

GENERAL ASSEMBLY OF NORTH CAROLINA  
SESSION 2009

S

D

SENATE BILL 698  
Commerce Committee Substitute Adopted 5/12/09  
House Committee Substitute Favorable 6/25/09  
PROPOSED HOUSE COMMITTEE SUBSTITUTE S698-PCS35365-RG-50

Short Title: City/County/Sanitary District Fees/Internet.

(Public)

Sponsors:

Referred to:

March 24, 2009

A BILL TO BE ENTITLED

AN ACT REQUIRING THAT CITIES, COUNTIES, SANITARY DISTRICTS, AND WATER AND SEWER AUTHORITIES GIVE ELECTRONIC NOTICE OF THE IMPOSITION OF CERTAIN NEW FEES AND INCREASES IN CERTAIN EXISTING FEES AND AN OPPORTUNITY TO BE HEARD WHEN THE IMPOSITION OR INCREASE OF THOSE FEES IS CONSIDERED.

The General Assembly of North Carolina enacts:

**SECTION 1.** Article 5 of Chapter 153A of the General Statutes is amended by adding a new section to read:

**"§ 153A-102.1. Electronic notice of new fees and fee increases; public comment period.**

(a) If a county has a Web site maintained by one or more of its employees, the county shall provide notice of the imposition of or increase in fees or charges applicable solely to the construction of development subject to the provisions of Part 2 of Article 18 of this Chapter on the county's Web site at least seven days prior to the first meeting where the imposition of or increase in the fees or charges is on the agenda for consideration.

(b) During the consideration of the imposition of or increase in fees or charges as provided in subsection (a) of this section, the governing body of the county shall permit a period of public comment.

(c) This section shall not apply if the imposition of or increase in fees or charges is contained in a budget filed in accordance with the requirements of G.S. 159-12."

**SECTION 2.** Article 1 of Chapter 160A of the General Statutes is amended by adding a new section to read:

**"§ 160A-4.1. Electronic notice of new fees and fee increases; public comment period.**

(a) If a city has a Web site maintained by one or more of its employees, the city shall provide notice of the imposition of or increase in fees or charges applicable solely to the construction of development subject to the provisions of Part 2 of Article 19 of this Chapter on the city's Web site at least seven days prior to the first meeting where the imposition of or increase in the fees or charges is on the agenda for consideration.

(b) During the consideration of the imposition of or increase in fees or charges as provided in subsection (a) of this section, the governing body of the city shall permit a period of public comment.



\* S 6 9 8 - P C S 3 5 3 6 5 - R G - 5 0 \*

1 (c) This section shall not apply if the imposition of or increase in fees or charges is  
2 contained in a budget filed in accordance with the requirements of G.S. 159-12."

3 **SECTION 3.** Part 2 of Article 2 of Chapter 130A of the General Statutes is  
4 amended by adding a new section to read:

5 "**§ 130A-64.1. Electronic notice of new or increased charges and rates; public comment**  
6 **period.**

7 (a) If a sanitary district has a Web site maintained by one or more of its employees, the  
8 sanitary district shall provide notice of the imposition of or increase in service charges or rates  
9 applicable solely to the construction of development subject to Part 2 of Article 19 of Chapter  
10 160A or Part 2 of Article 18 of Chapter 153A for any service provided by the sanitary district  
11 on the sanitary district's Web site at least seven days prior to the first meeting where the  
12 imposition of or increase in the charges or rates is on the agenda for consideration.

13 (b) During the consideration of the imposition of or increase in service charges or rates  
14 as provided in subsection (a) of this section, the governing body of the sanitary district shall  
15 permit a period of public comment.

16 (c) This section shall not apply if the imposition of or increase in service charges or  
17 rates is contained in a budget filed in accordance with the requirements of G.S. 159-12."

18 **SECTION 4.** G.S. 162A-9 reads as rewritten:

19 "**§ 162A-9. Rates and charges; electronic notice; contracts for water or services; deposits;**  
20 **delinquent charges.**

21 (a) An authority may establish and revise a schedule of rates, fees, and other charges for  
22 the use of and for the services furnished or to be furnished by any water system or sewer  
23 system or parts thereof owned or operated by the authority. The rates, fees, and charges  
24 established under this subsection are not subject to supervision or regulation by any bureau,  
25 board, commission, or other agency of the State or of any political subdivision.

26 Before an authority sets or revises rates, fees, or other charges for stormwater management  
27 programs and structural or natural stormwater and drainage system service, the authority shall  
28 hold a public hearing on the matter. At least seven days before the hearing, the authority shall  
29 publish notice of the public hearing in a newspaper having general circulation in the area. An  
30 authority may impose rates, fees, or other charges for stormwater management programs and  
31 stormwater and drainage system service on a person even though the person has not entered  
32 into a contract to receive the service.

33 Rates, fees, and charges shall be fixed and revised so that the revenues of the authority,  
34 together with any other available funds, will be sufficient at all times:

- 35 (1) To pay the cost of maintaining, repairing, and operating the systems or parts  
36 thereof owned or operated by the authority, including reserves for such  
37 purposes, and including provision for the payment of principal of and  
38 interest on indebtedness of a political subdivision or of political subdivisions  
39 which payment shall have been assumed by the authority, and  
40 (2) To pay the principal of and the interest on all bonds issued by the authority  
41 under the provisions of this Article as the same shall become due and  
42 payable and to provide reserves therefor.

43 The fees established under this subsection must be made applicable throughout the service  
44 area. Schedules of rates, fees, charges, and penalties for providing stormwater management  
45 programs and structural and natural stormwater and drainage system service may vary  
46 according to whether the property served is residential, commercial, or industrial property, the  
47 property's use, the size of the property, the area of impervious surfaces on the property, the  
48 quantity and quality of the runoff from the property, the characteristics of the watershed into  
49 which stormwater from the property drains, and other factors that affect the stormwater  
50 drainage system. Rates, fees, and charges imposed under this subsection for stormwater  
51 management programs and stormwater and drainage system service may not exceed the

1 authority's cost of providing a stormwater management program and a structural and natural  
2 stormwater and drainage system. The authority's cost of providing a stormwater management  
3 program and a structural and natural stormwater and drainage system includes any costs  
4 necessary to assure that all aspects of stormwater quality and quantity are managed in  
5 accordance with federal and State laws, regulations, and rules.

6 No stormwater utility fee may be levied under this subsection whenever two or more units  
7 of local government operate separate stormwater management programs or separate structural  
8 and natural stormwater and drainage system services in the same area within a county.  
9 However, two or more units of local government may allocate among themselves the functions,  
10 duties, powers, and responsibilities for jointly operating a stormwater management program  
11 and structural and natural stormwater and drainage system service in the same area within a  
12 county, provided that only one unit may levy a fee for the service within the joint service area.  
13 For purposes of this subsection, a unit of local government shall include a regional authority  
14 providing stormwater management programs and structural and natural stormwater and  
15 drainage system services.

16 (a1) If an authority has a Web site maintained by one or more of its employees, the  
17 authority shall provide notice of the imposition of or increase in rates, fees, and charges under  
18 subsection (a) of this section applicable solely to the construction of development subject to  
19 Part 2 of Article 19 of Chapter 160A or Part 2 of Article 18 of Chapter 153A on the authority's  
20 Web site at least seven days prior to the first meeting where the imposition of or increase in the  
21 rates, fees, and charges is on the agenda for consideration. During the consideration of the  
22 imposition of or increase in rates, fees, or charges under this subsection, the authority shall  
23 permit a period of public comment. This subsection shall not apply if the imposition of or  
24 increase in rates, fees, and charges is contained in a budget filed in accordance with the  
25 requirements of G.S. 159-12.

26 (b) Notwithstanding any of the foregoing provisions of this section, the authority may  
27 enter into contracts relating to the collection, treatment or disposal of sewage or the purchase or  
28 sale of water which shall not be subject to revision except in accordance with their terms.

29 (c) In order to insure the payment of such rates, fees and charges as the same shall  
30 become due and payable, the authority may do the following in addition to exercising any other  
31 remedies which it may have:

- 32 (1) Require reasonable advance deposits to be made with it to be subject to  
33 application to the payment of delinquent rates, fees and charges.
- 34 (2) At the expiration of 30 days after any rates, fees and charges become  
35 delinquent, discontinue supplying water or the services and facilities of any  
36 water system or sewer system of the authority.
- 37 (3) Specify the order in which partial payments are to be applied when a bill  
38 covers more than one service."

39 **SECTION 5.** This act becomes effective August 1, 2009.