GENERAL ASSEMBLY OF NORTH CAROLINA

SESSION 1997

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HOUSE BILL 777 Committee Substitute Favorable 6/26/97

Sponsors: Referred to:	s Lake Use. (Local)
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April 3, 1997

A BILL TO BE ENTITLED

AN ACT AUTHORIZING THE CITY OF KINGS MOUNTAIN TO ANNEX CERTAIN NONCONTIGUOUS PROPERTY, PROHIBITING THE CITY FROM RESTRICTING RECREATIONAL USES OF MOSS LAKE, AND REQUIRING THE CITY TO CREATE AN AUTHORITY TO ADDRESS ISSUES RELATED TO MOSS LAKE.

The General Assembly of North Carolina enacts:

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Section 1. Notwithstanding the provisions of G.S. 160A-58.7 and G.S. 160A-58.1(b), the City of Kings Mountain may annex under Part 4 of Article 4A of Chapter 160A of the General Statutes the property on which the John Henry Moss Water Treatment Plant and Moss Lake Dam are situated.

Section 2. The boundaries of any area annexed under this act shall not be considered the primary corporate limits of the City for the purpose of Part 4 of Article 4A of Chapter 160A of the General Statutes, and shall not be considered the boundary of the municipality for the purpose of Part 1, 2, or 3 of that Article, even if the area becomes contiguous due to annexation of the intervening property.

Section 3. Except as provided in Chapter 166A of the General Statutes, the City of Kings Mountain may not restrict recreational uses of Moss Lake that are allowed

on June 1, 1997. Except as provided by Chapter 166A of the General Statutes or any safety ordinances, homeowners who are current on any fees or assessments shall have unlimited access to the waterfront.

Homeowners may make improvements on the control strip that both enhance

recreational use of the lake and do not violate any city ordinance in effect on June 1, 1997.

Section 4. (a) The City of Kings Mountain may charge owners of property situated on the waterfront of Moss Lake a user fee for the use of the eight-foot control strip of property around the lake and for recreational use of the lake. However, the fee may not exceed the amount determined by the audit under Section 6 of this act to cover expenses that primarily and directly benefit the property owners. This is to be a pro rata share of all items determined by the audit under Section 6 of this act as recreation expense impacted by waterfront homeowners usage, nonwaterfront lake homeowners who use the lake for recreational purposes, and nonwaterfront recreational users.

(b) Notwithstanding subsection (a) of this section, the fees authorized by subsection (a) of this section may not be used for expenses relating to:

(1) Public swimming areas and buildings utilized for public swimming and concessions for public swimming; or

(2) Water treatment and reservoir functions.

the audit findings as provided by Section 6 of this act.

These items are the responsibility of the City of Kings Mountain.

(c) In any case where expenses are to be prorated, the amount to be charged to user fees shall be determined by the City of Kings Mountain subject to change based on

(d) When establishing a fee schedule as authorized by this section, the component of the fee relating to lot ownership shall provide for an equal fee per lot for all developed lots.

(e) The City shall establish and maintain a separate fund for all user fees collected from Moss Lake property owners and nonresident fees for use of recreation facilities at Moss Lake. The expenditure of these fees is limited to operation of Moss Lake and cannot be transferred to any other fund of the City.

Section 5. There is established the Moss Lake Authority which shall consist of two members of the Kings Mountain City Council appointed by that Council, one member of the Cleveland County Board of Commissioners appointed by that Board, and two members of the Moss Lake Property Owners' Association appointed by that Association. Members shall serve for a term of three years, except that the city clerk of the City of Kings Mountain shall randomly designate two of the initial members to serve initial two-year terms and one of the initial members to serve an initial one-year term. The Authority shall be responsible for addressing issues related to user fees, lake patrol, and the operation, maintenance, and improvement of the Lake. The Authority shall report and make recommendations on these issues to the Kings Mountain City Council.

Section 6. (a) Prior to August 30, 1997, the Moss Lake Authority shall cause an independent audit to be conducted of the City of Kings Mountain expenses related to Moss Lake to determine whether fees that will be charged to property owners by the City

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for the use of the Lake during the 1997-98 fiscal year and in future years are fair and equitable. The Authority shall authorize an independent audit of the City's expenses related to Moss Lake to be conducted every two years.

- The audit shall include an assessment of the cost of services provided to the property owners by the City, including security and cleanup costs. If the audit finds that property owners are being charged excessive fees, the City shall reimburse the property owners the amount that is determined to be excessive. If it is found that property owners are being charged less than a fair and equitable fee, the City shall bill the property owners for the difference as a special assessment. The cost of the audits shall be paid from fees paid by the property owners to the City.
- The Moss Lake Authority shall determine an equitable method for allocation of pro rata cost based on boat registration for homeowners of lakefront property and nonlake resident registration from 1996 accounting reports of the City of Kings Mountain.
- Fees shall be equitable for property owners and nonproperty owners and for assessment of fees for all boats, whether fishing and recreational.
 - Section 7. This act becomes effective July 1, 1997.