

HOUSE RESEARCH

Bill Summary

FILE NUMBER: H.F. 3477

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Authors: Hosch and others

Subject: Timelines for municipal action on release of letters of credit

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Permits a municipality (city or town) to require an applicant seeking approval for subdivision development to establish an escrow account or provide other financial security to reimburse the municipality for direct costs related to review and approval of projects. Requires the charge to be equal to the value of the professional services. Establishes deadlines by which a municipality must release and return to an applicant the financial securities provided, once conditions have been met. Provides for interest to be paid if return is not within the timeline. Requires notice if conditions have not been met. Permits a municipality to require a maintenance bond from any subcontractor that has not completed the requirements.