

GENERAL ASSEMBLY OF NORTH CAROLINA
SESSION 2023

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SENATE BILL 582
Agriculture, Energy, and Environment Committee Substitute Adopted 4/19/23
Judiciary Committee Substitute Adopted 4/25/23
Fourth Edition Engrossed 4/27/23
House Committee Substitute Favorable 5/31/23
House Committee Substitute #2 Favorable 6/6/23

Short Title: North Carolina Farm Act of 2023.

(Public)

Sponsors:

Referred to:

April 5, 2023

1 A BILL TO BE ENTITLED
2 AN ACT TO MAKE VARIOUS CHANGES TO THE AGRICULTURAL AND
3 WASTEWATER LAWS OF THIS STATE.

4 The General Assembly of North Carolina enacts:

5
6 **PART I. GENERAL AGRICULTURE PROVISIONS**

7
8 **INCLUDE INCOME FROM THE SALE OF HONEY IN GROSS INCOME FOR**
9 **PURPOSES OF PRESENT USE VALUE TAXATION**

10 **SECTION 1.(a)** G.S. 105-277.3(a)(1) reads as rewritten:

11 "(1) Agricultural land. – Individually owned agricultural land consisting of one or
12 more tracts, one of which satisfies the requirements of this subdivision. For
13 agricultural land used as a farm for aquatic species, as defined in
14 G.S. 106-758, the tract must meet the income requirement for agricultural land
15 and must consist of at least five acres in actual production or produce at least
16 20,000 pounds of aquatic species for commercial sale annually, regardless of
17 acreage. For all other agricultural land, the tract must meet the income
18 requirement for agricultural land and must consist of at least 10 acres that are
19 in actual production. Land in actual production includes land under
20 improvements used in the commercial production or growing of crops, plants,
21 or animals.

22 To meet the income requirement, agricultural land must, for the three years
23 preceding January 1 of the year for which the benefit of this section is claimed,
24 have produced an average gross income of at least one thousand dollars
25 (\$1,000). Gross income includes income from the sale of the agricultural
26 products produced from the land, grazing fees for livestock, the sale of bees
27 or products derived from ~~beehives other than honey~~, ~~beehives~~, any payments
28 received under a governmental soil conservation or land retirement program,
29 and the amount paid to the taxpayer during the taxable year pursuant to P.L.
30 108-357, Title VI, Fair and Equitable Tobacco Reform Act of 2004."

31 **SECTION 1.(b)** This section is effective for taxes imposed for taxable years
32 beginning on or after July 1, 2023.



1
2 **CLARIFY THAT TURKEY BROODER LITTER RECYCLING IS A BONA FIDE**
3 **FARM PURPOSE WITH RESPECT TO COUNTY ZONING**

4 **SECTION 1.1.** G.S. 160D-903(a) reads as rewritten:

5 "(a) Bona Fide Farming Exempt From County Zoning. – County zoning regulations may
6 not affect property used for bona fide farm purposes; provided, however, that this section does
7 not limit zoning regulation with respect to the use of farm property for nonfarm purposes. Except
8 as provided in G.S. 106-743.4 for farms that are subject to a conservation agreement under
9 G.S. 106-743.2, bona fide farm purposes include the production and activities relating or
10 incidental to the production of crops, grains, fruits, vegetables, ornamental and flowering plants,
11 dairy, livestock, poultry, and all other forms of agriculture, as defined in G.S. 106-581.1.
12 Activities incident to the farm include existing or new residences constructed to the applicable
13 residential building code situated on the farm occupied by the owner, lessee, or operator of the
14 farm and other buildings or structures sheltering or supporting the farm use and operation. A
15 building or structure that is used solely for storage of cotton, peanuts, or sweetpotatoes, or any
16 byproduct of those commodities, is a bona fide farm purpose, including a building or structure
17 on a property that does not have the documentation listed in subdivisions (1) through (4) of this
18 subsection. For purposes of this section, a facility that receives used turkey brooder litter from
19 brooder farms and recycles the used litter by means of a drying process to reduce the moisture
20 content of the litter sufficient to send the recycled litter to a turkey grow-out farm for reuse is a
21 bona fide farm purpose. For purposes of this section, "when performed on the farm" in
22 G.S. 106-581.1(6) includes the farm within the jurisdiction of the county and any other farm
23 owned or leased to or from others by the bona fide farm operator, no matter where located. For
24 purposes of this section, the production of a nonfarm product that the Department of Agriculture
25 and Consumer Services recognizes as a "Goodness Grows in North Carolina" product that is
26 produced on a farm subject to a conservation agreement under G.S. 106-743.2 is a bona fide farm
27 purpose. For purposes of determining whether a property is being used for bona fide farm
28 purposes, any of the following is sufficient evidence that the property is being used for bona fide
29 farm purposes, but other evidence may also be considered:

30 "...."

31
32 **CORRECT REFERENCES TO NORTH CAROLINA TOBACCO FOUNDATION, INC.**

33 **SECTION 1.2.(a)** G.S. 106-568.3 reads as rewritten:

34 **"§ 106-568.3. Action of Board of Agriculture on petition for referendum; creation of the**
35 **Tobacco Research Commission.**

36 (a) The State Board of Agriculture, upon a petition being filed with it so requesting and
37 signed by the governing boards of the North Carolina Farm Bureau Federation, the North
38 Carolina State Grange, and the North Carolina Agricultural Foundation, Inc., shall examine such
39 petition and upon finding that it complies with the provisions of this Article shall authorize the
40 holding of a referendum as hereinafter set out and the governing boards of the North Carolina
41 Farm Bureau Federation, the North Carolina State Grange, and the North Carolina Agricultural
42 Foundation, Inc., shall thereupon be fully authorized and empowered to hold and conduct on the
43 part of the producers and growers of the commodities herein mentioned a referendum on the
44 question of whether or not such growers and producers shall levy upon themselves an assessment
45 under and subject to and for the purposes stated in this Article. Provided, that the petition for a
46 tobacco referendum shall be signed by and, once approved, shall authorize the holding of a
47 referendum by the governing boards of the North Carolina Farm Bureau Federation, Inc., the
48 North Carolina State Grange, the North Carolina ~~Tobacco~~ Agricultural Foundation, Inc., and the
49 Tobacco Growers Association of North Carolina, Incorporated.

50 (b) There is hereby created a North Carolina Tobacco Research Commission within the
51 Department of Agriculture and Consumer Services. The Commission shall consist of the

1 Commissioner of Agriculture, or ~~his~~the Commissioner's designee; the President of the North
2 Carolina Farm Bureau Federation, Inc., or ~~his~~the President's designee; the President of the
3 Tobacco Growers Association of North Carolina, Incorporated, or ~~his~~the President's designee;
4 the ~~Master~~President of the North Carolina State Grange, or ~~his~~the President's designee; and, the
5 President of the North Carolina ~~Tobacco~~Agricultural Foundation, Inc., or his designee."

6 **SECTION 1.2.(b)** G.S. 106-568.4 reads as rewritten:

7 **"§ 106-568.4. By whom referendum to be managed; announcement.**

8 The governing boards of the North Carolina Farm Bureau Federation, the North Carolina
9 State Grange, and the North Carolina Agricultural Foundation, Inc., shall arrange for and manage
10 any referendum conducted under the provisions of this Article but shall, 60 days before the date
11 upon which it is to be held, fix, determine, and publicly announce in each county the date, hours,
12 and polling places in that county for voting in such referendum, the amount and basis proposed
13 to be collected, the means by which such assessment shall be collected as authorized by the
14 growers and producers, and the general purposes for which said funds so collected shall be
15 applied. Provided, that the governing boards of the North Carolina Farm Bureau Federation, Inc.,
16 the North Carolina State Grange, the North Carolina ~~Tobacco~~Agricultural Foundation, Inc., and
17 the Tobacco Growers Association of North Carolina, Incorporated, shall arrange for and manage
18 any referendum for tobacco poundage assessments under the provisions of this Article."

19 **SECTION 1.2.(c)** G.S. 106-568.7 reads as rewritten:

20 **"§ 106-568.7. Preparation and distribution of ballots; poll holders; canvass and
21 announcement of results.**

22 The governing boards of the North Carolina Farm Bureau Federation, the North Carolina
23 State Grange, and the North Carolina Agricultural Foundation, Inc., shall prepare and distribute
24 in advance of such referendum all necessary ballots and shall under rules and regulations, adopted
25 and promulgated by the organizations holding such referendum, arrange for the necessary poll
26 holders and shall, within 10 days after the date of such referendum, canvass and publicly declare
27 the results thereof. Provided, that for the tobacco poundage assessment referendum, the North
28 Carolina Farm Bureau Federation, Inc., the North Carolina State Grange, the North Carolina
29 ~~Tobacco~~Agricultural Foundation, Inc., and the Tobacco Growers Association of North Carolina,
30 Incorporated, shall perform the functions set forth in this section."

31 **SECTION 1.2.(d)** G.S. 106-568.8 reads as rewritten:

32 **"§ 106-568.8. Collection and disposition of assessment; report of receipts and
33 disbursements; audit.**

34 ...

35 (b) Tobacco Poundage Assessments. In the event two-thirds or more of the eligible
36 farmers and producers participating in the tobacco referendum vote in favor of the tobacco
37 poundage assessment authorized under this Article, then said assessment shall be collected for a
38 period of six years under rules, regulations, and methods adopted by the North Carolina Tobacco
39 Research Commission. The North Carolina Tobacco Research Commission is exempt from the
40 provisions of Chapter 150B of the General Statutes.

41 The assessments collected shall be remitted to the Department of Agriculture and Consumer
42 Services to be expended under the direction of the Tobacco Research Commission for research
43 and dissemination of research facts concerning tobacco. Any person that receives assessment
44 funds from the Tobacco Research Commission shall file quarterly written reports with the
45 Tobacco Research Commission on the receipt and expenditure of assessment funds. The Tobacco
46 Research Commission may transfer assessments to the North Carolina ~~Tobacco~~Agricultural
47 Foundation, Inc., to be held and invested by the ~~Tobacco~~Agricultural Foundation until such time
48 as the Commission shall direct their expenditure for the purposes set forth in this section."

49 **SECTION 1.2.(e)** G.S. 106-568.10 reads as rewritten:

50 **"§ 106-568.10. Subsequent referenda; continuation of assessment.**

1 If the assessment is defeated in the referendum, the governing boards of the North Carolina
2 Farm Bureau Federation, the North Carolina State Grange, and the North Carolina Agricultural
3 Foundation, Inc., shall have full power and authority to call another referendum for the purposes
4 herein set out in the next succeeding year on the question of the annual assessment for six years.
5 In the event the assessment carried in a referendum by two-thirds or more of the eligible farmers
6 participating therein, such assessment shall be levied annually for the six years set forth in the
7 call for such referendum and a new referendum may be called and conducted during the sixth
8 year of such period on the question of whether or not such assessment shall be continued for the
9 next ensuing six years. Provided, that if the tobacco poundage assessment is defeated in the
10 referendum, the governing boards of the North Carolina Farm Bureau Federation, Inc., the North
11 Carolina State Grange, the North Carolina ~~Tobacco~~-Agricultural Foundation, Inc., and Tobacco
12 Growers Association of North Carolina, Incorporated, may call another referendum in the next
13 succeeding year on the question of the annual assessment for six years. If the tobacco assessment
14 carried in a referendum by two-thirds or more of the eligible farmers participating therein, the
15 assessment shall be levied annually for the six years set forth in the call for the referendum and
16 a new referendum may be called and conducted during the sixth year of the period on the question
17 of whether or not the assessment shall be continued for the next ensuing six years."
18

19 **ADD EQUINE INDUSTRY MEMBER TO THE BOARD OF AGRICULTURE**

20 **SECTION 1.3.** G.S. 106-2 reads as rewritten:

21 **"§ 106-2. Department of Agriculture and Consumer Services established; Board of**
22 **Agriculture, membership, terms of office, etc.**

23 ...

24 (b) Membership; Qualifications. – The Board of Agriculture shall consist of the
25 Commissioner of Agriculture, who shall be an ex officio member and chairman thereof and shall
26 preside at all meetings, and of ~~11~~¹² other members from the State, so distributed as to reasonably
27 represent the different sections and agriculture of the State. The Commissioner of Agriculture
28 and the members of the Board of Agriculture shall be practicing farmers engaged in their
29 profession. The members of the Board shall be appointed by the Governor by and with the
30 consent of the Senate. In the appointment of the members of the Board the Governor shall also
31 take into consideration the different agricultural interests of the State, and shall appoint members
32 with the following qualifications:

- 33 (1) One member who shall be a practicing tobacco farmer to represent the tobacco
34 farming interest.
- 35 (2) One member who shall be a practicing cotton grower to represent the cotton
36 interest.
- 37 (3) One member who shall be a practicing fruit or vegetable farmer to represent
38 the fruit and vegetable farming interest.
- 39 (4) One member who shall be a practicing dairy farmer to represent the dairy and
40 cattle interest of the State.
- 41 (5) One member who shall be a practicing poultryman to represent the poultry
42 interest of the State.
- 43 (6) One member who shall be a practicing peanut grower to represent the peanut
44 interests of the State.
- 45 (7) One member who shall be experienced in marketing to represent the
46 marketing of products of the State.
- 47 (8) One member who shall be actively involved in forestry to represent the
48 forestry interests of the State.
- 49 (9) One member who shall be actively involved in the nursery business to
50 represent the nursery industry of the State.

- 1 (10) One member who shall be a practicing general farmer to represent the general
2 farming interest.
- 3 (11) One member who shall be a practicing pork farmer to represent the swine
4 interest of the State.
- 5 (12) One member who shall be actively involved in the equine industry to represent
6 the equine industry of the State.
- 7 (c) Terms. – The term of office of members of the Board shall be six years and until their
8 successors are duly appointed and qualified.
- 9 (d) Vacancies. – Vacancies in the Board shall be filled by the Governor for the unexpired
10 term."
11

12 EXEMPT COMPOST FROM SALES TAX FOR QUALIFYING FARMERS

13 SECTION 1.4.(a) G.S. 105-164.13E(a) reads as rewritten:

14 "§ 105-164.13E. Exemption for farmers.

15 (a) Exemption. – A qualifying farmer is a person who has an annual income from farming
16 operations for the preceding taxable year of ten thousand dollars (\$10,000) or more or who has
17 an average annual income from farming operations for the three preceding taxable years of ten
18 thousand dollars (\$10,000) or more. For purposes of this section, the term "income from farming
19 operations" means sales plus any other amounts treated as gross income under the Code from
20 farming operations. A qualifying farmer includes a dairy operator, a poultry farmer, an egg
21 producer, and a livestock farmer, a farmer of crops, a farmer of an aquatic species, as defined in
22 G.S. 106-758, and a person who boards horses. A qualifying farmer may apply to the Secretary
23 for an exemption certificate number under G.S. 105-164.28A. The exemption certificate expires
24 when a person fails to meet the income threshold for three consecutive taxable years or ceases to
25 engage in farming operations, whichever comes first.

26 Except as otherwise provided in this section, the items exempt under this section must be
27 purchased by a qualifying farmer or conditional farmer and used by the qualifying or conditional
28 farmer primarily in farming operations. For purposes of this section, an item is used by a farmer
29 for farming operations if it is used for the planting, cultivating, harvesting, or curing of farm
30 crops, in the production of dairy products, eggs, or animals, or by a person who boards horses.
31 The items that may be exempt from sales and use tax under this section are:

- 32 (1) Fuel, piped natural gas, and electricity that are measured by a separate meter
33 or another separate device and used for a purpose other than preparing food,
34 heating dwellings, and other household purposes.
- 35 (2) Commercial fertilizer, lime, land plaster, plastic mulch, plant bed covers,
36 potting soil, baler twine, compost, and seeds.

37"

38 SECTION 1.4.(b) This section becomes effective October 1, 2023.

39 AMEND THE DEFINITION OF AGRICULTURE

40 SECTION 1.5. G.S. 106-581.1 reads as rewritten:

41 "§ 106-581.1. Agriculture defined.

42 For purposes of this Article, the terms "agriculture", "agricultural", and "farming" refer to all
43 of the following:
44

- 45 ...
- 46 (2) The planting and production of trees and ~~timber~~ timber, including pine
47 orchards planted and maintained for the purpose of harvesting pine needles
48 for sale, or the harvesting of pine needles for sale from land with a forest
49 management plan.

50 ...

(6) When performed on the farm, "agriculture", "agricultural", and "farming" also include the marketing and selling of agricultural products, agritourism, biofuel production for commercial sale, the storage and use of materials for agricultural purposes, packing, treating, processing, sorting, storage, and other activities performed to add value to crops, livestock, and agricultural items produced on a farm, and similar activities incident to the operation of a farm

...."

AGRITOURISM ADVERTISING

SECTION 2. G.S. 136-32 reads as rewritten:

"§ 136-32. Regulation of signs.

(a) Commercial Signs. – No unauthorized person shall erect or maintain upon any highway any warning or direction sign, marker, signal or light or imitation of any official sign, marker, signal or light erected under the provisions of G.S. 136-30, except in cases of emergency. No person shall erect or maintain upon any highway any traffic or highway sign or signal bearing thereon any commercial or political advertising, except as provided in subsections (b) through (e) of this section: Provided, nothing in this section shall be construed to prohibit the erection or maintenance of signs, markers, or signals bearing thereon the name of an organization authorized to erect the same by the Department of Transportation or by any local authority referred to in G.S. 136-31. Any person who shall violate any of the provisions of this section shall be guilty of a Class 1 misdemeanor. The Department of Transportation may remove any signs erected without authority or allowed to remain beyond the deadline established in ~~subsection (b)~~ subsections (b) and (b1) of this section.

(b) Compliant Political Signs Permitted. – During the period beginning on the 30th day before the beginning date of "one-stop" early voting under G.S. 163-227.2 and ending on the 10th day after the primary or election day, persons may place political signs in the right-of-way of the State highway system as provided in this section. Signs must be placed in compliance with subsection (d) of this section and must be removed by the end of the period prescribed in this subsection. Any political sign remaining in the right-of-way of the State highway system more than 30 days after the end of the period prescribed in this subsection shall be deemed unlawfully placed and abandoned property, and a person may remove and dispose of such political sign without penalty.

(b1) Compliant Farm Signs Permitted. – During a farm's seasonal operation, persons may place farm signs in the right-of-way of the State highway system as provided in this section. Signs must be placed in compliance with subsection (d) of this section and must be removed by the end of the farm's season. Any farm sign remaining in the right-of-way of the State highway system more than 30 days after the end of the period prescribed in this subsection shall be deemed unlawfully placed and abandoned property, and a person may remove and dispose of the farm sign without penalty.

(c) ~~Definition. Definitions.~~ – For purposes of this section, "~~political sign~~" ~~means any the following definitions apply:~~

(1) Farm. – Any property that is used for a bona fide farm purpose as provided in G.S. 106-581.1.

(2) Farm sign. – A sign that advertises a farm, products grown, raised, or produced on a farm, or services provided on a farm; or that provides customers with directions to a farm.

(3) Political sign. – Any sign that advocates for political action. The term does not include a commercial sign.

(d) Sign Placement. – The permittee must obtain the permission of any property owner of a residence, business, or religious institution fronting the right-of-way where a sign would be erected. Signs must be placed in accordance with the following:

- 1 (1) No sign shall be permitted in the right-of-way of a fully controlled access
2 highway.
- 3 (2) No sign shall be closer than three feet from the edge of the pavement of the
4 road.
- 5 (3) No sign shall obscure motorist visibility at an intersection.
- 6 (4) No sign shall be higher than 42 inches above the edge of the pavement of the
7 road.
- 8 (5) No sign shall be larger than 864 square inches.
- 9 (6) No sign shall obscure or replace another sign.

10 (e) Penalties for Unlawful Removal of Signs. – It is a Class 3 misdemeanor for a person
11 to steal, deface, vandalize, or unlawfully remove a political sign that is lawfully placed under this
12 section.

13 (f) Application Within Municipalities. – Pursuant to Article 8 of Chapter 160A of the
14 General Statutes, a city may by ordinance prohibit or regulate the placement of political signs on
15 rights-of-way of streets located within the corporate limits of a municipality and maintained by
16 the municipality. Any such ordinance shall provide that any political sign that remains in a
17 right-of-way of streets located within the corporate limits of a municipality and maintained by
18 the municipality more than 30 days after the end of the period prescribed in the ordinance is to
19 be deemed unlawfully placed and abandoned property, and a person may remove and dispose of
20 such political sign without penalty. In the absence of an ordinance prohibiting or regulating the
21 placement of political signs on the rights-of-way of streets located within a municipality and
22 maintained by the municipality, the provisions of subsections (b) through (e) of this section shall
23 apply."
24

25 AMEND REQUIREMENTS ON AGRITOURISM WARNING SIGNS

26 SECTION 2.1.(a) G.S. 99E-3 reads as rewritten:

27 "§ 99E-3. Warning required.

28 (a) Every equine professional and every equine activity sponsor shall post and maintain
29 signs which contain the warning notice specified in subsection (b) of this section. The signs
30 required by this section shall be placed in a clearly visible location on or near stables, corrals, or
31 arenas where the equine professional or the equine activity sponsor conducts equine activities.
32 The warning notice specified in subsection (b) of this section shall be designed by the Department
33 of Agriculture and Consumer Services and shall consist of a sign in black letters, with each letter
34 to be a minimum of three quarters of one inch in height. Every written contract entered into by
35 an equine professional or by an equine activity sponsor for the providing of professional services,
36 instruction, or the rental of equipment or tack or an equine to a participant, whether or not the
37 contract involves equine activities on or off the location or site of the equine professional's or the
38 equine activity sponsor's business, shall contain in clearly readable print the warning notice
39 specified in subsection (b) of this section.

40 (b) The signs and contracts described in subsection (a) of this section shall contain the
41 following warning notice:

42 "WARNING

43 Under North Carolina law, an equine activity sponsor or equine professional is not liable for
44 an injury to or the death of a participant in equine activities resulting exclusively from the
45 inherent risks of equine activities. Chapter 99E of the North Carolina General Statutes."

46 (c) Failure to comply with the requirements concerning warning signs and notices
47 provided in this Part shall prevent an equine activity sponsor or equine professional from
48 invoking the privileges of immunity provided by this Part."

49 SECTION 2.1.(b) G.S. 99E-8 reads as rewritten:

50 "§ 99E-8. Warning required.

1 (a) Every farm animal activity sponsor and every farm animal professional shall post and
2 maintain signs which contain the warning notices specified in subsection (b) or (c) of this section.
3 The signs required by this section shall be placed in a clearly visible location on or near stables,
4 corrals, arenas, or other farm animal facilities where the farm animal professional or the farm
5 animal activity sponsor conducts animal activities. The warning notices specified in subsections
6 (b) and (c) of this section shall be designed by the Department of Agriculture and Consumer
7 Services and shall consist of a sign in black letters, with each letter to be a minimum of three
8 quarters of one inch in height. Every written contract entered into by a farm animal professional
9 or by a farm animal activity sponsor for the providing of professional services, instruction, or the
10 rental of equipment or tack or a farm animal to a participant, whether or not the contract involves
11 farm animal activities on or off the location or site of the farm animal professional's or farm
12 animal activity sponsor's business, shall contain in clearly readable print the warning notice
13 specified in subsection (b) or (c) of this section.

14 (b) The signs and contracts described in subsection (a) of this section shall contain the
15 following warning notice:

16 "WARNING

17 Under North Carolina law, a farm animal activity sponsor or farm animal professional is not
18 liable for an injury to or the death of a participant in farm animal activities resulting exclusively
19 from the inherent risks of farm animal activities. Chapter 99E of the North Carolina General
20 Statutes."

21 (c) If a farm animal activity sponsor or farm animal professional sponsors or engages in
22 farm animal activities only involving equines, the signs and contracts described in subsection (a)
23 of this section may contain the following warning notice:

24 "WARNING

25 Under North Carolina law, an equine activity sponsor or equine professional is not liable for
26 an injury to or the death of a participant in equine activities resulting exclusively from the
27 inherent risks of equine activities. Chapter 99E of the North Carolina General Statutes."

28 (d) Failure to comply with the requirements concerning warning signs and notices
29 provided in this Part shall prevent a farm animal activity sponsor or farm animal professional
30 from invoking the privileges of immunity provided by this Part."

31 **SECTION 2.1.(c)** G.S. 99E-32 reads as rewritten:

32 "**§ 99E-32. Warning required.**

33 (a) Every agritourism professional must post and maintain signs that contain the warning
34 notice specified in subsection (b) of this section. The sign must be placed in a clearly visible
35 location at the entrance to the agritourism location and at the site of the agritourism activity. The
36 warning notice must consist of a sign in black letters, with each letter to be a minimum of three
37 quarters of one inch in height. Every written contract entered into by an agritourism professional
38 for the providing of professional services, instruction, or the rental of equipment to a participant,
39 whether or not the contract involves agritourism activities on or off the location or at the site of
40 the agritourism activity, must contain in clearly readable print the warning notice specified in
41 subsection (b) of this section.

42 (b) The signs and contracts described in subsection (a) of this section must contain the
43 following notice of warning:

44 "WARNING

45 Under North Carolina law, there is no liability for an injury to or death of a participant in an
46 agritourism activity conducted at this agritourism location if such injury or death results from the
47 inherent risks of the agritourism activity. Inherent risks of agritourism activities include, among
48 others, risks of injury inherent to land, equipment, and animals, as well as the potential for you
49 to act in a negligent manner that may contribute to your injury or death. You are assuming the
50 risk of participating in this agritourism activity."

1 (c) Failure to comply with the requirements concerning warning signs and notices
2 provided in this subsection will prevent an agritourism professional from invoking the privileges
3 of immunity provided by this Article."

4 **SECTION 2.1.(d)** This section is effective when it becomes law and applies to
5 actions arising from events occurring on or after that date.

7 **CLARIFY DEFINITION OF PROPERTY-HAULING VEHICLES**

8 **SECTION 3.** G.S. 20-4.01 reads as rewritten:

9 **"§ 20-4.01. Definitions.**

10 Unless the context requires otherwise, the following definitions apply throughout this
11 Chapter to the defined words and phrases and their cognates:

12 ...

13 (31) Property-Hauling Vehicles. –

14 ...

15 g. A fifth-wheel trailer, recreational vehicle, semitrailer, or trailer used
16 exclusively or primarily to transport vehicles in connection with
17 motorsports competition events is not a property-hauling vehicle.

18"

20 **FARM EQUIPMENT DEFENSE FOR STOP LIGHT INDUCTIVE LOOPS**

21 **SECTION 3.1.** G.S. 20-158 reads as rewritten:

22 **"§ 20-158. Vehicle control signs and signals.**

23 ...

24 (e) Defense. – It shall be a defense to a violation of sub-subdivision (b)(2)a. of this section
25 if the operator of a motorcycle, as defined in G.S. 20-4.01(27)h., or the operator of farm
26 equipment or machinery, shows all of the following:

- 27 (1) The operator brought the motorcycle or farm equipment or machinery to a
28 complete stop at the intersection or stop bar where a steady red light was being
29 emitted in the direction of the operator.
- 30 (2) The intersection is controlled by a vehicle actuated traffic signal using an
31 inductive loop to activate the traffic signal.
- 32 (3) No other vehicle that was entitled to have the right-of-way under applicable
33 law was sitting at, traveling through, or approaching the intersection.
- 34 (4) No pedestrians were attempting to cross at or near the intersection.
- 35 (5) The motorcycle or farm equipment or machinery operator who received the
36 citation waited a minimum of three minutes at the intersection or stop bar
37 where the steady red light was being emitted in the direction of the operator
38 before entering the intersection."

40 **AMEND VETERINARY MEDICAL BOARD INSPECTION PROCESS AND GIVE** 41 **VETERINARY MEDICAL BOARD RESPONSIBILITY FOR PERFORMING** 42 **INSPECTIONS OF BOARDING KENNELS OPERATED BY VETERINARIANS**

43 **SECTION 4.(a)** Article 11 of Chapter 90 of the General Statutes is amended by
44 adding a new section to read:

45 **"§ 90-187.17. Inspection process.**

46 At least one week prior to conducting any inspection pursuant to G.S. 90-185(3) or
47 G.S. 90-186(2), the Board shall provide written notice of the upcoming inspection to the
48 veterinarian. The written notice may be provided via an electronic communication. The
49 veterinarian may contact the Board to reschedule the inspection, but the inspection shall be
50 rescheduled no later than one week after the originally scheduled date of the inspection. Along
51 with the written notice of inspection, the Board shall provide the veterinarian with a checklist of

1 all standards adopted by rule for which the inspector may issue a violation and, with as much
2 specificity as possible, conditions that violate the standards."

3 **SECTION 4.(b)** G.S. 19A-37 reads as rewritten:

4 **"§ 19A-37. Application of Article.**

5 This Article shall not apply to a place or establishment which is operated under the immediate
6 supervision of a duly licensed veterinarian as a hospital where animals are harbored, boarded,
7 and cared for incidental to the treatment, prevention, or alleviation of disease processes during
8 the routine practice of the profession of veterinary ~~medicine~~-medicine or a boarding kennel, as
9 defined in G.S. 90-181.1. This Article shall not apply to any dealer, pet shop, public auction,
10 commercial kennel or research facility during the period such dealer or research facility is in the
11 possession of a valid license or registration granted by the Secretary of Agriculture pursuant to
12 Title 7, Chapter 54, of the United States Code. This Article shall not apply to any individual who
13 occasionally boards an animal on a noncommercial basis, although such individual may receive
14 nominal sums to cover the cost of such boarding."

15 **SECTION 4.(c)** G.S. 90-181.1(b) reads as rewritten:

16 "(b) The following definitions are applicable to this section:

- 17 (1) ~~"Animal health center" or "animal medical center"~~ means a Animal health
18 center or animal medical center. – A veterinary practice facility in which
19 consultative, clinical, and hospital services are rendered and in which a large
20 staff of basic and applied veterinary scientists perform significant research and
21 conduct advanced professional educational programs.
- 22 (1a) Boarding kennel. – A facility operating under a veterinary facility permit and
23 which regularly offers to the public the service of boarding dogs or cats or
24 both for a fee. Such a facility or establishment may, in addition to providing
25 shelter, food, and water, offer grooming or other services for dogs and/or cats.
- 26 (2) ~~"Emergency facility"~~ means a Emergency facility. – A veterinary medical
27 facility whose primary function is the receiving, treatment, and monitoring of
28 emergency patients during its specified hours of operation. At this veterinary
29 practice facility a veterinarian is in attendance at all hours of operation and
30 sufficient staff is available to provide timely and appropriate emergency care.
31 An emergency facility may be an independent veterinary medical after-hours
32 facility, an independent veterinary medical 24-hour facility, or part of a
33 full-service hospital or large teaching institution.
- 34 (3) ~~"Mobile facility"~~ means a Mobile facility. – A veterinary practice conducted
35 from a vehicle with special medical or surgical facilities or from a vehicle
36 suitable only for making house or farm calls; provided, the veterinary medical
37 practice shall have a permanent base of operation with a published address
38 and telephone facilities for making appointments or responding to emergency
39 situations.
- 40 (4) ~~"Office"~~ means a Office. – A veterinary practice facility where a limited or
41 consultative practice is conducted and which provides no facilities for the
42 housing of patients.
- 43 (5) ~~"On-call emergency service"~~ means a On-call emergency service. – A
44 veterinary medical service at a facility, including a mobile facility, where
45 veterinarians and staff are not on the premises during all hours of operation or
46 where veterinarians leave after a patient is treated. A veterinarian shall be
47 available to be reached by telephone for after-hours emergencies.
- 48 (6) ~~"Veterinary clinic" or "animal clinic"~~ means a Veterinary clinic or animal
49 clinic. – A veterinary practice facility in which the practice conducted is
50 essentially an out-patient practice.

(7) ~~"Veterinary hospital" or "animal hospital" means a Veterinary hospital or animal hospital. – A veterinary practice facility in which the practice conducted includes the confinement as well as the treatment of patients."~~

SECTION 4.(d) G.S. 90-186 reads as rewritten:

"§ 90-186. Special powers of the Board.

In addition to the powers set forth in G.S. 90-185 above, the Board may:

...

(2) Inspect any boarding kennels, hospitals, clinics, mobile units or other facilities used by any practicing veterinarian, either by a member of the Board or its authorized representatives, for the purpose of reporting the results of the inspection to the Board on a form prescribed by the Board and seeking disciplinary action for violations of health, sanitary, and medical waste disposal rules of the Board affecting the practice of veterinary ~~medicine,~~ medicine or the operation of a boarding kennel, or violations of rules of any county, state, or federal department or agency having jurisdiction in these areas of health, sanitation, and medical waste disposal that relate to or affect the practice of veterinary ~~medicine;~~medicine or the operation of a boarding kennel;

...

(6) Set and require fees pursuant to administrative rule. The Board may increase the following fees, provided (i) no fee shall be increased more than fifteen percent (15%) within a calendar year and (ii) the cumulative total increases of any fee shall not exceed one hundred percent (100%) of the fee amounts set in this subdivision:

...

p. Issuance of a boarding kennel permit in the amount of seventy-five dollars (\$75.00), to be added to the veterinary facility permit fee.

The fees set under this subdivision for the renewal of a license, a limited license, a registration, a certificate, or a ~~veterinary facility~~ permit apply to each year of the renewal period.

...."

SECTION 4.(e) G.S. 90-187.10 reads as rewritten:

"§ 90-187.10. Necessity for license; certain practices exempted.

No person shall engage in the practice of veterinary medicine or own all or part interest in a veterinary medical practice in this State or attempt to do so without having first applied for and obtained a license for such purpose from the North Carolina Veterinary Medical Board, or without having first obtained from the Board a certificate of renewal of license for the calendar year in which the person proposes to practice and until the person shall have been first licensed and registered for such practice in the manner provided in this Article and the rules and regulations of the Board.

Nothing in this Article shall be construed to prohibit:

...

(12) Any person licensed pursuant to G.S. 19A-28 from operating a boarding kennel."

SECTION 4.(f) The Veterinary Medical Board shall adopt rules to establish minimum standards for boarding kennels operating under a veterinary facility permit and kennel permit no later than July 1, 2024. The standards shall be at least as stringent as those adopted by the Board of Agriculture pursuant to Article 3 of Chapter 19A of the General Statutes.

SECTION 4.(g) Subsection (a) of this section becomes effective October 1, 2023. Subsections (b), (d), and (e) of this section become effective 60 days after the rules adopted

1 pursuant to subsection (f) of this section become effective. The remainder of this section is
2 effective when it becomes law.

3
4 **CREATE CLASS 3 MISDEMEANOR FOR LEAVING THE SCENE OF AN ANIMAL**
5 **WASTE SPILL**

6 **SECTION 4.1.(a)** Article 52 of Chapter 14 of the General Statutes is amended by
7 adding a new section to read:

8 **"§ 14-399.3. Duty to stop in event of certain spills from vehicles.**

9 The driver of any vehicle who knows or reasonably should know that (i) animal waste, as
10 defined in G.S. 143-215.10B, except for livestock or poultry excreta generated by live animals
11 being transported on the vehicle, (ii) dead animals or animal parts except for feathers from live
12 birds being transported on the vehicle, or (iii) animal by-products have been blown, scattered,
13 spilled, thrown, or placed from the vehicle shall immediately stop his or her vehicle at the scene
14 of the incident. The driver shall remain with the vehicle at the scene of the incident until a law
15 enforcement officer completes the investigation of the incident or authorizes the driver to leave
16 and the vehicle to be removed, unless remaining at the scene places the driver or others at
17 significant risk of injury.

18 Prior to the completion of the investigation of the incident by a law enforcement officer, or
19 the consent of the officer to leave, the driver may not facilitate, allow, or agree to the removal of
20 the vehicle from the scene for any purpose other than to call for a law enforcement officer; to call
21 for assistance in removing the materials that were blown, scattered, thrown, spilled, or placed
22 from the vehicle; or to remove oneself or others from significant risk of injury. If the driver does
23 leave for a reason permitted by this section, then the driver must return with the vehicle to the
24 scene of the incident within a reasonable period of time, unless otherwise instructed by a law
25 enforcement officer. A willful violation of this section shall be punished as a Class 3
26 misdemeanor, and the court may order restitution for the cost of removing the materials that were
27 blown, scattered, thrown, spilled, or placed from the vehicle."

28 **SECTION 4.1.(b)** This section becomes effective December 1, 2023, and applies to
29 offenses committed on or after that date.

30
31 **ENCOURAGE PUBLIC SCHOOLS TO MAKE ONE HUNDRED PERCENT**
32 **MUSCADINE GRAPE JUICE AVAILABLE TO STUDENTS**

33 **SECTION 5.(a)** G.S. 115C-12 is amended by adding a new subdivision to read:

34 "(49) Goal to Make Available Muscadine Grape Juice in Certain Schools. – The
35 State Board of Education shall strive to ensure that one hundred percent
36 (100%) muscadine grape juice is made available to students in every school
37 operated under Article 9C of this Chapter as a part of the school's nutrition
38 program or through the operation of the school's vending facilities."

39 **SECTION 5.(b)** Part 2 of Article 17 of Chapter 115C of the General Statutes is
40 amended by adding a new section to read:

41 **"§ 115C-264.5. Muscadine grape juice.**

42 Local boards of education shall strive to ensure that one hundred percent (100%) muscadine
43 grape juice is made available to students in every school in the local school administrative unit
44 as a part of the school's nutrition program or through the operation of the school's vending
45 facilities."

46 **SECTION 5.(c)** G.S. 115C-218.75 is amended by adding a new subsection to read:

47 "(k) Muscadine Grape Juice. – A charter school shall strive to ensure that one hundred
48 percent (100%) muscadine grape juice is made available to students as a part of the school's
49 nutrition program or through the operation of the school's vending facilities."

50 **SECTION 5.(d)** G.S. 115C-238.66 is amended by adding a new subdivision to read:

1 "(19) Muscadine grape juice. – A regional school shall strive to ensure that one
2 hundred percent (100%) muscadine grape juice is made available to students
3 as a part of the school's nutrition program or through the operation of the
4 school's vending facilities."

5 **SECTION 5.(e)** G.S. 116-239.8(b)(4)c. reads as rewritten:

6 "c. Food services. – The laboratory school shall strive to ensure that one
7 hundred percent (100%) muscadine grape juice is made available to
8 students as a part of the school's nutrition program or through the
9 operation of the school's vending facilities. Upon request, the local
10 school administrative unit in which the laboratory school is located
11 shall administer the National School Lunch Program for the laboratory
12 school in accordance with G.S. 115C-264."

13 **SECTION 5.(f)** G.S. 115D-20 reads as rewritten:

14 "**§ 115D-20. Powers and duties of trustees.**

15 The trustees of each institution shall constitute the local administrative board of such
16 institution, with such powers and duties as are provided in this Chapter and as are delegated to it
17 by the State Board of Community Colleges. The powers and duties of trustees shall include the
18 following:

19 ...
20 (15) To strive to make available one hundred percent (100%) muscadine grape
21 juice as a beverage option in the operation of the community college's vending
22 facilities."

23 **SECTION 5.(g)** Part 5 of Article 1 of Chapter 116 of the General Statutes is amended
24 by adding a new section to read:

25 "**§ 116-43.25. Availability of muscadine grape juice on campuses.**

26 Each constituent institution shall strive to make one hundred percent (100%) muscadine
27 grape juice available as a beverage option in the operation of the institution's vending facilities."

28 **SECTION 5.(h)** This section is effective when it becomes law. Subsections (a), (b),
29 (c), (d), and (e) of this section apply beginning with the 2023-2024 school year. Subsections (f)
30 and (g) of this section apply beginning with the 2023-2024 academic year.

31
32 **CONFORM PENALTIES FOR ASSAULT WITH A DEADLY WEAPON ON**
33 **DEPARTMENT OF AGRICULTURE AND CONSUMER SERVICES INSPECTORS**

34 **SECTION 5.1.(a)** G.S. 106-65.105D(e) reads as rewritten:

35 "(e) Any person who willfully resists, opposes, impedes, intimidates, or interferes with
36 any duly authorized agent while engaged in or on account of the performance of the duly
37 authorized agent's official duties under this Article shall be guilty of a Class 2 misdemeanor.
38 Whoever, in the commission of any such acts, uses a deadly weapon shall be guilty of a ~~Class 4~~
39 ~~misdemeanor.~~Class A1 misdemeanor."

40 **SECTION 5.1.(b)** G.S. 106-549.34 reads as rewritten:

41 "**§ 106-549.34. Interference with inspector.**

42 Any person who willfully assaults, resists, opposes, impedes, intimidates, or interferes with
43 any person while engaged in or on account of the performance of his official duties under this or
44 the previous Article shall be guilty of a Class 2 misdemeanor. For the purposes of this section,
45 "impede," "oppose," and "intimidate," or "interfere" shall include, but not be limited to, the use
46 of profane and indecent language, or any act or gesture, verbal or nonverbal, which tends to cast
47 disrespect on an inspector or the Meat and Poultry Inspection Service. Whoever, in the
48 commission of any such acts, uses a deadly weapon, shall be guilty of a ~~Class 4~~
49 ~~misdemeanor.~~Class A1 misdemeanor."

50 **SECTION 5.1.(c)** This section becomes effective December 1, 2023, and applies to
51 offenses committed on or after that date.

1
2 **DEPARTMENT OF AGRICULTURE AND CONSUMER SERVICES AUTHORITY TO**
3 **ADOPT RULES FOR DEPARTMENT-OPERATED MARKETS AND SET**
4 **METROLOGY LABORATORY FEES**

5 SECTION 5.2. G.S. 106-22 reads as rewritten:

6 **"§ 106-22. Joint duties of Commissioner and Board.**

7 The Commissioner of Agriculture, by and with the consent and advice of the Board of
8 Agriculture shall:

9 ...

10 (24) Markets Operated by the Department. – Adopt rules and make policies related
11 to markets operated by the Department. All rules in Title 2, Chapter 43,
12 Subchapter L of the North Carolina Administrative Code adopted under the
13 authority of Article 47 of this Chapter, as repealed by S.L. 2021-90, shall
14 remain in full force and effect unless repealed or amended by the
15 Commissioner.

16 (25) Metrology Fees. – Set reasonable fees for calibration services and adjustments
17 performed by the Metrology Laboratory Section of the Standards Division."

18
19 **CROSS-REFERENCE TECHNICAL CORRECTION**

20 SECTION 5.3. G.S. 136-129(2a) reads as rewritten:

21 "(2a) Outdoor advertising to promote a bona fide farm that is exempt from zoning
22 regulations pursuant to ~~G.S. 153-340(b)~~, G.S. 160D-903, provided the sign is
23 no more than three feet long on any side and the sign is located on any bona
24 fide farm property owned or leased by the owner or lessee of the bona fide
25 farm."

26
27 **ESTABLISH A VOLUNTARY ASSESSMENT FOR GRADE "A" DAIRY PRODUCERS**

28 SECTION 5.4.(a) Chapter 106 of the General Statutes is amended by adding a new
29 Article to read:

30 "Article 68B.

31 "Grade "A" Dairy Assessment Act.

32 **"§ 106-816. Title.**

33 This Article shall be known as the "Grade "A" Dairy Assessment Act."

34 **"§ 106-816.1. Purpose.**

35 It is in the public interest for the State to enable dairy producers to assess themselves in order
36 to raise funds to promote the interests of the dairy industry.

37 **"§ 106-816.2. Definitions.**

38 The following definitions apply in this Article:

39 (1) Association. – The North Carolina Dairy Producers Association.

40 (2) Dairy cooperative. – An association of dairy producers owned by its members
41 and organized to provide services to its members, including finding markets
42 for milk produced by its members.

43 (3) Dairy producer. – A person who is a North Carolina resident, produces Grade
44 "A" milk for commercial sale, and holds a Grade "A" milk permit from the
45 Department.

46 (4) Department. – The North Carolina Department of Agriculture and Consumer
47 Services.

48 (5) Grade "A" milk. – Fluid milk and milk products which have been produced,
49 transported, handled, processed, and distributed in accordance with the
50 provisions of the rules adopted by the Board of Agriculture.

1 (6) Milk. – The lacteal secretion practically free from colostrum obtained by the
2 milking of one or more cows.

3 (7) Milk handler. – Any person, firm, corporation, or dairy cooperative engaged
4 in the receiving, handling, distribution, or sale of fluid milk or milk products
5 that are intended for bottling, manufacturing, processing, distribution, or sale
6 in this State.

7 **"§ 106-816.3. Referendum.**

8 (a) The Association may conduct among dairy producers a referendum upon the question
9 of whether an assessment shall be levied as provided for herein.

10 (b) The Association shall determine all of the following:

11 (1) The amount of the proposed assessment.

12 (2) The time and place of the referendum.

13 (3) Procedures for conducting the referendum and counting of votes.

14 (4) Any other matters pertaining to the referendum.

15 (c) The amount of the proposed referendum shall be stated on the referendum ballot. The
16 amount may not exceed five cents (5¢) for each hundredweight of Grade "A" milk produced by
17 a dairy producer in this State. If the assessment is approved in the referendum, the Association
18 may set the assessment at an amount equal to or less than the amount stated on the ballot. If the
19 Association sets a lower amount than the amount approved by referendum, it may increase the
20 amount annually without a referendum by no more than one cent (1¢) for each hundredweight of
21 Grade "A" milk. The increased rate may not exceed the amount approved by referendum and
22 may not exceed the maximum allowable rate of five cents (5¢) for each hundredweight of Grade
23 "A" milk.

24 (d) All dairy producers may vote in the referendum. Any dispute over eligibility to vote
25 or any other matter relating to the referendum shall be determined by the Association. The
26 Association shall make reasonable efforts to provide dairy producers with notice of the
27 referendum and an opportunity to vote.

28 **"§ 106-816.4. Payment and collection of assessment.**

29 (a) The assessment shall not be collected unless more than half of the votes cast in the
30 referendum are in favor of the assessment. If more than half of the votes cast in the referendum
31 are in favor of the assessment, then the Association shall notify the Department of the amount of
32 the assessment and the effective date of the assessment. The Department shall notify all dairy
33 producers of the assessment.

34 (b) Each dairy producer shall pay an assessment on each hundredweight of Grade "A"
35 milk produced in this State and sold commercially.

36 (c) Each milk handler or dairy cooperative shall collect the assessment by deducting the
37 amount of the assessment from the proceeds of the sale of Grade "A" milk. The milk handler or
38 dairy cooperative shall remit to the Department no later than the twentieth day following the end
39 of each calendar month the assessment on Grade "A" milk sold during that month. Any fluid milk
40 producer-processor who markets Grade "A" milk of its own production directly to consumers, or
41 any dairy producer who does not use the services of a milk handler or dairy cooperative located
42 in this State, shall also pay the assessment under this section. Any dairy producer who fails to
43 remit the assessment for the previous year's sales by January 20 shall pay a penalty of five percent
44 (5%) of the unpaid assessment plus a penalty of one percent (1%) of the unpaid assessment for
45 each month after January 20 that the assessment remains unpaid.

46 (d) The Association may conduct inspections or audits of the books of any dairy
47 producer. If the inspection or audit reveals that a dairy producer has willfully failed to remit
48 assessments when due, the dairy producer shall pay the Association the reasonable costs of the
49 inspection or audit.

50 (e) The Association may bring an action to collect unpaid assessments, penalties, and
51 reasonable costs of any inspection or audit as provided in subsection (c) of this section against

1 any dairy producer who fails to pay the assessment, penalties, or costs. If successful, the
2 Association shall also recover the cost of such action, including attorneys' fees.

3 **"§ 106-816.5. Use of assessments; refunds.**

4 (a) The Department shall remit all funds collected under this Article to the Association
5 at least quarterly. The Association shall use the funds to promote the interests of the dairy
6 industry. The Association shall use such funds for research and marketing related to dairy
7 products and the dairy industry, including such administrative expenses as may be reasonably
8 necessary to carry out this function.

9 (b) A dairy producer may request a refund of the assessment collected under this Article
10 by requesting in writing a refund form from the Association. The Association shall determine the
11 contents of the refund form. The Association shall provide the dairy producer with a refund form
12 within one week of receiving the dairy producer's request. After receiving the refund form from
13 the Association, the dairy producer shall complete the form and provide proof of payment of the
14 assessment to the Association no earlier than December 15 and no later than December 31 of a
15 calendar year. The Association shall mail a refund to the dairy producer within 120 days of
16 receipt of a properly completed and documented refund form.

17 **"§ 106-816.6. Termination of assessment.**

18 Upon receipt of a petition signed by at least fifty percent (50%) of the dairy producers in
19 North Carolina known to the Association, the Department shall notify the Association and the
20 Association shall, within six months, conduct a referendum upon the question of continuing the
21 assessment. The referendum shall be conducted in the same manner as the initial referendum
22 upon the question of whether an assessment shall be levied. If a majority of the votes cast in the
23 referendum are against continuing the assessment, or if the Association fails to conduct a
24 referendum within the six-month period, the assessment expires at the end of the six-month
25 period. If a majority of the votes cast in the referendum are in favor of continuing the assessment,
26 then no subsequent referendum shall be held for at least three years."

27 **SECTION 5.4.(b)** G.S. 106-559.1 reads as rewritten:

28 **"§ 106-559.1. Basis of vote on milk product assessment.**

29 Notwithstanding any other provision of this Article, any milk product assessment referendum
30 conducted pursuant to this Article shall be conducted on the basis of one vote per base holder."

31 **SECTION 5.4.(c)** G.S. 106-563.1 reads as rewritten:

32 **"§ 106-563.1. Supervision of referendum on milk product assessment.**

33 Notwithstanding any other provision of this Article, any milk product assessment referendum
34 conducted pursuant to this Article shall be conducted under the supervision of the County
35 Extension Chairman in each county in which the referendum is held."

36 **SECTION 5.4.(d)** G.S. 106-567.1 reads as rewritten:

37 **"§ 106-567.1. Refund of milk product assessments.**

38 Notwithstanding any other provision of this Article, on and after January 1, 1982, a milk
39 producer shall be entitled to receive a monthly refund of assessments paid by ~~him~~ the milk
40 producer pursuant to this Article by making written demand in the first month of each calendar
41 quarter upon the association receiving such assessment."
42

43 **PART II. STATE SYMBOLS**

44
45 **ESTABLISH EQUINE STATE TRAIL**

46 **SECTION 6.(a)** The General Assembly makes the following findings:

- 47 (1) The equine industry provides a three billion four hundred forty million dollar
48 (\$3,440,000,000) overall economic impact to the State of North Carolina, and
49 horses are a rich part of our State's historical and cultural heritage.

- 1 (2) The inclusion of an Equine State Trail as a State trail in the State Parks System
2 would be beneficial to the people of North Carolina and further the
3 development of North Carolina as the "Great Trails State."

4 **SECTION 6.(b)** The General Assembly authorizes the Department of Natural and
5 Cultural Resources to add the Equine State Trail in Chatham, Cumberland, Harnett, Hoke, Lee,
6 Montgomery, Moore, and Richmond Counties to the State Parks System as a State trail, as
7 provided in G.S. 143B-135.54(b).

8 **SECTION 6.(c)** The Department shall support, promote, encourage, and facilitate
9 the establishment of trail segments on State park lands and on lands of other federal, State, local,
10 and private landowners. On segments of the Equine State Trail that cross property controlled by
11 agencies or owners other than the Department's Division of Parks and Recreation, the laws, rules,
12 and policies of those agencies or owners shall govern the use of the property.

13 **SECTION 6.(d)** The requirement of G.S. 143B-135.54(b) that additions be
14 accompanied by adequate appropriations for land acquisition, development, and operations shall
15 not apply to the authorization set forth in this act; provided, however, that the State may receive
16 donations of appropriate land and may purchase other needed lands for the Equine State Trail
17 with existing funds in the Land and Water Fund, the Parks and Recreation Trust Fund, the
18 Complete the Trails Fund, the federal Land and Water Conservation Fund, and other available
19 sources of funding.

20 **RENAME THE OFFICIAL STATE FRUIT TO THE MUSCADINE GRAPE**

21 **SECTION 7.(a)** The General Assembly makes the following findings:

- 22 (1) North Carolina is the home of our nation's first cultivated grape, the variety of
23 native Muscadine grape known as Scuppernong.
24 (2) French explorers in 1524 first discovered Muscadine grapes while exploring
25 the Cape Fear River Valley, and later British explorers in 1584 and 1585
26 reported to Queen Elizabeth and Sir Walter Raleigh that the barrier islands
27 were full of grapes and the soil of the land was "so abounding with sweet trees
28 that bring rich and most pleasant gummies, grapes of such greatness, yet wild
29 as France, Spain and Italy hath not greater..."
30 (3) The thick skins, fruit seed, and sweet pulp and juice that characterize
31 Muscadine grapes make the native fruit a state treasure.
32 (4) In recent times, researchers have discovered that Muscadine grapes are rich in
33 antioxidants and phytochemicals, including resveratrol, among many others.

34 **SECTION 7.(b)** G.S. 145-18(a) reads as rewritten:

35 (a) The official fruit of the State of North Carolina is the ~~Scuppernong~~ Muscadine grape
36 (Vitis genus)."
37

38 **DESIGNATE THE LONGLEAF PINE AS THE EMBLEM REPRESENTING THE 39 TREES OF NORTH CAROLINA**

40 **SECTION 8.** G.S. 145-3 reads as rewritten:

41 **"§ 145-3. State tree.**

42 The pine is hereby adopted as the official State tree of the State of North ~~Carolina~~ Carolina,
43 and the longleaf pine (Pinus palustris) is designated as the emblem representing the trees of North
44 Carolina."
45

46 **DESIGNATE THE SECOND WEDNESDAY IN NOVEMBER OF EACH YEAR AS 47 NORTH CAROLINA FARMERS APPRECIATION DAY**

48 **SECTION 8.1.(a)** Chapter 103 of the General Statutes is amended by adding a new
49 section to read:

50 **"§ 103-17. North Carolina Farmers Appreciation Day.**
51

(a) The General Assembly makes the following findings:

- (1) The people of North Carolina should never forget that to remain a free nation we must maintain and improve our ability to feed and clothe ourselves.
- (2) The food and fiber we produce to feed and clothe ourselves must necessarily be safe, reliable, and economically affordable.
- (3) From the beginning of our nation, the agriculture sector has served the people of North Carolina well in these and many other areas.
- (4) The people of North Carolina must continue to use our land, water, and air to produce food and fiber in environmentally responsible and sustainable ways.
- (5) Many North Carolina citizens no longer reside near working farms and are therefore unfamiliar with how our food and fiber are produced.
- (6) North Carolina farmers are dedicated to producing the food and fiber to feed and clothe our population.
- (7) The farmers of North Carolina have set the pace and performed exceptionally well in many parts of the agriculture sector.
- (8) Countless people across the United States and in many other nations depend on food and fiber produced here in North Carolina.
- (9) It is important to properly acknowledge and express gratitude for the efforts of North Carolina farmers.

(b) The second Wednesday in November of each year, beginning in 2024, is designated as North Carolina Farmers Appreciation Day."

SECTION 8.1.(b) The North Carolina Grange is designated as the lead organization for the recognition of North Carolina Farmers Appreciation Day and shall develop a plan to raise awareness of and promote the first annual North Carolina Farmers Appreciation Day. In developing the plan, the Grange shall consult with the North Carolina Department of Agriculture and Consumer Services; North Carolina Cooperative Extension, including representatives from NC State University Extension and NC A&T State University Extension; the University of Mt. Olive School of Agricultural and Biological Sciences; North Carolina Farm Bureau Federation, Inc.; commodity groups and associations, including the North Carolina Pork Council, the North Carolina Poultry Federation, and the North Carolina Cattlemen's Association; and any other organizations the Grange deems appropriate.

SECTION 8.1.(c) The North Carolina Grange shall report to the Joint Legislative Oversight Committee on Agriculture and Natural and Economic Resources no later than June 30, 2024, regarding its plan to raise awareness of and promote the first annual North Carolina Farmers Appreciation Day.

PART III. FORESTRY PROVISIONS

PRESCRIBED BURNING ACT AMENDMENTS

SECTION 9.(a) G.S. 106-966 reads as rewritten:

"§ 106-966. Definitions.

As used in this Article:

- (1) "Certified prescribed burner" means an individual who has successfully completed a certification program approved by the North Carolina Forest Service of the Department of Agriculture and Consumer Services.
- (2) "Prescribed burning" means the planned and controlled application of fire to ~~naturally occurring~~ vegetative fuels under safe-specified weather and safe environmental and other conditions, while following appropriate precautionary measures that will confine the fire to a predetermined area and accomplish the intended management objectives.

- 1 (3) "Prescription" means a written plan establishing the conditions and methods
2 for conducting a prescribed burn prepared by a certified prescribed burner for
3 starting, controlling, and extinguishing a prescribed burning."

4 **SECTION 9.(b)** G.S. 106-967 reads as rewritten:

5 **"§ 106-967. Immunity from liability.**

6 (a) Any prescribed burning conducted in compliance with G.S. 106-968 is in the public
7 interest and does not constitute a public or private nuisance.

8 (b) A landowner or the landowner's agent who conducts a prescribed burning in
9 compliance with G.S. 106-968 shall not be liable in any civil action for any damage or injury
10 caused by fire, including reignition of a smoldering, previously contained burn, or resulting from
11 smoke.

12 (c) Notwithstanding subsections (a) and (b), this section does not apply when a nuisance
13 or damage results from ~~a negligently or improperly conducted prescribed burning-gross~~
14 negligence.

15 (d) Notwithstanding subsections (a), (b) and (c), this section shall not apply to claims by
16 public utilities resulting from damage to their equipment or facilities, where a prescribed burn
17 proximately causes such damage.

18 (e) For purposes of this section, the term "public utility" means an electric power
19 supplier, as defined in G.S. 62-133.8(a)(3), a gas operator, as defined in G.S. 62-50(g), or a
20 business providing telecommunications service taxed under G.S. 105-164.4(a)(4c)."

21 **SECTION 9.(c)** G.S. 106-968 reads as rewritten:

22 **"§ 106-968. ~~Prescribed-Certified prescribed~~ burning.**

23 (a) Prior to conducting a prescribed burning, a certified prescribed burner shall prepare
24 and provide to the landowner ~~shall obtain~~ a prescription for the prescribed burning prepared by
25 a certified prescribed burner and filed burning. The certified prescribed burner shall also file the
26 prescription with the North Carolina Forest Service of the Department of Agriculture and
27 Consumer Services. ~~A copy of the prescription shall be provided to the landowner. A Both the~~
28 landowner and the certified prescribed burner on site shall retain a copy of this prescription shall
29 be in the possession of the responsible burner on site throughout the duration of the prescribed
30 burning. The prescription shall include:

- 31 (1) The landowner's name and address.
32 (2) A description of the area to be burned.
33 (3) A map of the area to be burned.
34 (4) An estimate of tons of the fuel located on the area.
35 (5) The objectives of the prescribed burning.
36 (6) A list of the acceptable weather conditions and parameters for the prescribed
37 burning sufficient to minimize the likelihood of smoke damage and fire
38 escaping onto adjacent areas.
39 (7) The name of the certified prescribed burner responsible for conducting the
40 prescribed burning.
41 (8) A summary of the methods that are adequate for the particular circumstances
42 involved to be used to start, control, and extinguish the prescribed
43 ~~burning-burning,~~ including firebreaks and sufficient personnel and
44 firefighting equipment to contain the fire within the burn area.
45 a. Fire spreading outside the authorized burn area on the day of the
46 prescribed burn ignition shall not constitute conclusive proof of
47 inadequate firebreaks, insufficient personnel, or a lack of firefighting
48 equipment.
49 b. If the prescribed burn is contained within the authorized burn area
50 during the authorized period, there shall be a rebuttable presumption

1 that adequate firebreaks, sufficient personnel, and sufficient
 2 firefighting equipment were present.

3 c. Continued smoldering of a prescribed burn resulting in a subsequent
 4 wildfire does not in itself constitute evidence of gross negligence
 5 under G.S. 106-967.

6 (9) Provision for reasonable notice of the prescribed burning to be provided to
 7 ~~nearby~~-homes and businesses located adjacent to the burn site to avoid effects
 8 on health and property.

9 (b) The prescribed burning shall be conducted by a certified prescribed burner in
 10 accordance with a prescription that satisfies subsection (a) of this section. The certified prescribed
 11 burner shall be present on the site and shall be in charge of the burning throughout the period of
 12 the burning. A landowner may conduct a prescribed burning and be in compliance with this
 13 Article without being a certified prescribed burner if the landowner is burning a tract of forestland
 14 of 50 acres or less owned by that landowner and is following all conditions established in a
 15 prescription prepared by a certified prescribed burner.

16 (c) Prior to conducting a prescribed burning, the landowner or the landowner's agent shall
 17 obtain an open-burning permit under Article 78 of this Chapter from the North Carolina Forest
 18 Service of the Department of Agriculture and Consumer Services. This open-burning permit must
 19 remain in effect throughout the period of the prescribed burning. The prescribed burning shall be
 20 conducted in compliance with all the following:

- 21 (1) The terms and conditions of the open-burning permit under Article 78 of this
 22 Chapter.
- 23 (2) The State's air pollution control statutes under Article 21 and Article 21B of
 24 Chapter 143 of the General Statutes and any rules adopted pursuant to these
 25 statutes.
- 26 (3) Any applicable local ordinances relating to open burning.
- 27 (4) The smoke management guidelines adopted by the North Carolina Forest
 28 Service of the Department of Agriculture and Consumer Services.
- 29 (5) Any rules adopted by the North Carolina Forest Service of the Department of
 30 Agriculture and Consumer Services, to implement this Article.

31 (d) The North Carolina Forest Service may accept prescribed burner certification from
 32 another State or other entity for the purpose of prescribed burning under this Article."
 33

34 **PROHIBIT USE OF AN UNMANNED AIRCRAFT SYSTEM NEAR A FOREST FIRE**

35 **SECTION 10.(a)** Article 16B of Chapter 15A of the General Statutes is amended by
 36 adding a new section to read:

37 **"§ 15A-300.4. Use of an unmanned aircraft system near a forest fire prohibited.**

38 (a) Prohibition. – No person, entity, or State agency shall use an unmanned aircraft
 39 system within either a horizontal distance of 3,000 feet or a vertical distance of 3,000 feet from
 40 any forest fire within the jurisdiction of the North Carolina Forest Service. For purposes of this
 41 section, the horizontal distance shall extend outward from the furthest exterior perimeter of the
 42 forest fire or forest fire control lines.

43 (b) Exceptions. – Unless the use of the unmanned aircraft system is otherwise prohibited
 44 under State or federal law, the prohibitions in subsection (a) of this section do not apply to any
 45 of the following:

- 46 (1) A person operating an unmanned aircraft system with the consent of the
 47 official in responsible charge of management of the forest fire.
- 48 (2) A law enforcement officer using an unmanned aircraft system in accordance
 49 with G.S. 15A-300.1(c).
- 50 (3) A North Carolina Forest Service employee or a person acting under the
 51 direction of a North Carolina Forest Service employee.

1 (c) Penalties. – The following penalties apply for violations of this section:

2 (1) A person who uses an unmanned aircraft system in violation of subsection (a)
3 of this section and such use is the proximate cause of the death of another
4 person is guilty of a Class D felony and shall also be fined not less than one
5 thousand dollars (\$1,000).

6 (2) A person who uses an unmanned aircraft system in violation of subsection (a)
7 of this section and such use is the proximate cause of serious bodily injury to
8 another person is guilty of a Class E felony and shall also be fined not less
9 than one thousand dollars (\$1,000).

10 (3) A person who uses an unmanned aircraft system in violation of subsection (a)
11 of this section and such use is the proximate cause of serious physical or
12 mental injury to another person is guilty of a Class F felony and shall also be
13 fined not less than one thousand dollars (\$1,000).

14 (4) A person who uses an unmanned aircraft system in violation of subsection (a)
15 of this section and such use interferes with emergency operations and such
16 interference proximately causes damage to any real or personal property or
17 any tree, wood, underwood, timber, garden, crops, vegetables, plants, lands,
18 springs, or any other matter or thing growing or being on the land is guilty of
19 a Class G felony and shall also be fined not less than one thousand dollars
20 (\$1,000).

21 (5) A person who uses an unmanned aircraft system in violation of subsection (a)
22 of this section and such use interferes with emergency operations is guilty of
23 a Class H felony and shall be fined not less than one thousand dollars (\$1,000).

24 (6) A person who uses an unmanned aircraft system in violation of subsection (a)
25 of this section and such use is the proximate cause of physical or mental injury
26 to another person is guilty of a Class I felony and shall also be fined not less
27 than one thousand dollars (\$1,000).

28 (7) A person who uses an unmanned aircraft system in violation of subsection (a)
29 of this section and such use is not covered under another provision of law
30 providing greater punishment is guilty of a Class A1 misdemeanor and shall
31 be fined not less than one thousand dollars (\$1,000).

32 (d) Seizure, Forfeiture, and Disposition of Seized Property. – A law enforcement agency
33 may seize an unmanned aircraft system and any attached property used in violation of this
34 section. An unmanned aircraft system used in violation of this section and seized by a law
35 enforcement agency is subject to forfeiture and disposition pursuant to G.S. 18B-504. An
36 innocent owner or holder of a security interest applying to the court for release of the unmanned
37 aircraft system, in accordance with G.S. 18B-504(h), shall also provide proof of ownership or
38 security interest and written certification that the unmanned aircraft system will not be returned
39 to the person who was charged with the violation of subsection (a) of this section.

40 (e) Definitions. – For purposes of this section, the following definitions apply:

41 (1) Physical or mental injury. – Cuts, scrapes, bruises, or other physical or mental
42 injury that does not constitute serious bodily injury or serious physical or
43 mental injury.

44 (2) Serious bodily injury. – Bodily injury that creates a substantial risk of death,
45 or that causes serious permanent disfigurement, coma, a permanent or
46 protracted condition that causes extreme pain, or permanent or protracted loss
47 or impairment of the function of any bodily member or organ, or that results
48 in prolonged hospitalization.

49 (3) Serious physical or mental injury. – Physical or mental injury that causes great
50 pain and suffering."

1 **SECTION 10.(b)** This section becomes effective December 1, 2023, and applies to
2 offenses committed on or after that date.

3
4 **AMEND TIMBER LARCENY STATUTE**

5 **SECTION 11.(a)** G.S. 14-135 reads as rewritten:

6 **"§ 14-135. Larceny of timber.**

7 (a) Offense. – Except as otherwise provided in subsection (b) of this section, a person
8 commits the offense of larceny of timber if the person does any of the following:

9 (1) Knowingly and willfully cuts down, injures, or removes any timber owned by
10 another person, without the consent of the owner of the land or the owner of
11 the timber, or without a lawful easement running with the land.

12 (2) Buys timber directly from the owner of the timber and fails to make payment
13 in full to the owner by (i) the date specified in the written timber sales
14 agreement or (ii) if there is no such agreement, 60 days from the date that the
15 buyer removes the timber from the property.

16 (3) Knowingly and willfully aids, hires, or counsels an individual to cut down,
17 injure, or remove any timber owned by another person without the consent of
18 the owner of the land or the owner of the timber, or without a lawful easement
19 running with the land.

20 (4) Knowingly and willfully transports forest products that have been cut down,
21 removed, obtained, or acquired from the property of a landowner without the
22 consent of the owner of the land or the owner of the timber, or without a lawful
23 easement running with the land.

24 (b) Exceptions. – The following are exceptions to the offense set forth in subsection (a)
25 of this section:

26 (1) A person is not guilty of an offense under subdivision (1) of subsection (a) of
27 this section if the person is an employee or agent of an electric power supplier,
28 as defined in G.S. 62-133.8, and either of the following conditions is met:

29 a. The person believed in good faith that consent of the owner had been
30 obtained prior to cutting down, injuring, or removing the timber.

31 b. The person believed in good faith that the cutting down, injuring, or
32 removing of the timber was permitted by a utility easement or was
33 necessary to remove a tree hazard. For purposes of this
34 ~~sub-subdivision, subsection,~~ the term "tree hazard" includes a dead or
35 dying tree, dead parts of a living tree, or an unstable living tree that is
36 within striking distance of an electric transmission line, electric
37 distribution line, or electric equipment and constitutes a hazard to the
38 line or equipment in the event of a tree failure.

39 (2) A person is not guilty of an offense under subdivision (2) of subsection (a) of
40 this section if either of the following conditions is met:

41 a. The person remitted payment in full within the time period set in
42 subdivision (2) of subsection (a) of this section to a person he or she
43 believed in good faith to be the rightful owner of the timber.

44 b. The person remitted payment in full to the owner of the timber within
45 the 10-day period set forth in subsection (c) of this section.

46 (3) A person is not guilty of an offense under subdivision (3) of subsection (a) of
47 this section if the person is an electric power supplier, as defined in
48 G.S. 62-133.8, and either of the following conditions is met:

49 a. The person believed in good faith that consent of the owner had been
50 obtained prior to aiding, hiring, or counseling the individual to cut
51 down, injure, or remove the timber.

1 **b.** The person believed in good faith that the cutting down, injuring, or
2 removing of the timber was permitted by a utility easement or was
3 necessary to remove a tree hazard.

4 (c) Prima Facie Evidence. – An owner of timber who does not receive payment in full
5 within the time period set in subdivision (2) of subsection (a) of this section may notify the timber
6 buyer in writing of the owner's demand for payment at the timber buyer's last known address by
7 certified mail or by personal delivery. The timber buyer's failure to make payment in full within
8 10 days after the mailing or personal delivery authorized under this subsection shall constitute
9 prima facie evidence of the timber buyer's intent to commit an offense under subdivision (2) of
10 subsection (a) of this section.

11 (d) Penalty; Restitution. – A person who commits an offense under subsection (a) of this
12 section is guilty of a Class G felony. Additionally, a defendant convicted of an offense under
13 subsection (a) of this section shall be ordered to make restitution to the timber owner in an amount
14 equal to either of the following:

15 (1) Three times the value of the timber cut down, injured, or removed in violation
16 of subdivision (1) of subsection (a) of this section.

17 (2) Three times the value of the timber bought but not paid for in violation of
18 subdivision (2) of subsection (a) of this section.

19 Restitution shall also include the cost incurred by the owner to determine the value of the
20 timber. For purposes of subdivisions (1) and (2) of this subsection, "value of the timber" shall be
21 based on the stumpage rate of the timber.

22 (e) Civil Remedies. – Nothing in this section shall affect any civil remedies available for
23 a violation of subsection (a) of this section.

24 (f) For purposes of this section, "person" means any individual, association, consortium,
25 corporation, partnership, unit of State or local government, or other group, entity, or
26 organization."

27 **SECTION 11.(b)** This section becomes effective December 1, 2023, and applies to
28 offenses committed on or after that date.

29 30 **LIMIT CIVIL PENALTIES FOR REMOVAL OF TIMBER IN A RIPARIAN BUFFER** 31 **TO THE VALUE OF THE TIMBER**

32 **SECTION 11.1.(a)** G.S. 143-215.6A is amended by adding a new subsection to read:

33 **"(b2)** A civil penalty issued by the Secretary pursuant to this section for removal of timber
34 in a riparian buffer in violation of rules applicable to that riparian buffer shall not exceed the
35 value of the timber removed from the riparian buffer."

36 **SECTION 11.1.(b)** This section becomes effective July 1, 2023, and applies to acts
37 committed on or after that date.

38 39 **ESTABLISH FORESTRY SERVICES AND ADVICE FUND**

40 **SECTION 12.** G.S. 106-1003 reads as rewritten:

41 **"§ 106-1003. ~~Deposit of receipts with State treasury.~~Forestry Services and Advice Fund.**

42 **(a)** The Forestry Services and Advice Fund is established as a special fund within the
43 Department of Agriculture and Consumer Services, North Carolina Forest Service. All moneys
44 paid to the Commissioner for services rendered under the provisions of this Article shall be
45 deposited into the State treasury to the credit of the Department Fund. The Fund may also consist
46 of any gifts, bequests, or grants for the benefit of this Fund. No General Fund appropriations shall
47 be credited to this Fund.

48 **(b)** The Department shall use the Fund to develop, improve, repair, maintain, operate,
49 and otherwise invest in providing forestry services and advice to owners and operators of
50 forestland as authorized by this Article."

CLARIFY POWERS OF FOREST RANGERS

SECTION 12.1. G.S. 106-899(a) reads as rewritten:

"(a) Forest rangers or deputy rangers shall prevent and extinguish forest fires and shall have control and direction of all persons and equipment while engaged in the extinguishing of forest fires. During a season of drought, the Commissioner or his designate may establish a fire patrol in any ~~district, and in district.~~ In case of fire in or threatening any forest or woodland, the forest ranger or deputy ranger shall attend forthwith and use all necessary means to confine and extinguish such fire. The forest ranger may summon any resident between the ages of 18 and 45 years, inclusive, to assist in extinguishing fires and may require the use of crawler tractors and other property needed for such purposes; any person so summoned and who is physically able who refuses or neglects to assist or to allow the use of equipment and such other property required shall be guilty of a Class 3 misdemeanor and upon conviction shall only be subject to a fine of not less than fifty dollars (\$50.00) nor more than one hundred dollars (\$100.00). No action for trespass shall lie against any forest ranger, deputy ranger, or person summoned by a forest ranger for crossing lands, backfiring, burning out or performing his duties as a forest ranger or deputy ranger."

PART IV. ENVIRONMENTAL PROVISIONS**WELL CONTRACTOR EXAMINATION EXEMPTION**

SECTION 13. G.S. 87-98.6 reads as rewritten:

"§ 87-98.6. Well contractor qualifications and ~~examination.~~examination; exemption.

(a) The Commission, with the advice and assistance of the Secretary, shall establish minimum requirements of education, experience, and knowledge for each type of certification for well contractors and shall establish procedures for receiving applications for certification, conducting examinations, and making investigations of applicants as may be necessary and appropriate so that prompt and fair consideration will be given to each applicant.

(b) The Commission, with the advice and assistance of the Secretary, shall establish minimum requirements of education, experience, and knowledge for each type of certification for well contractors for the installation, construction, maintenance, and repair of electrical wiring devices, appliances, and equipment related to the construction, operation, and repair of wells. Requirements developed pursuant to this subsection shall apply only to the initial certification of an applicant and shall not be required as part of continuing education or as a condition of certification renewal.

(c) A person who is 70 years of age or older who (i) has engaged in well contractor activity for more than 20 years; (ii) has no record of having violated any provision of this Article, Article 7 of this Chapter, or any order issued or rule adopted pursuant to this Article or Article 7 of this Chapter in the previous 10 years; and (iii) meets all other requirements for certification under this Article is exempt from examination requirements adopted pursuant to this section.

ALIGN ANIMAL WASTE MANAGEMENT SYSTEM OPERATOR FEES WITH WATER POLLUTION CONTROL SYSTEM OPERATOR FEES

SECTION 13.1.(a) G.S. 90A-47.4 reads as rewritten:

"§ 90A-47.4. Fees; certificate renewals.

(a) An applicant for certification under this Part shall pay a fee of ~~twenty-five dollars (\$25.00)~~ eighty-five dollars (\$85.00) for the examination and the certificate.

(b) ~~The certificate shall be renewed annually upon payment of a renewal fee of ten dollars (\$10.00). A certificate holder who fails to renew the certificate and pay the renewal fee within 30 days of its expiration shall be required to take and pass the examination for certification in order to renew the certificate.~~ twenty-five dollars (\$25.00) no later than December 31. Certificates that are not renewed when due shall be invalid. To renew a certificate that has been invalid for

1 less than 12 months, the certificate holder shall pay the required renewal fee and a late application
2 fee equivalent to twice the annual renewal fee in order to renew the certificate. All penalties that
3 have been assessed since the certificate was last renewed shall be paid and all accrued continuing
4 education requirements shall be met. To renew a certificate that has been invalid for more than
5 12 months, the operator shall be required to make a passing score on an examination for
6 certification."

7 **SECTION 13.1.(b)** This section becomes effective July 1, 2023.

9 **DIGESTER GENERAL PERMIT CLARIFICATION**

10 **SECTION 14.** G.S. 143-213(12a) reads as rewritten:

11 "(12a) The term "farm digester system" means a system, including all ~~associated~~
12 animal waste management equipment and lagoon covers, by which gases are
13 collected and processed from an animal waste management system for the
14 digestion of animal biomass for use as a renewable energy resource. The
15 collected gases shall be used as a renewable energy resource as quickly as
16 feasible, but within six months of the collection of the gases, and during that
17 period the gas shall be flared rather than vented. A farm digester system shall
18 be considered an agricultural feedlot activity within the meaning of "animal
19 operation" and shall also be considered a part of an "animal waste
20 management system" as those terms are defined in G.S. 143-215.10B."

22 **DIRECT THE ENVIRONMENTAL MANAGEMENT COMMISSION TO WITHDRAW** 23 **THE 2021 NPDES GENERAL PERMIT FOR AQUACULTURE AND REVISE IT TO BE** 24 **SUBSTANTIVELY IDENTICAL TO THE PREVIOUS GENERAL PERMIT**

25 **SECTION 14.1.(a)** Definitions. – The following definitions apply in this section:

- 26 (1) Aquaculture Permit. – The National Pollutant Discharge Elimination System
27 (NPDES) General Permit NCG530000 for discharges from seafood packing
28 and rinsing, aquatic animal operations, and similarly designated wastewaters
29 that took effect on December 1, 2021.
- 30 (2) Commission. – The Environmental Management Commission.
- 31 (3) Department. – The Department of Environmental Quality.
- 32 (4) Prior Aquaculture Permit. – The National Pollutant Discharge Elimination
33 System (NPDES) General Permit NCG530000 for discharges from seafood
34 packing and rinsing, aquatic animal operations, and similarly designated
35 wastewaters that expired on March 30, 2021, and was subsequently replaced
36 by the Aquaculture Permit.

37 **SECTION 14.1.(b)** Aquaculture Permit Reopener. – Pursuant to its authority under
38 G.S. 143-215.1(b)(3), no later than 180 days after the effective date of this act the Commission
39 and the Department shall reopen and modify the Aquaculture Permit as described in subsection
40 (c) of this section.

41 **SECTION 14.1.(c)** Aquaculture Permit Modification. – The Commission and
42 Department shall modify the Aquaculture Permit to be substantively identical to the Prior
43 Aquaculture Permit. For purposes of this subsection, "substantively identical" includes, at a
44 minimum, that species monitoring, discharge characteristic provisions, and best management
45 practice (BMP) requirements are no more stringent than and impose no requirements in addition
46 to those in the Prior Aquaculture Permit.

47 **SECTION 14.1.(d)** This section is effective when it becomes law and expires when
48 the Commission revises the Aquaculture Permit as set forth in subsection (c) of this section and
49 notifies the Revisor of Statutes that it has done so.

51 **CLARIFY DEFINITION OF WETLANDS**

1 **SECTION 15.(a)** Definitions. – For purposes of this section and its implementation,
2 "Wetlands Definition" means 15A NCAC 02B .0202 (Definitions).

3 **SECTION 15.(b)** Wetlands Definition Rule. – Until the effective date of the revised
4 permanent rule that the Environmental Management Commission (Commission) is required to
5 adopt pursuant to subsection (d) of this section, the Commission shall implement the Wetlands
6 Definition Rule as provided in subsection (c) of this section.

7 **SECTION 15.(c)** Implementation. – Wetlands classified as waters of the State are
8 restricted to waters of the United States as defined by 33 C.F.R. § 328.3 and 40 C.F.R. § 230.3.
9 Wetlands do not include prior converted cropland as defined in the National Food Security Act
10 Manual, Fifth Edition, which is hereby incorporated by reference, not including subsequent
11 amendments and editions.

12 **SECTION 15.(d)** Additional Rulemaking Authority. – The Commission shall adopt
13 a rule to amend the Wetlands Definition Rule consistent with subsection (c) of this section.
14 Notwithstanding G.S. 150B-19(4), the rule adopted by the Commission pursuant to this section
15 shall be substantively identical to the provisions of subsection (c) of this section. Rules adopted
16 pursuant to this section are not subject to Part 3 of Article 2A of Chapter 150B of the General
17 Statutes. Rules adopted pursuant to this section shall become effective as provided in
18 G.S. 150B-21.3(b1), as though 10 or more written objections had been received as provided in
19 G.S. 150B-21.3(b2).

20 **SECTION 15.(e)** Sunset. – This section expires when permanent rules adopted as
21 required by subsection (d) of this section become effective.
22

23 **WASTEWATER AMENDMENTS**

24 **SECTION 16.(a)** Definitions. – For purposes of this section and its implementation,
25 "Prefabricated Permeable Block Panel Systems Rule" means 15A NCAC 18E .0905
26 (Prefabricated Permeable Block Panel Systems).

27 **SECTION 16.(b)** Prefabricated Permeable Block Panel Systems Rule. – Until the
28 effective date of the revised permanent rule that the Commission for Public Health is required to
29 adopt pursuant to subsection (d) of this section, the Commission shall implement the
30 Prefabricated Permeable Block Panel Systems Rule as provided in subsection (c) of this section.

31 **SECTION 16.(c)** Implementation. – Prefabricated permeable block panel system
32 trenches shall be located a minimum of 8 feet on center or three times the trench width. When
33 used in sand-lined trench systems, bed, or fill systems, prefabricated permeable block panel
34 systems shall use the equivalent trench width of 6 feet to calculate the minimum trench length
35 unless otherwise instructed by the manufacturer on a case-by-case basis.

36 **SECTION 16.(d)** Additional Rulemaking Authority. – The Commission shall adopt
37 a rule to amend the Prefabricated Permeable Block Panel Systems Rule consistent with
38 subsection (c) of this section. Notwithstanding G.S. 150B-19(4), the rule adopted by the
39 Commission pursuant to this section shall be substantively identical to the provisions of
40 subsection (c) of this section. Rules adopted pursuant to this section are not subject to Part 3 of
41 Article 2A of Chapter 150B of the General Statutes. Rules adopted pursuant to this section shall
42 become effective as provided in G.S. 150B-21.3(b1), as though 10 or more written objections
43 had been received as provided in G.S. 150B-21.3(b2).

44 **SECTION 16.(e)** Sunset. – This section expires when permanent rules adopted as
45 required by subsection (d) of this section become effective.

46 **SECTION 17.(a)** G.S. 130A-343 reads as rewritten:

47 **"§ 130A-343. Approval of on-site subsurface wastewater systems.**

48 ...

49 (h) Accepted Wastewater Dispersal Systems. – A manufacturer of an Innovative
50 wastewater dispersal system or other approved trench dispersal system specifically identified in
51 a rule adopted by the Commission that has been in general use in this State for a minimum of

1 five years may petition the Commission to have the system designated as an Accepted wastewater
2 system as provided in this subsection. The manufacturer shall provide the Commission with the
3 data and findings of all prior evaluations of the performance of the system in this State and other
4 states referenced in the petition, including disclosure of any conditions found to result in
5 unacceptable structural integrity, treatment, or hydraulic performance. In addition, the
6 manufacturer shall provide the Commission with information sufficient to enable the
7 Commission to fully evaluate the performance of the system in this State for at least the five-year
8 period immediately preceding the petition. The Commission shall designate a wastewater
9 dispersal system as an Accepted wastewater system only if it finds that there is clear, convincing,
10 and cogent evidence based on actual field surveys and county activity reports (i) to confirm the
11 findings made by the Department at the time the Department approved the system as a wastewater
12 dispersal system and (ii) that the system performs in a manner that is equal or superior to a
13 conventional or Accepted wastewater system under actual field conditions in this State. The
14 Commission shall specify the circumstances in which use of the system is appropriate and any
15 conditions and limitations related to the use of the system. If the Department designates a
16 wastewater dispersal system as an Accepted wastewater system pursuant to this section, the
17 following shall apply:

18 (1) The approval shall be limited to the manufacturer who submitted the petition
19 and received the Accepted status from the Commission.

20 (2) Neither the Commission, the Department, or any local health department shall
21 condition, delay, or deny the substitution of any Accepted wastewater system
22 based on location of nitrification lines when all parts of the dispersal field can
23 be installed within the approved initial dispersal field area while complying
24 with all Commission rules.

25 (i) Nonproprietary Wastewater Systems. – The Department may initiate a review of a
26 nonproprietary wastewater system and approve the system for use as a provisional wastewater
27 system or an innovative wastewater system without having received an application from a
28 manufacturer. ~~The Department may recommend that the Commission designate a nonproprietary~~
29 ~~wastewater system as an accepted wastewater system without having received a petition from a~~
30 ~~manufacturer.~~

31 ...

32 (j2) Clarification of Use of Native Backfill. – In considering the use of backfill material
33 in subsurface trench dispersal products, neither the Commission nor the Department shall
34 condition, delay, or deny the approval of a subsurface trench dispersal product based on a
35 non-native backfill material requirement without the prior approval of the manufacturer. With
36 respect to approvals already issued by the Department or the Commission that include conditions
37 or requirements specifying the use of non-native backfill material, the Department or
38 Commission, as applicable, shall reissue those approvals, at the written request of the
39 manufacturer, without conditions or requirements relating to the use of non-native backfill
40 material.

41"

42 **SECTION 17.(b)** This section is effective when it becomes law and applies
43 retroactively to any wastewater system approvals issued by the Commission for Public Health or
44 the Department of Health and Human Services.

45 **PART V. SEVERABILITY CLAUSE AND EFFECTIVE DATE**

46 **SECTION 18.(a)** If any provision of this act or the application thereof to any person
47 or circumstances is held invalid, such invalidity shall not affect other provisions or applications
48 of this act that can be given effect without the invalid provision or application and, to this end,
49 the provisions of this act are declared to be severable.
50

1 **SECTION 18.(b)** Except as otherwise provided, this act is effective when it becomes
2 law.