

GENERAL ASSEMBLY OF NORTH CAROLINA  
SESSION 2015

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HOUSE PRINCIPAL CLERK

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HOUSE DRH10224-MQ-68A (03/18)

Short Title: Rural County Dev. Funds for Road Const. (Public)

Sponsors: Representative Steinburg.

Referred to:

1 A BILL TO BE ENTITLED  
2 AN ACT TO ALLOW RURAL COUNTIES TO USE DEVELOPER FUNDS FOR THE  
3 CONSTRUCTION OF ROADS TO SERVE OCCUPANTS, RESIDENTS, OR INVITEES  
4 OF A SUBDIVISION OR DEVELOPMENT TO ENFORCE ORDINANCES.

5 The General Assembly of North Carolina enacts:

6 SECTION 1. G.S. 153A-331(c) reads as rewritten:

7 "(c) A subdivision control ordinance may provide that a developer may provide funds to  
8 the county whereby the county may acquire recreational land or areas to serve the development  
9 or subdivision, including the purchase of land that may be used to serve more than one  
10 subdivision or development within the immediate area.

11 The ordinance may provide that in lieu of required street construction, a developer may  
12 provide funds to be used for the development of roads to serve the occupants, residents, or  
13 invitees of the subdivision or development. All For counties where greater than fifteen percent  
14 (15%) of residents live within an incorporated municipality, according to data published by the  
15 Office of State Budget and Management, all funds received by the county under this section  
16 shall be transferred to the municipality to be used solely for the development of roads,  
17 including design, land acquisition, and construction. All other counties shall use the funds  
18 received solely for the development of roads, including design, land acquisition, and  
19 construction, and may undertake these activities in conjunction with the Department of  
20 Transportation pursuant to an agreement with the Department of Transportation. Any  
21 municipality receiving funds from a county under this section is authorized to expend such  
22 funds outside its corporate limits for the purposes specified in the agreement between the  
23 municipality and the county. Any formula adopted to determine the amount of funds the  
24 developer is to pay in lieu of required street construction shall be based on the trips generated  
25 from the subdivision or development. The ordinance may require a combination of partial  
26 payment of funds and partial dedication of constructed streets when the governing body of the  
27 county determines that a combination is in the best interest of the citizens of the area to be  
28 served.

29 The ordinance may provide for the more orderly development of subdivisions by requiring  
30 the construction of community service facilities in accordance with county plans, policies, and  
31 standards. To assure compliance with these and other ordinance requirements, the ordinance  
32 may provide for performance guarantees to assure successful completion of required  
33 improvements. If a performance guarantee is required, the county shall provide a range of  
34 options of types of performance guarantees, including, but not limited to, surety bonds or letters  
35 of credit, from which the developer may choose. For any specific development, the type of



1 performance guarantee from the range specified by the county shall be at the election of the  
2 developer.

3 The ordinance may provide for the reservation of school sites in accordance with  
4 comprehensive land use plans approved by the board of commissioners or the planning board.  
5 For the authorization to reserve school sites to be effective, the board of commissioners or  
6 planning board, before approving a comprehensive land use plan, shall determine jointly with  
7 the board of education with jurisdiction over the area the specific location and size of each  
8 school site to be reserved, and this information shall appear in the plan. Whenever a  
9 subdivision that includes part or all of a school site to be reserved under the plan is submitted  
10 for approval, the board of commissioners or the planning board shall immediately notify the  
11 board of education. The board of education shall promptly decide whether it still wishes the site  
12 to be reserved and shall notify the board of commissioners or planning board of its decision. If  
13 the board of education does not wish the site to be reserved, no site may be reserved. If the  
14 board of education does wish the site to be reserved, the subdivision may not be approved  
15 without the reservation. The board of education must acquire the site within 18 months after the  
16 date the site is reserved, either by purchase or by exercise of the power of eminent domain. If  
17 the board of education has not purchased the site or begun proceedings to condemn the site  
18 within the 18 months, the subdivider may treat the land as freed of the reservation."

19 **SECTION 2.** This act is effective when it becomes law.