Senate Bill 735

Sponsored by Senator AVAKIAN; Representative TOMEI

SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure **as introduced**.

Adds additional public facilities and assets to list of capital improvements for which local government unit may assess and collect system development charges.

1 A BILL FOR AN ACT	
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2 Relating to system development charges; amending ORS 223.299.

3 Be It Enacted by the People of the State of Oregon:

- 4 **SECTION 1.** ORS 223.299 is amended to read:
- 5 223.299. As used in ORS 223.297 to 223.314:
- 6 (1)(a) "Capital improvement" means **public** facilities or assets used for the following:
- 7 (A) Water supply, treatment and distribution;
- 8 (B) Waste water collection, transmission, treatment and disposal;
- 9 (C) Drainage and flood control;
- 10 (D) Transportation; [or]
- 11 (E) Parks and recreation;
- 12 (F) Law enforcement;
- 13 (G) Fire prevention, protection, suppression and related services;
- 14 (H) Public library systems as defined in ORS 357.400; or
- 15 (I) Public schools providing educational services for all or part of prekindergarten

16 through grade 12.

17 (b) "Capital improvement" does not include costs of the operation or routine maintenance of 18 capital improvements.

(2) "Improvement fee" means a fee for costs associated with capital improvements to be con-structed.

(3) "Reimbursement fee" means a fee for costs associated with capital improvements already constructed, or under construction when the fee is established, for which the local government determines that capacity exists.

(4)(a) "System development charge" means a reimbursement fee, an improvement fee or a combination thereof assessed or collected at the time of increased usage of a capital improvement or issuance of a development permit, building permit or connection to the capital improvement. "System development charge" includes that portion of a sewer or water system connection charge that is greater than the amount necessary to reimburse the local government for its average cost of inspecting and installing connections with water and sewer facilities.

30 (b) "System development charge" does not include any fees assessed or collected as part of a 31 local improvement district or a charge in lieu of a local improvement district assessment, or the cost

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- 1 of complying with requirements or conditions imposed upon a land use decision, expedited land di-
- 2 vision or limited land use decision.

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