

Senate File 2018 - Introduced

SENATE FILE 2018

BY JOHNSON

A BILL FOR

1 An Act relating to Iowa's urban renewal law by establishing
2 restrictions on the use of divided revenues and including
3 effective date provisions.

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

1 Section 1. Section 403.5, subsection 2, paragraph b,
2 subparagraph (1), Code 2016, is amended to read as follows:
3 (1) Prior to its approval of an urban renewal plan ~~which~~
4 that provides for a division of revenue pursuant to section
5 403.19, the municipality shall mail the proposed plan by
6 regular mail to the affected taxing entities. The municipality
7 shall include with the proposed plan notification of a
8 consultation to be held between the municipality and affected
9 taxing entities prior to the public hearing on the urban
10 renewal plan. If the proposed urban renewal plan or proposed
11 urban renewal project within the urban renewal area, which
12 plan or project is approved prior to the effective date of
13 this Act, includes the use of ~~taxes~~ revenue resulting from a
14 division of ~~revenue~~ taxes under section 403.19, subsection 2,
15 for a public building, including but not limited to a police
16 station, fire station, administration building, swimming
17 pool, hospital, library, recreational building, city hall, or
18 other public building that is exempt from taxation, including
19 the grounds of, and the erection, equipment, remodeling,
20 maintenance, repair, or reconstruction of, and additions or
21 extensions to, such a building, the municipality shall include
22 with the proposed plan notification an analysis of alternative
23 development options and funding for the urban renewal area or
24 urban renewal project and the reasons such options would be
25 less feasible than the proposed urban renewal plan or proposed
26 urban renewal project. A copy of the analysis required in this
27 subparagraph shall be included with the urban renewal report
28 required under [section 331.403](#) or [384.22](#), as applicable, and
29 filed by December 1 following adoption of the urban renewal
30 plan or project. Urban renewal plans and urban renewal
31 projects approved on or after the effective date of this Act
32 shall not include the use of revenue resulting from a division
33 of taxes under section 403.19, subsection 2, for a public
34 building, including but not limited to a police station, fire
35 station, administration building, swimming pool, hospital,

1 library, recreational building, city hall, or other public
2 building that is exempt from taxation, including the grounds
3 of, and the erection, equipment, remodeling, maintenance,
4 repair, or reconstruction of, and additions or extensions to,
5 such a building.

6 Sec. 2. Section 403.12, subsection 1, paragraph f, Code
7 2016, is amended to read as follows:

8 *f. Cause* Subject to the limitation in section 403.5,
9 subsection 2, paragraph "b", subparagraph (1), cause public
10 buildings and public facilities, including parks, playgrounds,
11 and recreational, community, educational, water, sewer or
12 drainage facilities, or any other works which it is otherwise
13 empowered to undertake to be furnished;

14 Sec. 3. EFFECTIVE UPON ENACTMENT. This Act, being deemed of
15 immediate importance, takes effect upon enactment.

16 EXPLANATION

17 The inclusion of this explanation does not constitute agreement with
18 the explanation's substance by the members of the general assembly.

19 This bill relates to Iowa's urban renewal law by providing
20 that urban renewal plans and urban renewal projects approved on
21 or after the effective date of the bill shall not include the
22 use of revenue resulting from a division of taxes for a public
23 building that is exempt from taxation, including the grounds
24 of, and the erection, equipment, remodeling, maintenance,
25 repair, or reconstruction of, and additions or extensions to,
26 such a building. The bill also modifies provisions governing
27 the use of such revenues for public buildings for plans and
28 projects approved before the effective date of the bill to
29 include the maintenance and repair of such public buildings.

30 The bill takes effect upon enactment.