

Senate File 365

S-3032

1 Amend Senate File 365 as follows:

2 1. Page 1, before line 1 by inserting:

3 <Section 1. Section 386.8, Code 2021, is amended to read as
4 follows:

5 **386.8 Operation tax.**

6 A city may establish a self-supported improvement district
7 operation fund, and may certify taxes not to exceed the
8 rate limitation as established in the ordinance creating the
9 district, or any amendment thereto, each year to be levied
10 for the fund against all of the property in the district,
11 for the purpose of paying the administrative expenses of
12 the district, which may include but are not limited to
13 administrative personnel salaries, a separate administrative
14 office, planning costs including consultation fees, engineering
15 fees, architectural fees, and legal fees and all other expenses
16 reasonably associated with the administration of the district
17 and the fulfilling of the purposes of the district. The taxes
18 levied for this fund may also be used for the purpose of paying
19 maintenance expenses of improvements or self-liquidating
20 improvements for a specified length of time with one or more
21 options to renew if such is clearly stated in the petition
22 which requests the council to authorize construction of the
23 improvement or self-liquidating improvement, whether or not
24 such petition is combined with the petition requesting creation
25 of a district. Parcels of property which are assessed as
26 residential property for property tax purposes are exempt
27 from the tax levied under [this section](#) except residential
28 properties within a duly designated historic district or
29 property classified as residential property under section
30 441.21, subsection 14, paragraph "a", subparagraph (6). A tax
31 levied under [this section](#) is not subject to the levy limitation
32 in [section 384.1](#).

33 Sec. _____. Section 386.9, Code 2021, is amended to read as
34 follows:

35 **386.9 Capital improvement tax.**

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(amending this SF 365 to CONFORM to HF 418)

1 A city may establish a capital improvement fund for a
2 district and may certify taxes, not to exceed the rate
3 established by the ordinance creating the district, or any
4 subsequent amendment thereto, each year to be levied for
5 the fund against all of the property in the district, for
6 the purpose of accumulating moneys for the financing or
7 payment of a part or all of the costs of any improvement or
8 self-liquidating improvement. However, parcels of property
9 which are assessed as residential property for property tax
10 purposes are exempt from the tax levied under this section
11 except residential properties within a duly designated historic
12 district or property classified as residential property under
13 section 441.21, subsection 14, paragraph "a", subparagraph (6).
14 A tax levied under this section is not subject to the levy
15 limitations in section 384.1 or 384.7.

16 Sec. _____. Section 386.10, Code 2021, is amended to read as
17 follows:

18 **386.10 Debt service tax.**

19 A city shall establish a self-supported municipal
20 improvement district debt service fund whenever any
21 self-supported municipal improvement district bonds are issued
22 and outstanding, other than revenue bonds, and shall certify
23 taxes to be levied against all of the property in the district
24 for the debt service fund in the amount necessary to pay
25 interest as it becomes due and the amount necessary to pay,
26 or to create a sinking fund to pay, the principal at maturity
27 of all self-supported municipal improvement district bonds as
28 authorized in section 386.11, issued by the city. However,
29 parcels of property which are assessed as residential property
30 for property tax purposes at the time of the issuance of the
31 bonds are exempt from the tax levied under this section until
32 the parcels are no longer assessed as residential property
33 or until the residential properties are designated as a part
34 of a historic district or property classified as residential
35 property under section 441.21, subsection 14, paragraph "a",

1 subparagraph (6).>

2 2. Page 1, after line 29 by inserting:

3 <Sec. _____. Section 404.3A, Code 2021, is amended to read as
4 follows:

5 **404.3A Residential development area exemption.**

6 Notwithstanding the schedules provided for in [section 404.3](#),
7 all qualified real estate assessed as residential property,
8 excluding property classified as residential property under
9 section 441.21, subsection 14, paragraph "a", subparagraph (6),
10 in an area designated under [section 404.1, subsection 5](#), is
11 eligible to receive an exemption from taxation on the first
12 seventy-five thousand dollars of actual value added by the
13 improvements. The exemption is for a period of five years.>

14 3. Title page, line 1, after <tax> by inserting <levies,
15 exemptions,>

16 4. By renumbering as necessary.

DAN DAWSON