

CRC-25-10

то:	Coastal Resources Commission						
FROM:	Rachel Love-Adrick, Planning & Resiliency Section Chief						
SUBJECT:	Periodic Review of Existing Rules – 15A NCAC 07B						
DATE:	January 17, 2025						

Rulemaking by the Coastal Resources Commission and other state agencies is governed by the <u>NC</u> <u>Administrative Procedure Act</u> (APA) which outlines the procedure for the adoption of administrative rules. State agencies are required to follow these procedures for conducting public hearings, adopting proposed rules, and filing the adopted rules for inclusion in the NC Administrative Code.

In 2013, the General Assembly enacted Session Law 2013-413 which added a "Periodic Review and Expiration of Existing Rules" section to the APA (G.S. § 150B-21.3A). This statute requires state agencies to review all of their rules every 10 years under a process and schedule established by the Rules Review Commission (RRC). If an agency does not conduct this review, then their rules will expire and be removed from the Administrative Code, unless the rule is required to implement or conform to federal law. Prior to 2013, rules did not expire.

## **Review Process**

This process requires agencies to review their existing rules and classify them as:

- Necessary any rule other than an unnecessary rule, or;
- Unnecessary the agency determined the rule is obsolete, redundant or otherwise not needed.

These classifications must be posted on the Office of Administrative Hearings (OAH) and Department of Environmental Quality's (DEQ) web sites. Public comments are to be accepted for a period of at least 60 days and agencies are required to review the comments and prepare a brief response to the merits of each comment.

Once the comment period ends and the agency has made its final determination, it sends the final report to the RRC. This report includes the agency's determinations, public comments received, and the agency's responses to those comments. The RRC will review the final report and public comments to determine if it agrees with the agency's classification of their rules. The RRC may change a classification of a rule from "unnecessary" to "necessary" but does not have the authority to declare a rule as "unnecessary." The RRC sends the report to the Joint Legislative Administrative Procedure Oversight



North Carolina Department of Environmental Quality | Division of Coastal Management Morehead City Office | 400 Commerce Avenue | Morehead City, North Carolina 28557 252.515.5400 Committee (APOC) for consultation. The final determination on an agency's rules becomes effective when the APOC approves the report or on the 61<sup>st</sup> day after having received the report from the RRC if the APOC does not meet. The APOC may disagree with the Commission's determination and recommend to the General Assembly that the agency conduct a review of the rule the following year.

## **Effect of Final Determination**

Rules designated as "necessary" must be readopted as if they were new rules following the permanent rulemaking procedures (<u>Article 2A of G.S. 150B</u>). If the rules are not readopted, they will be removed from the Administrative Code. Rules designated as "unnecessary" will be removed.

## Schedule for Review of 15A NCAC 7B CAMA Land Use Planning Requirements

The RRC has developed a schedule for the review of agency rules. The majority of the CRC's rules are due for review by April and August 2026. However, the rules associated with the Land Use Planning Program (15A NCAC 7B CAMA Land Use Planning Requirements) are due for review by June 2025. Staff proposed the following timeline to meet this deadline, which the CRC approved.

- August 28, 2024 Initial classification of rules as "Necessary".
- September 9 November 7, 2024 draft report was posted by OAH and DEQ for public comments. No comments were received.
- February 2025 Adopt the final report at the February 2025 CRC meeting.
- File the final report with OAH before the May 20, 2025 deadline for June RRC review.
- After the RRC review, the report will be submitted to APOC for consultation. Provided the APOC approves the report, the CRC will then begin the permanent rulemaking procedures based on a readoption schedule set by the RRC.

The attached is the final report with all seven 15A NCAC 7B rules designated as "Necessary". Staff recommends the Commission adopt the final report for submission to the RRC and begin the permanent rulemaking process.

I will review the details of this process at our upcoming meeting in New Bern.



G.S. 150B-21.3	A Report for 15	A NCAC 07B. STAT	E GUIDELINES FOR LAN	ND USE PLANNING								
	sources Commissio			-								
		- November 9, 2024										
Date Submitted to	APO - Filled in by R	RC staff		1							· · · · · · · · · · · · · · · · · · ·	
Subchapter	Rule Section	Rule Citation	Rule Name	Date and Last Agency Action on the Rule	Agency Determination [150B- 21.3A(c)(1)a]	Required to Implement or Conform to Federal Regulation [150B- 21.3A(d1)]	Federal Regulation Citation	Public Comment Received [150B- 21.3A(c)(1)]	Agency Determination Following Public Comment [150B-21.3A(c)(1)]	RRC Determination of Public Comments [150B-21.3A(c)(2)	RRC Final Determination of Status of Rule for Report to APO [150B- 21.3A(c)(2)]	OAH Next Steps
	SECTION .0600 - INTRODUCTION	15A NCAC 07B .0601	AUTHORITY	Amended Eff. February 1, 2016	Necessary	No		No	Necessary	Select One	Select One	Select One
	SECTION .0700 – LAND USE PLANNING REQUIREMENTS	15A NCAC 07B .0701	PLANNING OPTIONS	Readopted Eff. February 1, 2016	Necessary	No		No	Necessary	Select One	Necessary and must be readopted	Select One
-		15A NCAC 07B .0702	LAND USE PLAN ELEMENTS	Readopted Eff. February 1, 2016	Necessary	No		No	Necessary	Select One	Necessary and must be readopted	Select One
	SECTION .0800 -LAND USE PLAN AND AMENDMENT REVIEW AND CERTIFICATION	15A NCAC 07B .0801	STATE REVIEW AND COMMENT ON DRAFT PLAN	Eff. February 1, 2016	Necessary	No		No	Necessary	Select One	Necessary and must be readopted	Select One
		15A NCAC 07B .0802	PUBLIC HEARING AND LOCAL ADOPTION REQUIREMENTS	Amended Eff. February 1, 2019	Necessary	No		No	Necessary	Select One	Necessary and must be readopted	Select One
		15A NCAC 07B .0803	CERTIFICATION AND USE OF THE PLAN	Amended Eff. February 1, 2019	Necessary	No		No	Necessary	Select One	Necessary and must be readopted	Select One
		15A NCAC 07B .0804	REQUIRED PERIODIC IMPLENTATION STATUS REPORTS	Eff. February 1, 2016	Necessary	No		No	Necessary	Select One	Necessary and must be readopted	Select One