

**GENERAL ASSEMBLY OF NORTH CAROLINA
SESSION 2011**

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**HOUSE BILL 332
Second Edition Engrossed 4/28/11**

Short Title: Clarify Development Moratoria Authority. (Public)

Sponsors: Representatives Mills, Killian, Crawford, and Hamilton (Primary Sponsors).
For a complete list of Sponsors, see Bill Information on the NCGA Web Site.

Referred to: Government.

March 14, 2011

A BILL TO BE ENTITLED

AN ACT CLARIFYING THAT A LOCAL GOVERNMENT MAY NOT IMPOSE A MORATORIUM ON DEVELOPMENT APPROVALS FOR THE PURPOSE OF DEVELOPING AND ADOPTING A NEW OR REVISED DEVELOPMENT ORDINANCE.

The General Assembly of North Carolina enacts:

SECTION 1. G.S. 153A-340(h) reads as rewritten:

"(h) As provided in this subsection, counties may adopt temporary moratoria on any county development approval required by law-law, except for the purpose of developing and adopting new or amended plans or ordinances as to residential uses. The duration of any moratorium shall be reasonable in light of the specific conditions that warrant imposition of the moratorium and may not exceed the period of time necessary to correct, modify, or resolve such conditions. Except in cases of imminent and substantial threat to public health or safety, before adopting an ordinance imposing a development moratorium with a duration of 60 days or any shorter period, the board of commissioners shall hold a public hearing and shall publish a notice of the hearing in a newspaper having general circulation in the area not less than seven days before the date set for the hearing. A development moratorium with a duration of 61 days or longer, and any extension of a moratorium so that the total duration is 61 days or longer, is subject to the notice and hearing requirements of G.S. 153A-323. Absent an imminent threat to public health or safety, a development moratorium adopted pursuant to this section shall not apply to any project for which a valid building permit issued pursuant to G.S. 153A-357 is outstanding, to any project for which a conditional use permit application or special use permit application has been accepted, to development set forth in a site-specific or phased development plan approved pursuant to G.S. 153A-344.1, to development for which substantial expenditures have already been made in good faith reliance on a prior valid administrative or quasi-judicial permit or approval, or to preliminary or final subdivision plats that have been accepted for review by the county prior to the call for public hearing to adopt the moratorium. Any preliminary subdivision plat accepted for review by the county prior to the call for public hearing, if subsequently approved, shall be allowed to proceed to final plat approval without being subject to the moratorium.

Any ordinance establishing a development moratorium must expressly include at the time of adoption each of the following:

- (1) A clear statement of the problems or conditions necessitating the moratorium and what courses of action, alternative to a moratorium, were considered by



1 the county and why those alternative courses of action were not deemed
2 adequate.

3 (2) A clear statement of the development approvals subject to the moratorium
4 and how a moratorium on those approvals will address the problems or
5 conditions leading to imposition of the moratorium.

6 (3) An express date for termination of the moratorium and a statement setting
7 forth why that duration is reasonably necessary to address the problems or
8 conditions leading to imposition of the moratorium.

9 (4) A clear statement of the actions, and the schedule for those actions, proposed
10 to be taken by the county during the duration of the moratorium to address
11 the problems or conditions leading to imposition of the moratorium.

12 No moratorium may be subsequently renewed or extended for any additional period unless
13 the city shall have taken all reasonable and feasible steps proposed to be taken by the county in
14 its ordinance establishing the moratorium to address the problems or conditions leading to
15 imposition of the moratorium and unless new facts and conditions warrant an extension. Any
16 ordinance renewing or extending a development moratorium must expressly include, at the
17 time of adoption, the findings set forth in subdivisions (1) through (4) of this subsection,
18 including what new facts or conditions warrant the extension.

19 Any person aggrieved by the imposition of a moratorium on development approvals
20 required by law may apply to the appropriate division of the General Court of Justice for an
21 order enjoining the enforcement of the moratorium, and the court shall have jurisdiction to
22 issue that order. Actions brought pursuant to this section shall be set down for immediate
23 hearing, and subsequent proceedings in those actions shall be accorded priority by the trial and
24 appellate courts. In any such action, the county shall have the burden of showing compliance
25 with the procedural requirements of this subsection."

26 **SECTION 2.** G.S. 160A-381(e) reads as rewritten:

27 "(e) As provided in this subsection, cities may adopt temporary moratoria on any city
28 development approval required by ~~law~~-law, except for the purpose of developing and adopting
29 new or amended plans or ordinances as to residential uses. The duration of any moratorium
30 shall be reasonable in light of the specific conditions that warrant imposition of the moratorium
31 and may not exceed the period of time necessary to correct, modify, or resolve such conditions.
32 Except in cases of imminent and substantial threat to public health or safety, before adopting an
33 ordinance imposing a development moratorium with a duration of 60 days or any shorter
34 period, the governing board shall hold a public hearing and shall publish a notice of the hearing
35 in a newspaper having general circulation in the area not less than seven days before the date
36 set for the hearing. A development moratorium with a duration of 61 days or longer, and any
37 extension of a moratorium so that the total duration is 61 days or longer, is subject to the notice
38 and hearing requirements of G.S. 160A-364. Absent an imminent threat to public health or
39 safety, a development moratorium adopted pursuant to this section shall not apply to any
40 project for which a valid building permit issued pursuant to G.S. 160A-417 is outstanding, to
41 any project for which a conditional use permit application or special use permit application has
42 been accepted, to development set forth in a site-specific or phased development plan approved
43 pursuant to G.S. 160A-385.1, to development for which substantial expenditures have already
44 been made in good faith reliance on a prior valid administrative or quasi-judicial permit or
45 approval, or to preliminary or final subdivision plats that have been accepted for review by the
46 city prior to the call for public hearing to adopt the moratorium. Any preliminary subdivision
47 plat accepted for review by the city prior to the call for public hearing, if subsequently
48 approved, shall be allowed to proceed to final plat approval without being subject to the
49 moratorium.

50 Any ordinance establishing a development moratorium must expressly include at the time
51 of adoption each of the following:

- 1 (1) A clear statement of the problems or conditions necessitating the moratorium
2 and what courses of action, alternative to a moratorium, were considered by
3 the city and why those alternative courses of action were not deemed
4 adequate.
- 5 (2) A clear statement of the development approvals subject to the moratorium
6 and how a moratorium on those approvals will address the problems or
7 conditions leading to imposition of the moratorium.
- 8 (3) An express date for termination of the moratorium and a statement setting
9 forth why that duration is reasonably necessary to address the problems or
10 conditions leading to imposition of the moratorium.
- 11 (4) A clear statement of the actions, and the schedule for those actions, proposed
12 to be taken by the city during the duration of the moratorium to address the
13 problems or conditions leading to imposition of the moratorium.

14 No moratorium may be subsequently renewed or extended for any additional period unless
15 the city shall have taken all reasonable and feasible steps proposed to be taken by the city in its
16 ordinance establishing the moratorium to address the problems or conditions leading to
17 imposition of the moratorium and unless new facts and conditions warrant an extension. Any
18 ordinance renewing or extending a development moratorium must expressly include, at the
19 time of adoption, the findings set forth in subdivisions (1) through (4) of this subsection,
20 including what new facts or conditions warrant the extension.

21 Any person aggrieved by the imposition of a moratorium on development approvals
22 required by law may apply to the appropriate division of the General Court of Justice for an
23 order enjoining the enforcement of the moratorium, and the court shall have jurisdiction to
24 issue that order. Actions brought pursuant to this section shall be set down for immediate
25 hearing, and subsequent proceedings in those actions shall be accorded priority by the trial and
26 appellate courts. In any such action, the city shall have the burden of showing compliance with
27 the procedural requirements of this subsection."

28 **SECTION 3.** This act is effective when it becomes law.