FEB 2 0 1996

Place On Calendar

HOUSE FILE COMMITTEE ON LOCAL GOVERNMENT BY

5- 3/13/76 Do Para

Passed House, Date 2/28/96 Passed Senate, Date 4-9-96Vote: Ayes 94 Nays / Vote: Ayes 50 Nays 0Refassed Hse Approved 4-17-96(P.1541) 94-1 4/11/96

## A BILL FOR

1 An Act relating to city sewer or water utility connections. 2 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA: HF ƏƏS TLSB 2224HZ 76 js/jw/5

Section 1. Section 384.38, subsection 3, Code 1995, is
amended to read as follows:

S.F. \_\_\_\_\_ H.F. 2259

A city may establish, by ordinance or by resolution 3 3. 4 adopted as an ordinance after twenty days' notice published in 5 accordance with section 362.3, and a public hearing consistent 6 with-the-requirements-of-section-384-50, one or more districts 7 and schedules of fees for the connection of property to the 8 city sewer or water utility. If the governing body directs 9 that notice be made by mail, the notice shall be as required 10 in section 384.50. Each person whose property will be served 11 by connecting to the city sewer or water utility shall pay a 12 connection fee to the city. The ordinance shall be certified 13 by the city and recorded in the office of the county recorder 14 of the county in which a district is located. The connection 15 fees are due and payable when a utility connection application 16 is filed with the city. A connection fee shall-not-exceed may 17 include the equitable part-of-the-total-original cost to-the 18 city of extending the utility to the properties within-the 19 district-less-any-part-of-the-cost-which-has-been-previously 20 assessed-or-paid-to-the-city-under-this-division-IV, including 21 reasonable interest from the date of construction to the date 22 of payment. All fees collected under this subsection shall be 23 paid to the city treasurer. The moneys collected as fees 24 shall only be used for the purposes of operating the utility, 25 or to pay debt service on obligations issued to finance 26 improvements or extensions to the utility. 27 EXPLANATION

This bill allows a city to adopt by ordinance or resolution after 20 days' notice, one or more districts and schedules of fees for connecting to city sewer or water. The bill requires that notice be published in accordance with section 362.3 which generally requires publication in a newspaper published at least once weekly and having general circulation in the tity. Any notice made by mail must be sent to each property owner whose property is subject to the assessment as required

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S.F. \_\_\_\_\_ H.F. 2259

1 under section 384.50. The bill provides that the connection fee may include the 3 equitable cost of extending the utility to the properties, 4 including reasonable interest from the date of construction to 5 the date of payment. LSB 2224HZ 76 js/jw/5 -2-



Amend House File 2259, as passed by the House, as 1 2 follows: 1. Page 1, by inserting after line 26 the 3 4 following: "Sec. . Section 384.38, Code 1995, is amended 5 6 by adding the following new subsection: NEW SUBSECTION. 4. If a city annexation plan 7 8 includes annexation of an area adjoining the city and 9 a petition has not been presented as provided in 10 section 384.41, the state mandate contained in section 11 455B.172, subsections 3, 4, and 5, shall not apply 12 until such time as the annexation takes place or until 13 the annexation plan is abandoned." By MERLIN E. BARTZ

Out of Order 4/3/96 (P. 122) S-5527 FILED MARCH 25, 1996

## HOUSE FILE 2259

S-5684

S-5527

Amend House File 2259, as passed by the House, as 1 2 follows: 1. Page 1, by inserting after line 26, the 3 4 following: "This subsection shall not apply when a city 5 6 annexation plan includes annexation of an area 7 adjoining the city and a petition has not been 8 presented as provided in section 384.41 for a city 9 sewer or water utility connection. Until annexation 10 takes place, or the annexation plan is abandoned, the 11 state mandate contained in section 455B.172, 12 subsections 3, 4, and 5, shall not apply unless the 13 individual property owner voluntarily pays the 14 connection fee and requests to be connected to the 15 city sewer or water utility." By MERLIN E. BARTZ

S-5684 FILED APRIL 8, 1996

a dopted 4-9-96 (P. 1285)





SENATE AMENDMENT TO HOUSE FILE 2259 H-5899 Amend House File 2259, as passed by the House, as 1 2 follows: 1. Page 1, by inserting after line 26, the 3 4 following: "This subsection shall not apply when a city 5 6 annexation plan includes annexation of an area 7 adjoining the city and a petition has not been 8 presented as provided in section 384.41 for a city 9 sewer or water utility connection. Until annexation 10 takes place, or the annexation plan is abandoned, the 11 state mandate contained in section 455B.172, 12 subsections 3, 4, and 5, shall not apply unless the 13 individual property owner voluntarily pays the 14 connection fee and requests to be connected to the 15 city sewer or water utility." RECEIVED FROM THE SENATE H-5899 FILED APRIL 9, 1996 House concurred 4/11/96 (p. 1541)



House File 2259, p. 2

## HOUSE FILE 2259

AN ACT RELATING TO CITY SEWER OR WATER UTILITY CONNECTIONS.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

Section 1. Section 384.38, subsection 3, Code 1995, is amended to read as follows:

3. A city may establish, by ordinance or by resolution adopted as an ordinance after twenty days' notice published in accordance with section 362.3, and a public hearing consistent with-the-requirements-of-section-384-50, one or more districts and schedules of fees for the connection of property to the city sewer or water utility. If the governing body directs that notice be made by mail, the notice shall be as required in section 384.50. Each person whose property will be served by connecting to the city sewer or water utility shall pay a connection fee to the city. The ordinance shall be certified by the city and recorded in the office of the county recorder of the county in which a district is located. The connection fees are due and payable when a utility connection application is filed with the city. A connection fee shall-not-exceed may include the equitable part-of-the-total-original cost to-the city of extending the utility to the properties within-the district;-less-any-part-of-the-cost-which-has-been-previously assessed-or-paid-to-the-city-under-this-division-IV, including reasonable interest from the date of construction to the date of payment. All fees collected under this subsection shall be paid to the city treasurer. The moneys collected as fees shall only be used for the purposes of operating the utility, or to pay debt service on obligations issued to finance improvements or extensions to the utility.

This subsection shall not apply when a city annexation plan includes annexation of an area adjoining the city and a petition has not been presented as provided in section 384.41 for a city sewer or water utility connection. Until annexation takes place, or the annexation plan is abandoned, the state mandate contained in section 455B.172, subsections 3, 4, and 5, shall not apply unless the individual property owner voluntarily pays the connection fee and requests to be connected to the city sewer or water utility.

> RON J. CORBETT Speaker of the House

LEONARD L. BOSWELL President of the Senate

I hereby certify that this bill originated in the House and is known as House File 2259, Seventy-sixth General Assembly.

Approved 4/17, 1996

ELIZABETH ISAACSON Chief Clerk of the House

TERRY E. BRANSTAD Governor