GENERAL ASSEMBLY OF NORTH CAROLINA

SESSION 1989

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SENATE BILL 291* Second Edition Engrossed 4/17/89

Short Title: Housing Division in Commerce. Sponsors: Senator Goldston.	— (Public)

February 27, 1989

1 A BILL TO BE ENTITLED 2 AN ACT TO TRANSFER THE DIVISIONS OF COMMUNITY ASSISTANCE AND 3 ECONOMIC OPPORTUNITY FROM THE DEPARTMENT OF NATURAL RESOURCES AND COMMUNITY DEVELOPMENT TO THE DEPARTMENT 4 OF COMMERCE, TO DIRECT THE SECRETARY OF COMMERCE TO 5 ESTABLISH THE FUNCTIONS OF COMMUNITY DEVELOPMENT AND 6 7 HOUSING, AND TO ESTABLISH A TOLL-FREE TELEPHONE NUMBER FOR HOUSING ASSISTANCE INFORMATION IN THE DEPARTMENT OF 8 9 COMMERCE.

The General Assembly of North Carolina enacts:

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Section 1. The Divisions of Community Assistance and Economic Opportunity in the Department of Natural Resources and Community Development are transferred to the Department of Commerce. The transfer shall have all the elements of a Type I transfer, as that term is defined in G.S. 143A-6(a).

Sec. 2. The Secretary of Commerce shall establish the functions of housing and community development and shall establish the position of Deputy Secretary for Community Development and Housing within that department. The Divisions of Community Assistance and Economic Opportunity shall be located under the Deputy Secretary for Community Development and Housing.

Sec. 3. G.S. 143B-431 reads as rewritten:

"§ 143B-431. Department of Commerce – functions.

- 1 (a) The functions of the Department of Commerce, except as otherwise expressly
 2 provided by Article 1 of this Chapter or by the Constitution of North Carolina, shall
 3 include:
 4 (1) All of the executive functions of the State in relation to economic
 5 development including by way of enumeration and not of limitation,
 6 the expansion and recruitment of environmentally sound industry.
 - development including by way of enumeration and not of limitation, the expansion and recruitment of environmentally sound industry, labor force development, the promotion of and assistance in the orderly development of North Carolina counties and communities, the promotion and growth of the travel and tourism industries, the development of our State's ports, energy resource management and energy policy development;
 - (2) All functions, powers, duties and obligations heretofore vested in any agency enumerated in Article 15 of Chapter 143A, to wit:
 - a. The State Board of Alcoholic Control,
 - b. The North Carolina Utilities Commission,
 - c. The Employment Security Commission,
 - d. The North Carolina Industrial Commission,
 - e. State Banking Commission and the Commissioner of Banks,
 - f. Savings and Loan Association Division,
 - g. The State Savings and Loan Commission,
 - h. Credit Union Commission,
 - i. The North Carolina Milk Commission,
 - j. The North Carolina Mutual Burial Association Commission,
 - k. The North Carolina Rural Electrification Authority.
 - 1. The North Carolina State Ports Authority, all of which enumerated agencies are hereby expressly transferred by a Type II transfer, as defined by G.S. 143A-6, to this recreated and reconstituted Department of Commerce; and,
 - (3) All other functions, powers, duties and obligations as are conferred by this Chapter, delegated or assigned by the Governor and conferred by the Constitution and laws of this State. Any agency transferred to the Department of Commerce by a Type II transfer, as defined by G.S. 143A-6, shall have the authority to employ, direct and supervise professional and technical personnel, and such agencies shall not be accountable to the Secretary of Commerce in their exercise of quasijudicial powers authorized by statute, notwithstanding any other provisions of this Chapter, provided that the authority of the North Carolina State Ports Authority to employ, direct and supervise personnel shall be as provided in Part 10 of this Article.
 - (b) The Department of Commerce is authorized to establish and provide for the operation of North Carolina nonprofit corporations to achieve the purpose of aiding the development of small businesses and to achieve the purposes of the United States Small Business Administration's 504 Certified Development Company Program.

(c) The Department of Commerce shall have the following powers and duties 1 2 with respect to local planning assistance: 3 To provide planning assistance to municipalities and counties and joint (1) and regional planning boards established by two or more governmental 4 5 units in the solution of their local planning problems. Planning 6 assistance as used in this section shall consist of making population. 7 economic, land use, traffic, and parking studies and developing plans 8 based thereon to guide public and private development and other 9 planning work of a similar nature. Planning assistance shall also 10 include the preparation of proposed subdivision regulations, zoning 11 ordinances, capital budgets, and similar measures that may be 12 recommended for the implementation of such plans. The term planning assistance shall not be construed to include the providing of plans for 13 14 specific public works. 15 <u>(2)</u> To receive and expend federal and other funds for planning assistance to municipalities and counties and to joint and regional planning 16 17 boards, and to enter into contracts with the federal government, 18 municipalities, counties, or joint and regional planning boards with reference thereto. 19 To perform planning assistance, either through the staff of the 20 **(3)** Department or through acceptable contractual arrangements with other 21 qualified State agencies or institutions, local planning agencies, or with 22 23 private professional organizations or individuals. 24 **(4)** To assume full responsibility for the proper execution of a planning program for which a grant of State or federal funds has been made and 25 26 for carrying out the terms of a federal grant contract. To cooperate with municipal, county, joint and regional planning 27 (5) boards, and federal agencies for the purpose of aiding and encouraging 28 an orderly, coordinated development of the State. 29 To establish and conduct, either with its own staff or through 30 (6) contractual arrangements with institutions of higher education, State 31 32 agencies, or private agencies, training programs for those employed or to be employed in community development activities." 33 Sec. 4. G.S. 143B-433 is amended by adding three new subdivisions: 34 35 "(23) Community Assistance Division, (24) Economic Opportunity Division, 36 37 (25) Community Development Council." 38 Sec. 5. The Community Development Council in the Department of Natural 39 Resources and Community Development is transferred to the Department of Commerce. 40 The transfer shall have all the elements of a Type II transfer as that term is defined in 41 G.S. 143A-6(b). 42 Sec. 6. G.S. 143B is amended by adding a new Part 3A as follows:

"PART 3A. COMMUNITY DEVELOPMENT COUNCIL.

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"§ 143B-438.1. Community Development Council; creation, powers and duties.

- (a) There is hereby created the Community Development Council of the Department of Commerce. The Community Development Council shall have the following functions and duties:
 - (1) To advise the Secretary of Commerce with respect to promoting and assisting in the orderly development of North Carolina counties and communities.
 - (2) To advise the Secretary of Commerce with respect to the type and effectiveness of planning and management services provided to local government.
 - (3), (4) Repealed by Session Laws 1977, c. 198, s. 13.
 - (5) The Council shall consider and advise the Secretary of Commerce upon any matter the Secretary may refer to it.

"§ 143B-438.2. Community Development Council; members, chairman, selection, removal, compensation, quorum, services.

The Community Development Council of the Department of Commerce shall consist of 11 members appointed by the Governor. The composition of the Council shall be as follows: one member who shall be a local government official, one member who shall be the Executive Secretary of the League of Municipalities, one member who shall be the Executive Secretary of the County Commissioners Association, one member who shall represent industry, one member who shall represent labor, and six members at large.

The Governor shall designate one member of the Council to serve as chairman at the pleasure of the Governor.

The initial members of the Council other than those members serving in an ex officio capacity shall be appointed to serve for terms of four years and until their successors are appointed and qualify. Any appointment to fill a vacancy on the Council created by the resignation, dismissal, death or disability of a member shall be for the balance of the unexpired term.

The Governor shall have the power to remove any member of the Council from office in accordance with the provisions of G.S. 143B-16 of the Executive Organization Act of 1973.

Members of the Council shall receive per diem and necessary travel and subsistence expenses in accordance with the provisions of G.S. 138-5.

A majority of the Council shall constitute a quorum for the transaction of business.

All clerical and other services required by the Council shall be supplied by the Secretary of Commerce.

"§ 143B-438.3. Community Development Council; meetings.

The Community Development Council shall meet at least semiannually and may hold special meetings at any time and place within the State at the call of the chairman or upon the written request of least a majority of the members."

Sec. 7. G.S. 143-320 reads as rewritten:

"§ 143-320. Definitions.

As used in this Article, unless the context otherwise requires:

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"Council" means the Community Development Council.

"Department"means the Department of Natural Resources and Community Development.

"Secretary"means the Secretary of Natural Resources and Community Development.

"Recreation" means those interests that are diversionary in character and that aid in promoting entertainment, pleasure, relaxation, instruction, and other physical, mental, and cultural developments and experiences of a leisure nature, and includes all governmental, private nonprofit and commercial recreation forms of the recreation field and includes parks, conservation, recreation travel, the use of natural resources, wilderness and high density recreation types and the variety of recreation interests in areas and programs which are incorporated in this range."

Sec. 8. G.S. 143-323(c) is repealed.

Sec. 9. G.S. 143B-279(10) is repealed.

Sec. 10. G.S. 143B-280 reads as rewritten:

"§ 143B-280. Board of Natural Resources and Community Development; duties; members; selection; meetings; quorum; compensation; services.

The Board of Natural Resources and Community Development shall consider and advise the Secretary of Natural Resources and Community Development upon any matter that the Secretary may refer to it. The Board shall assist the Secretary of Natural Resources and Community Development in the development of major programs and recommend priorities for programs within the Department.

The Board of Natural Resources and Community Development shall perform such other duties as may be specifically given to it.

The Board of Natural Resources and Community Development shall consist of the following 20 members. The chairman of each of the following commissions: the Wildlife Resources Commission, the Environmental Management Commission, the Marine Fisheries Commission, the Coastal Resources Commission and the Soil and Water Conservation Commission; the chairman of each of the following councils: the Community Development Council, the Forestry Council, the Parks and Recreation Council and the North Carolina Zoological Park Council; 10–11 members at large appointed by the Governor to serve at his pleasure; and the Secretary of Natural Resources and Community Development who shall be a member and chairman ex officio. The Board of Natural Resources and Community Development shall meet at least once in each quarter and may hold special meetings at any time and place within the State at the call of its chairman.

A majority of the Board shall constitute a quorum for the transaction of business.

Members of the Board shall receive per diem and necessary travel expenses in accordance with the provisions of G.S. 138-5.

All clerical and other services required by the Board shall be supplied by the Secretary of Natural Resources and Community Development."

Sec. 11. Part 11 of G.S. 143B, Sections 143B-305 to 143B-307, is repealed.

- Sec. 12. There shall be established in the Department of Commerce a toll-
- 2 free telephone number to provide information on housing assistance to the citizens of
- 3 the State.
- 4 Sec. 13. This act shall become effective July 1, 1989.