## GENERAL ASSEMBLY OF NORTH CAROLINA SESSION 2025

FILED SENATE
Mar 24, 2025
S.B. 447
PRINCIPAL CLERK

## SENATE BILL DRS45244-MHa-30

Short Title: Reliable Water & Sewer Infrastructure Act. (Public)

Sponsors: Senators Everitt and Grafstein (Primary Sponsors).

Referred to:

A BILL TO BE ENTITLED

AN ACT TO ESTABLISH THE SEWER REPAIR TASK FORCE, AND TO APPROPRIATE FUNDS TO THE SOUTH GRANVILLE WATER AND SEWER AUTHORITY.

Whereas, the development of wastewater infrastructure is essential to economic growth in North Carolina, particularly rural areas and rapidly developing suburban counties of the State; and

Whereas, the State Water Infrastructure Authority estimated in 2017 that there was \$11 billion in unmet wastewater infrastructure capital needs across the State; and

Whereas, it is in the interest of the State's environment and citizens to have access to modern, functional wastewater infrastructure; Now, therefore,

The General Assembly of North Carolina enacts:

**SECTION 1.(a)** Establishment; Purpose. – The Sewer Repair Task Force (Task Force) is established. The purpose of the Task Force is (i) to review and assess the current state of wastewater infrastructure in the State, (ii) to develop strategies and plans for the effective implementation of wastewater treatment projects, for addressing existing challenges and barriers to project financing and construction, and for addressing future needs within the State, and (iii) to identify funding mechanisms, including potential contributions from industrial wastewater discharges, to support wastewater infrastructure development.

**SECTION 1.(b)** Task Force. – The Task Force shall consist of 18 members, appointed as follows:

- (1) Four members of the House of Representatives upon the recommendation of the Speaker of the House of Representatives, one of whom shall be a member of the minority party.
- (2) Four members of the Senate upon the recommendation of the President Pro Tempore of the Senate, one of whom shall be a member of the minority party.
- (3) The Director of the Division of Water Infrastructure of the Department of Environmental Quality or the Director's designee, ex officio and nonvoting.
- (4) The Director of the Local Government Commission or the Director's designee, ex officio and nonvoting.
- (5) Four county commissioners, who are advisory and nonvoting, one of whom is appointed upon the recommendation of the Speaker of the House of Representatives, one of whom is appointed upon the recommendation of the Minority Leader of the House of Representatives, one of whom is appointed upon the recommendation of the President Pro Tempore of the Senate, and one of whom is appointed upon the recommendation of the Minority Leader of the Senate.



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- (6) Four representatives of a local government wastewater entity, who are advisory and nonvoting, one of whom is appointed upon the recommendation of the Speaker of the House of Representatives, one of whom is appointed upon the recommendation of the Minority Leader of the House of Representatives, one of whom is appointed upon the recommendation of the President Pro Tempore of the Senate, and one of whom is appointed upon the recommendation of the Minority Leader of the Senate. For purposes of this act, a local government wastewater entity is any of the following:
  - a. A water and sewer authority created pursuant to Article 1 of Chapter 162A of the General Statutes.
  - b. A metropolitan sewerage district created pursuant to Article 5 of Chapter 162A of the General Statutes.
  - c. A metropolitan water and sewerage district created pursuant to Article 5A of Chapter 162A of the General Statutes.
  - d. A county water and sewer district created pursuant to Article 6 of Chapter 162A of the General Statutes.
  - e. A sanitary district created pursuant to Part 2 of Article 2 of Chapter 130A of the General Statutes that is providing wastewater collection or treatment services.
  - f. A joint agency created pursuant to Part 1 or Part 5 of Article 20 of Chapter 160A of the General Statutes that is providing wastewater collection or treatment services.

**SECTION 1.(c)** The President Pro Tempore of the Senate and the Speaker of the House of Representatives shall each appoint a cochair of the Task Force from among its membership.

**SECTION 1.(d)** The Task Force shall meet upon the call of its cochairs. A quorum of the Task Force is a majority of its members. No action may be taken except by a majority vote at a meeting at which a quorum is present. The Task Force, while in the discharge of its official duties, may exercise all powers provided for under G.S. 120-19 through G.S. 120-19.4. The Task Force may contract for professional, clerical, or consultant services, as provided by G.S. 120-32.02. If the Task Force hires a consultant, the consultant shall not be a State employee or a person currently under contract with the State to provide services. Members of the Task Force shall receive per diem, subsistence, and travel allowances as provided in G.S. 120-3.1. The expenses of the Task Force shall be considered expenses incurred for the joint operation of the General Assembly.

**SECTION 1.(e)** In conducting this study, the Task Force shall consult with representatives of the Department of Commerce, the Economic Development Partnership of North Carolina, the Utilities Commission, and the Golden LEAF Foundation.

**SECTION 1.(f)** The Legislative Services Officer shall assign professional and clerical staff to assist the Task Force in its work. The Director of Legislative Assistants of the House of Representatives and the Director of Legislative Assistants of the Senate shall assign clerical support to the Task Force.

**SECTION 1.(g)** Meetings of the Task Force are authorized to begin on or after July 1, 2025. The Task Force shall submit a final report on the results of its study, including proposed legislation, to the Joint Legislative Oversight Committee on Agriculture and Natural and Economic Resources on or before December 1, 2026, by filing a copy of the report with the Office of the President Pro Tempore of the Senate, the Office of the Speaker of the House of Representatives, the Joint Legislative Oversight Committee on Agriculture and Natural and Economic Resources, and the Legislative Library. The Task Force shall terminate on December 1, 2026, or upon the filing of its final report, whichever comes first.

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| 1  | <b>SECTION 2.</b> The sum of fifty million dollars (\$50,000,000) in nonrecurring funds      |
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| 2  | for the 2025-2026 fiscal year is appropriated from the General Fund to the Department of     |
| 3  | Environmental Quality to provide a grant to the South Granville Water and Sewer Authority to |
| 4  | be allocated as follows:   |
| 5  | (1) Twenty million dollars (\$20,000,000) for expansion of wastewater facilities             |
| 6  | serving Creedmoor and Butner.  |
| 7  | (2) Fifteen million dollars (\$15,000,000) to upgrade wastewater treatment                   |
| 8  | facilities to meet new federal standards for PFAS.   |
| 9  | (3) Ten million dollars (\$10,000,000) for water meter modernization.                        |
| 10 | (4) Five million dollars (\$5,000,000) for replacement of lead pipes to comply with          |
| 11 | new federal requirements.  |
| 12 | <b>SECTION 3.</b> Section 2 of this act is effective July 1, 2025. The remainder of this act |
| 13 | is effective when it becomes law.  |

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