

GENERAL ASSEMBLY OF NORTH CAROLINA  
SESSION 2007

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HOUSE BILL 735\*  
Committee Substitute Favorable 3/27/07

Short Title: Limit Use/State Property Fire Insurance Fund.-AB (Public)

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Sponsors:

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Referred to:

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March 15, 2007

1 A BILL TO BE ENTITLED

2 AN ACT TO DENY STATE PROPERTY FIRE INSURANCE FUND COVERAGE  
3 FOR LOSSES INCURRED BY STATE AGENCIES THAT HAVE NOT  
4 SUBMITTED BUILDING CONSTRUCTION PLANS TO THE COMMISSIONER  
5 OF INSURANCE FOR APPROVAL.

6 The General Assembly of North Carolina enacts:

7 **SECTION 1.** G.S. 58-31-40(b) reads as rewritten:

8 "(b) No agency or other person authorized or directed by law to select a plan and  
9 erect a building for the use of the State or any State institution shall receive and approve  
10 of the plan until it is submitted to and approved by the Commissioner as to the safety of  
11 the proposed building from fire, including the property's occupants or contents. No  
12 agency or person authorized or directed by law to select a plan or erect a building  
13 comprising 10,000 square feet or more for the use of any county, city, or school district  
14 shall receive and approve of the plan until it is submitted to and approved by the  
15 Commissioner as to the safety of the proposed building from fire, including the  
16 property's occupants or contents. There shall be no transfer of money from the State  
17 Property Fire Insurance Fund pursuant to G.S. 58-31-10 for total or partial loss to any  
18 building if the plan for that building was not submitted to the Commissioner for  
19 approval under this section."

20 **SECTION 2.** This act becomes effective July 1, 2007, and applies to the  
21 construction or renovation of all State buildings on or after that date.