

SCS HCS HB 1321 -- NEIGHBORHOOD IMPROVEMENT DISTRICTS

This bill prohibits the average maturity of bonds issued for neighborhood improvement districts after August 28, 2004, from exceeding 120% of the average economic life of the improvement for which the bonds are being issued. The bill also requires that any proposed improvement will include provisions for its maintenance.

In the event that any parcel of property within the district is divided into more than one parcel after the final costs of the improvement are apportioned, all remaining costs assessed to the original parcel will be recalculated and divided proportionally to each of the parcels. No parcel of property which has had its assessment paid in full can be reassessed or have its initial assessment changed. The governing body's election notice or the voter petition must state that the annual assessment for maintenance costs of the improvements must not exceed the estimated annual maintenance costs by more than 25%.