



HOUSE BILL 906: Pittsboro and Sanford Annexation Changes.

2023-2024 General Assembly

Committee:	House Local Government. If favorable, re- refer to Finance. If favorable, re-refer to Rules, Calendar, and Operations of the House	Date:	May 15, 2024
Introduced by:	Rep. Reives	Prepared by:	Nicholas Giddings William Brewer Committee Counsel
Analysis of:	PCS to First Edition H906-CSCMxfr-2		

OVERVIEW: *The PCS for House Bill 906 would exempt the Town of Pittsboro from the 10% area cap on voluntary satellite annexations and would repeal the prohibition on the City of Sanford from annexing noncontiguous areas in Chatham County.*

CURRENT LAW: G.S. 160A-58.1 governs the voluntary municipal annexation of noncontiguous property, also known as satellite annexation.

If all property owners in a satellite area petition a municipality for voluntary annexation of the noncontiguous property, the municipality may annex the property, but only if the following 5 requirements are met:

1. The nearest point on the proposed satellite corporate limits must not be more than 3 miles from the primary corporate limits of the annexing municipality.
2. No point on the proposed satellite corporate limits may be closer to the primary corporate limits of another municipality than to the primary corporate limits of the annexing municipality.
3. The area must be so situated that the annexing municipality will be able to provide the same services within the proposed satellite corporate limits than it provides within its primary corporate limits.
4. If the area proposed for annexation, or any portion thereof, is a subdivision as defined in G.S. 160D-102(31), the entire subdivision must be included.
5. *The area within the proposed satellite corporate limits, when added to the area within all other satellite corporate limits, may not exceed 10% of the area within the primary corporate limits of the annexing city.*

BILL ANALYSIS:

Section 1 – Town of Pittsboro:

The PCS would add the Town of Pittsboro to the list of municipalities exempted from the 10% area cap on voluntary satellite annexations.

Section 2 – City of Sanford:

The PCS would repeal the 2007 prohibition on the City of Sanford exercising satellite annexation authority over territory located in Chatham County. See S.L. 2007-43. Currently, the City of Sanford has incorporated territory only in Lee County.

EFFECTIVE DATE: The PCS would be effective when it becomes law.

Jeffrey Hudson
Director



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Legislative Analysis
Division
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