Senate Study Bill 1273

SENATE FILE BY (PROPOSED COMMITTEE ON ENVIRONMENT AND ENERGY INDEPENDENCE BILL BY CHAIRPERSON BLACK)

Passed	Senate,	Date	Passed	House,	Date	
Vote:	Ayes	Nays	Vote:	Ayes	Nays	
	Aı	oproved				

A BILL FOR

1 An Act authorizing cities to establish storm water drainage 2 system utility districts for purposes of special assessments. 3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA: 4 TLSB 2084SC 83

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Section 1. Section 384.38, subsection 3, Code 2009, is 2 amended to read as follows: 3. A city may establish, by ordinance or by resolution 4 adopted as an ordinance after twenty days' notice published in 5 accordance with section 362.3, and a public hearing, one or 6 more districts and schedules of fees for the connection of 7 property to the city sewer <u>utility</u>, or water utility, or <u>storm</u> 8 water drainage system utility. If the governing body directs 9 that notice be made by mail, the notice shall be as required 1 10 in section 384.50. Each person whose property will be served 1 11 by connecting to the city sewer <u>utility</u>, or water utility, or 1 12 storm water drainage system utility shall pay a connection fee 1 13 to the city. The ordinance shall be certified by the city and 1 14 recorded in the office of the county recorder of the county in 1 15 which a district is located. The connection fees are due and 1 16 payable when a utility connection application is filed with 1 17 the city. A connection fee may include the equitable cost of 1 18 extending the utility to the properties, including reasonable 1 19 interest from the date of construction to the date of payment. 1 20 All fees collected under this subsection shall be paid to the 1 21 city treasurer. The moneys collected as fees shall only be 1 22 used for the purposes of operating the utility, or to pay debt 1 23 service on obligations issued to finance improvements or 1 24 extensions to the utility. 25

This subsection shall not apply when a city annexation plan 26 includes annexation of an area adjoining the city and a 1 27 petition has not been presented as provided in section 384.41 28 for a city sewer <u>utility</u>, or water utility, or storm water 29 drainage system utility connection. Until annexation takes 1 30 place, or the annexation plan is abandoned, the state mandate 1 31 contained in section 455B.172, subsections 3, 4, and 5, shall 32 not apply unless the individual property owner voluntarily 33 pays the connection fee and requests to be connected to the 34 city sewer utility, or water utility, or storm water drainage

35 system utility.

EXPLANATION

Current law provides cities the authority to establish, by 3 ordinance after notice and a public hearing, one or more 4 districts and schedules of fees for the connection of property 5 to the city sewer or water utility. Each person whose 6 property will be served by connecting to the city sewer or 7 water utility is required to pay a connection fee to the city 8 when the application for connection is filed. A connection 9 fee may include the equitable cost of extending the utility to 10 the properties, including reasonable interest from the date of

11 construction to the date of payment.
12 This bill authorizes cities to establish districts and 13 schedules of fees for the connection of property to storm 2 14 water drainage system utilities using the same procedure and 2 15 requirements that currently exist for city sewer and water 2 16 utility districts.

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