## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## **HOUSE BILL**

No. 1440 Session of 2015

INTRODUCED BY LAWRENCE, SEPTEMBER 14, 2016

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REFERRED TO COMMITTEE ON LOCAL GOVERNMENT, SEPTEMBER 14, 2016

## AN ACT

Amending the act of July 31, 1968 (P.L.805, No.247), entitled, as amended, "An act to empower cities of the second class A, 2 and third class, boroughs, incorporated towns, townships of 3 the first and second classes including those within a county 4 of the second class and counties of the second through eighth 5 classes, individually or jointly, to plan their development 6 and to govern the same by zoning, subdivision and land development ordinances, planned residential development and other ordinances, by official maps, by the reservation of 7 8 9 certain land for future public purpose and by the acquisition 10 11 of such land; to promote the conservation of energy through the use of planning practices and to promote the effective 12 utilization of renewable energy sources; providing for the 13 establishment of planning commissions, planning departments, 14 planning committees and zoning hearing boards, authorizing 15 them to charge fees, make inspections and hold public 16 hearings; providing for mediation; providing for transferable 17 development rights; providing for appropriations, appeals to 18 courts and penalties for violations; and repealing acts and 19 parts of acts," providing for educational impact fee and 20 21 assessment in certain school districts. 22 The General Assembly of the Commonwealth of Pennsylvania 23 hereby enacts as follows: 24 Section 1. The act of July 31, 1968 (P.L.805, No.247), known 25 as the Pennsylvania Municipalities Planning Code, reenacted and 26 amended December 21, 1988 (P.L.1329, No.170), is amended by 27 adding an article to read:

ARTICLE V-B

- 1 <u>Educational Impact Fee and Assessment</u>
- 2 <u>Section 501-B. Definitions.</u>
- 3 The following words and phrases when used in this article
- 4 shall have the meanings given to them in this section unless the
- 5 <u>context clearly indicates otherwise:</u>
- 6 <u>"Developer." Any person or legal entity undertaking</u>
- 7 <u>development</u>.
- 8 <u>"Educational impact assessment." A report required of all</u>
- 9 applicants for subdivision plan approvals and building permits
- 10 that includes an assessment of the impact the plan approval or
- 11 <u>building permit would have on the school district in which the</u>
- 12 <u>subdivision or building is located.</u>
- 13 <u>"Educational impact fee." A charge or fee imposed by a</u>
- 14 school district against new residential development in order to
- 15 <u>enable the school district to develop programs and facilities</u>
- 16 necessary to accommodate increased student enrollment.
- 17 "Governing body." The council in cities, boroughs and
- 18 incorporated towns, the board of commissioners in townships of
- 19 the first class, the board of supervisors in townships of the
- 20 second class, the board of commissioners in counties of the
- 21 second class through eighth class or as may be designated in the
- 22 <u>law providing for the form of government.</u>
- 23 "Older adult housing." Housing built to house individuals in
- 24 compliance with regulations promulgated by the Department of
- 25 Aging pertaining to older adult daily living centers under 6 Pa.
- 26 Code Ch. 11 (relating to older adult daily living centers).
- 27 "Open space uses." Uses that include, but are not limited
- 28 to, the following:
- 29 <u>(1) Parks.</u>
- 30 (2) Playgrounds.

- 1 (3) Golf courses.
- 2 <u>(4) Wildlife preserves.</u>
- 3 (5) Land used for drainage or flood control.
- 4 (6) Other recreation purposes permitted by the municipal
- 5 governing body.
- 6 (7) Land used for buffer zones between residential and
- 7 commercial or industrial uses.
- 8 "Residential dwelling." Dwelling units constructed for
- 9 single-family or multifamily occupation to be either leased or
- 10 owned.
- "School board." The board of directors of the school
- 12 district in which a subdivision is proposed or a building permit
- 13 <u>is being sought.</u>
- 14 <u>Section 502-B. Educational impact fee.</u>
- 15 (a) Authority to levy fee.--
- 16 (1) The board of directors of a school district may levy
- 17 <u>an educational impact fee on each subdivision plan and</u>
- 18 building permit issued for the construction of new
- 19 residential units located within its geographic boundaries in
- 20 accordance with this section. Prior to the adoption of an
- 21 educational impact fee, the school board shall give public
- 22 notice of its intention to adopt the fee and entertain public
- comments. The educational impact fees shall be collected by
- the school district.
- 25 (2) No subdivision plan approval or building permit may
- 26 be issued without the applicant providing proof that the
- 27 educational impact fee has been paid in full.
- 28 (b) Amount of fee for subdivision plans. -- The amount of the
- 29 educational impact fee levied on each proposed subdivision plan
- 30 shall be a fixed fee. The fee shall be \$2,500 and imposed upon

- 1 <u>each bedroom in excess of one for each separate proposed</u>
- 2 residential dwelling unit in the subdivision plan. The fee may
- 3 not exceed \$7,500 for each residential dwelling in a proposed
- 4 <u>subdivision plan.</u>
- 5 (c) Amount of fee for building permits. -- The amount of the
- 6 <u>educational impact fee levied on each building permit for new</u>
- 7 <u>residential construction shall be a fixed fee. The fee shall be</u>
- 8 \$2,500 and imposed upon each bedroom in excess of one for each
- 9 proposed residential dwelling for which the building permit is
- 10 issued.
- 11 (d) Exemptions and deductions from impact fee. --
- 12 (1) A school district shall waive the educational impact
- 13 <u>fee for building permits issued for the replacement of</u>
- 14 <u>existing dwelling units, even if the permits are</u>
- 15 nonconcurrent.
- 16 (2) A school district shall waive the educational impact
- fee for subdivision plans or building permits for residential
- dwellings built for older adult housing.
- 19 (3) A school district may provide a \$1,500 deduction for
- 20 each acre of land preserved within the proposed development
- 21 for open space uses by the community.
- 22 (4) A school district may provide a \$1,000 deduction
- 23 from the impact fee owed if the developer provides for a
- designated school bus loading area and an area for a school
- 25 bus turnaround if necessary.
- 26 (e) Deposit and restricted use of fee. -- The school district
- 27 shall deposit the educational impact fees collected into a
- 28 separate school account. The money in the account may only be
- 29 used for new construction for additional classrooms or
- 30 renovation of existing buildings to expand classrooms or

- 1 classroom space. The money in the account may not be used for
- 2 personnel costs.
- 3 Section 503-B. Educational impact assessment.
- 4 For a subdivision located in a school district that imposes
- 5 <u>an educational impact fee, the subdivision plan shall include an</u>
- 6 <u>educational impact assessment</u>, a copy of which must be filed
- 7 with the school district. No subdivision plan may be accepted
- 8 that does not include an educational impact assessment. The
- 9 <u>assessment must include the following information:</u>
- 10 (1) The name and location of the proposed subdivision.
- 11 (2) The number and type of dwelling units proposed for
- 12 <u>the subdivision, including the target population that will be</u>
- residing in the dwelling units.
- 14 (3) The approximate sales cost of each type of dwelling
- 15 unit.
- 16 (4) The primary access roads to the proposed
- 17 subdivision.
- 18 (5) The time frame for construction of the dwelling
- 19 units.
- 20 (6) An estimate of the number of school-age children who
- 21 can reasonably be expected to reside in the dwelling units
- 22 based on the demographic characteristics of similar housing
- located within the school district.
- 24 Section 504-B. School district facility expansion.
- 25 If a school district determines after reviewing an
- 26 educational impact assessment that it will be necessary to
- 27 <u>expand school facilities as a result of the impact of the</u>
- 28 proposed development, the school district may offer the
- 29 developer of the development the option to pay twice the impact
- 30 fee owed in return for the option of having naming rights for

- 1 any expansion required to be constructed.
- 2 Section 2. This act shall take effect in 90 days.