FILED FEB 12 '03

SENATE FILE 133
BY SHULL

(COMPANION TO LSB 1830HH BY JACOBS)

Passed Senate, Date	Passed House, Date Vote: Ayes Nays
Vote: Ayes Nays Approved	

```
A BILL FOR
1 An Act authorizing cities to impose park impact fees.
2 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:
3
4
5
6
 7
 9
10
11
12
13
14
15
16
17
18
```

s.f. 133 H.f.

- 1 Section 1. <u>NEW SECTION</u>. 364.26 PARK IMPACT FEE 2 ORDINANCES.
- 3 l. DEFINITIONS. As used in this section, unless the
- 4 context otherwise requires:
- 5 a. "Capital costs" means the costs of land acquisition for
- 6 and construction of parks and recreational facilities,
- 7 including costs of grading, seeding, planting, utility
- 8 connections, roads, and street frontage. "Capital costs" also
- 9 includes necessary and reasonable legal, engineering, design,
- 10 and other professional fees. "Capital costs" does not include
- 11 the costs of maintenance, repair, upkeep, salaries of public
- 12 employees, any other costs of operation, or the costs of
- 13 recreational or sports equipment or other implements used for
- 14 games or sports that are not permanently attached to land or
- 15 are not fixtures.
- b. "Park impact fee" means the fee authorized in
- 17 subsection 2.
- 18 c. "Parks and recreational facilities" means parks,
- 19 playgrounds, sports fields, sports courts, shelters,
- 20 restrooms, other park and recreation buildings, walking
- 21 trails, bicycle trails, mixed-usage trails, green spaces, and
- 22 other similar facilities.
- 23 d. "Plan" means a parks and recreational facilities plan,
- 24 or a parks and recreational facilities plan incorporated into
- 25 a comprehensive plan, that is adopted by a city pursuant to
- 26 subsection 3.
- 27 e. "Residential real estate development" means the
- 28 development of new residential housing, including single or
- 29 multifamily dwellings, apartment complexes, manufactured home
- 30 communities, and mobile home parks.
- 31 2. PARK IMPACT FEE AUTHORIZED -- USE -- LIMITATIONS.
- 32 a. A city may adopt an ordinance imposing a park impact
- 33 fee to be paid by developers of residential real estate in the
- 34 city for the purpose of funding the capital costs of
- 35 accommodating the need for additional parks and recreational

1 facilities created by residential real estate development in

2 the city. A park impact fee shall only be adopted as an

3 ordinance after twenty days' notice published in accordance

4 with section 362.3, and a public hearing. A park impact fee

5 ordinance may be amended by a city as necessary to conform to

6 changes in the city's plan, to reflect changes in capital

7 costs, or to address other factors deemed relevant by the

8 city.

9 b. A park impact fee ordinance shall establish a schedule

10 for the imposition of park impact fees that reasonably

11 allocates park impact fees for the anticipated capital costs

12 identified in the city's plan. A park impact fee may be

13 collected at the time that residential real estate is

14 subdivided, when an application for a residential building

15 permit is made, or at both times. A park impact fee schedule

16 may be established for each area or zone designated in a

17 city's plan or for the entire city as a whole. A park impact

18 fee imposed and collected on residential real estate developed

19 in a particular area or zone shall be used only for capital

20 costs associated with construction of parks and recreational

21 facilities in that area or zone, consistent with the city's

22 plan. If no area or zone is designated, the fee must be used

23 only for capital costs associated with construction of parks

24 and recreational facilities located in an area reasonably

25 accessible to residents of the residential real estate

26 development area.

27 c. A park impact fee shall only be imposed pursuant to

28 this section upon the development of residential real estate.

29 d. A park impact fee shall be paid in full when due, but a

30 city may allow a full or partial credit against the amount of

31 a park impact fee due if a contribution of land or other

32 contribution is made that reduces the capital costs of

33 constructing the necessary parks and recreational facilities.

34 Notwithstanding the provisions of this section, a city may

35 waive a park impact fee on the development of residential real

- 1 estate that is defined as providing low-income or moderate-
- 2 income housing or affordable housing as defined by the city.
- 3 e. A park impact fee shall bear a rational relationship to
- 4 the capital costs associated with constructing the new parks
- 5 and recreational facilities identified in the city's plan.
- 6 f. Park impact fees collected by a city shall be collected
- 7 and accounted for in an account separate from the city's
- 8 general fund, and shall be used only for the payment of the
- 9 capital costs for which the fees were collected.
- 10 g. The adoption of a park impact fee ordinance does not
- ll prohibit a city from using any other lawful means to finance
- 12 parks and recreational facilities, including the imposition of
- 13 other lawful fees or assessments.
- h. An ordinance establishing a park impact fee shall
- 15 require the refund of any park impact fees collected that are
- 16 not used by the city within a reasonable time, not exceeding
- 17 eight years.
- i. An ordinance establishing a park impact fee shall
- 19 provide a means for a person upon whom the fee is imposed to
- 20 appeal the imposition of or the calculation of the amount of
- 21 the fee.
- 22 j. This section does not prohibit a city from imposing
- 23 other fees for the development of real estate in the city that
- 24 are authorized by law.
- 25 k. This section does not limit any power or authority
- 26 previously granted to or presently exercised by a city.
- 27 3. PARKS AND RECREATIONAL FACILITIES PLAN. Prior to
- 28 adopting a park impact fee ordinance, a city shall adopt by
- 29 resolution a parks and recreational facilities plan, or
- 30 incorporate a parks and recreational facilities plan into the
- 31 city's comprehensive plan adopted under section 414.3. The
- 32 plan shall include an inventory of existing parks and
- 33 recreational facilities located in the city and make an
- 34 assessment of future needs for additional parks and
- 35 recreational facilities. The city may be divided into

1 designated areas or zones as the city deems appropriate.

2 EXPLANATION

- 3 This bill adds a new section to the Code that authorizes
- 4 cities to adopt an ordinance imposing a park impact fee to be
- 5 paid by developers of residential real estate in the city for
- 6 the purpose of funding the capital costs of constructing
- 7 additional parks and recreational facilities which are
- 8 reasonably accessible to the residential real estate being
- 9 developed. The bill defines "residential real estate
- 10 development" as the development of new residential housing
- 11 including single or multifamily dwellings, apartment
- 12 complexes, manufactured home communities, and mobile home
- 13 parks.
- 14 A city is authorized to impose park impact fees in a manner
- 15 that is consistent with the city's parks and recreational
- 16 facilities plan or a comprehensive city plan, keep the fees
- 17 collected in a separate account, and use the fees only for
- 18 payment of the capital costs for which the fees were
- 19 collected.
- 20 A park impact fee ordinance can only be adopted after
- 21 giving notice at least 20 days before a public hearing on the
- 22 proposed ordinance.
- The adoption of a park impact fee ordinance does not
- 24 prevent a city from using any other lawful means to finance
- 25 parks and recreational facilities or from imposing other fees
- 26 for the development of real estate in the city and does not
- 27 limit any other power or authority previously granted or
- 28 presently exercised by a city.
- 29 The bill defines capital costs as the costs of land
- 30 acquisition for and construction of parks and recreational
- 31 facilities, including costs of grading, seeding, planting,
- 32 utility connections, roads, and street frontage, and necessary
- 33 and reasonable legal, engineering, design, and professional
- 34 fees. Capital costs do not include costs of maintenance,
- 35 repair, upkeep, salaries of public employees, costs of

s.f. 133 H.f.

```
1 operation, or costs of recreational or sports equipment or
 2 other implements used for games or sports that are not
3 permanently attached to land or are not fixtures.
      Parks and recreational facilities that can be funded by
5 park impact fees include parks, playgrounds, sports fields,
6 sports courts, shelters, restrooms, other park and recreation
7 buildings, walking trails, bicycle trails, mixed-usage trails,
8 green spaces, and other similar facilities.
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26
27
28
29
30
```