General Assembly

Senate

File No. 48

January Session, 2025

Senate Bill No. 1277

Senate, March 6, 2025

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The Committee on Veterans' and Military Affairs reported through SEN. HONIG of the 8th Dist., Chairperson of the Committee on the part of the Senate, that the bill ought to pass.

AN ACT CONCERNING AFFORDABLE HOUSING FOR CERTAIN DISABLED OR ELDERLY VETERANS.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- Section 1. Subsection (l) of section 8-30g of the general statutes is repealed and the following is substituted in lieu thereof (*Effective October* 1, 2025):
 - (l) (1) Except as provided in subdivision (2) of this subsection, the affordable housing appeals procedure established under this section shall not be applicable to an affordable housing application filed with a commission during a moratorium, which shall commence after (A) a certification of affordable housing project completion issued by the commissioner is published in the Connecticut Law Journal, or (B) notice of a provisional approval is published pursuant to subdivision (4) of this subsection. Any such moratorium shall be for a period of four years, except that for any municipality that has (i) twenty thousand or more dwelling units, as reported in the most recent United States decennial census, and (ii) previously qualified for a moratorium in accordance

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with this section, any subsequent moratorium shall be for a period of five years. Any moratorium that is in effect on October 1, 2002, is extended by one year.

- (2) Such moratorium shall not apply to (A) affordable housing applications for assisted housing in which ninety-five per cent of the dwelling units are restricted to persons and families whose income is less than or equal to sixty per cent of the median income, (B) other affordable housing applications for assisted housing containing forty or fewer dwelling units, or (C) affordable housing applications which were filed with a commission pursuant to this section prior to the date upon which the moratorium takes effect.
- (3) Eligible units completed before a moratorium has begun, but that were not counted toward establishing eligibility for such moratorium, may be counted toward establishing eligibility for a subsequent moratorium. Eligible units completed after a moratorium has begun may be counted toward establishing eligibility for a subsequent moratorium.
- (4) (A) The commissioner shall issue a certificate of affordable housing project completion for the purposes of this subsection upon finding that there has been completed within the municipality one or more affordable housing developments which create housing unit-equivalent points equal to (i) the greater of two per cent of all dwelling units in the municipality, as reported in the most recent United States decennial census, or seventy-five housing unit-equivalent points, or (ii) for any municipality that has (I) adopted an affordable housing plan in accordance with section 8-30j, (II) twenty thousand or more dwelling units, as reported in the most recent United States decennial census, and (III) previously qualified for a moratorium in accordance with this section, one and one-half per cent of all dwelling units in the municipality, as reported in the most recent United States decennial census.
 - (B) A municipality may apply for a certificate of affordable housing project completion pursuant to this subsection by applying in writing to

the commissioner, and including documentation showing that the municipality has accumulated the required number of points within the applicable time period. Such documentation shall include the location of each dwelling unit being counted, the number of points each dwelling unit has been assigned, and the reason, pursuant to this subsection, for assigning such points to such dwelling unit. Upon receipt of such application, the commissioner shall promptly cause a notice of the filing of the application to be published in the Connecticut Law Journal, stating that public comment on such application shall be accepted by the commissioner for a period of thirty days after the publication of such notice. Not later than ninety days after the receipt of such application, the commissioner shall either approve or reject such application. Such approval or rejection shall be accompanied by a written statement of the reasons for approval or rejection, pursuant to the provisions of this subsection. If the application is approved, the commissioner shall promptly cause a certificate of affordable housing project completion to be published in the Connecticut Law Journal. If the commissioner fails to either approve or reject the application within such ninety-day period, such application shall be deemed provisionally approved, and the municipality may cause notice of such provisional approval to be published in a conspicuous manner in a daily newspaper having general circulation in the municipality, in which case, such moratorium shall take effect upon such publication. The municipality shall send a copy of such notice to the commissioner. Such provisional approval shall remain in effect unless the commissioner subsequently acts upon and rejects the application, in which case the moratorium shall terminate upon notice to the municipality by the commissioner.

(5) For the purposes of this subsection, "elderly units" are dwelling units whose occupancy is restricted by age, "family units" are dwelling units whose occupancy is not restricted by age, [and] "resident-owned mobile manufactured home park" has the same meaning as provided in subsection (k) of this section, "disabled veteran units" are dwelling units whose occupancy is restricted to veterans who (A) have a disability rating from the United States Department of Veterans Affairs of at least thirty per cent, or (B) are at least sixty-five years old, and "veteran" has

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the same meaning as provided in section 27-103.

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(6) For the purposes of this subsection, housing unit-equivalent points shall be determined by the commissioner as follows: (A) No points shall be awarded for a unit unless its occupancy is restricted to persons and families whose income is equal to or less than eighty per cent of the median income, except that (i) unrestricted units in a setaside development shall be awarded one-quarter point each; and (ii) dwelling units in middle housing developed as of right pursuant to section 8-2s shall be awarded one-quarter point each. (B) Family units restricted to persons and families whose income is equal to or less than eighty per cent of the median income shall be awarded one point if an ownership unit and one and one-half points if a rental unit. (C) Family units restricted to persons and families whose income is equal to or less than sixty per cent of the median income shall be awarded one and onehalf points if an ownership unit and two points if a rental unit. (D) Family units restricted to persons and families whose income is equal to or less than forty per cent of the median income shall be awarded two points if an ownership unit and two and one-half points if a rental unit. (E) Elderly units restricted to persons and families whose income is equal to or less than eighty per cent of the median income shall be awarded one-half point. (F) A set-aside development containing family units which are rental units shall be awarded additional points equal to twenty-two per cent of the total points awarded to such development, provided the application for such development was filed with the commission prior to July 6, 1995. (G) A mobile manufactured home in a resident-owned mobile manufactured home park shall be awarded points as follows: One and one-half points when occupied by persons and families with an income equal to or less than eighty per cent of the median income; two points when occupied by persons and families with an income equal to or less than sixty per cent of the median income; and one-fourth point for the remaining units. (H) Disabled veteran units restricted to persons and families whose income is equal to or less than eighty per cent of the median income shall be awarded one and one-half points.

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(7) Points shall be awarded only for dwelling units which (A) were newly-constructed units in an affordable housing development, as that term was defined at the time of the affordable housing application, for which a certificate of occupancy was issued after July 1, 1990, (B) were newly subjected after July 1, 1990, to deeds containing covenants or restrictions which require that, for at least the duration required by subsection (a) of this section for set-aside developments on the date when such covenants or restrictions took effect, such dwelling units shall be sold or rented at, or below, prices which will preserve the units as affordable housing for persons or families whose income does not exceed eighty per cent of the median income, or (C) are located in a resident-owned mobile manufactured home park.

- (8) Points shall be subtracted, applying the formula in subdivision (6) of this subsection, for any affordable dwelling unit which, on or after July 1, 1990, was affected by any action taken by a municipality which caused such dwelling unit to cease being counted as an affordable dwelling unit.
- (9) A newly-constructed unit shall be counted toward a moratorium when it receives a certificate of occupancy. A newly-restricted unit shall be counted toward a moratorium when its deed restriction takes effect.
- (10) The affordable housing appeals procedure shall be applicable to affordable housing applications filed with a commission after a three-year moratorium expires, except (A) as otherwise provided in subsection (k) of this section, or (B) when sufficient unit-equivalent points have been created within the municipality during one moratorium to qualify for a subsequent moratorium.
- (11) The commissioner shall, within available appropriations, adopt regulations in accordance with chapter 54 to carry out the purposes of this subsection. Such regulations shall specify the procedure to be followed by a municipality to obtain a moratorium, and shall include the manner in which a municipality is to document the units to be counted toward a moratorium. A municipality may apply for a moratorium in accordance with the provisions of this subsection prior

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150 to, as well as after, such regulations are adopted.

This act shall take effect as follows and shall amend the following sections:

Section 1	October 1, 2025	8-30g(l)

VA Joint Favorable

The following Fiscal Impact Statement and Bill Analysis are prepared for the benefit of the members of the General Assembly, solely for purposes of information, summarization and explanation and do not represent the intent of the General Assembly or either chamber thereof for any purpose. In general, fiscal impacts are based upon a variety of informational sources, including the analyst's professional knowledge. Whenever applicable, agency data is consulted as part of the analysis, however final products do not necessarily reflect an assessment from any specific department.

OFA Fiscal Note

State Impact: None

Municipal Impact:

Municipalities	Effect	FY 26 \$	FY 27 \$
All Municipalities	Potential	See Below	See Below
	Savings		

Explanation

The bill awards points toward a moratorium for housing units designated for certain veterans. This results in a potential savings to municipalities beginning in FY 26 for legal costs to the extent that more municipalities are awarded a moratorium. ¹

The Out Years

The annualized ongoing fiscal impact identified above would continue into the future subject to inflation.

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¹ Several municipalities reported spending up to \$215,000 on legal costs, appeals, and litigation related to CGS 8-30g projects within the past two years.

OLR Bill Analysis SB 1277

AN ACT CONCERNING AFFORDABLE HOUSING FOR CERTAIN DISABLED OR ELDERLY VETERANS.

SUMMARY

This bill allows municipalities to receive 1.5 housing unit equivalent (HUE) points for disabled veteran units when calculating eligibility for a moratorium on the affordable housing land use appeals procedure. To qualify for these points, the unit must be restricted to:

- 1. occupancy by veterans who (a) have a disability rating from the U.S. Department of Veterans Affairs (U.S. DVA) of at least 30%, or (b) are at least 65 years old, and
- 2. income levels of up to 80% of the median income.

By law, municipalities are subject to the affordable housing land use appeals procedure (which generally places the burden of proof on the town to defend its decisions) if a developer proposes an affordable housing development and the municipality rejects it or approves it with certain restrictions. A municipality can be temporarily exempted from this procedure if it has the required level of affordable housing, based on a HUE point system outlined in state law.

EFFECTIVE DATE: October 1, 2025

BACKGROUND

Definition of Veteran

Under state law, a veteran is anyone who was honorably discharged, or released under honorable conditions, from active service in the United States armed forces. This also includes anyone who was released from active service with an other than honorable (OTH) discharge based

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on a "qualifying condition."

A qualifying condition is a (1) post-traumatic stress disorder or traumatic brain injury diagnosis by a licensed health care professional at a U.S. DVA facility; (2) military sexual trauma disclosed to such a health care professional; or (3) determination by the Qualifying Review Board that sexual orientation, gender identity, or gender expression was more likely than not the primary reason for the OTH discharge (CGS § 27-103).

Eligibility for a Moratorium

A municipality is eligible for a temporary suspension of the affordable housing land use appeals procedure (such as a moratorium) each time it shows it has added a certain amount of affordable housing units over the applicable period. Generally, newly built set-aside and assisted housing developments count toward the moratorium, as do units subjected to certain deed restrictions.

A moratorium typically lasts four years, except that municipalities with at least 20,000 dwelling units are eligible for moratoria lasting for five years if they are applying for a subsequent moratorium (for example, they previously qualified for a moratorium).

With one exception, a municipality is eligible for a moratorium each time it shows it has added affordable housing units, measured in HUE points, equaling the greater of 2% of the housing stock, as of the last decennial census, or 75 HUE points. Under the exception, the 2% threshold drops to 1.5% for municipalities that have at least 20,000 dwelling units, adopt an affordable housing plan, and apply for a second or subsequent moratorium.

Awarding HUE Points

By law, HUE points are awards as described in the table below.

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Table: HUE Point Values

Unit Time	Dage HHE Volue (new Hait)	
Unit Type	Base HUE Value (per Unit)	
Owned or rented market-rate unit in a "set-aside development"	0.25	
Owned or rented elderly unit restricted to households earning no more than 80% of the median income	0.50	
Owned family unit restricted to households	80% of median income: 1.00	
Owned family unit restricted to households earning no more than	60% of median income: 1.50	
Carring no more than	40% of median income: 2.00	
Deute d'Esselle au l'acceptant de la beaute de de	80% of median income: 1.50	
Rented family unit restricted to households earning no more than	60% of median income: 2.00	
earning no more than	40% of median income: 2.50	
Owned or rented homes in resident-owned mobile manufactured home parks occupied by households earning 80% or less of the median income	1.50	
Owned or rented homes in resident-owned mobile manufactured home parks occupied by households earning 60% or less of the median income	2.00	
Owned or rented homes in resident-owned mobile manufactured home parks not otherwise eligible for points	0.25	
Dwelling units in "middle housing" developed as of right	0.25	
Rental family units in a set-aside development, if the developer applied for local approval before July 6, 1995	Bonus equal to 22% of the total points awarded to the development	

COMMITTEE ACTION

Veterans' and Military Affairs Committee

Joint Favorable

Yea 20 Nay 0 (02/18/2025)

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