GENERAL ASSEMBLY OF NORTH CAROLINA

SESSION 1989

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SENATE BILL 443

Short Title: City/Sanitary District Merger.

(Public)

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Sponsors: Senators Kincaid; and Simpson.

Referred to: Local Government.

March 15, 1989

- 2 AN ACT TO PROVIDE A PROCEDURE FOR MERGER OF A CITY AND A
 3 SANITARY DISTRICT WHOSE BOUNDARIES ARE COTERMINOUS.
- 4 The General Assembly of North Carolina enacts:

5 Section 1. Chapter 130A of the General Statutes is amended by adding a new 6 section to read:

7	" <u>§ 130A-80.1. N</u>	<u>Ierger of district with coterminous city or town; election.</u>
8	<u>A sanitar</u>	y district may merge with a coterminous city or town in the following
9	manner:	
10	<u>(1)</u>	The sanitary district board and the governing board of the city or town
11		may resolve that it is advisable to call an election within the area of the
12		sanitary district and the city or town to determine if the sanitary district
13		and the city or town should merge;
14	<u>(2)</u>	If the sanitary district board and the governing board of the city or
15		town resolve that it is advisable to call for an election, both boards
16		shall adopt a resolution requesting the board of commissioners in the
17		county or counties in which the district and the town or city or any
18		portion is located to hold an election on a date named by the sanitary
19		district board and the governing board of the city or town after
20		consultation with the appropriate board or boards of elections. The
21		election shall be held within the sanitary district and the city or town
22		on the question of merger;
23	<u>(3)</u>	The county board or boards of commissioners shall request the
24		appropriate board or boards of elections to hold and conduct the

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1		election. All voters of the city or town and the sanitary district shall be
2		eligible to vote;
3	(A)	Notice of the election shall be given as required in G.S. 163-33(8);
3	$\frac{(4)}{(5)}$	The board or boards of elections shall provide ballots for the election
4 5	<u>(5)</u>	1
		in substantially the following form:
6		"[] FOR merger of the Town of
7		District, if a majority of the registered voters vote in favor of merger,
8		the area to be known as the Town of and to assume all of
9		the obligations of the Sanitary District and to receive from the Sanitary
10		District all the property rights of the District.
11		[] AGAINST merger."
12	<u>(6)</u>	A majority of all the votes cast is necessary for the merger of a
13		sanitary district with the city or town. The merger shall be effective on
14		July 1 following the election. If a majority of the votes cast is not in
15		favor of the merger, an election on merger may not occur until one
16		year from the date of the last election.
17	<u>(7)</u>	Upon the merger of a sanitary district and a city or town pursuant to
18		this section, the city or town shall assume all obligations of the
19		sanitary district and the sanitary district shall convey all property rights
20		to the city or town. The vote for merger shall include a vote for the city
21		or town to assume the obligations of the district. The sanitary district
22		shall cease to exist as a political subdivision from and after the
23		effective date of the merger; and
24	<u>(8)</u>	If merger is approved, the governing board of the city or town shall
25		determine the proportion of the district's indebtedness, if any, which
26		was incurred for the construction of water systems and the proportion
27		which was incurred for construction of sewage disposal systems. The
28		governing board shall send a certified copy of the determination to the
29		Local Government Commission in order that the Commission and the
30		governing body of the merged municipality can determine the net debt
31		of the merged municipality as required by G.S. 159-55."
32	Sec. 2	2. This act is effective upon ratification.