## GENERAL ASSEMBLY OF NORTH CAROLINA SESSION 2023

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## HOUSE BILL 332 Committee Substitute Favorable 5/2/23 Third Edition Engrossed 5/2/23

Short Title:	Streamline Comm./Multifam. Bldg. Plan Review.	(Public)
Sponsors:		
Referred to:		

March 13, 2023

### A BILL TO BE ENTITLED

AN ACT TO EXPEDITE THE APPROVAL OF SEALED COMMERCIAL AND MULTI-FAMILY BUILDING PLANS BY LOCAL GOVERNMENTS.

The General Assembly of North Carolina enacts:

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 **SECTION 1.** Article 11 of Chapter 160D of the General Statutes is amended by adding a new section to read:

# "§ 160D-1110.1. Plan review of sealed commercial and multifamily building plans; third-party plan review alternatives.

- (a) Plan Review of Sealed Plans. For commercial and multifamily building plans submitted with a permit application that require the seal of a professional engineer licensed under Chapter 89C of the General Statutes or an architect licensed under Chapter 83A of the General Statutes, a local government shall complete its review of those plans and issue applicable building permit decisions within 21 business days, unless otherwise agreed to by all parties. If the local government requests additional information or requires plan resubmission with changes, after receiving requested information and changes from the permit applicant, the local government has up to 10 business days to issue all applicable permits.
- (b) Independent Third-Party Review to Assist Local Government. A local government may utilize and contract with the Department of Insurance and its marketplace pool of qualified Code-enforcement officials or contract with a licensed professional engineer or licensed architect certified under G.S. 143-151.13(f) to perform independent third-party plan reviews under this section, provided that the review time does not exceed time frames prescribed by subsection (a) of this section.
- (c) Independent Third-Party Review Election by Permit Applicant. If the local government does not issue applicable building permit decisions or determines it is unable to complete plan reviews within the time frames prescribed by subsection (a) of this section, the permit applicant may elect to utilize and contract with the Department of Insurance and its marketplace pool of qualified Code-enforcement officials or elect to contract with a licensed professional engineer or licensed architect certified under G.S. 143-151.13(f) to perform independent third-party plan reviews and certify submitted plans as required by subsection (d) of this section. Upon acceptance of a completed plan review with certification required by subsection (d) of this section, the local government shall issue applicable permits for the project within three business days and will refund or waive all applicable plan review and permit fees for the project upon issuance of the applicable permits.
- (d) <u>Third-Party Review Certification Required. A permit applicant that elects a</u> third-party review under subsection (c) of this section shall provide the local government with a



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written certification signed by the plan reviewer that plans comply with applicable North Carolina State Building Codes and all other applicable State and local laws. The certification shall be made on a form created by the local government.

shall avoid conflicts of interest in conducting independent third-party plan reviews under this

section. Conflicts of interest include a plan reviewer having any financial interest in, or being employed, other than as a plan reviewer under this section, by a business that has a financial

interest in, the furnishing of labor, material, or appliances for the construction, alteration, or

maintenance of, or any involvement in the making of plans or specifications for, the project

Conflicts of Interest. – Notwithstanding G.S. 160D-1108, a third-party plan reviewer

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- subject to plan review. Local Government Liability. – Upon issuance of applicable permits under subsection (c) of this section, the local government and inspection department are discharged and released from any liabilities, duties, and responsibilities imposed by this Article, or in common law, from any claim arising out of, or attributed to, plans reviewed under subsection (c) of this section.
- Manufacturer Information. In the event the local government requires manufacturer specifications or manufacturer engineering information on an element, component, or fixture related to the submitted plans, a local government shall not delay or deny the issuance of applicable permits based upon the receipt of specifications or manufacturer engineering information on an element, component, or fixture."

### **SECTION 2.** G.S. 143-151.8(a)(3) reads as rewritten:

- Code enforcement. The examination and approval of plans and specifications, the inspection of the manner of construction, workmanship, and materials for construction of buildings and structures and their components, or the enforcement of fire code regulations by any of the following, to assure compliance with the State Building Code and related local building rules:
  - An employee of the State or local government, except an employee of a. the State Department of Labor engaged in the administration and enforcement of sections of the Code that pertain to boilers and elevators.
  - An employee of a federally recognized Indian Tribe employed to b. perform inspections on tribal lands.
  - An individual contracting with the State, a local government, or a c. federally recognized Indian Tribe to perform inspections on tribal
  - An individual who is employed by a company contracting with a d. county or a city to conduct inspections.
  - A person who is contracting with a local government to perform <u>e.</u> third-party plan reviews under G.S. 160D-1110.1(b).
  - A person who is contracting with a permit applicant to perform <u>f.</u> third-party plan reviews under G.S. 160D-1110.1(c)."

#### **SECTION 3.** G.S. 143-151.12(9) reads as rewritten:

- "(9) Establish within the Department of Insurance a marketplace pool of qualified Code-enforcement officials available for the following purposes:
  - When requested by the Insurance Commissioner, to assist in the a. discharge of the Commissioner's duty under G.S. 143-139 to supervise, administer, and enforce the North Carolina State Building Code.
  - When requested by a permit applicant under G.S. 160D-1110.1(c)."
- **SECTION 4.** G.S. 143-151.13 is amended by adding a new subsection to read:

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"(g) A licensed architect or licensed professional engineer who possesses a valid certificate under subsection (f) of this section, but is not employed by the State or a local government, may utilize that certificate for the limited purpose of performing independent third-party plan reviews under subsections (b) and (c) of G.S. 160D-1110.1."

**SECTION 5.** This act becomes effective October 1, 2023, and applies to permit applications submitted on or after that date.