of this Article, during
20 the construction, repair, or abandonment of a private drinking water well, the local health
21 department shall not conduct a grouting inspection if all of the following apply:

- 22 (1) The well contractor provides written or electronic notice of intent to grout to
23 the local health department prior to 9:00 A.M. on the date of grouting.
- 24 (2) The written or electronic notice of intent to grout includes the location, permit
25 number, and anticipated time for grouting and indicates that grouting may
26 occur after normal business hours or on the weekend.
- 27 (3) If the grouting is to occur on a State holiday, the written or electronic notice
28 of intent to grout is provided by the last business day prior to the State holiday.
- 29 (4) The well contractor provides written certification, in a format and method
30 specified by the Commission, to the local health department that the private
31 drinking water well has been grouted in compliance with rules adopted
32 pursuant to this Article.

33 (e3) Health Department Optional Presence. – Upon receipt of a notice of intent to grout
34 under subsection (e2) of this section, the local health department may opt to be present during
35 the grouting but the failure of the local health department to be present shall not affect the
36 authority of the well contractor to self-certify the grouting under that subsection.

37 (e4) Exception for Variance. – Notwithstanding subsection (e2) of this section, if a
38 variance is issued to a rule requiring grouting of a private drinking water well to a certain depth
39 under rules adopted pursuant to this Article, the well contractor shall schedule a grout time and
40 inspection with the local health department and only the local health department shall have the
41 authority to certify that the private drinking water well was grouted in compliance with this
42 Article."

43 **SECTION 6.(b)** This section becomes effective October 1, 2022, and applies to
44 inspections conducted on or after that date.

45
46
47 **REQUIRE THE DEPARTMENT OF ENVIRONMENTAL QUALITY TO STUDY**
48 **EROSION AND SEDIMENTATION CONTROL REQUIREMENTS RELATIVE TO**
49 **FEDERAL REQUIREMENTS APPLICABLE TO STORMWATER DISCHARGES**
50 **FROM CONSTRUCTION ACTIVITIES**

1 **SECTION 7.** The Department of Environmental Quality shall study the requirements
2 of the Sedimentation Pollution Control Act of 1973 (Act) and federal requirements applicable to
3 stormwater discharges from construction activities under 40 C.F.R. § 122.26 and shall identify
4 all requirements of the Act that are more stringent than, or redundant to, federal requirements
5 applicable to stormwater discharges from construction activities under 40 C.F.R. § 122.26. In so
6 doing, the Department shall clearly identify the sources of federal law that establish specific
7 requirements for (i) stormwater control design, installation, and maintenance at construction
8 sites; (ii) permit applications to be submitted by operators of construction activity, including
9 legal requirements for design and construction specifications to be included with permit
10 applications; and (iii) transfer and termination of a builder, developer, or operator's obligations
11 upon conveyance of property on which construction occurred. The Department shall report its
12 findings, including recommendations for legislative action to streamline permitting of NCG01
13 applications, particularly any modifications to state sedimentation requirements that would result
14 in a sedimentation and erosion control approval satisfying federal NCG01 permitting, to provide
15 greater permitting efficiency within the regulated community, to the Environmental Review
16 Commission no later than September 1, 2022.

17 18 **BUILDING CODE AMENDMENTS**

19 **SECTION 8.(a)** G.S. 143-140.1 reads as rewritten:

20 "**§ 143-140.1. Appeals of alternative Alternative design construction and methods.**
21 **appeals.**

22 The North Carolina Building Code Council shall, by January 1, 2023, promulgate rules,
23 procedures, and policies for the approval of alternative designs and construction. Alternative
24 designs and construction shall follow the State Building Code. In the event of a dispute between
25 a local authority having jurisdiction and the designer or owner-representative regarding
26 alternative designs and construction, and notwithstanding any other section within this Article,
27 appeals by the designer or owner-representative on matters pertaining to alternative design
28 construction or methods shall be heard by the Department of Insurance Engineering Division.
29 The Department of Insurance Engineering Division shall issue its decision regarding an appeal
30 filed under this section within 10 business days. The Commissioner of Insurance shall adopt rules
31 in furtherance of this section."

32 **SECTION 8.(b)** Approved alternative designs and construction that are in effect at
33 the time of the effective date of this act remain in effect.

34 **SECTION 9.(a)** G.S. 160D-1102 reads as rewritten:

35 "**§ 160D-1102. Building code administration.**

36 **(a)** A local government may create an inspection department and may appoint inspectors
37 who may be given appropriate titles, such as building inspector, electrical inspector, plumbing
38 inspector, housing inspector, zoning inspector, heating and air-conditioning inspector, fire
39 prevention inspector, or deputy or assistant inspector, or another title generally descriptive of the
40 duties assigned. Every local government shall perform the duties and responsibilities set forth in
41 G.S. 160D-1104 either by (i) creating its own inspection department, (ii) creating a joint
42 inspection department in cooperation with one or more other units of local government, pursuant
43 to Part 1 of Article 20 of Chapter 160A of the General Statutes, (iii) contracting with another unit
44 of local government for the provision of inspection services pursuant to Part 1 of Article 20 of
45 Chapter 160A of the General Statutes, or (iv) arranging for the county in which a city is located
46 to perform inspection services within the city's jurisdiction as authorized by G.S. 160D-1104 and
47 G.S. 160D-202. Every local government shall designate a person responsible for the daily
48 oversight of the local government's duties and responsibilities under G.S. 160D-1104.

49 **(b)** In the event that any local government fails to provide inspection services or ceases
50 to provide inspection services, the Commissioner of Insurance shall arrange for the provision of
51 inspection services, either through personnel employed by the department or through an

1 arrangement with other units of government. In either event, the Commissioner has and may
2 exercise within the local government's planning and development regulation jurisdiction all
3 powers made available to the governing board with respect to building inspection under this
4 Article and Part 1 of Article 20 of Chapter 160A of the General Statutes. Whenever the
5 Commissioner has intervened in this manner, the local government may assume provision of
6 inspection services only after giving the Commissioner two years' written notice of its intention
7 to do so; however, the Commissioner may waive this requirement or permit assumption at an
8 earlier date upon finding that an earlier assumption will not unduly interfere with arrangements
9 made for the provision of those services.

10 (c) No later than October 1 of 2023, 2024, and 2025, every local government shall publish
11 an annual financial report on how it used fees from the prior fiscal year for the support,
12 administration, and implementation of its building code enforcement program as required by
13 G.S. 160D-402(d). This report is in addition to any other financial report required by law."

14 **SECTION 9.(b)** This section becomes effective October 1, 2022, and applies to
15 financial reports due after that date.

16 17 **MAXIMUM PARKING SPACE SIZE**

18 **SECTION 10.(a)** G.S. 160D-702(c) reads as rewritten:

19 "(c) A zoning or other development regulation shall not ~~set~~ do any of the following:

- 20 (1) Set a minimum square footage of any structures subject to regulation under
21 the North Carolina Residential Code for One- and Two-Family Dwellings.
- 22 (2) Set a maximum parking space size larger than 9 feet wide by 20 feet long
23 unless the parking space is designated for handicap, parallel, or diagonal
24 parking."

25 **SECTION 10.(b)** This section becomes effective October 1, 2022, and after that date
26 any zoning or other development regulation inconsistent with G.S. 160D-702(c), as enacted by
27 this act, is void and unenforceable.

28 29 **NORTH CAROLINA HOME INSPECTOR LICENSURE BOARD REVISIONS**

30 **SECTION 11.(a)** G.S. 143-151.45 reads as rewritten:

31 **"§ 143-151.45. Definitions.**

32 The following definitions apply in this Article:

- 33 (1) Repealed by Session Laws 2009-509, s. 3.3, effective October 1, 2013. See
34 note.
- 35 (2) Board. – The North Carolina Home Inspector Licensure Board.
- 36 (3) Compensation. – A fee or anything else of value.
- 37 (4) Home inspection. – A written ~~evaluation~~ evaluation, based on observation or
38 noninvasive testing, of two or more of the following components of a
39 residential building: heating system, cooling system, plumbing system,
40 electrical system, structural components, foundation, roof, masonry structure,
41 exterior and interior components, or any other related residential housing
42 component. Noninvasive testing means testing methods which do not result in
43 any damage to a component or system, such as tearing, puncturing, or
44 gouging, provided that probing a wood component or system to inspect for
45 deterioration is permissible.
- 46 (5) Home inspector. – An individual who engages in the business of performing
47 home inspections for compensation.
- 48 (6) Residential building. – A structure intended to be, or that is in fact, used as a
49 residence by one or more individuals."

50 **SECTION 11.(b)** G.S. 143-151.58 reads as rewritten:

51 **"§ 143-151.58. Duties of licensed home inspector.**

1 (a) Home Inspection Report. – A licensed home inspector must give to each person for
 2 whom the inspector performs a home inspection for compensation a written report of the home
 3 inspection. The inspector must give the person the report by the date set in a written agreement
 4 by the parties to the home inspection. If the parties to the home inspection did not agree on a date
 5 in a written agreement, the inspector must give the person the report ~~within three~~ within:

6 (1) Three business days after the inspection was performed.

7 (2) Ten business days after the inspection was performed, if the report describes
 8 a deficiency as a violation of the State Residential Building Code in
 9 accordance with subsection (a2) of this section.

10 (a1) Summary Page. – A written report provided under subsection (a) of this section for a
 11 prepurchase home inspection of three or more systems must include a summary page that
 12 contains the information required by this subsection. All other subject matters pertaining to the
 13 home inspection must appear in the body of the report. The summary page must contain the
 14 following statement: "This summary page is not the entire report. The complete report may
 15 include additional information of interest or concern to you. It is strongly recommended that you
 16 promptly read the complete report. For information regarding the negotiability of any item in this
 17 report under the real estate purchase contract, contact your North Carolina real estate agent or an
 18 attorney."

19 The summary page must describe any system or component of the home that does not
 20 function as intended, allowing for normal wear and tear that does not prevent the system or
 21 component from functioning as intended. The summary page must also describe any system or
 22 component that appears not to function as intended, based upon documented tangible evidence,
 23 and that requires either subsequent examination or further investigation by a specialist. The
 24 summary page may describe any system or component that poses a safety concern.

25 (a2) State Residential Building Code. – If a licensee includes a deficiency in the written
 26 report of a home inspection that is stated as a violation of the North Carolina State Residential
 27 Building Code, the licensee must do all of the following:

28 (1) Determine the date of construction, renovation, and any subsequent
 29 installation or replacement of any system or component of the home.

30 (2) Determine the ~~State Building~~ Code in effect at the time of construction,
 31 renovation, and any subsequent installation or replacement of any system or
 32 component of the home.

33 (3) Conduct the home inspection using the ~~building codes~~ Code in effect at the
 34 time of the construction, renovation, and any subsequent installation or
 35 replacement of any system or component of the home.

36 In order to fully inform the client, if the licensee describes a deficiency as a violation of the
 37 ~~State Building~~ Code in the written report, then the report shall include the information described
 38 in subdivision (1) of this subsection and photocopies of the relevant provisions of the ~~State~~
 39 ~~Building~~ Code used pursuant to subdivision (2) of this subsection to determine any violation
 40 stated in the report. The Board may adopt rules that are more restrictive on the use of the ~~State~~
 41 ~~Building~~ Code by home inspectors.

42"

43 **SECTION 11.(c)** This section becomes effective October 1, 2022, and applies to
 44 inspections conducted on or after that date.

45 **GENERAL CONTRACTOR LICENSE PROJECT VALUE INCREASE**

46 **SECTION 12.** G.S. 87-10(a1) reads as rewritten:

47 "(a1) The Board shall require an applicant to pay the Board or a provider contracted by the
 48 Board an examination fee not to exceed one hundred dollars (\$100.00). In addition to the costs
 49 of any criminal background check, the Board shall also require an applicant to pay the Board a
 50 fee not to exceed one hundred twenty-five dollars (\$125.00) if the application is for an unlimited
 51

1 license, one hundred dollars (\$100.00) if the application is for an intermediate license, or
2 seventy-five dollars (\$75.00) if the application is for a limited license. The fees accompanying
3 any application or examination shall be nonrefundable. The holder of an unlimited license shall
4 be entitled to act as general contractor without restriction as to value of any single project; the
5 holder of an intermediate license shall be entitled to act as general contractor for any single
6 project with a value of up to one million five hundred thousand dollars ~~(\$1,000,000),~~
7 (\$1,500,000), excluding the cost of land and any ancillary costs to improve the land; the holder
8 of a limited license shall be entitled to act as general contractor for any single project with a value
9 of up to ~~five-seven~~ fifty hundred thousand dollars ~~(\$500,000), (\$750,000)~~, excluding the cost of
10 land and any ancillary costs to improve the land. The license certificate shall be classified in
11 accordance with this section."
12

13 INCREASE THRESHOLD FOR FIRE APPARATUS ACCESS ROADS

14 **SECTION 13.(a)** Section 6 of S.L. 2021-121 reads as rewritten:

15 "SECTION 6.(a) Definitions. – As used in this section, "Council" means the North Carolina
16 Building Code Council, and "Code" means the current North Carolina Building Code collection,
17 and amendments to the Code, as adopted by the Council.

18 "SECTION 6.(b) Code Amendment. – Until the effective date of the Code amendment that
19 the Council is required to adopt pursuant to this section, the Council and Code enforcement
20 officials enforcing the Code shall follow the provisions of subsection (c) of this section as it
21 relates to Section D107 of the 2018 North Carolina Fire Code and other provisions that relate to
22 fire apparatus access roads for one- or two-family dwelling residential developments.

23 "SECTION 6.(c) Implementation. – ~~Notwithstanding any provision of the Code or law to~~
24 ~~the contrary, the~~ The Council and Code enforcement officials shall not require an automatic
25 sprinkler system two or more separate and approved fire apparatus access roads in developments
26 of one- or two-family dwellings where there are fewer than 100 dwelling units on a single public
27 or private fire apparatus access road with access from one direction units.

28 "SECTION 6.(d) Additional Rulemaking Authority. – The Council shall adopt a rule to
29 amend Section D107 of the 2018 North Carolina Fire Code consistent with subsection (c) of this
30 section. Notwithstanding G.S. 143-136(c), the Residential Code Committee within the Council
31 shall consider the amendment required by this section. Notwithstanding G.S. 150B-19(4), the
32 rule adopted by the Council pursuant to this subsection shall be substantively identical to the
33 provisions of subsection (c) of this section. Rules adopted pursuant to this section are not subject
34 to Part 3 of Article 2A of Chapter 150B of the General Statutes. Rules adopted pursuant to this
35 section shall become effective as provided in G.S. 150B-21.3(b1), as though 10 or more written
36 objections had been received as provided in G.S. 150B-21.3(b2).

37 "SECTION 6.(e) Effective Date. – This section is effective when it becomes law.

38 "SECTION 6.(f) Sunset. – This section expires on the date that rules adopted pursuant to
39 subsection (d) of this section become effective."

40 **SECTION 13.(b)** This section is effective when it becomes law.

41 42 CERTAIN BUILDING INSPECTIONS BY DEPARTMENT OF INSURANCE 43 CHANGES

44 **SECTION 14.(a)** G.S. 143-139.4 is amended by adding a new subsection to read:

45 "(f1) Personnel assigned by the Commissioner to conduct inspections under this section
46 must begin conducting an inspection within two business days after assignment by the
47 Commissioner."

48 **SECTION 14.(b)** G.S. 143-139.4(k) reads as rewritten:

49 "(k) As used in this section, the following terms mean:

- 50 (1) Inspection. – An inspection required by the North Carolina State Building
51 Code in any of the following categories:

- a. Plumbing.
 - b. Electrical systems.
 - c. General building restrictions and regulations.
 - d. Heating and air-conditioning.
 - e. General construction inspection.
- (2) Local inspection department. – Any county, city, or joint agency performing State Building Code inspections under Article 18 of Chapter 153A of the General Statutes or Article 19 of Chapter 160A of the General Statutes, inspections.
- (3) Requestor. – The permit holder, or an individual acting on behalf of the permit holder, who made an initial request for an inspection to a local inspection department."

SECTION 14.(c) G.S. 143-139.4 is amended by adding a new subsection to read:

"(l) The Commissioner shall contract with any individual, corporation, or other business entity that holds one of the applicable certificates as provided in G.S. 143-151.13 to conduct inspections under this section."

SECTION 14.(d) Subsection (a) of this section becomes effective October 1, 2022, and applies to inspections conducted on or after that date.

ADDITIONAL TECHNICAL CORRECTIONS TO CONFORM CERTAIN STATUTES TO CHAPTER 160D OF THE GENERAL STATUTES

SECTION 15. G.S. 143-139(b), as amended by Section 12.5(a) of S.L. 2021-117, reads as rewritten:

"(b) General Building Regulations. – The Insurance Commissioner shall have general authority, through the Division of Engineering of the Department of Insurance, to supervise, administer, and enforce all sections of the North Carolina State Building Code pertaining to plumbing, electrical systems, general building restrictions and regulations, heating and air conditioning, fire protection, and the construction of buildings generally, except those sections of the Code, the enforcement of which is specifically allocated to other agencies by subsections (c) through (e) below. In the exercise of the duty to supervise, administer, and enforce the North Carolina State Building Code (including local building codes which have superseded the State Building Code in a particular political subdivision pursuant to G.S. 143-138(e)), the Commissioner, through the Division of Engineering, shall:

- (1) Cooperate with local officials and local inspectors duly appointed by the governing body of any municipality or board of county commissioners pursuant to ~~Part 5 of Article 19 of Chapter 160A of the General Statutes or Part 4 of Article 18 of Chapter 153A~~ Article 11 of Chapter 160D of the General Statutes, or any other applicable statutory authority.
- (2) In accordance with G.S. 143-139.4, timely assign a Code-enforcement official from the marketplace pool established under G.S. 143-151.12(9)a. to conduct any plumbing, electrical systems, general building restrictions and regulations, heating and air-conditioning, or general construction inspection required by the North Carolina State Building Code.
- (3) Develop eligibility criteria for and procedures to conduct certain inspections required by the North Carolina State Building Code as remote inspections. For the purposes of this subdivision, a "remote inspection" means an inspection of the manner of construction for North Carolina State Building Code compliance that an inspector conducts by (i) interactive real-time audio and video communication with a permit holder or (ii) a review of an electronic video recording submission by a permit holder."

1 ANSON COUNTY FUNDS FOR ECONOMIC DEVELOPMENT BUDGET
2 TECHNICAL CORRECTION

3 SECTION 16.(a) Section 40.17(a) of S.L. 2021-180, as enacted by Section 9.1(d) of
4 S.L. 2021-189, and amended in Section 18.1 of S.L. 2022-6, is amended by adding a new
5 subdivision to read:

6 "(58) The funds for Anson County for economic development of county facilities,
7 in the sum of eight million dollars (\$8,000,000) shall instead be provided to
8 Anson Economic Development Corporation to be used for economic
9 development purposes, including facilities."

10 SECTION 16.(b) This section is effective when it becomes law.

11
12 ZONING CONSISTENCY APPLIES TO COUNTIES

13 SECTION 17.(a) G.S. 160D-706(a) reads as rewritten:

14 "(a) Unless otherwise prohibited by ~~G.S. 160A-174(b) with respect to cities,~~
15 G.S. 160A-704(b), when regulations made under authority of this Article require a greater width
16 or size of yards or courts, or require a lower height of a building or fewer number of stories, or
17 require a greater percentage of a lot to be left unoccupied, or impose other higher standards than
18 are required in any other statute or local ordinance or regulation, the regulations made under
19 authority of this Article govern. Unless otherwise prohibited by ~~G.S. 160A-174(b) with respect~~
20 ~~to cities,~~ G.S. 160A-704(b), when the provisions of any other statute or local ordinance or
21 regulation require a greater width or size of yards or courts, or require a lower height of a building
22 or a fewer number of stories, or require a greater percentage of a lot to be left unoccupied, or
23 impose other higher standards than are required by the regulations made under authority of this
24 Article, the provisions of that statute or local ordinance or regulation govern."

25 SECTION 17.(b) This section is effective when it becomes law, clarifies and restates
26 the intent of existing law, and applies to permit applications filed and appeals filed before, on,
27 and after the effective date.

28
29 EFFECTIVE DATE

30 SECTION 18. Except as otherwise provided, this act is effective when it becomes
31 law.