GENERAL ASSEMBLY OF NORTH CAROLINA **SESSION 2023**

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HOUSE BILL DRH40527-MUz-47

	Short Title: GSC Technical Corrections 2024.	(Public)			
	Sponsors: Representative Davis.				
	Referred to:				
1	A BILL TO BE ENTITLED				
2	AN ACT TO MAKE TECHNICAL CORRECTIONS TO THE GENERAL STATUT				
3		ATUTES			
4	COMMISSION.				
5	The General Assembly of North Carolina enacts:				
6	SECTION 1. G.S. 1-569.17 reads as rewritten:				
7	"§ 1-569.17. Witnesses; subpoenas; depositions; discovery.				
8	(a) An arbitrator may issue a subpoena for the attendance of a witness and				
9	production of records and other evidence at any hearing and may administer oaths. A s				
10	shall be served in the manner for service of subpoenas in a civil action and, upon moti				
11	court by a party to the arbitration proceeding or the arbitrator, enforced in the ma	inner for			
12	enforcement of subpoenas in a civil action.				
13	 (d) If an arbitratan normality diagonamy up day subsection (a) of this section, the	aulaituatau			
14	(d) If an arbitrator permits discovery under subsection (c) of this section, the a				
15	may order a party to the arbitration proceeding to comply with the arbitrator's discover	•			
16 17	orders, issue subpoenas for the attendance of a witness and for the production of rec other evidence at a discovery proceeding, and take action against a noncomplying par				
17	extent a court could if the controversy were the subject of a civil action in this State.	ty to the			
18 19					
20	(g) The court may enforce a subpoena or discovery-related order for the attendation	ance of a			
20	witness within this State and for the protection production of records and other eviden				
22	by an arbitrator in connection with an arbitration proceeding in another state upon co				
23	determined by the court so as to make the arbitration proceeding fair, expediti-				
24	cost-effective. A subpoena or discovery-related order issued by an arbitrator in another s				
25	be served in the manner provided by law for service of subpoenas in a civil action in t				
26	and, upon motion to the court by a party to the arbitration proceeding or the arbitrator,				
27	in the manner provided by law for enforcement of subpoenas in a civil action in this Sta				
28	(h) An arbitrator shall does not have the authority to hold a party in contempt of a				
29	the arbitrator makes under this section. A court may hold parties in contempt for failure	•			
30	an arbitrator's order, or an order made by the court, pursuant to this section, amo	•			
31	sanctions imposed by the arbitrator or the court."	-			
32	SECTION 2. G.S. 7B-2204(d) reads as rewritten:				
33	"(d) Should the juvenile be found guilty, or enter a plea of guilty or no contest to a	criminal			
34	offense in superior court and receive an active sentence, then immediate transfer to the				
35	of Prisons of the Department of Adult Correction shall be ordered. Until such time as the	e juvenile			



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1	is transferred to the Division of Prisons of the Department of Adult Correction, the juvenile m					
2	be detained in a holdover facility or detention facility approved by the Section.					
3		or approved by the Division of Juvenile Justice of the Department of Public Safety."				
4			-113.7A reads as rewritten:	_		
5			ticle to credit <u>financial transaction</u> ca			
6			ued as being applicable does not apply to	o any credit <u>a financial</u>		
7			ned in G.S. 14-113.8."			
8		SECTION 4. Article 15A of Chapter 15 of the General Statutes is repealed.				
9			A-53 reads as rewritten:			
10	-		examination for registration as an e	environmental health		
11			iental health specialist intern.	• . • • .•		
12			certificate to a qualified person as a reg			
13			ironmental health specialist intern. A ce			
14		-	a registered environmental health spe			
15	• •	-	pard's determination that the person me	ets satisfies all of the		
16	following criteria			1 4 1 1 1 1		
17	(1)		cation to the Board on a form prescribed	• •		
18	(2)		eed one hundred dollars (\$100.00);(\$10			
19 20	(2)	0	al and ethical character and has signed a	n agreement to adhere		
20	(2)		Ethics adopted by the Board;Board.	wienen stondender		
21 22	(3)	•	e following education and practice expe			
22 23			ed with a bachelor's degree or a <u>or</u> postg			
23 24		1 0	a that is accredited by the National I and Protection Accreditation Council (1			
24 25			ed with a bachelor's degree or a <u>or</u> p			
23 26			ealth and earned a minimum of 30 semes			
20 27		-	the physical, biological, natural, life, o	-		
28			or more years of experience in the f			
20 29			practice. degree, has earned 45 qua			
30			al, natural, life, or health sciences and h			
31			ed with a bachelor's degree or <u>or</u> postgra			
32			and has one or more years of exper			
33			mental health practice. degree, has earn			
34			, biological, natural, life, or health scier			
35		1.	orked five or more continuous ye			
36			mental health associate.			
37	(4)		ly completed a course in specialized in	struction and training		
38			Board in the practice of environmental	•		
39	(5)		ssion Laws 2009-443, s. 4, effective Au			
40	(6)		examination administered by the Boar	-		
41	~ /	-	the subject matters of environmental	-		
42		-	all be in a form prescribed by the Bo			
43			The examination for applicants shall be	•		
44			ne Board may by rule prescribe, at a	•		
45			the Board. A person shall not be registe	-		
46		-	e minimum grade requirements for exa	-		
47			ure to pass an examination shall-does			
48		person from be	ing examined at subsequent times and	places as specified by		
49		the Board.				

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1	(7) Has paid a fee set by the Board not to exceed the cost of purchasing the
2 3	examination and an administrative fee not to exceed one hundred fifty dollars (\$150.00).
4	(b) The Board may issue a certificate to a person serving as a registered environmental
5	health specialist intern without the person meeting the full requirements for experience of a
6	registered environmental health specialist for a period not to exceed two years from the date of
7 8	initial registration as a registered environmental health specialist intern, provided, intern so long as the person meets the educational requirements in G.S. 90A-53 of this section and is in the field
9	of environmental health practice."
10	SECTION 6. G.S. 108A-54.3A(a)(2a) is repealed.
11	SECTION 7. Article 3 of Chapter 110 of the General Statutes is repealed.
12	SECTION 8. G.S. 110-130 reads as rewritten:
13	"§ 110-130. Action by the designated representatives of the county commissioners.
14	(a) Any-A county interested in the paternity and/or or support of a dependent child may
15	institute civil or criminal proceedings commence a civil or criminal action against the responsible
16	parent of the child, child or may take up and pursue intervene in any paternity and/or or support
17	action commenced by the mother, custodian or guardian of the child. Such action shall be
18	undertaken by the concerning the child. The designated representative of the county
19	commissioners in the county where the mother of the child resides or is found, in the county
20	where the father resides or is found, or in the county where the child resides or is found. Any
21	legal proceeding instituted under this section found may commence or intervene in an action
22	under this section. An action commenced under this section may be based upon information or
23	belief.
24	(b) The <u>A</u> parent of the child may be subpoenaed for testimony at the trial of the action
25	to establish the paternity of and/or to obtain support for the child either instituted or taken up by
26	the designated representative of the county commissioners. an action commenced or intervened
27	in by a county under this section. The husband-wife privilege shall not be grounds is not a ground
28	for excusing the mother or father from testifying at the trial nor shall said privilege be grounds is
29	the privilege a ground for the exclusion of confidential communications between husband and
30	wife. If a parent called for examination declines to answer upon the grounds that his ground that
31	his or her testimony may tend to incriminate him, him or her, the court may require him to answer
32	in which event he the parent to answer. The parent shall not thereafter be prosecuted for any
33	criminal act involved in the conception of the child whose paternity is in issue and/or or for whom
34	support is sought, except for perjury committed in this testimony."
35	SECTION 9.(a) G.S. 115C-284, as amended by Section 1(d) of S.L. 2023-125, reads
36	as rewritten:
37	"§ 115C-284. Method of selection and requirements.
38	(a) Principals and supervisors shall be elected by the local boards of education upon the recommendation of the superintendent, in accordance with the provisions of
39 40	recommendation of the superintendent, in accordance with the provisions of G.S. 115C-276(j).superintendent.
40 41	(b) In the city administrative units, principals shall be elected by the board of education
41	of such administrative unit upon the recommendation of the superintendent of city schools.
42 43	(b1) through (c3) Repealed by Session Laws 2023-125, s. 1(d), effective September 28,
44	(01) through (03) Repeated by Session Laws 2023-123, s. $f(0)$, effective September 28, 2023.
45	(d) Repealed by Session Laws 1989, c. 385, s. 1.
46	(d) Repeated by Session Laws 1909, c. 565, s. 1. (d1) Repeated by Session Laws 2023-125, s. 1(d), effective September 28, 2023.
47	(a) The State Board shall not issue provisional licenses for principals. It shall be <u>All</u>
48	principals and supervisors employed in the public schools of the State or in schools receiving
49	public funds are required either to hold or be qualified to hold a license issued by the State Board
50	of Education. It is unlawful for any a local board of education to employ or keep in service any
51	<u>a principal or supervisor who neither holds nor is qualified to hold a license in compliance with</u>
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1 the provision of the law or in accordance with the regulations of the State Board of Education. 2 license. However, a local board of education may select a retired principal or retired assistant 3 principal to serve as an interim principal for the remainder of any school year, regardless of 4 licensure status. 5 The allotment of classified principals shall be is one principal for each duly (f) 6 constituted school with seven or more state-allotted teachers. 7 Local boards of education shall have authority to employ supervisors in addition to (g) 8 those that may be furnished by the State when, in the discretion of the board of education, the 9 schools of the local school administrative unit can thereby be more efficiently and more 10 economically operated and when funds for the same-them are provided in the current expense fund budget. The duties of such these supervisors shall be assigned by the superintendent with 11 12 the approval of the board of education. 13 All principals and supervisors employed in the public schools of the State or in (h) 14 schools receiving public funds, shall be required either to hold or be qualified to hold a license 15 in compliance with the provision of the law or in accordance with the regulations of the State 16 Board of Education." 17 SECTION 9.(b) G.S. 115C-299 reads as rewritten: 18 "§ 115C-299. Hiring of teachers. 19 In the city administrative units, teachers shall be elected by the board of education of (a) 20 such administrative unit upon the recommendation of the superintendent of city schools. 21 Teachers shall be elected by the county and city local boards of education upon the recommendation of the superintendent, in accordance with the provisions of G.S. 22 23 115C-276(j).superintendent. 24 No person otherwise qualified shall be denied the right to receive credentials from the (b) 25 State Board of Education, to receive training for the purpose of becoming a teacher, or to engage 26 in practice teaching in any school on the grounds that such the person is totally or partially blind; 27 nor shall any local board of education refuse to employ such a the person on such these grounds." 28 **SECTION 9.(c)** G.S. 115C-315(a) is repealed. 29 **SECTION 9.(d)** G.S. 115C-315(b) reads as rewritten: 30 "(b) Election by Local Boards. - School personnel shall be elected by the local board of 31 education upon the recommendation of the superintendent, in accordance with the provisions of 32 G.S. 115C-276(j).superintendent. 33 It is the policy of the State of North Carolina to encourage and provide for the most efficient 34 and cost-effective method of meeting the needs of local school administrative units for 35 noncertified support personnel. To this end, the State Board of Education shall recommend to the 36 General Assembly by November 1, 1984, a system using factors and formulas to determine the 37 total number of noncertified support personnel allotted to local school administrative units. The 38 recommended system for allotting noncertified support personnel shall include the proposed 39 State's funding obligation for these positions and shall be developed in consultation with 40 school-based support personnel or their representatives." 41 SECTION 10.(a) G.S. 116-30.2 reads as rewritten: 42 "§ 116-30.2. Appropriations to special responsibility constituent institutions. 43 All General Fund appropriations made by the General Assembly for continuing (a) operations of a special responsibility constituent institution of The University of North Carolina 44 45 shall be made in the form of a single sum to each budget code of the institution for each year of 46 the fiscal period for which the appropriations are being made. Notwithstanding G.S. 143C-6-4 47 and G.S. 120-76(8), G.S. 120-76.1, each special responsibility constituent institution may expend 48 monies from the overhead receipts special fund budget code and the General Fund monies so 49 appropriated to it in the manner deemed by the Chancellor to be calculated to maintain and 50 advance the programs and services of the institutions, consistent with the directives and policies 51 of the Board of Governors. Special responsibility constituent institutions may transfer

1 appropriations between budget codes. These transfers shall be are considered certified even if as 2 a result of agreements between special responsibility constituent institutions. The preparation, 3 presentation, and review of General Fund budget requests of special responsibility constituent 4 institutions shall be conducted in the same manner as are requests of other constituent institutions. 5 The quarterly allotment procedure established pursuant to G.S. 143C-6-3 shall apply applies to 6 the General Fund appropriations made for the current operations of each special responsibility 7 constituent institution. All General Fund monies so appropriated to each special responsibility 8 constituent institution shall be recorded, reported, and audited in the same manner as are General

- 9 Fund appropriations to other constituent institutions.
- 10 11
- (b) Repealed by Session Laws 2006-66, s. 9.11(f), effective July 1, 2007."
 - **SECTION 10.(b)** G.S. 126-85 reads as rewritten:
- 12 "§ 126-85. Protection from retaliation.

13 No head of any State department, agency agency, or institution or other State (a) 14 employee exercising supervisory authority shall discharge, threaten_threaten, or otherwise 15 discriminate against a State employee regarding the State employee's compensation, terms, 16 conditions, location, or privileges of employment because the State employee, or a person acting 17 on behalf of the employee, reports or is about to report, verbally or in writing, any activity 18 described in G.S. 126-84, unless the State employee knows or has reason to believe that the report 19 is inaccurate.

20 (a1) No State employee shall retaliate against another State employee because the 21 employee, or a person acting on behalf of the employee, reports or is about to report, verbally or in writing, any activity described in G.S. 126-84. 22

23 No head of any State department, agency agency, or institution or other State (b) 24 employee exercising supervisory authority shall discharge, threaten_threaten, or otherwise 25 discriminate against a State employee regarding the employee's compensation, terms, conditions, 26 location location, or privileges of employment because the State employee has refused to carry 27 out a directive which that in fact constitutes a violation of State or federal law, rule rule, or 28 regulation or poses a substantial and specific danger to the public health and safety.

29 No State employee shall retaliate against another State employee because the (b1) 30 employee has refused to carry out a directive which that may constitute a violation of State or 31 federal law, rule or regulation, rule, or regulation or poses a substantial and specific danger to the 32 public health and safety.

33 The protections of this Article shall include include State employees who report any (c) 34 activity described in G.S. 126-84 to the State Auditor as authorized by G.S. 147-64.6B, to the 35 Joint Legislative Commission on Governmental Operations as authorized by G.S. 120-76, 36 G.S. 120-75.1, or to a legislative committee as required by G.S. 120-19." 37

SECTION 11. G.S. 116-209.28 reads as rewritten:

38 "§ 116-209.28. Administration of scholarships previously awarded by the Principal Fellows 39 **Program.**

40 (a) The Authority shall, as of July 1, 2021, shall administer all outstanding scholarship loans previously awarded by the former North Carolina Principal Fellows Commission and 41 42 subject to repayment under the former Principal Fellows Program administered pursuant to 43 Article 5C of this Chapter.

44 All funds received by the Authority in association with its administration of the (b) 45 Principal Fellows Program, including all funds received as repayment of scholarship loans and 46 all interest earned on these funds, shall be deposited into the North Carolina Principal Fellows 47 and TP3 Trust Fund established in G.S. 116-74.41B."

- 48 SECTION 12. G.S. 121-42 is repealed.
- 49 **SECTION 13.(a)** G.S. 128-28 reads as rewritten:
- 50 "§ 128-28. Administration and responsibility for operation of System.

Vested in Board of Trustees. - The general administration and responsibility for the 1 (a) 2 proper operation of the Retirement System and for making effective the provisions of this Article 3 are hereby vested in the Board of Trustees: Provided, that all Trustees. All expenses in connection 4 with the administration of the North Carolina Local Governmental Employees' Retirement 5 System shall be charged against and paid from the expense fund as provided in subsection (f) of 6 G.S. 128-30. 7 (b) Board of Trustees a Body Politic and Corporate; Powers and Authority; Exemption 8 from Taxation. – The Board of Trustees shall be is a body politic and corporate under the name 9 Board of Trustees of the North Carolina Local Governmental Employees' Retirement System, 10 and as-System. As a body politic and corporate shall have corporate, it has the right to sue and be sued, shall have perpetual succession and has perpetual succession, shall have a common seal, 11 12 and in said in its corporate name shall be able and capable in law to-may take, demand, receive 13 receive, and possess all kinds of real and personal property necessary and proper for its corporate 14 purposes, and to may bargain, sell, grant, alien, transfer, or dispose of all such-real and personal 15 property as it may lawfully acquire. lawfully acquired by it. All such property owned or acquired by said body politic and corporate shall be it is exempt from all taxes imposed by the State or 16 17 any political subdivision thereof, and shall not be thereof and is not subject to income taxes. 18 (c)Members of Board. - The Board shall consist of (i) five members of the Board of 19 Trustees of the Teachers' and State Employees' Retirement System appointed under 20 G.S. 135-6(b): the State Treasurer; the Superintendent of Public Instruction; the two members 21 appointed by the General Assembly; and one of the two members appointed by the Governor 22 who are not members of the teaching profession or State employees; and (ii) eight members 23 designated by the Governor: 24 (1)One member shall be a mayor or a member of the governing body of a city or 25 town participating in the Retirement System; System. 26 (2) One member shall be a county commissioner of a county participating in the 27 Retirement System; System. 28 One member shall be a law-enforcement officer employed by an employer (3) 29 participating in the Retirement System; System. 30 (4) One member shall be a county manager of a county participating in the 31 Retirement System; System. 32 One member shall be a city or town manager of a city or town participating in (5) 33 the Retirement System; System. 34 One member shall be an active, Fair Labor Standards Act nonexempt, local (6) 35 governmental employee of an employer; employer. 36 One member shall be a retired, Fair Labor Standards Act nonexempt, local (7)37 governmental employee of an employer; and employer. 38 One member shall be an active or retired member of the Firemen's and Rescue (8) 39 Squad Workers' Pension Fund. North Carolina Firefighters' and Rescue Squad 40 Workers' Pension Fund. 41 The Governor shall designate eight members on April 1 of years in which an election is held 42 for the office of Governor, or as soon thereafter as possible, and each of the eight members 43 designated by the Governor shall serve on the Board in addition to the regular duties of their the 44 member's city, town, or county office: Provided, that if office. If for any reason any member 45 appointed pursuant to subdivisions (1) through (6) of this subsection vacates the city, town, or 46 county office or employment which that the member held at the time of this designation, the 47 Governor shall designate another member to serve until the next regular date for the designation 48 of members to serve on the Board.

(d) Compensation of Trustees. – The trustees shall be paid during sessions of the Board
at the prevailing rate established for members of State boards and commissions, and they shall
be reimbursed for all necessary expenses that they incur through service on the Board.

Oath. - Each trustee other than the ex officio members shall, within 10 days after his 1 (e) 2 appointment, take an oath of office, that, to, so far as it devolves upon him, he will the trustee, 3 diligently and honestly administer the affairs of the said Board, and that he will Board and to not 4 knowingly violate or willingly permit to be violated any of the provisions of law applicable to 5 the Retirement System. Such The oath shall be subscribed to by the member trustee making it, 6 and certified by the officer before whom it is taken, and immediately filed in the office of the 7 Secretary of State: Provided, that where State. However, if a local governmental official 8 designated by the Governor has taken an oath of office in connection with the local governmental 9 office that he the official holds, the oath for his-local governmental office shall be is deemed to 10 be sufficient, and he shall not be the official is not required to take the oath hereinabove provided.provided in this subsection. 11

12 (f) Voting Rights. – Each trustee <u>shall be is</u> entitled to one vote in the Board. A majority 13 of affirmative votes in attendance <u>shall be is</u> necessary for a decision by the trustees at any 14 meeting of <u>said-the</u> Board. A vote may only be taken if at least seven members of the Board are 15 in attendance, in person or by telephone, for the meeting at which a vote on a decision is taken.

16 (f1) Effect of Vote Related to Contributory Death Benefit. – No decision of the Board 17 related to the Contributory Death Benefit provided for under this Article shall take takes effect 18 unless and until this same decision has been made and voted on by the Board of Trustees of the 19 Teachers' and State Employees' Retirement System.

(g) Rules and Regulations. <u>Rules. –</u> Subject to the limitations of this Article, the Board
of Trustees shall, from time to time, establish rules and regulations shall adopt rules for the
administration of the funds created by this Article and for the transaction of its business. The
Board of Trustees shall also, from time to time, shall, in its discretion, adopt rules and regulations
to prevent injustices and inequalities which that might otherwise arise in the administration of
this Article.

(h) Officers and Other Employees, Salaries-Salaries, and Expenses. – The State Treasurer
shall be ex officio chair of the Board of Trustees and shall appoint a director. The Board of
Trustees-shall engage such actuarial and other service as shall be actuarial and other services
required to transact the business of the Retirement System. The compensation of all persons
engaged by the Board of Trustees, Board, and all other expenses of the Board necessary for the
operation of the Retirement System, shall be paid at such rates and in such amounts as the Board
of Trustees shall approve.rates and in amounts approved by the Board.

(i) Actuarial Data. – The Board of Trustees shall keep in convenient form such data as
 shall be necessary for actuarial valuation of the various funds of the Retirement System, System
 and for checking the experience of the System.

36 Record of Proceedings; Annual Report. - The Board of Trustees shall keep a record (j) 37 of all of its proceedings which that shall be open to public inspection. It shall publish annually a 38 report showing the fiscal transactions of the Retirement System for the preceding year, the 39 amount of the accumulated cash and securities of the System, and the last balance sheet showing 40 the financial condition of the System by means of an actuarial valuation of the assets and 41 liabilities of the Retirement System. It shall also publish annually a report on supplemental 42 insurance offerings that are made available to retirees and the extent to which retirees participate 43 in those offerings.

44 (k) Legal Adviser. – The Attorney General shall be is the legal adviser of the Board of
 45 Trustees.

(*l*) Medical Board. – The Board of Trustees shall designate a Medical Board to be
 composed of not less than three nor more than five physicians not eligible to participate in the
 Retirement System. The Board of Trustees may structure appointment requirements and term
 durations for those medical board Medical Board members. If required, other physicians may be
 employed to report on special cases. The Medical Board shall arrange for and pass upon all
 medical examinations required under the provisions of this Chapter, and shall investigate all

essential statements and certificates by or on behalf of a member in connection with an 1 2 application for disability retirement, and shall report in writing to the Board of Trustees its 3 conclusion and recommendations upon all the matters referred to it. A person serving on the 4 medical board shall be Medical Board is immune individually from civil liability for monetary 5 damages, except to the extent covered by insurance, for any act or failure to act arising out of 6 that service, except where unless any of the following apply: applies: 7 The person was not acting within the scope of that person's official duties. (1)8 (2)The person was not acting in good faith. 9 The person committed gross negligence or willful or wanton misconduct that (3) resulted in the damages or injury. 10 The person derived an improper financial benefit, either directly or indirectly, 11 (4) 12 from the transaction. 13 (5) The person incurred the liability from the operation of a motor vehicle. 14 (m) Duties of Actuary. - The Board of Trustees shall designate an actuary who shall to be 15 the technical adviser of the Board of Trustees on matters regarding the operation of the funds created by the provisions of this Chapter and shall perform such other duties as are required in 16 17 connection therewith. this Chapter. The experience studies and all other actuarial calculations 18 required by this Chapter, and all the assumptions used by the System's actuary, including 19 mortality tables, interest rates, annuity factors, the contribution-based benefit cap factor, and 20 employer contribution rates, shall be set out in the actuary's periodic reports, annual valuations 21 of System assets, or other materials provided to the Board of Trustees. Board. Notwithstanding 22 Article 2A of Chapter 150B of the General Statutes, these materials, once accepted by the Board, 23 shall be are considered part of the Plan documentation governing this the Retirement System and 24 shall be are effective the first day of the month following adoption unless a different date is 25 specified in the adopting resolution. The effective date shall-does not retroactively affect a 26 contribution rate. The Board's minutes relative to all actuarial assumptions used by the System 27 shall also be are also considered part of the Plan documentation governing this the Retirement 28 System, with the result of precluding any employer discretion in the determination of benefits 29 payable hereunder, under this section, consistent with Section 401(a)(25) of the Internal Revenue 30 Code. 31 (n) Immediately after the establishment of the Retirement System the actuary shall make 32 such investigation of the mortality, service and compensation experience of the members of the 33 System as he shall recommend and the Board of Trustees shall authorize, and on the basis of such 34 investigation he shall recommend for adoption by the Board of Trustees such tables and such 35 rates as are required in subsection (o), paragraphs (1) and (2), of this section. The Board of 36 Trustees shall adopt tables and certify rates, and as soon as practicable thereafter the actuary shall 37 make a valuation based on such tables and rates of the assets and liabilities of the funds created 38 by this Chapter. 39 In the year 1945, and at least once in each five year period thereafter. At least once (0)40 every five years, the actuary shall make an actuarial investigation into the mortality, service 41 service, and compensation experience of the members and beneficiaries of the Retirement System and shall make a valuation of the assets and liabilities of the funds of the System. Taking into 42 43 account the result of such the investigation and valuation, the Board of Trustees shall do all-both 44 of the following: 45 Adopt any necessary mortality, service, or other tables and any necessary (1)46 contribution-based benefit cap factors for the Retirement System. 47 Certify the rates of contributions payable by the participating units on account (2)48 of new entrants at various ages. 49 In order to pay for the administration of this section, the Retirement Systems Division of the

50 Department of State Treasurer may increase receipts from the retirement assets of the Retirement 51 System or may pay the costs directly from the retirement assets

51 System or may pay the costs directly from the retirement assets.

1 (p) On the basis of the tables and interest assumption rate as adopted by the Board of 2 Trustees, the actuary shall make an annual valuation of the assets and liabilities of the funds of 3 the System created by this Chapter. The annual valuation shall include a supplementary section 4 that provides an analysis of assets on a market basis using the 30-year treasury rate as of 5 December 31 of the year of the valuation as the discount rate. In order to pay for the 6 administration of this section, the Retirement Systems Division of the Department of State 7 Treasurer may increase receipts from the retirement assets of the Retirement System or may pay 8 the costs directly from the retirement assets.

9 Notwithstanding any law, rule, regulation or policy-law to the contrary, any board, (q) 10 agency, department, institution institution, or subdivision of the State maintaining lists of names and addresses in the administration of their-its programs may upon request provide to the 11 12 Retirement System information limited to social security numbers, current name and addresses 13 of persons identified by the System as members, beneficiaries, and beneficiaries of members of 14 the System. The System shall use such-this information for the sole purpose of notifying 15 members, beneficiaries, and beneficiaries of members of their the person's rights to and accruals of benefits in the Retirement System. Any social security number, current name name, and 16 17 address so obtained and obtained, any other information concluded therefrom and the source 18 thereof shall be treated as from this information, and the source of this information are 19 confidential and shall not be divulged by any employee of the Retirement System or of the 20 Department of State Treasurer except as may be necessary to notify the member, beneficiary, or 21 beneficiary of the member of their the person's rights to and accruals of benefits in the Retirement 22 System. Any person, officer, employee employee, or former employee violating this provision 23 shall be is guilty of a Class 1 misdemeanor; and if such the offending person be is a public official 24 or employee, he the person shall be dismissed from office or employment and shall not hold any 25 public office or employment in this State for a period of five years thereafter.

(r) Fraud Investigations and Compliance Investigations. – Access to Persons and
 Records. – In the course of conducting a fraud investigation or compliance investigation, the
 Retirement Systems Division, or authorized representatives who are assisting the Retirement
 Systems Division staff, shall: has all of the following powers:

- 30(1)Have ready To have access to persons and may to examine and copy all books,31records, reports, vouchers, correspondence, files, personnel files, investments,32and any other documentation of any employer. The review of State tax returns33shall be limited to matters of official business, and the Division's report shall34not violate the confidentiality provisions of tax laws.35(2)
 - (2) <u>Have such access To have access to persons, records, papers, reports, vouchers, correspondence, books, and any other documentation that is in the possession of any individual, private corporation, institution, association, board, or other organization which pertain pertaining to the following:</u>
 - a. Amounts received pursuant to a grant or contract from the federal government, the State, or its political subdivisions.
 - b. Amounts received, disbursed, or otherwise handled on behalf of the federal government or the State.
- 43(3)Have the authority, and shall be provided with ready access, to examine To44access, examine, and inspect all property, equipment, and facilities in the45possession of any employer agency or any individual, private corporation,46institution, association, board, or other organization that were furnished or47otherwise provided through grant, contract, or any other type of funding by48the employer agency.

With respect to the requirements of sub-subdivision (2)b. of this subsection, providers of social and medical services to a beneficiary shall make copies of records they maintain for services provided to a beneficiary available to the Retirement Systems Division, or to the

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1 authorized representatives who are assisting the Retirement Systems Division staff. Copies of the 2 records of social and medical services provided to a beneficiary will-permit verification of the 3 health or other status of a beneficiary as required for the payment of benefits under Article 3 of 4 this Chapter. The Retirement Systems Division, or authorized representatives who are assisting 5 the Retirement Systems Division staff, shall request records in writing by providing the name of 6 each beneficiary for whom records are sought, the purpose of the request, the statutory authority 7 for the request, and a reasonable period of time for the production of record copies by the 8 provider. A provider may charge, and the Retirement Systems Division, or authorized 9 representatives who are assisting the Retirement Systems Division staff, shall, in accordance with 10 G.S. 90-411, pay a reasonable fee to the provider for copies of the records provided in accordance 11 with this subsection. 12 (s) Fraud Investigative Reports and Work Papers or Compliance Investigative Reports 13 and Work Papers. – The Director of the Retirement Systems Division shall maintain for 10 years 14 a complete file of all fraud investigative reports, compliance investigative reports, and reports of 15 other examinations, investigations, surveys, and reviews issued under the Director's authority. 16 Fraud investigation work papers, compliance investigation work papers, and other evidence or 17 related supportive material directly pertaining to the work of the Retirement Systems Division of 18 the Department of State Treasurer shall be retained according to an agreement between the 19 Director of Retirement and State Archives. To promote intergovernmental cooperation and avoid 20 unnecessary duplication of fraud or compliance investigative effort, and notwithstanding local 21 unit personnel policies to the contrary, pertinent work papers and other supportive material 22 relating to issued fraud investigation reports or compliance investigative reports may be, at the 23 discretion of the Director of Retirement and unless otherwise prohibited by law, made available 24 for inspection by duly authorized representatives of the State and federal government who desire 25 access to and inspection of such-the records in connection with some matter officially before 26 them, including criminal investigations. Except as provided in this section, or upon an order 27 issued in Wake County Superior Court upon 10 days' notice and hearing finding that access is 28 necessary to a proper administration of justice, fraud or compliance investigation work papers 29 and related supportive material shall be kept confidential, including any information developed 30 as a part of the investigation.

(t) Fraud Reports May Be Anonymous. – The identity of any person reporting fraud,
 waste, and abuse to the Retirement Systems Division shall be kept confidential and shall not be
 maintained as a public record within the meaning of G.S. 132-1.

(u) Immunity. – A person serving on the Local Governmental Employees' Retirement
 System Board of Trustees shall be is immune individually from civil liability for monetary
 damages, except to the extent covered by insurance, for any act or failure to act arising out of
 that service, except where unless any of the following apply:applies:

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- (2) The person was not acting in good faith.(3) The person committed gross negligence or willful or wanton misconduct that

The person was not acting within the scope of that person's official duties.

- resulted in the damages or injury.
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- (4) The person derived an improper personal financial benefit, either directly or
- indirectly, from the transaction.
 - (5) The person incurred the liability from the operation of a motor vehicle."
 - **SECTION 13.(b)** G.S. 153A-93 reads as rewritten:

46 "§ 153A-93. Retirement benefits.

(1)

47 (a) The board of commissioners may provide for enrolling county officers and employees
48 in the Local Governmental Employees' Retirement System, the Law-Enforcement Officers'
49 Benefit and Relief Fund, the Firemen's Pension Fund, North Carolina Firefighters' and Rescue
50 Squad Workers' Pension Fund, or a retirement plan certified to be actuarially sound by a qualified

actuary as defined in subsection (c) of this section and may make payments into such a the
 retirement system or plan on behalf of its employees.

3 (b) No county <u>may shall</u> make payments into a retirement system or plan established or 4 authorized by a local act unless the system or plan is certified to be actuarially sound by a 5 qualified actuary as defined in subsection (c) of this section.

6 (c) A qualified actuary means a member of the American Academy of Actuaries or an
 7 individual certified as qualified by the Commissioner of Insurance.

8 (d) A county <u>which that</u> is providing health insurance under G.S. 153A-92(d) may 9 provide health insurance for all or any class of former officers and employees of the county. Such 10 <u>The</u> health insurance may be paid entirely by the county, partly by the county and former officer 11 or employee, or entirely by the former officer or employee, at the option of the county.

(d1) On and after October 1, 2009, a <u>A</u> county which that is providing health insurance
 under G.S. 153A-92(d) may provide health insurance for all or any class of former officers and
 employees of the county who have obtained at least 10 years of service with the county prior to
 separation from the county and who are not receiving benefits under subsection (a) of this section.
 Such The health insurance may be paid entirely by the county, partly by the county and former
 officer or employee, or entirely by the former officer or employee, at the option of the county.

18 (d2)Notwithstanding subsection (d) of this section, any county that has elected to and is 19 covering its active employees only, or its active and retired employees, under the State Health 20 Plan, or elects such coverage under the Plan, may shall not provide health insurance through the 21 State Health Plan to all or any class of former officers and employees who are not receiving 22 benefits under subsection (a) of this section. The county may, however, provide health insurance 23 to such the former officers and employees by any other means authorized by G.S. 153A-92(d). The health insurance premium may be paid entirely by the county, partly by the county and 24 25 former officer or employee, or entirely by the former officer or employee, at the option of the 26 county.

(e) The board of commissioners may provide a deferred compensation plan. Where If the
board of commissioners provides a deferred compensation plan, the investment of funds for the
plan shall be is exempt from the provisions of G.S. 159-30 and G.S. 159-31. Counties may invest
deferred compensation plan funds in life insurance, fixed or variable annuities and retirement
income contracts, regulated investment trusts, or other forms of investments approved by the
Board of Trustees of the North Carolina Public Employee Deferred Compensation Plan."

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SECTION 13.(c) G.S. 160A-163 reads as rewritten:

34 "§ 160A-163. Retirement benefits.

35 The council may provide for enrolling city employees in the Local Governmental (a) 36 Employees' Retirement System, the Law-Enforcement Officers' Benefit and Relief Fund, the 37 Firemen's Pension Fund, North Carolina Firefighters' and Rescue Squad Workers' Pension Fund, 38 or a retirement plan certified to be actuarially sound by a qualified actuary as defined in 39 subsection (d) of this section, section and may make payments into any such the retirement 40 system or plan on behalf of its employees. The city may also supplement from local funds benefits provided by the Local Governmental Employees' Retirement System, 41 the 42 Law-Enforcement Officers' Benefit and Relief Fund, or the Firemen's Pension Fund.North 43 Carolina Firefighters' and Rescue Squad Workers' Pension Fund.

(b) The council may create and administer a special fund for the relief of members of the police and fire departments who have been retired for age, or for disability or injury incurred in the line of duty, but any such of these funds established on or after January 1, 1972, shall be are subject to the provisions of subsection (c) of this section. The council may receive donations and devises in aid of any such the fund, shall provide for its permanence and increase, and shall prescribe and regulate the conditions under which benefits may be paid.

1 (c) No city shall make payments into any retirement system or plan established or 2 authorized by local act of the General Assembly unless the plan is certified to be actuarially 3 sound by a qualified actuary as defined in subsection (d) of this section. 4 A qualified actuary means an individual certified as qualified by the Commissioner (d) 5 of Insurance, or any member of the American Academy of Actuaries. 6 (e) A city which that is providing health insurance under G.S. 160A-162(b) may provide 7 health insurance for all or any class of former employees of the city who are receiving benefits 8 under subsection (a) of this section or who are 65 years of age or older. Such The health insurance 9 may be paid entirely by the city, partly by the city and former employee, or entirely by the former 10 employee, at the option of the city. The council may provide a deferred compensation plan. Where If the council provides 11 (f)12 a deferred compensation plan, the investment of funds for the plan shall be is exempt from the 13 provisions of G.S 159-30 and G.S. 159-31. Cities may invest deferred compensation plan funds 14 in life insurance, fixed or variable annuities and retirement income contracts, regulated 15 investment trusts, or other forms of investments approved by the Board of Trustees of the North 16 Carolina Public Employee Deferred Compensation Plan. 17 Should-If the council provide-provides for a retirement plan, a plan which that (g) 18 supplements a State-administered plan, or a special fund, any benefits payable from such the plan 19 or fund on account of the disability of city employees may be restricted with regard to the amount 20 which that may be earned by the disabled former employee in any other employment, but only 21 to the extent that the earnings of disability beneficiaries in the Local Governmental Employees' 22 Retirement System are restricted in accordance with G.S. 128-27(e)(1)." 23 **SECTION 14.** G.S. 143-215.107F, as enacted by Section 12.6 of S.L. 2023-134, 24 reads as rewritten: 25 "§ 143-215.107F. Prohibit requirements for control of emissions from new motor vehicles. 26 Notwithstanding any authorization granted under 42 U.S.C. § 7507, no agency of the State, 27 including the Department of Environmental Quality, the Environmental Management 28 Commission, the Department of Transportation, or the Department of Administration, may adopt 29 and enforce standards relating to control of emissions from new motor vehicles or new motor 30 vehicle engines, including requirements that mandate the sale or purchase of "zero-emission 31 vehicles," or electric vehicles as defined in G.S. 20-4.01. The prohibitions of this section shall 32 not be construed to effect do not affect requirements for the vehicle emissions testing and

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SECTION 15. Article 29A of Chapter 143 of the General Statutes is repealed. **SECTION 16.** G.S. 144-9(b) reads as rewritten:

36 The Department of Military and Veterans Affairs shall accept, at no charge, a worn, "(b) 37 tattered, or otherwise damaged flag of the United States of America or the State of North Carolina 38 from a citizen of the State and shall make arrangements for its respectful disposal. The 39 Department shall establish a flag retirement program to encourage citizens to send in or drop off 40 worn, tattered, or otherwise damaged flags at the Department's office in Raleigh and at any 41 Veterans Home or Veterans Cemetery in the State and may establish other locations for flag 42 drop-off as it deems appropriate. The Department shall advertise the flag retirement program on 43 its website and by printed posters placed at all flag drop-off locations.

44 Department"

SECTION 17. G.S. 160D-1311 reads as rewritten:

maintenance program established pursuant to G.S. 143-215.107A."

46 "§ 160D-1311. Community development programs and activities.

47 A local government is authorized to may engage in, to accept federal and State grants (a) 48 and loans for, and to appropriate and expend funds for community development programs and 49 activities. In undertaking community development programs and activities, in addition to other 50 authority granted by law, a local government may engage in the following activities:

	General Assembly Of North Carolina	Session 2023
1 2 3	(1) Programs of assistance and financing of rehabilitation principally for the benefit of low- and moderate-incon restoration or preservation of older neighborhoods or	ne persons, or for the
3 4 5	direct repair, the making of grants or loans, the sub payments on loans, and the guaranty of loans.	
6 7 8	(2) Programs concerned with employment, economic prevention, child care, health, drug abuse, education, persons of low and moderate income.	1
9	(b) A governing board may exercise directly those powers gran	-
10 11	government redevelopment commissions and those powers granted by law housing authorities and may do so whether or not a redevelopment co	mmission or housing
12 13	authority is in existence in such the local government. Any governing be	e
13 14	may delegate to any redevelopment commission, created under Article 22 the General Statutes, or to any housing authority, created under Article 1	-
15	General Statutes, the responsibility of undertaking or carrying out any	-
16	development activities. Any governing board may by agreement under	· ·
17	another any specified community development activities. Any governing	•
18	with any person, association, or corporation in undertaking any s	1 v
19 20	development activities. Any county or city board of health, county board	
20	county or city board of education may by agreement undertake or car governing board any specified community development activities.	Ty out for any other
22	(c) A local government undertaking community development progr	rams or activities may
23	create one or more advisory committees to advise it and to make recomm	-
24	such the programs or activities.	C
25	(d) A governing board proposing to undertake any loan guaranty of	1 0
26	rehabilitation of private buildings is authorized to may submit to its voters	-
27	such the program shall be undertaken, such undertaken. The referendum	
28	pursuant to the general and local laws applicable to special election	
29 30	government. No State or local taxes shall be appropriated or expended by this section for any purpose not expressly authorized by G.S. 153A 149, u	• 1
31	submitted to a vote of the people as therein provided.	mess the same is mist
32	(e) A government may receive and dispense funds from the Com	munity Development
33	Block Grant (CDBG) Section 108 Loan Guarantee program, Subpart M, 24	
34	seq., either through application to the North Carolina Department of Comr	
35	the federal government, in accordance with State and federal laws govern	ning these funds. Any
36	local government that receives these funds directly from the federal gov	
37	current and future CDBG funds for use as loan guarantees in accordance	
38	laws governing these funds. A local government may implement the rec	
39 40	pledging of CDBG funds under this subsection by borrowing CDBG fund notion of those funds to a third norty in accordance with applicable laws	6
40 41	portion of those funds to a third party in accordance with applicable laws program.	governing the CDBG
42	A government that has pledged current or future CDBG funds for use as	loan guarantees prior
43	to the enactment of this subsection is authorized to have taken such the acti	
44	CDBG funds under this subsection is not a debt or liability of the S	
45	subdivision of the State or a pledge of the faith and credit of the State or any	• 1
46	of the State. The pledging of future CDBG funds under this subsection	-
47	indirectly, or contingently obligate the State or any political subdivision of	the State to levy or to
48	pledge any taxes.	
49 50	(f) All program income from Economic Development Grants fr Community Development Block Grant Program may be retained by recipied	

50 Community Development Block Grant Program may be retained by recipient cities and counties 51 in "economically distressed counties," as defined in G.S. 143B-437.01, for the purposes of

1 creating local economic development revolving loan funds. Such The program income derived 2 through the use by cities of Small Cities Community Development Block Grant money includes, 3 but is not limited to, (i) payment of principal and interest on loans made by the county using 4 CDBG funds, (ii) proceeds from the lease or disposition of real property acquired with CDBG 5 funds, and (iii) any late fees associated with loan or lease payments in (i) and (ii) above. The 6 local economic development revolving loan fund set up by the city shall fund only those activities 7 eligible under Title I of the federal Housing and Community Development Act of 1974, as 8 amended (P.L. 93-383), and shall meet at least one of the three national objectives of the Housing 9 and Community Development Act. Any expiration of G.S. 143B-437.01 or G.S. 105-129.3 shall 10 does not affect this subsection as to designations of economically distressed counties made prior 11 to its expiration. 12 (g) No State or local taxes shall be appropriated or expended by a county pursuant to this 13 section for any purpose not expressly authorized by G.S. 153A-149, unless the purpose is first 14 submitted to a vote of the people as provided by that section." SECTION 18.(a) Subsection (a) of Section 9A.1 of S.L. 2022-74 is repealed. 15 SECTION 18.(b) G.S. 108A-42.1, as amended by subsection (a) of this section, 16 17 reads as rewritten: 18 "§ 108A-42.1. State-County Special Assistance Program payment rates. 19 Basic Rate. - The maximum monthly rate for State-County Special Assistance (a) 20 recipients residing in adult care homes or in-home living arrangements without a diagnosis of 21 Alzheimer's disease or dementia shall be one thousand one hundred eighty two dollars (\$1,182) 22 is one thousand two hundred eighty-five dollars (\$1,285) per month per resident. This rate shall 23 be adjusted on January 1, 2024, and each January 1 thereafter, using the federally approved Social 24 Security cost-of-living adjustment effective for the applicable year. 25 Enhanced Rate. – The maximum monthly rate for State-County Special Assistance (b) 26 recipients residing in special care units or in-home living arrangements with a diagnosis of 27 Alzheimer's disease or dementia shall be one thousand five hundred fifteen dollars (\$1,515) is 28 one thousand six hundred forty-seven dollars (\$1,647) per month per resident. This rate shall be 29 adjusted on January 1, 2024, and each January 1 thereafter, using the federally approved Social 30 Security cost-of-living adjustment effective for the applicable year." 31 **SECTION 18.(c)** This section is retroactively effective January 1, 2023. 32 SECTION 19.(a) Section 9A.3A(a) of S.L. 2021-180 reads as rewritten: 33 "SECTION 9A.3A.(a) It is the intent of the General Assembly to provide greater parity 34 among individuals receiving benefits under the State-County Special Assistance Program 35 authorized under G.S. 108A-40 regardless if they elect to reside in an adult care home, a special 36 care unit, or an in-home living arrangement. To that end, no later than 30 days after the effective 37 date of this subsection, the Department of Health and Human Services, Division of Aging and 38 Adult Services, shall apply to the federal Social Security Administration (SSA) for approval to 39 allow eligible individuals residing in in-home living arrangements to qualify for State-County 40 Special Assistance under the Social Security Optional State Supplement Program in the same 41 manner as individuals residing in adult care homes or special care units. Additionally, no later 42 than 30 days after the effective date of this subsection, the Department of Health and Human 43 Services, Division of Health Benefits, shall submit a State Plan amendment to the Centers for 44 Medicare and Medicaid Services (CMS) for approval to add Medicaid coverage for individuals 45 residing in in-home living arrangements who qualify for State-County Special Assistance under 46 the Social Security Optional State Supplement Program. It is the further intent of the General 47 Assembly to appropriate sufficient funds in future fiscal years to support annual adjustment of 48 the State-County Special Assistance Program payment rates using the federally approved Social 49 Security cost-of-living adjustment. This subsection is effective when it becomes law." 50 SECTION 19.(b) Section 9A.3A(d) of S.L. 2021-180, as amended by Section 51 9A.1(b) of S.L. 2022-74, reads as rewritten:

General Assembly Of North Carolina Session 2023 "SECTION 9A.3A.(d) Subsections (b), (c), and (e) of this section become effective on the 1 2 date the Current Operations Appropriations Act of 2022 becomes law, or 30 days after the date 3 that both the SSA and CMS have approved the applications the date the CMS approves the 4 application submitted by the Department of Health and Human Services pursuant to subsection 5 (a) of this section, whichever is later.section. The Secretary of Health and Human Resources 6 reported to the Revisor of Statutes that the CMS approved the application effective January 1, 7 2023. 8 The Secretary of the Department of Health and Human Services shall report to the Revisor 9 of Statutes when both the SSA and CMS approvals are obtained and the date of the approval. 10 Subsections (b), (c), and (e) of this section shall not become effective if either the SSA or CMS disapproves the applications submitted by the Department of Health and Human Services 11 12 pursuant to subsection (a) of this section. If, by June 30, 2023, the Department of Health and 13 Human Services has not received notification of application approval from both the SSA and 14 CMS pursuant to subsection (a) of this section, then subsections (b), (c), and (e) of this section 15 shall expire. This subsection is effective when it becomes law." 16 **SECTION 19.(c)** Section 9A.1(d) of S.L. 2022-74 reads as rewritten: 17 "SECTION 9A.1.(d) Subsections (a) and (c) of this section become Subsection (c) of this 18 section becomes effective on the date the Current Operations Appropriations Act of 2022 19 becomes law, or 30 days after the date that both the SSA and CMS have approved the applications submitted by the Department of Health and Human Services pursuant to subsection (a) of Section 20 21 9A.3A of S.L. 2021-180, whichever is later, that subsection (e) of Section 9A.3A of S.L. 22 2021-180 becomes effective. The remainder of this section is effective when it becomes law." 23 **SECTION 19.(d)** This section is retroactively effective January 1, 2023. 24 SECTION 20.(a) Section 9H.15(i) of S.L. 2023-134 reads as rewritten: 25 "SECTION 9H.15.(i) G.S. 7B-1413.5, as enacted by subsection (f) of this section, becomes 26 effective July 1, 2025. The remainder of subsection (f) of this section and subsection (g) of this 27 section become effective January 1, 2025." 28 **SECTION 20.(b)** This section is retroactively effective October 3, 2023. 29 SECTION 21. Except as otherwise provided, this act is effective when it becomes 30 law.