



SDE notes that impact fees should be reasonable and assessed only for improvements that are a direct consequence of new development.

### **FISCAL IMPLICATIONS**

School districts affected by increased development in their service areas should benefit from the availability of impact fee revenue.

### **ADMINISTRATIVE IMPLICATIONS**

SDE notes that it may need additional time to evaluate, approve and track the additional number of construction projects made available with funds generated by impact fees.

### **CONFLICT AND RELATIONSHIP**

House Bill 630 also amends the Development Fees Act to remove schools (but not libraries) from the list of projects that cannot be funded by impact fees. This bill goes further in that it specifically lists school buildings as an eligible capital improvement.

### **POSSIBLE QUESTIONS**

1. Will the use of impact fees for schools and libraries reduce the availability of impact fee revenue for other needed infrastructure?

LP/prr:yr