

HOUSE BILL 1065: Clyde/Deannex; Locust/Midland Transfer.

2021-2022 General Assembly

Committee: House Finance. If favorable, re-refer to Rules, **Date:** June 14, 2022

Calendar, and Operations of the House

Introduced by: Rep. Pless **Prepared by:** Greg Roney

Analysis of: PCS to First Edition Staff Attorney

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OVERVIEW: The Proposed Committee Substitute (PCS) for House Bill 1065 would:

• Remove 1 tract of land from the corporate limits of the Town of Clyde.

• Transfer 15 tracts of land from the corporate limits of the City of Locust to the corporate limits of the Town of Midland.

CURRENT LAW: Under Section 1 of Article VII of the North Carolina Constitution, the General Assembly is empowered to "provide for the organization and government and the fixing of boundaries of counties, cities and towns, and other governmental subdivisions, and, except as otherwise prohibited by this Constitution, may give such powers and duties to counties, cities and towns, and other governmental subdivisions as it may deem advisable." Pursuant to this Section, the General Assembly enacted Article 4A of Chapter 160A of the General Statutes which governs municipal annexations. In addition, the General Assembly may annex property by local act. However, the General Assembly has not enacted any method for municipalities to deannex property. Only the General Assembly may deannex property.

BILL ANALYSIS: The Proposed Committee Substitute (PCS) for House Bill 1065 would:

- Remove 1 tract of land from the corporate limits of the Town of Clyde.
- Transfer 15 tracts of land from the corporate limits of the City of Locust to the corporate limits of the Town of Midland.

EFFECTIVE DATE: This act would become effective June 30, 2022, and would apply to tax years beginning July 1, 2022.

BACKGROUND: The City of Locust and the Town of Midland agreed to request the General Assembly transfer the 15 tracts.

Jeffrey Hudson Director



Legislative Analysis Division 919-733-2578