

HB 1225 -- Subdivision of Land by a Municipality

Sponsor: Johnson (47)

This bill requires a municipal council to accept from a developer either an escrow secured with cash, an escrow secured with an irrevocable letter of credit, or a surety bond in lieu of the completion of work on the installation of utility facilities in a subdivision. Under current law, the council may accept a surety bond for this work. The bill allows for the release of the escrow or bond by the city when the title of the subdivision property is transferred to a new developer. The new developer is responsible for the replacement escrow or bond.