#### GENERAL ASSEMBLY OF NORTH CAROLINA

#### **SESSION 1993**

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# HOUSE BILL 153\* Committee Substitute Favorable 4/8/93 Third Edition Engrossed 5/10/93

Short Title: N.C. Rail Council. (Public			
Sponsors:			
Referred to:			
	February 15, 1993		
	A BILL TO BE ENTITLED		
AN ACT TO CREATE A RAIL COUNCIL WITHIN THE DEPARTMENT OF			
TRANSPORTATION AND TO BROADEN THE AUTHORITY OF THE BOARD			
OF TRANSPORTATION.			
The General A	ssembly of North Carolina enacts:		
Section 1. Chapter 143B of the General Statutes is amended by adding a new			
Part to read:			
	"PART 9. NORTH CAROLINA RAIL COUNCIL.		
" <u>§ 143B-361.</u>			
The General Assembly finds that:			
<u>(1)</u>	The rail system in North Carolina is an irreplaceable transportation		
(2)	resource;		
<u>(2)</u>	The promotion and preservation of railroads operating within North		
	Carolina as transportation resources and economic development tools		
	is vital to the State's economy, and the continued economic viability of		
(2)	railroads is a necessary part of the free enterprise system;		
<u>(3)</u>	A healthy rail system is vital to a competitive State economy, and		
	railroads must be allowed, through effective public policy, to compete		
	fairly in the transportation marketplace and to provide those		
(4)	transportation services for which rail is suitable;  The preservation of rail corridors, through branch line rehabilitation.		
<u>(4)</u>	The preservation of rail corridors, through branch line rehabilitation		

and State acquisition of strategic corridors, is in the public interest and

1		is an integral and necessary part of a balanced transportation system;
2		and
3	<u>(5)</u>	As the owner of the majority interest in the North Carolina Railroad
4	<del>* * *</del>	Company, the State has a vested interest in the preservation,
5		development, and well-being of the North Carolina Railroad.
6	"§ 143B-362. No	orth Carolina Rail Council – creation; powers and duties.
7		reated the North Carolina Rail Council of the Department of
8	Transportation.	The Rail Council shall:
9	(1)	Advise the Governor, Secretary of Transportation, Board of
10		Transportation, and General Assembly on policy concerning the
11		preservation and enhancement of the State's rail system, including the
12		acquisition and management of existing rail corridors, revitalization
13		and rehabilitation of active freight and passenger railways,
14		improvements in rail safety, and promotion of competitive rail
15		passenger services;
16	<u>(2)</u>	Designate a Strategic Rail System, with the North Carolina Railroad as
17		its foundation, to be approved by the Board of Transportation;
18	<u>(3)</u>	Recommend to the Board of Transportation funding sources and levels
19		to accomplish the purposes of this act;
20	<u>(4)</u>	Plan and recommend the distribution of financial assistance for the
21		revitalization of railroads and conservation of rail corridors as
22		authorized in G.S. 136-44.36;
23	<u>(5)</u>	Plan and recommend the acquisition of rail corridors for future use as
24		authorized in G.S. 136-44.36A and oversee the protection and
25		maintenance of preserved rail corridors;
26	<u>(6)</u>	Otherwise assist in the preservation of the rail system in North
27		Carolina through branch line rehabilitation and revitalization and
28		through corridor acquisition by the Department of Transportation, and
29		encourage cooperation between the Department of Transportation and
30		railroad companies in preserving the linear integrity of strategic
31		<u>corridors;</u>
32	<u>(7)</u>	Advise the Department of Transportation on the reinvestment in the
33		State's rail system of the annual dividends received by the State from
34		its ownership of stock in the North Carolina Railroad and appropriated
35		to the Department in G.S. 136-16.6;
36	<u>(8)</u>	Promote and assist in the preservation of rail access to the facilities
37		operated by the State Ports Authority and to passenger and cargo
38		airport facilities; and
39	<u>(9)</u>	Perform any other duties relating to the promotion and preservation of
40		railroads which the Secretary may recommend.
41	The Council	shall report its activities to the General Assembly by March 1 in odd-
42	numbered years	and to the Joint Legislative Commission on Governmental Operations

by March 1 in even-numbered years.
"§ 143B-363. North Carolina Rail Council – members; selection; compensation.

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- (a) The North Carolina Rail Council shall consist of 18 members, 14 of which shall be appointed by the Governor, who, in making the appointments, shall designate one person from each of the 14 transportation engineering divisions of the State. Of the members appointed by the Governor, at least two members shall possess broad knowledge of railroad operations, at least two members shall represent local government interests, and at least two members shall represent the interests of shippers or passengers using rail service. The President Pro Tempore of the Senate and the Speaker of the House of Representatives shall each appoint two members, who may be members of the General Assembly. All members of the Council should have an interest in developing policy for the promotion and preservation of railroads as part of a balanced transportation system.
- (b) Nine of the initial members appointed by the Governor shall serve on the Council for terms of three years beginning July 1, 1993. The remaining members shall be appointed for terms of two years beginning July 1, 1993. Upon the expiration of each member's term, a successor shall be appointed for a term of two years. Any appointment to fill a vacancy on the Council created by the resignation, dismissal, or death of a member shall be for the balance of the unexpired term.
- (c) Each appointing officer may remove any member of the Council appointed by him for the reasons that members of boards, councils, or committees may be removed by the Governor pursuant to G.S. 143B-16.
- (d) The Governor shall designate a member of the Council to serve as chairman at his pleasure.
- (e) Members of the Council shall receive per diem and necessary travel and subsistence expenses in accordance with the provisions of G.S. 138-5.
- (f) Members of the Council shall be subject to the provisions of G.S. 136-13, 136-13.1, and 136-14.
- (g) All clerical and other services required by the Council shall be supplied by the Secretary of Transportation."

Sec. 2. G.S. 136-14.1 reads as rewritten:

### "§ 136-14.1. Highway Transportation engineering divisions.

For purposes of administering the highway transportation activities, the Department of Transportation shall have authority to designate boundaries of highway transportation engineering divisions for the proper administration of its duties."

Sec. 3. G.S. 136-17.2 reads as rewritten:

## "§ 136-17.2. Members of the Board of Transportation represent entire State.

The chairman and members of the Board of Transportation shall represent the entire State in <a href="https://highway-transportation">highway-transportation</a> matters and not represent any particular person, persons, or area. The Board shall, from time to time, provide that one or more of its members or representatives shall publicly hear any person or persons concerning <a href="https://highway-transportation">highway-transportation</a> matters in each of said geographic areas of the State."

Sec. 4. G.S. 143B-350(b), (c), and (h) read as rewritten:

"(b) <u>The Board of Transportation shall have two ex officio members.</u> The Secretary of Transportation shall be an ex officio member of the Board of Transportation and shall be the chairman of the Board of Transportation. <u>The chairman</u>

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of the North Carolina Rail Council shall be an ex officio member of the Board of Transportation.

- (c) The Board of Transportation shall have 21–20 members appointed by the Governor. One member shall be appointed from each of the 14 highway-transportation engineering divisions and seven-six members shall be appointed from the State at large. One at-large member shall be a registered voter of a political party other than the political party of the Governor. At least one at-large member shall possess a broad knowledge of public transportation matters. No more than two members provided for in this subsection shall reside in the same engineering division while serving in office. The initial members shall serve terms beginning July 1, 1977, and ending January 14, 1981, or until their successors are appointed and qualified. The succeeding terms of office shall be for a period of four years beginning January 15, 1981, and each four years thereafter. The Governor shall have the authority to remove for cause sufficient to himself, any member appointed by the Governor.
- (h) Each member of the Board of Transportation representing who is appointed to represent a highway transportation engineering division, or residing in that highway engineering division if the member is appointed from the State at large, division or who resides in a division shall be consulted before the Board makes a decision affecting that division."
- Sec. 5. Notwithstanding G.S. 143B-350(b) and (c), as amended by this act, if the Chairman of the North Carolina Rail Council is not already a member of the Board of Transportation on the effective date of this act, that chairman shall not become a member of the Board until a vacancy occurs in the at-large membership of the Board, and there shall continue to be seven at-large members of the Board until the vacancy occurs.
  - Sec. 6. This act becomes effective July 1, 1993.