H-1332

Amend House File 628 as follows: 1. Page 1, line 31, by striking <403.19, subsection 2,> and inserting <403.19> 2. Page 2, line 15, by striking <403.19, subsection 2,> and inserting <403.19> 3. By striking page 2, line 30, through page 4, 7 line 34, and inserting: <Sec. . Section 403.17, subsection 5, Code 2015, 9 is amended to read as follows: "Blighted area" means: 10 11 For an urban renewal area established before 12 the effective date of this Act, an area of a 13 municipality within which the local governing body 14 of the municipality determines that the presence 15 of a substantial number of slum, deteriorated, or 16 deteriorating structures; defective or inadequate 17 street layout; faulty lot layout in relation to size, 18 adequacy, accessibility, or usefulness; insanitary 19 or unsafe conditions; deterioration of site or other 20 improvements; diversity of ownership, tax or special 21 assessment delinquency exceeding the fair value of the 22 land; defective or unusual conditions of title; or the 23 existence of conditions which endanger life or property 24 by fire and other causes; or any combination of these 25 factors; substantially impairs or arrests the sound 26 growth of a municipality, retards the provision of 27 housing accommodations, or constitutes an economic or 28 social liability and is a menace to the public health, 29 safety, or welfare in its present condition and use. A 30 disaster area referred to in section 403.5, subsection 31 7, constitutes a "blighted area". "Blighted area" does 32 not include real property assessed as agricultural 33 property for purposes of property taxation. b. For an urban renewal area established on or 35 after the effective date of this Act, an area of a 36 municipality within which the local governing body 37 of the municipality determines that the presence 38 of a substantial number of slum, deteriorated, 39 or deteriorating structures; insanitary or 40 unsafe conditions; deterioration of site or other 41 improvements; or the existence of conditions which 42 endanger life or property by fire and other causes; 43 or any combination of these factors; substantially 44 impairs or arrests the sound growth of a municipality, 45 retards the provision of housing accommodations, or 46 constitutes an economic or social liability and is a 47 menace to the public health, safety, or welfare in its 48 present condition and use. A disaster area referred to 49 in section 403.5, subsection 7, constitutes a "blighted" 50 area". "Blighted area" does not include real property

1 assessed as agricultural property for purposes of
2 property taxation.

3 Sec. NEW SECTION. 403.18A Urban renewal area duration — limitations.

- 5 1. An urban renewal area in existence on the 6 effective date of this Act for which an ordinance 7 providing for a division of revenue under section 8 403.19 was adopted before the effective date of this 9 Act and that is not limited in duration under section 10 403.17, subsection 10, section 403.19, subsection 3A, 11 or section 403.22, subsection 5, shall be subject to 12 the duration limitation in subsection 2.
- 13 a. For an urban renewal area described in 14 subsection 1, the urban renewal area, including 15 all applicable urban renewal plans, projects, and 16 ordinances providing for a division of revenue, shall 17 continue in effect under this chapter, until such 18 time that the urban renewal area is dissolved by the 19 municipality or until the urban renewal area terminates 20 under the conditions of this section, whichever occurs 21 first. The municipality may continue to incur or issue 22 additional costs or indebtedness for such urban renewal 23 area, including loans, advances, and bonds that qualify 24 for payment from the special fund created in section 25 403.19, on or after the effective date of this Act and 26 until dissolution or termination of the urban renewal 27 area.
- b. (1) For an urban renewal area described in subsection 1 that is based on a finding that the area is an economic development area and that no part contains slum or blighted conditions, the urban renewal area, including all applicable urban renewal plans, projects, and ordinances providing for a division of revenue, shall terminate and be of no further force and effect on July 1, 2035.
- 36 (2) For an urban renewal area described in
  37 subsection 1 that is based on a finding that all or a
  38 part of the area contains slum or blighted conditions,
  39 the urban renewal area, including all applicable urban
  40 renewal plans, projects, and ordinances providing for
  41 a division of revenue, shall terminate and be of no
  42 further force and effect on July 1, 2040.
- 3. The department of management shall adopt rules 44 pursuant to chapter 17A necessary to implement and 45 administer this section.
- 46 Sec. \_\_\_. Section 403.19, Code 2015, is amended by 47 adding the following new subsection:
- NEW SUBSECTION. 3A. a. Except as otherwise provided in paragraph "b" or section 403.22, an ordinance providing for a division of revenue under

1 this section that is adopted on or after the effective 2 date of this Act shall be limited to twenty years from 3 the calendar year following the calendar year in which 4 the municipality first certifies to the county auditor 5 the amount of any loans, advances, indebtedness, 6 or bonds that qualify for payment from the division 7 of revenue provided for in this section. The urban 8 renewal area, including all applicable urban renewal 9 plans, projects, and ordinances, shall terminate 10 and be of no further force and effect following the 11 twenty-year period provided in this subsection.

- b. An ordinance providing for a division of revenue 13 under this section that is adopted on or after the 14 effective date of this Act for an urban renewal area 15 that contains slum or blighted conditions shall be 16 limited to twenty-five years from the calendar year 17 following the calendar year in which the municipality 18 first certifies to the county auditor the amount of any 19 loans, advances, indebtedness, or bonds that qualify 20 for payment from the division of revenue provided 21 in this section. The urban renewal area, including 22 all applicable urban renewal plans, projects, and 23 ordinances, shall terminate and be of no further force 24 and effect following the twenty-five-year period 25 provided in this subsection.>
- Title page, by striking lines 4 and 5 and 27 inserting <the use of divided revenues, modifying the 28 conditions for establishing certain urban renewal 29 areas, imposing duration limits on certain urban 30 renewal areas, and including>
  - 5. By renumbering as necessary.

NUNN of Polk	
VANDER LINDEN of Mahaska	
MAXWELL of Poweshiek	
I. MILLED of Coott	

SANDS of Louisa