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SENATE BILL 587 Second Edition Engrossed 5/7/25

Short Title:	Clarify Nonconforming Uses.	(Public)
Sponsors:	Senators Lazzara and Sawrey (Primary Sponsors).	
Referred to:	Rules and Operations of the Senate	
	March 26, 2025	

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1	A BILL TO BE ENTITLED	
2	AN ACT TO CLARIFY NONCONFORMITIES IN LAND DEVELOPMENT	
3	REGULATIONS.	
4	The General Assembly of North Carolina enacts:	
5	SECTION 1. G.S. 160D-102 is amended by adding a new subdivision to read:	
6	"(23m) Nonconformity Any of the following that was lawfully operated	
7	established, or commenced in accordance with applicable development	
8	regulations in effect at the time the nonconformity became nonconforming so	
9	long as the nonconformity is not extended, expanded, enlarged, increased, or	
10	intensified:	
11	a. A lot, parcel, or tract of land that fails to meet all current development	
12	regulation requirements.	
13	b. A structure that no longer complies with all current development	
14	regulation requirements applicable to that structure.	
15	c. The use of a property for a purpose or activity, or in a manner, made	
16	unlawful by a current development regulation.	
17	d. Any dwelling, accessory building, accessory structure, outdoor	
18	lighting, fence, wall, sign, off-street parking, vehicular surface area, or	
19	private access point."	
20	SECTION 2. Article 1 of Chapter 160D of the General Statutes is amended by	
21	adding a new section to read:	
22	"§ 160D-108.2. Nonconformities.	
23	(a) Amendments in land development regulations are not applicable or enforceable	

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- without the written consent of the owner with regard to a nonconformity. All of the following shall apply to vested rights in a nonconformity established under this section:
 - The establishment of a vested right under this section does not preclude (1) vesting under one or more other provisions of law or vesting by application of common law principles.
 - A vested right, once established as provided for in this section or by common (2) law, precludes any action by a local government that would change, alter, impair, prevent, diminish, or otherwise delay the development or use of the property allowed by applicable development regulations, except where a change in State or federal law mandating local government enforcement occurs after the nonconformity was established that has a fundamental and retroactive effect on the development or use.
 - (3) G.S. 160D-108(h) shall apply to the claiming of nonconformities.



- (4) Unless otherwise specified by this section or another statute, a nonconformity may continue until intentionally and voluntarily discontinued.
- (b) The statutory vesting period granted by this section for a nonconformity expires if the nonconformity is intentionally and voluntarily discontinued for a period of not less than 24 consecutive months. The 24-month discontinuance period shall be automatically tolled during any of the following events:
 - (1) The pendency of any board of adjustment proceeding or civil action in a State or federal court regarding the validity of the use of the property or the existence of the statutory vesting period granted by this section.
 - (2) The pendency of any litigation involving use of the property that is the subject of the vesting.
 - (3) The duration of any emergency declaration issued under G.S. 166A-19.20 or G.S. 166A-19.22 for which the defined emergency area includes the property, in whole or in part.
- (c) Reconstruction, re-establishment, repair, and maintenance of a nonconformity shall be allowed by right provided the nonconforming is not extended, expanded, enlarged, increased, or intensified by the reconstruction, re-establishment, repair, or maintenance.
 - (d) This section shall not apply to G.S. 160D-912 and G.S. 160D-912.1." **SECTION 3.** G.S. 160D-108 reads as rewritten:

"§ 160D-108. Permit choice and vested rights.

...

(d) Duration of Vesting. – Upon issuance of a development permit, the statutory vesting granted by subsection (c) of this section for a development project is effective upon filing of the application in accordance with G.S. 143-755, for so long as the permit remains valid pursuant to law. Unless otherwise specified by this section or other statute, local development permits expire one year after issuance unless work authorized by the permit has substantially commenced. A local land development regulation may provide for a longer permit expiration period. For the purposes of this section, a permit is issued either in the ordinary course of business of the applicable governmental agency or by the applicable governmental agency as a court directive.

Except where a longer vesting period is provided by statute or land development regulation, the statutory vesting granted by this section, once established, expires for an uncompleted development project if development work is intentionally and voluntarily discontinued for a period of not less than 24 consecutive months, and the statutory vesting period granted by this section for a nonconforming use of property expires if the use is intentionally and voluntarily discontinued for a period of not less than 24 consecutive months. The 24-month discontinuance period is automatically tolled during any of the following:

- (1) the The pendency of any board of adjustment proceeding or civil action in a State or federal trial or appellate court regarding the validity of a development permit, the use of the property, or the existence of the statutory vesting period granted by this section.
- (2) The 24-month discontinuance period is also tolled during the pendency of any litigation involving the development project or property that is the subject of the vesting.
- (3) The duration of any emergency declaration issued under G.S. 166A-19.20 or G.S. 166A-19.22 for which the defined emergency area includes the property, in whole or in part.

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(h) Process to Claim Vested Right. – A person claiming a statutory or common law vested right may submit information to substantiate that claim to the zoning administrator or other officer designated by a land development regulation, who shall make an initial determination as to the existence of the vested right. The decision of the zoning administrator or officer may be

appealed under G.S. 160D-405. On appeal, the existence of a vested right shall be reviewed de novo. In lieu of seeking such a determination or pursuing an appeal under G.S. 160D-405, a person claiming a vested right may bring an original civil action as provided by G.S. 160D-1403.1. This subsection shall apply to the claiming of vested rights in a nonconformity under G.S. 160D-108.2.

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SECTION 4. G.S. 160D-108.1(f)(3) reads as rewritten:

"(3) Notwithstanding any provision of this section, the establishment of a vested right does not preclude, change, or impair the authority of a local government to adopt and enforce development regulations governing nonconforming situations or uses.nonconformities."

SECTION 5. G.S. 63-31(e) reads as rewritten:

"(e) All airport zoning regulations adopted under this Article shall be reasonable, and none shall require the removal, lowering, or other change or alteration of any structure or tree not conforming to the regulations when adopted or amended, or otherwise interfere with the continuance of any nonconforming use, nonconformity as defined in G.S. 160D-102 except as provided in G.S. 63-32, subsection (a)."

SECTION 6. G.S. 63-36 reads as rewritten:

"§ 63-36. Acquisition of air rights.

(a) In any case in which:

 (1) It is desired to remove, lower, or otherwise terminate a nonconforming use; nonconformity; or

 (2) The approach protection necessary cannot, because of constitutional limitations, be provided by airport zoning regulations under this Article; or

(3) It appears advisable that the necessary approach protection be provided by acquisition of property rights rather than by airport zoning regulations,

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the political subdivision within which the property or nonconforming use nonconformity is located or the political subdivision owning the airport or served by it may acquire, in the manner provided by the law under which municipalities are authorized to acquire real property for public purposes, such an air right, easement, or other estate or interest in the property or nonconforming use nonconformity in question as may be necessary to effectuate the purposes of this Article.

(b) If any political subdivision, or if any board or administrative agency appointed or selected by a political subdivision, shall adopt, administer or enforce any airport zoning regulations which results in the taking of, or in any other injury or damage to any existing structure, such political subdivision shall be liable therefor in damages to the owner or owners of any such property and the liability of the political subdivision shall include any expense which the owners of such property are required to incur in complying with any such zoning regulations.

(c) For purposes of this section, "nonconformity" shall have the same meaning as in G.S. 160D-102."

SECTION 7. G.S. 160A-31(h) reads as rewritten:

"(h) A city council which receives a petition for annexation under this section may by ordinance require that the petitioners file a signed statement declaring whether or not vested rights with respect to the properties subject to the petition have been established under G.S. 160D-108 or G.S. 160D-108.1. G.S. 160D-108, G.S. 160D-108.1, or G.S. 160D-108.2. If the statement declares that such rights have been established, the city may require petitioners to provide proof of such rights. A statement which declares that no vested rights have been established under G.S. 160D-108 or G.S. 160D-108.1 G.S. 160D-108, G.S. 160D-108.1, or G.S. 160D-108.2 shall be binding on the landowner and any such vested right shall be terminated."

SECTION 8. G.S. 160A-58.1(d) reads as rewritten:

''(d)

established under G.S. 160D-108 or G.S. 160D-108.1 G.S. 160D-108, G.S. 160D-108.1, or G.S. 160D-108.2 shall be binding on the landowner and any such vested rights shall be terminated."

SECTION 9. G.S. 160D-403(c) reads as rewritten:

"(c) Duration of Development Approval. – Unless a different period is specified by this Chapter or other specific applicable law, including for a development agreement, a development approval issued pursuant to this Chapter expires one year after the date of issuance if the work authorized by the development approval has not been substantially commenced. Local development regulations may provide for development approvals of shorter duration for temporary land uses, special events, temporary signs, and similar development. Local development regulations may also provide for development approvals of longer duration for specified types of development approvals. Nothing in this subsection limits any vested rights secured under G.S. 160D-108 or G.S. 160D-108.1, or G.S. 160D-108.2."

A city council which receives a petition for annexation under this section may by

ordinance require that the petitioners file a signed statement declaring whether or not vested

rights with respect to the properties subject to the petition have been established under

G.S. 160D-108 or G.S. 160D-108.1. G.S. 160D-108, G.S. 160D-108.1, or G.S. 160D-108.2. If

the statement declares that such rights have been established, the city may require petitioners to

provide proof of such rights. A statement which declares that no vested rights have been

SECTION 10.(a) G.S. 160D-601, as amended by Section 3K.1(a) of S.L. 2024-57 reads as rewritten:

"§ 160D-601. Procedure for adopting, amending, or repealing development regulations.

...

- (d) Down-Zoning. No amendment to zoning regulations or a zoning map—a zoning regulation that down-zones property shall be initiated, enacted, or enforced without the written consent of all property owners whose property is the subject of the down-zoning amendment amendment, unless the down-zoning amendment is initiated by the local government.
- (e) For purposes of this section, "down-zoning" or "down-zone" means a zoning ordinance regulation that affects an area of land in one of the following ways:
 - (1) By decreasing the development density of the land to be less dense than was allowed under its previous usage.
 - (2) By reducing the <u>substantive</u> permitted uses of the land that are specified in a zoning <u>ordinance</u> or land <u>development</u> regulation to fewer uses than were allowed under its previous usage.
 - (3) By creating any type of nonconformity on land not in a residential zoning district, including a nonconforming use, nonconforming lot, nonconforming structure, nonconforming improvement, or nonconforming site element."

SECTION 10.(b) This section is effective when it becomes law and applies retroactively to December 11, 2024. Any development ordinance affected by Section 3K.1 of S.L. 2024-57 shall be treated as if it remained in effect from June 14, 2024, to December 11, 2024.

SECTION 11. Except as otherwise provided, this act is effective when it becomes law and applies to any nonconformity existing on or after December 11, 2024.