# CHAPTER 22 **IMPACT FEES** 22.02..... Establishment of Impact Fees 22.07.....Installment Payments 22.10......Periodic Review of Impact Fees

#### 22.01 **DEFINITIONS** 17 18 19 (1) The definitions set forth in Wis. Stat. §66.0617(1) and any amendments thereto, are hereby incorporated and made a part of this ordinance as if 20 21 fully set forth herein. In addition, in this chapter the following definition shall apply: 22 23 (a) RESIDENTIAL EQUIVALENT UNIT (REU) means a unit of 24 measure for impact fees equivalent to one residential dwelling unit. 25 For residential uses, the REU is the number of residential units 26 27 created by new land development. Non-residential uses, such as 28 commercial or industrial development, will be converted to REU 29 for the purpose of assessing an impact fee using generally accepted 30 and established standards. 31 22.02 ESTABLISHMENT OF IMPACT FEES. 32 33 (1) The following impact fees are established by the Town pursuant to Wis. Stat. 34 §66.0617: 35 36 (a) Facilities for other transportation impact fees in the amount of \$1298.70 per 37 REU as set forth in the Public Facilities Needs Assessment. 38 39 (b) These impact fees shall be imposed on any person seeking to construct or 40 create a land development within the Town, including land development on 41 vacant land, and land development on lots created before and after the 42 effective date of this ordinance. 43 44 22.03 STANDARDS FOR FEES. 45 46 47 (1) Impact Fees imposed under this section: 48 49 (a) Shall bear a rational relationship to the need for new, expanded, or improved public facilities that are required to serve land development. 50 51 52 (b) May not exceed the proportionate share of the capital costs that are required 53 to serve land development as compared to existing land uses of land within the Town of River Falls. 54 55 (c) Shall be based upon actual capital costs or reasonable estimates of capital 56 57 costs for new, expanded, or improved facilities. 58 (d) Shall be reduced to compensate for other capital costs imposed by the 59

Town of River Falls with respect to land development to provide or pay for

public facilities, including special assessments, special charges, land

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dedications, or fees in lieu of land dedication, under Wis. Stat. Chapter 236 or any other items of value.

(e) Shall be reduced to compensate for moneys received from the federal or state government specifically to provide or pay for the public facilities for which the impact fees are imposed.

(f) May not include amounts necessary to address existing deficiencies in public facilities.

## 22.04 TIME LIMIT FOR EXPENDITURES.

(1) In accordance with Wis. Stat. §66.0617(9)(a), the Town of River Falls shall specify that impact fees will be used within 7 years after they are collected to pay for capital costs for which they were imposed. The 10 year time limit for using impact fees may be extended pursuant to Wis. Stat. §66.0617(9)(b) for a period of up to 3 years if the Town Board adopts a resolution stating that due to extenuating circumstances or hardship in meeting the 10 year limit, it needs up to an additional 3 years to use the impact fees that were collected. The resolution shall specify the extenuating circumstances or hardship that led to the need to adopt a resolution under this paragraph.

(2) Impact fees held by the Town and not used within the time period shall be refunded to the current owner of property with respect to which the impact fees were imposed.

## 22.05 PAYMENT OF IMPACT FEES.

(1) In accordance with Wis. Stat. §66.0617(6)(g), all required impact fees shall be payable by the developer or the property owner to the Town of River Falls in full within 14 days of the issuance of a building permit.

## 22.06 ADMINISTRATION OF IMPACT FEES.

(1) Revenues collected by the Town as impact fees shall be placed by the Town Treasurer in a separate segregated, interest-bearing account and shall be accounted for separately from the other funds of the Town of River Falls. Impact fee revenues and interest earned on impact fee revenues may be expended by the Town only for capital costs for which the impact fees were imposed. These costs may include the cost of debt service on bonds or similar instruments when the debt has been incurred for the purpose of proceeding with designated public facilities projects prior to the collection of all anticipated impact fees for that project, to reimburse the Town for advances of other funds or reserves, and such other uses consistent with Wis. Stat. §66.0617, which are recorded by the Town Board.

#### 22.07 INSTALLMENT PAYMENTS. (1) The Town Board may, in its sole discretion, authorize by resolution the payment of impact fees in installment payments. If installment payments are authorized, interest shall be paid on the installment payments at the same rate then charged by the Town on installment payments for special assessments. **22.08 APPEALS.** No appeal may be commenced pursuant to this section if any applicable impact fee or installment payment is delinquent. No impact fee payment obligation shall be suspended during pendency of any appeal filed pursuant to this section. Pursuant to Wis. Stat. §66.0617(10), the only issues which can be raised upon an impact fee appeal are the following: (a) The amount of the impact fee imposed by the Town and paid by the developer or property owner; (b) The method of collection of the impact fee; (c) The purpose for which the Town expends the impact fee funds. (3) Appeals must be brought within 30 days or the earlier of: (a) The due date for payment of the applicable impact fee; or (b) The due date of the first installment payment. (4) The Town Board shall from time to time establish by resolution the filing fee required to be paid at the time of filing of the appeal. A copy of the current filing fees can be obtained from the Town Clerk. The notice of appeal shall be filed with the Town Clerk.

(5) Following the filing of the notice of appeal, the Town Clerk shall compile a record of the ordinance imposing the contested impact fee and a record of the management and expenditures of the impact fees. The Town Clerk shall transmit these documents to the Town Board. The Town Clerk shall also compile a report for each appeal in which the appellant is seeking a total or partial refund of the impact fee paid. This report shall specify the fiscal impact of a successful appeal on the Town of River Falls. The fiscal impact report shall estimate whether it will be necessary for the Town to adjust impact fees or amend existing ordinances if there is a successful appeal.

(6) The Town Board shall hold a public hearing on the appeal, preceded by a Class 1 notice, providing fair opportunity for the appellant to be heard. The burden

shall be on the appellant to establish illegality or impropriety of the impact fee at issue. Following the close of the public hearing, the Town Board shall deliberate upon the matter and shall conduct any studies and inquiries it deems appropriate to decide the appeal.

(7) If the Town Board determines that the appeal has merit, it shall determine appropriate remedies. These may include reallocation of the proceeds of the challenged impact fee to accomplish the purposes for which the fee was collected; refunding the impact fee in full or in part, along with interest collected by the Town thereon; granting the appellant the opportunity to make the impact fee payment in installments; or such other remedies as it deems appropriate in a particular case.

## 22.09 REDUCTION IN IMPACT FEE.

(1) The Town Board may, at its sole discretion, agree to reduce the amount of the impact fee imposed on a specific land development that provides state or federal funded low or moderate income housing within the Town. Pursuant to Wis. Stat. §66.0617(6), no amount of an impact fee for which a reduction is provided under the subsection may be shifted to any other development in the land development in which the low-cost housing is located or to any other land development in the Town of River Falls.

## 22.10 PERIODIC REVIEW OF IMPACT FEES.

 (1) The Town Board may periodically review the impact fees established herein and modify them, if necessary, to account for changing facility needs, inflation, revised cost estimated capital improvements, changes in other funding sources applicable to public facility projects and other relevant factors and in accordance with the standards for impact fees set forth in Wis. Stat. §66.0617.