## House File 2376 - Introduced

HOUSE FILE 2376
BY COMMITTEE ON ECONOMIC
GROWTH

(SUCCESSOR TO HF 2107)

## A BILL FOR

- 1 An Act providing for the severance and annexation of real
- 2 property upon petition of the real property owners and
- 3 approval of the city development board.
- 4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

- 1 Section 1. <u>NEW SECTION</u>. 368.25A Boundary adjustment between 2 cities by petition and consent.
- 3 1. A real property owner within the boundaries of a city
- 4 may file a petition for severance with the city council if the
- 5 petitioner's real property, if severed, would be eligible for
- 6 annexation by a different city and if such annexation would
- 7 not create an island. Contiguous property owners may file a
- 8 combined petition under this section.
- 9 2. The petition shall be filed with the city council of the
- 10 city from which severance is sought and the city council of
- 11 the city to which annexation is requested. The petition shall
- 12 be in substantially the form required of an application under
- 13 section 368.7.
- 3. If the city councils of both cities approve the petition,
- 15 the petition shall be filed with the board. Approval by either
- 16 city council may be conditioned upon an agreement entered into
- 17 by the cities providing for the transition of property taxes
- 18 or the sharing of property tax revenues from the real property
- 19 described in the petition for a period not to exceed forty
- 20 years and providing for all necessary zoning ordinance changes
- 21 within a period not to exceed ten years. An agreement between
- 22 cities under this subsection shall be filed with the board at
- 23 the same time the approved petition is filed. An agreement
- 24 may include additional transition provisions relating to the
- 25 transfer or sharing of property tax revenues for property
- 26 outside the boundaries of the territory described in the
- 27 petition and any other provisions deemed by the cities to be in
- 28 the public interest if such actions are within the authority
- 29 of the cities.
- 30 4. Following receipt of a petition, the board shall initiate
- 31 proceedings to sever the territory from the city in which it
- 32 is located and annex the territory to the annexing city. The
- 33 board shall notify both cities of the severance and annexation
- 34 proceedings and shall hold a public hearing on the severance,
- 35 annexation, and any agreement between the cities pursuant to

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- 1 subsection 3. The board shall give notice of the hearing
- 2 in the same manner as notice of a public meeting in section
- 3 368.11, subsection 5.
- 4 5. The board may only approve the petition if the board
- 5 also approves any agreements between the cities pursuant to
- 6 subsection 3, and filed with the board. The board may only
- 7 approve or deny the severance and annexation of the territory
- 8 described in the petition, and the order of the board approving
- 9 the petition is not subject to approval at an election.
- 10 6. The severance and annexation approved by the board is
- ll completed when the board files with the secretary of state
- 12 and the clerk of each city involved in the severance and
- 13 annexation, and records with the recorder of each county which
- 14 contains a portion of any city or territory involved, copies of
- 15 the proceedings including the petition, any agreements between
- 16 the cities, the order of the board approving the petition,
- 17 proofs of service and publication of required notices, and any
- 18 other material deemed by the board to be of primary importance
- 19 to the proceedings. The board shall also file with the state
- 20 department of transportation a copy of the map and legal land
- 21 description of each completed severance and annexation under
- 22 this section.
- 23 EXPLANATION
- 24 This bill allows a real property owner within the boundaries
- 25 of a city to file a petition for severance with the city
- 26 council if the petitioner's real property would be eligible
- 27 for annexation by a different city if severed and if such
- 28 annexation would not create an island. The bill allows
- 29 contiguous property owners to file a combined petition under
- 30 this section.
- 31 The bill requires the petition to be filed with both the city
- 32 from which severance is sought and the city to which annexation
- 33 is requested. If both cities approve the petition, the
- 34 petition is filed with the city development board. Approval
- 35 by either city council may be conditioned upon an agreement

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- 1 between the cities providing for, among other specified
- 2 provisions, the transition or sharing of property tax revenues
- 3 from the real property described in the petition for a period
- 4 not to exceed forty years.
- 5 Upon receiving a petition approved by both city councils,
- 6 the city development board must initiate proceedings to
- 7 sever and annex the owner's real property as requested in the
- 8 petition. The city development board is required to provide
- 9 notice to both cities of the proceedings and to hold a public
- 10 hearing.
- 11 The bill only allows the city development board to approve
- 12 the severance and annexation requested in the petition if
- 13 the board also approves the agreement between the cities, if
- 14 applicable. The bill also provides that the city development
- 15 board may only approve or deny the severance and annexation
- 16 of the territory described in the petition and that the order
- 17 is not subject to approval at an election. A severance and
- 18 annexation under the bill is complete when the city development
- 19 board files and records certain documents with the city
- 20 clerks, the county recorders, and the state department of
- 21 transportation.