

General Assembly

Substitute Bill No. 7112

January Session, 2025

* H B 0 7 1 2 H S 0 3 1 0 2 5 +

AN ACT CONCERNING HOUSING AND HOMELESSNESS AND THE RENTAL ASSISTANCE PROGRAM.

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

1 Section 1. (Effective from passage) The majority leaders' roundtable 2 group on affordable housing, established pursuant to section 2-139 of 3 the general statutes, shall conduct a study concerning the feasibility and 4 potential benefits of establishing and funding an Affordable Housing 5 Real Estate Investment Trust for the purpose of acquiring housing units 6 for long-term retention as affordable housing through deed restrictions 7 in order to reduce the cost of deed-restricted affordable units in the state. 8 Not later than January 1, 2026, the roundtable group shall submit a 9 report, in accordance with the provisions of section 11-4a of the general 10 statutes, on its findings and any recommendations to the joint standing 11 committee of the General Assembly having cognizance of matters 12 relating to housing.

Sec. 2. (*Effective from passage*) (a) There is established a task force to conduct a study of the feasibility and potential benefits of providing a housing opportunity tax credit to landlords who offer housing to formerly incarcerated individuals that would be (1) applicable against any state income tax owed by a landlord, and (2) equal to twenty-five per cent of the rental income a landlord receives from any tenant who is a formerly incarcerated individual. The task force shall consider the 20 following in its study:

(A) The potential impact of such tax credit on the availability ofhousing for formerly incarcerated individuals;

(B) The potential financial benefits to landlords who provide housingto formerly incarcerated individuals;

(C) The potential impact of such tax credit on recidivism rates of
formerly incarcerated individuals and the potential financial benefits to
the state resulting from any such reduced recidivism rates;

(D) The potential administrative costs associated with implementingthe tax credit program; and

30 (E) The best practices for implementing a housing opportunity tax31 credit program.

32 (b) The task force shall consist of the following members:

(1) One appointed by the speaker of the House of Representatives,who is a formerly incarcerated individual;

35 (2) One appointed by the president pro tempore of the Senate, who is
36 a representative of a nonprofit entity that provides housing services;

37 (3) One appointed by the majority leader of the House of38 Representatives;

39 (4) One appointed by the majority leader of the Senate;

40 (5) One appointed by the minority leader of the House of41 Representatives, who is a landlord;

(6) One appointed by the minority leader of the Senate, who is a
representative of a nonprofit entity that provides services to formerly
incarcerated individuals;

45 (7) The Commissioner of Housing, or the commissioner's designee;

46 (8) The Commissioner of Revenue Services, or the commissioner's47 designee; and

48 (9) The Commissioner of Correction, or the commissioner's designee.

49 (c) Any member of the task force appointed under subdivision (1),
50 (2), (3), (4), (5) or (6) of subsection (b) of this section may be a member
51 of the General Assembly.

(d) All initial appointments to the task force shall be made not later
than thirty days after the effective date of this section. Any vacancy shall
be filled by the appointing authority.

(e) The speaker of the House of Representatives and the president pro
tempore of the Senate shall select the chairpersons of the task force from
among the members of the task force. Such chairpersons shall schedule
the first meeting of the task force, which shall be held not later than sixty
days after the effective date of this section.

(f) The administrative staff of the joint standing committee of the
General Assembly having cognizance of matters relating to housing
shall serve as administrative staff of the task force.

(g) Not later than January 1, 2026, the task force shall submit a report
on its findings and recommendations to the joint standing committee of
the General Assembly having cognizance of matters relating to housing,
in accordance with the provisions of section 11-4a of the general statutes.
The task force shall terminate on the date that it submits such report or
January 1, 2026, whichever is later.

69 Sec. 3. Section 7-246 of the general statutes is repealed and the 70 following is substituted in lieu thereof (*Effective October 1, 2025*):

(a) Any municipality may, by ordinance, designate its legislative
body, except where the legislative body is the town meeting, or any
existing board or commission, or create a new board or commission to
be designated, as the water pollution control authority for such
municipality. Any municipality located within the district of a regional

76 water authority or regional sewer district established under an act of the 77 General Assembly may designate such water authority or sewer district 78 as the water pollution control authority for such municipality, with all 79 of the powers set forth in this chapter for water pollution control 80 authorities, provided such water authority or sewer district agrees to 81 such designation. If a new board or commission is created, the 82 municipality shall, by ordinance, determine the number of members 83 thereof, their compensation, if any, whether such members shall be 84 elected or appointed, the method of their appointment, if appointed, 85 and removal and their terms of office, which shall be so arranged that 86 not more than one-half of such terms shall expire within any one year. 87 The water pollution control authority of the town within which there is 88 a city or borough shall not exercise any power within such city or 89 borough without the express consent of such city or borough, except 90 that such consent shall not be required for any action taken to comply 91 with a pollution abatement order issued by the Commissioner of Energy 92 and Environmental Protection.

93 (b) Each municipal water pollution control authority designated in 94 accordance with this section may prepare and periodically update a 95 water pollution control plan for the municipality. Such plan shall 96 designate and delineate the boundary of: (1) Areas served by any 97 municipal sewerage system; (2) areas where municipal sewerage 98 facilities are planned and the schedule of design and construction 99 anticipated or proposed; (3) areas where sewers are to be avoided; (4) 100 areas served by any community sewerage system not owned by a 101 municipality; (5) areas to be served by any proposed community 102 sewerage system not owned by a municipality; and (6) areas to be 103 designated as decentralized wastewater management districts. Such 104 plan may designate and delineate specific allocations of capacity to 105 serve areas that are able to be developed for residential or mixed-use 106 buildings containing four or more dwelling units. Such plan shall also 107 describe the means by which municipal programs are being carried out 108 to avoid community pollution problems and describe any programs 109 wherein the local director of health manages subsurface sewage

disposal systems. The authority shall file a copy of the plan and any periodic updates of such plan with the Commissioner of Energy and Environmental Protection and shall manage or ensure the effective supervision, management, control, operation and maintenance of any community sewerage system or decentralized wastewater management district not owned by a municipality.

116 (c) (1) In addition to the requirements of subsection (b) of this section, 117 any municipal water pollution control plan prepared by the water 118 pollution control authority of a municipality in which single-family homes constitute not less than fifty per cent of such municipality's 119 120 housing stock shall specify such municipality's plan for providing sewer 121 service to promote the development of housing opportunities consistent 122 with subdivisions (4) to (6), inclusive, of subsection (b) of section 8-2, 123 including such municipality's (A) existing and planned sewer service area or areas, (B) existing or planned lots that allow for use as 124 125 multifamily housing, and (C) allocations for specific daily sewage flow 126 rates that may provide infrastructure to support the development of multifamily housing. The water pollution control authority of any 127 128 municipality described in this subdivision shall post such municipal 129 water pollution control plan on the Internet web site of such municipality. 130

(2) Any water pollution control plan described in subdivision (1) of
 this subsection may be incorporated into such municipality's affordable
 housing plan adopted pursuant to section 8-30j or plan of conservation
 and development adopted pursuant to section 8-23.

135 (3) Each such water pollution control plan shall be submitted to the 136 Secretary of the Office of Policy and Management in addition to the 137 Commissioner of Energy and Environmental Protection. Any municipality with a water pollution control plan that creates a realistic 138 possibility, as determined by the Secretary of the Office of Policy and 139 Management, to provide sewer service to support the development of 140 141 housing in conformance with the provisions of subparagraphs (C), (H) 142 and (J) of subdivision (2) of subsection (b) of section 8-2 and

subdivisions (4) to (6), inclusive, of subsection (b) of section 8-2, shall be 143 144 eligible for funding from the sustainable and equitable infrastructure support program established pursuant to subsection (d) of this section. 145 146 The secretary shall post each water pollution control plan submitted 147 pursuant to this subdivision on the Internet web site of the Office of 148 Policy and Management. 149 (d) The Secretary of the Office of Policy and Management shall, within available appropriations, establish and administer the 150 sustainable and equitable infrastructure support program. Pursuant to 151 such program, the secretary shall provide grants to (1) any eligible 152 153 developer of an affordable housing development for costs relating to 154 sewerage system connection fees; (2) any eligible developer of an 155 affordable housing development for costs relating to any infrastructure 156 improvements to a municipal sewerage system necessary to support 157 such development; (3) any municipality determined to be eligible by the 158 secretary pursuant to subdivision (3) of subsection (c) of this section to 159 support sewer infrastructure development and expansion and technical assistance concerning municipal sewer expansion, including sewer 160 infrastructure improvement and expansion grant writing; and (4) any 161 162 municipality seeking to update such municipality's water pollution 163 control plan to conform with the requirements of subsection (c) of this 164 section, in the form of a one-time planning grant not exceeding thirty-165 five thousand dollars per municipality. Funds from the program shall 166 be awarded by the secretary, at the secretary's discretion, on a 167 competitive basis, with priority given to developers or municipalities based on (A) the cost efficiency of a proposed development, (B) for a 168 169 municipality, the percentage of a municipality's housing stock that will 170 be served by the municipality's water pollution control plan, and (C) for 171 a municipality, the extent to which such plan advances the purposes of 172 subparagraphs (C), (H) and (J) of subdivision (2) of subsection (b) of 173 section 8-2 and subdivisions (4) to (6), inclusive, of subsection (b) of 174 section 8-2.

[(c)] (e) Any municipal sewer authority in existence prior to October
1, 1978, shall be deemed to be the water pollution control authority of

such municipality unless the legislative body of the municipality, by
ordinance, determines otherwise, and such water pollution control
authority shall be deemed the successor to such sewer authority for all
of the purposes of this chapter. All acts of any such sewer authorities
from October 1, 1978, to June 1, 1979, are validated. The provisions of
this subsection shall not apply to any action pending in any court or any
right of appeal under this chapter existing on June 1, 1979.

Sec. 4. Subsection (d) of section 8-2 of the general statutes is repealed
and the following is substituted in lieu thereof (*Effective October 1, 2025*):

(d) Zoning regulations adopted pursuant to subsection (a) of thissection shall not:

(1) (A) Prohibit the operation in a residential zone of any family child
care home or group child care home located in a residence, or (B) require
any special zoning permit or special zoning exception for such
operation;

192 (2) (A) Prohibit the use of receptacles for the storage of items 193 designated for recycling in accordance with section 22a-241b or require 194 that such receptacles comply with provisions for bulk or lot area, or 195 similar provisions, except provisions for side yards, rear yards and front 196 yards; or (B) unreasonably restrict access to or the size of such 197 receptacles for businesses, given the nature of the business and the 198 volume of items designated for recycling in accordance with section 22a-199 241b, that such business produces in its normal course of business, 200 provided nothing in this section shall be construed to prohibit such 201 regulations from requiring the screening or buffering of such receptacles 202 for aesthetic reasons;

(3) Impose conditions and requirements on manufactured homes,
including mobile manufactured homes, having as their narrowest
dimension twenty-two feet or more and built in accordance with federal
manufactured home construction and safety standards or on lots
containing such manufactured homes, including mobile manufactured
home parks, if those conditions and requirements are substantially

209 different from conditions and requirements imposed on (A) single210 family dwellings; (B) lots containing single-family dwellings; or (C)
211 multifamily dwellings, lots containing multifamily dwellings, cluster
212 developments or planned unit developments;

213 (4) (A) Prohibit the continuance of any nonconforming use, building 214 or structure existing at the time of the adoption of such regulations; (B) 215 require a special permit or special exception for any such continuance; 216 (C) provide for the termination of any nonconforming use solely as a 217 result of nonuse for a specified period of time without regard to the 218 intent of the property owner to maintain that use; or (D) terminate or 219 deem abandoned a nonconforming use, building or structure unless the 220 property owner of such use, building or structure voluntarily 221 discontinues such use, building or structure and such discontinuance is 222 accompanied by an intent to not reestablish such use, building or 223 structure. The demolition or deconstruction of a nonconforming use, 224 building or structure shall not by itself be evidence of such property 225 owner's intent to not reestablish such use, building or structure;

(5) Prohibit the installation, in accordance with the provisions of
section 8-1bb, of temporary health care structures for use by mentally or
physically impaired persons if such structures comply with the
provisions of said section, unless the municipality opts out in
accordance with the provisions of subsection (j) of said section;

(6) Prohibit the operation in a residential zone of any cottage foodoperation, as defined in section 21a-62b;

(7) Establish for any dwelling unit a minimum floor area that is
greater than the minimum floor area set forth in the applicable building,
housing or other code;

(8) Place a fixed numerical or percentage cap on the number of
dwelling units that constitute multifamily housing over four units,
middle housing or mixed-use development that may be permitted in the
municipality;

(9) Require more than one parking space for each studio or onebedroom dwelling unit or more than two parking spaces for each
dwelling unit with two or more bedrooms, unless the municipality opts
out in accordance with the provisions of section 8-2p; [or]

244 (10) Be applied to deny any land use application, including for any 245 site plan approval, special permit, special exception or other zoning 246 approval, on the basis of (A) a district's character, unless such character 247 is expressly articulated in such regulations by clear and explicit physical 248 standards for site work and structures, or (B) the immutable 249 characteristics, source of income or income level of any applicant or end 250 user, other than age or disability whenever age-restricted or disability-251 restricted housing may be permitted; or

(11) Require a lot size of greater than one acre for the construction of
a residence.

Sec. 5. (NEW) (*Effective October 1, 2025*) (a) For the purposes of this section, "hostile architecture" means any building or structure that is designed or intended to prevent a person experiencing homelessness from sitting or lying in the building or on the structure at street level, provided "hostile architecture" does not include design elements intended to prevent individuals from skateboarding or rollerblading or to prevent vehicles from entering certain areas.

(b) No municipality shall install or construct hostile architecture in
any publicly accessible building or on any publicly accessible real
property owned by the municipality.

264 Sec. 6. (NEW) (Effective from passage) The Commissioners of Housing, 265 Mental Health and Addiction Services and Children and Families shall 266 annually collect data regarding youth and young adults eighteen to 267 twenty-four years of age, inclusive, who are lesbian, gay, bisexual, queer 268 or another sexual orientation or gender identity. Such data shall include, 269 but need not be limited to (1) the number of such youth and young 270 adults in the care of the Departments of Housing, Mental Health and 271 Addiction Services and Children and Families, (2) the age at which such

272 youth and young adults are exiting the services provided by such 273 departments, and (3) the destinations for such youth and young adults 274 after exiting such services. Not later than January 1, 2026, and annually 275 thereafter, the commissioners shall submit a report on such data, in 276 accordance with the provisions of section 11-4a of the general statutes, 277 to the joint standing committees of the General Assembly having 278 cognizance of matters relating to housing, public health, children and 279 human services.

280 Sec. 7. (Effective from passage) The majority leaders' roundtable group 281 on affordable housing, established pursuant to section 2-139 of the 282 general statutes, shall conduct a study concerning the feasibility and 283 potential benefits of providing funding to individuals who renovate 284 properties in areas with low appraisal values for the difference of the 285 cost of renovating such property and the price such property is sold for 286 when such difference results in a net loss for the individual. Not later 287 than January 1, 2026, the roundtable group shall submit a report, in 288 accordance with the provisions of section 11-4a of the general statutes, 289 on its findings and any recommendations to the joint standing 290 committee of the General Assembly having cognizance of matters 291 relating to housing.

292 Sec. 8. (Effective from passage) The majority leaders' roundtable group 293 on affordable housing, established pursuant to section 2-139 of the 294 general statutes, shall conduct a study concerning the feasibility and 295 potential benefits of establishing a (1) rental savings account program 296 that establishes rental savings accounts that are similar to health savings 297 accounts, and (2) tax credit for rent payments in order to assist tenants 298 in the state. Not later than January 1, 2026, the roundtable group shall 299 submit a report, in accordance with the provisions of section 11-4a of the 300 general statutes, on its findings and any recommendations to the joint 301 standing committee of the General Assembly having cognizance of 302 matters relating to housing.

303 Sec. 9. (*Effective from passage*) The majority leaders' roundtable group 304 on affordable housing, established pursuant to section 2-139 of the 305 general statutes, shall study the feasibility and potential benefits of 306 establishing extreme temperature protocols in order to protect persons 307 experiencing homelessness. Not later than January 1, 2026, the 308 roundtable group shall submit a report, in accordance with the 309 provisions of section 11-4a of the general statutes, on its findings and 310 any recommendations to the joint standing committee of the General 311 Assembly having cognizance of matters relating to housing.

Sec. 10. (*Effective July 1, 2025*) (a) For the purposes described in subsection (b) of this section, the State Bond Commission shall have the power from time to time to authorize the issuance of bonds of the state in one or more series and in principal amounts not exceeding in the aggregate _____ dollars.

317 (b) The proceeds of the sale of such bonds, to the extent of the amount 318 stated in subsection (a) of this section, shall be used by the Department 319 of Housing for a housing choice voucher homeownership program, the 320 purpose of which shall be to provide grants-in-aid to housing 321 authorities that have established and administer a housing choice 322 voucher homeownership program pursuant to 24 CFR 982.625 to 24 CFR 323 982.643, inclusive, or any housing authority that seeks to establish such 324 program.

325 (c) Any housing authority that administers a housing choice voucher 326 homeownership program may apply for a grant-in-aid pursuant to this 327 section to the Commissioner of Housing in a form and manner 328 prescribed by the commissioner, who may further prescribe additional 329 technical or procurement requirements as a condition of receiving any 330 such grant-in-aid.

(d) All provisions of section 3-20 of the general statutes, or the
exercise of any right or power granted thereby, that are not inconsistent
with the provisions of this section are hereby adopted and shall apply
to all bonds authorized by the State Bond Commission pursuant to this
section. Temporary notes in anticipation of the money to be derived
from the sale of any such bonds so authorized may be issued in

337 accordance with section 3-20 of the general statutes and from time to 338 time renewed. Such bonds shall mature at such time or times not 339 exceeding twenty years from their respective dates as may be provided 340 in or pursuant to the resolution or resolutions of the State Bond 341 Commission authorizing such bonds. None of such bonds shall be 342 authorized except upon a finding by the State Bond Commission that 343 there has been filed with it a request for such authorization that is signed 344 by or on behalf of the Secretary of the Office of Policy and Management 345 and states such terms and conditions as said commission, in its 346 discretion, may require. Such bonds issued pursuant to this section shall 347 be general obligations of the state and the full faith and credit of the state 348 of Connecticut are pledged for the payment of the principal of and 349 interest on such bonds as the same become due, and accordingly and as 350 part of the contract of the state with the holders of such bonds, 351 appropriation of all amounts necessary for punctual payment of such 352 principal and interest is hereby made, and the State Treasurer shall pay 353 such principal and interest as the same become due.

Sec. 11. Section 32-285a of the general statutes is repealed and the following is substituted in lieu thereof (*Effective July 1, 2025*):

(a) As used in this section:

(1) "Administrative costs" means the costs paid or incurred by the
administrator of the Community Investment Fund 2030 Board
established under subsection (b) of this section, including, but not
limited to, allocated staff costs and other out-of-pocket costs attributable
to the administration and operation of the board;

362 (2) "Administrator" means the Commissioner of Economic and363 Community Development, or the commissioner's designee;

364 (3) "Eligible project" means:

365 (A) A project proposed by a municipality, community development
366 corporation or nonprofit organization, for the purpose of promoting
367 economic or community development in the municipality or a

368 municipality served by such corporation or organization, such as 369 brownfield remediation, affordable housing, establishment of or 370 improvements to water and sewer infrastructure to support smaller scale economic development, pedestrian safety and traffic calming 371 372 improvements, establishment of or improvements to energy resiliency 373 or clean energy projects and land acquisition, capital projects to 374 construct, rehabilitate or renovate public facilities such as libraries and 375 senior centers and to facilitate or enhance home rehabilitation programs; 376 and

377 (B) Such project furthers consistent and systematic fair, just and 378 impartial treatment of all individuals, including individuals who belong 379 to underserved and marginalized communities that have been denied 380 such treatment, such as Black, Latino and indigenous and Native 381 American persons; Asian Americans and Pacific Islanders and other 382 persons of color; members of religious minorities; lesbian, gay, bisexual, 383 transgender and queer persons and other persons comprising the 384 LGBTQ+ community; persons who live in rural areas; and persons 385 otherwise adversely affected by persistent poverty or inequality; and

(4) "Municipality" means a municipality designated as a public
investment community pursuant to section 7-545 or as an alliance
district pursuant to section 10-262u.

(b) (1) There is established a Community Investment Fund 2030
Board, which shall be within the Department of Economic and
Community Development. The board shall consist of the following
members:

393 (A) The speaker of the House of Representatives and the president394 pro tempore of the Senate;

(B) The majority leader of the House of Representatives, the majority
leader of the Senate, the minority leader of the House of Representatives
and the minority leader of the Senate;

398 (C) One appointed by the speaker of the House of Representatives

and one appointed by the president pro tempore of the Senate, each of

400 whom shall be a member of the Black and Puerto Rican Caucus of the

401 General Assembly;

(D) The two chairpersons of the general bonding subcommittee of the
joint standing committee of the General Assembly having cognizance of
matters relating to finance, revenue and bonding;

405 (E) Two appointed by the Governor; and

(F) The Secretary of the Office of Policy and Management, the
Attorney General, the Treasurer, the Comptroller, the Secretary of the
State and the Commissioners of Economic and Community
Development, Administrative Services, Social Services and Housing, or
their designees.

411 (2) All initial appointments shall be made not later than sixty days 412 after June 30, 2021. The terms of the members appointed by the 413 Governor shall be coterminous with the term of the Governor or until 414 their successors are appointed, whichever is later. Any vacancy in 415 appointments shall be filled by the appointing authority. Any vacancy 416 occurring other than by expiration of term shall be filled for the balance 417 of the unexpired term.

418 (3) Notwithstanding any provision of the general statutes, it shall not 419 constitute a conflict of interest for a trustee, director, partner, officer, 420 stockholder, proprietor, counsel or employee of any person to serve as 421 a member of the board, provided such trustee, director, partner, officer, 422 stockholder, proprietor, counsel or employee abstains and absents 423 himself or herself from any deliberation, action and vote by the board in 424 specific respect to such person. The members appointed by the 425 Governor shall be deemed public officials and shall adhere to the code 426 of ethics for public officials set forth in chapter 10.

(4) The speaker of the House of Representatives and the president pro
tempore of the Senate shall serve as the chairpersons of the board and
shall schedule the first meeting of the board, which shall be held not

430 later than January 1, 2022. The board shall meet at least quarterly.

(5) Eleven members of the board shall constitute a quorum for thetransaction of any business.

(6) The members of the board shall serve without compensation, but
shall, within the limits of available funds, be reimbursed for expenses
necessarily incurred in the performance of their duties.

436 (7) The board shall have the following powers and duties: (A) To 437 review eligible projects to be recommended to the Governor under 438 subsection (c) of this section for approval; (B) to establish bylaws to 439 govern its procedures; (C) to review and provide comments to the 440 Department of Economic and Community Development on projects 441 funded through the state's Economic Action Plan as provided under 442 section 32-4p; and (D) to perform such other acts as may be necessary 443 and appropriate to carry out its duties described in this section.

(8) The administrator shall hire such employee or employees as maybe necessary to assist the board to carry out its duties described in thissection.

447 (c) (1) The Community Investment Fund 2030 Board shall establish 448 an application and review process with guidelines and terms for funds 449 provided from the bond proceeds under subsection (d) of this section 450 for eligible projects. Such funds shall be used for costs related to an 451 eligible project recommended by the board and approved by the 452 Governor pursuant to this subsection but shall not be used to pay or to 453 reimburse the administrator for administrative costs under this section. 454 The Department of Economic and Community Development shall pay 455 for administrative costs within available appropriations.

(2) The chairpersons of the board shall notify the chief elected official
of each municipality when the application and review process has been
established and shall publicize the availability of any funds available
under this section. Each such official or any community development
corporation or nonprofit organization may submit an application to the

board requesting funds for an eligible project. The board shall meet to
consider applications submitted and determine which, if any, the board
will recommend to the Governor for approval.

464 (3) (A) The board shall give priority to eligible projects (i) that are 465 proposed by a municipality that (I) has implemented local hiring 466 preferences pursuant to section 7-112, or (II) has or will leverage 467 municipal, private, philanthropic or federal funds for such project, (ii) 468 that have a project labor agreement or employ or will employ ex-469 offenders or individuals with physical, intellectual or developmental 470 disabilities, and (iii) on and after the date the ten-year plan developed 471 under section 32-7z is submitted to the General Assembly, that are 472 included in such plan. The board shall give additional priority to an 473 application submitted by a municipality that includes a letter of support 474 for the proposed eligible project from a member or members of the 475 General Assembly in whose district the eligible project is or will be 476 located.

(B) In evaluating applications for an eligible project described in
subparagraph (A)(ii) of subdivision (3) of subsection (a) of this section,
the board shall (i) consider the impact of the eligible project on job
creation or retention in the municipality, (ii) consider the impact of the
eligible project on blighted properties in the municipality, and (iii)
consider the overall impact of the eligible project on the community.

483 (4) (A) Whenever the board deems it necessary or desirable, the 484 chairpersons of the board shall submit to the Governor a list of the 485 board's recommendations of eligible projects to be funded from bond 486 proceeds under subsection (d) of this section. The board may 487 recommend state funding for eligible projects, provided the total cost of 488 such recommendations shall not exceed one hundred seventy-five 489 million dollars in any fiscal year. Such list shall include, at a minimum 490 for each eligible project described in subparagraph (A) of subdivision 491 (3) of subsection (a) of this section, a description of such project, the 492 municipality in which such project is located, the amount of funds 493 sought for such project, any cost estimates for such project, any

494 schematics or plans for such project, the total estimated project costs and495 the applicable fiscal year to which such disbursement will be attributed.

496 (B) The Governor shall review the eligible projects on the list and may 497 recommend changes to any eligible project on the list. The Governor 498 shall determine the most appropriate method of funding for each 499 eligible project and shall provide to the members of the board, in 500 writing, such determination for each eligible project on the list and the reasons therefor. The board may reconsider at a future meeting any 501 502 eligible project for which the Governor recommends a change. Each 503 eligible project for which the Governor recommends the allocation of 504 bond funds shall be considered at a State Bond Commission meeting not 505 later than two months after the date such eligible project was submitted 506 to the Governor pursuant to subparagraph (A) of this subdivision.

(5) Funds for an eligible project approved under this section may be
administered on behalf of the board by a state agency, as determined by
the Secretary of the Office of Policy and Management, provided a
memorandum of understanding between the administrator of the
Community Investment Fund 2030 Board and the state, acting by and
through the Secretary of the Office of Policy and Management, has been
entered into with respect to such funds and project.

514 (6) Not later than August 31, 2023, the board shall submit a report, in 515 accordance with the provisions of section 11-4a, to the General 516 Assembly, the Black and Puerto Rican caucus of the General Assembly, 517 the Auditors of Public Accounts and the Governor, for the preceding 518 fiscal year, that includes (A) a list of the eligible projects recommended 519 by the board and approved by the Governor pursuant to this section, (B) 520 the total amount of funds provided for such eligible projects, (C) for 521 each such eligible project, a description of the project and the amounts 522 and terms of the funds provided, (D) the status of the project and any 523 balance remaining of the allocated funds, and (E) any other information 524 the board deems relevant or necessary. The board shall submit such 525 report annually for each fiscal year in which the funds specified in 526 subparagraph (A) of subdivision (3) of this subsection are disbursed for

527 eligible projects.

(7) The Auditors of Public Accounts shall audit, on a biennial basis,
all eligible projects funded under this section and shall report their
findings to the Governor, the Secretary of the Office of Policy and
Management and the General Assembly.

532 (d) (1) The State Bond Commission may authorize the issuance of 533 bonds of the state, in accordance with the provisions of section 3-20, in 534 principal amounts not exceeding in the aggregate [eight hundred] one 535 billion seventy-five million dollars. The amount authorized for the 536 issuance and sale of such bonds in each of the following fiscal years shall 537 not exceed the following corresponding amount for each such fiscal 538 year, except that, to the extent the State Bond Commission does not 539 provide for the use of all or a portion of such amount in any such fiscal 540 year, such amount not provided for shall be carried forward and added 541 to the authorized amount for the next succeeding fiscal year, and 542 provided further, the costs of issuance and capitalized interest, if any, 543 may be added to the capped amount in each fiscal year, and each of the 544 authorized amounts shall be effective on July first of the fiscal year 545 indicated as follows:

| T1 | Fiscal Year Ending June 30, | Amount |
|----|-----------------------------|--|
| T2 | 2023 | \$175,000,000 |
| T3 | 2024 | 175,000,000 |
| T4 | 2025 | 175,000,000 |
| T5 | 2026 | [175,000,000] <u>275,000,000</u> |
| T6 | 2027 | [175,000,000] <u>275,000,000</u> |
| T7 | Total | [\$875,000,000] <u>\$1,075,000,000</u> |

(2) The proceeds of the sale of bonds set forth in this subsection shall
be used for the purpose of funding eligible projects for which the
Governor has determined under subsection (c) of this section that bond
funding is appropriate and that no other bond authorization is available,
<u>provided:</u>

551 (A) For the fiscal year ending June 30, 2026, one hundred million

dollars of such proceeds shall be used for affordable housing projects,
 fifty million of which shall be used for any such projects with project
 labor agreements; and

(B) For the fiscal year ending June 30, 2027, one hundred million
dollars of such proceeds shall be used for affordable housing projects,
fifty million of which shall be used for any such projects with project
labor agreements.

559 (e) (1) Upon the agreement of the Governor and the Community 560 Investment Fund 2030 Board, and subsequent to the adoption of a resolution by the General Assembly affirming the reauthorization of the 561 562 board and the program provided for under this section, the State Bond 563 Commission may authorize the issuance of bonds of the state, in 564 accordance with the provisions of section 3-20, in principal amounts not 565 exceeding in the aggregate one billion [two] five hundred fifty million 566 dollars. The amount authorized for the issuance and sale of such bonds 567 in each of the following fiscal years shall not exceed the following 568 corresponding amount for each such fiscal year, except that, to the 569 extent the State Bond Commission does not provide for the use of all or 570 a portion of such amount in any such fiscal year, such amount not 571 provided for shall be carried forward and added to the authorized 572 amount for the next succeeding fiscal year, and provided further, the 573 costs of issuance and capitalized interest, if any, may be added to the 574 capped amount in each fiscal year, and each of the authorized amounts 575 shall be effective on July first of the fiscal year indicated as follows:

| T8 | Fiscal Year Ending June 30, | Amount |
|-----|-----------------------------|--|
| Т9 | 2028 | [\$250,000,000] <u>\$350,000,000</u> |
| T10 | 2029 | [250,000,000] <u>350,000,000</u> |
| T11 | 2030 | [250,000,000] <u>350,000,000</u> |
| T12 | 2031 | 250,000,000 |
| T13 | 2032 | 250,000,000 |
| T14 | Total | [\$1,250,000,000] <u>\$1,550,000,000</u> |

576 (2) The proceeds of the sale of bonds set forth in this subsection shall 577 be used for the purpose of funding eligible projects for which the 578 Governor has determined under subsection (c) of this section that bond

- 579 funding is appropriate and that no other bond authorization is available,
- 580 <u>provided:</u>

(A) For the fiscal year ending June 30, 2028, one hundred million
dollars of such proceeds shall be used for affordable housing projects,
fifty million of which shall be used for any such projects with project
labor agreements;

585 (B) For the fiscal year ending June 30, 2029, one hundred million 586 dollars of such proceeds shall be used for affordable housing projects, 587 fifty million of which shall be used for any such projects with project 588 labor agreements; and

589 (C) For the fiscal year ending June 30, 2030, one hundred million 590 dollars of such proceeds shall be used for affordable housing projects, 591 fifty million of which shall be used for any such projects with project 592 labor agreements.

593 (f) All provisions of section 3-20, or the exercise of any right or power 594 granted thereby, that are not inconsistent with the provisions of this 595 section are hereby adopted and shall apply to all bonds authorized by 596 the State Bond Commission pursuant to this section. Temporary notes 597 in anticipation of the money to be derived from the sale of any such 598 bonds so authorized may be issued in accordance with said section, and 599 from time to time renewed. All bonds issued pursuant to this section 600 shall be general obligations of the state and the full faith and credit of 601 the state of Connecticut are pledged for the payment of the principal of 602 and interest on said bonds as the same become due, and accordingly 603 and as part of the contract of the state with the holders of said bonds, 604 appropriation of all amounts necessary for punctual payment of such 605 principal and interest is hereby made, and the Treasurer shall pay such 606 principal and interest as the same become due.

Sec. 12. (NEW) (*Effective July 1, 2025*) (a) The Connecticut Housing
Finance Authority shall, within available bond authorizations, develop
and administer a middle housing development grant pilot program to

support public housing authorities in expanding the availability of
middle housing. The Connecticut Housing Finance Authority shall
develop and issue a request for proposals from public housing
authorities.

(b) The Connecticut Housing Finance Authority may award grants
under the middle housing development grant pilot program to public
housing authorities to provide assistance for predevelopment,
construction or rehabilitation of middle housing developments or to
provide assistance for a land or building acquisition for the purposes of
developing middle housing developments.

620 Sec. 13. (*Effective July 1, 2025*) (a) For the purposes described in 621 subsection (b) of this section, the State Bond Commission shall have the 622 power from time to time to authorize the issuance of bonds of the state 623 in one or more series and in principal amounts not exceeding in the 624 aggregate fifty million dollars.

(b) The proceeds of the sale of such bonds, to the extent of the amount
stated in subsection (a) of this section, shall be used by the Department
of Housing for the Connecticut Housing Finance Authority to
administer the middle housing development grant pilot program
established pursuant to section 12 of this act.

630 (c) All provisions of section 3-20 of the general statutes, or the exercise 631 of any right or power granted thereby, that are not inconsistent with the 632 provisions of this section are hereby adopted and shall apply to all 633 bonds authorized by the State Bond Commission pursuant to this 634 section. Temporary notes in anticipation of the money to be derived 635 from the sale of any such bonds so authorized may be issued in 636 accordance with section 3-20 of the general statutes and from time to 637 time renewed. Such bonds shall mature at such time or times not 638 exceeding twenty years from their respective dates as may be provided 639 in or pursuant to the resolution or resolutions of the State Bond 640 Commission authorizing such bonds. None of such bonds shall be 641 authorized except upon a finding by the State Bond Commission that

642 there has been filed with it a request for such authorization that is signed 643 by or on behalf of the Secretary of the Office of Policy and Management 644 and states such terms and conditions as said commission, in its 645 discretion, may require. Such bonds issued pursuant to this section shall 646 be general obligations of the state and the full faith and credit of the state 647 of Connecticut are pledged for the payment of the principal of and 648 interest on such bonds as the same become due, and accordingly and as 649 part of the contract of the state with the holders of such bonds, 650 appropriation of all amounts necessary for punctual payment of such 651 principal and interest is hereby made, and the State Treasurer shall pay 652 such principal and interest as the same become due.

653 Sec. 14. (Effective from passage) The Commissioner of Social Services 654 shall, within available appropriations, develop and administer a pilot 655 program to provide portable showers and laundry facilities to persons 656 experiencing homelessness. Such program shall be implemented in not 657 fewer than three municipalities and shall provide not fewer than three 658 portable shower trailers and not fewer than three traveling laundry 659 trucks. The commissioner may contract with one or more nonprofit organizations to administer the program. Not later than January 1, 2027, 660 661 the commissioner shall submit a report on the pilot program, in 662 accordance with the provisions of section 11-4a of the general statutes, 663 to the joint standing committee of the General Assembly having 664 cognizance of matters relating to housing. The pilot program shall 665 terminate on January 1, 2027.

666 Sec. 15. (NEW) (*Effective July 1, 2025*) (a) As used in this section:

667 (1) "Commissioner" means the Commissioner of Housing;

(2) "Direct rental assistance" means direct cash assistance transferred
to a recipient for the purposes of securing or maintaining housing,
including, but not limited to, assistance provided under any stateadministered pilot program that evaluates alternatives to traditional
housing or financial aid programs; and

673 (3) "Recipient" means an individual or household determined to be

eligible for participation in the pilot program established in subsection(b) of this section.

676 (b) The commissioner shall, within available appropriations, 677 establish a pilot program to provide recipients who are eligible for a 678 state rental assistance program certificate and are currently on the 679 federal Housing Choice Voucher Program, 42 USC 1497f(o) waiting list 680 with direct rental assistance in lieu of a housing choice voucher. Such 681 rental assistance shall not exceed the maximum rent levels established 682 by the commissioner pursuant to section 8-345 of the general statutes. 683 The pilot program shall serve no more than one hundred fifty qualifying 684 recipients. The commissioner, in consultation with the Commissioner of 685 Social Services, shall ensure the funds received by recipients of direct 686 rental assistance under the pilot program do not affect such recipients' 687 eligibility for other state-administered assistance programs. The 688 commissioner may contract with a third-party vendor to provide direct 689 rental assistance and gather any necessary data needed for 690 implementation of the program. The commissioner may apply for and 691 accept funds, including, but not limited to, grants, donations and any 692 other source of funding, from public or private entities, including 693 federal funding sources, in order implement to provisions of this 694 section. Any funds received pursuant to this section and any 695 appropriations pertaining to the pilot program shall be used solely for 696 the purposes set forth in this section.

697 (c) The commissioner shall implement policies and procedures 698 necessary to administer the provisions of this section, provided the 699 commissioner holds a public hearing prior to implementing the policies 700 and procedures and posts notice of intent to adopt regulations on the 701 department's Internet web site and the eRegulations System not later 702 than twenty days after the date of implementation. Such policies and 703 procedures shall include, but need not be limited to, criteria for the 704 issuance of direct rental assistance, guidance for public housing 705 authorities, necessary data sharing agreements and any other provisions 706 necessary to support the implementation of the program established in 707 subsection (b) of this section.

(d) Any data collected from a recipient pursuant to policies and
procedures adopted pursuant to subsection (c) of this section shall be
confidential and exempt from disclosure under the Freedom of
Information Act, except to the extent such information is included on an
aggregated basis in the report required by subsection (e) of this section.

713 (e) The commissioner shall submit a report on the pilot program, in 714 accordance with the provisions of section 11-4a of the general statutes, 715 to the joint standing committee of the General Assembly having 716 cognizance of matters relating to housing not later than July 1, 2028. 717 Such report shall include, but need not be limited to: (1) An analysis of 718 the number of recipients served by the pilot program disaggregated by 719 demographics, including household size, income level and housing 720 insecurity status, (2) the impact of the pilot program on recipients, 721 including any changes in housing stability, household income and 722 access to employment or educational opportunities, (3) a cost-effective 723 analysis comparing the pilot program to the federal Housing Choice 724 Voucher Program, 42 USC 1497f(o), and the state rental assistance 725 program, (4) any feedback from recipients and landlords participating 726 in the pilot program, and (5) any recommendations for the continuation, 727 expansion or modification of the pilot program.

(f) The pilot program shall terminate on July 1, 2029. At the
conclusion of the pilot program, any recipient of direct rental assistance
under the pilot program who is still in need of housing assistance shall
either be (1) provided a rental assistance program certificate, if available,
or (2) placed back on the federal Housing Choice Voucher Program, 42
USC 1497f(o) waiting list.

(g) On and after July 1, 2029, cash, notes, receivables and all other
assets, liabilities, appropriations, authorizations, allocations and
attributers then pertaining to the pilot program shall be transferred to
the rental assistance program established pursuant to section 8-345 of
the general statutes.

Sec. 16. (*Effective July 1, 2025*) The sum of _____ dollars is appropriated

to the Department of Social Services from the General Fund, for the
fiscal year ending June 30, 2026, for purposes of the pilot program
established pursuant to section 14 of this act.

Sec. 17. (*Effective July 1, 2025*) The sum of _____ dollars is appropriated
to the Department of Housing from the General Fund, for the fiscal year
ending June 30, 2026, to provide a grant-in-aid to Habitat for Humanity
for the purpose of constructing affordable housing in the state.

Sec. 18. (*Effective July 1, 2025*) The sum of two million two hundred thirty thousand dollars is appropriated to the Department of Housing from the General Fund, for the fiscal year ending June 30, 2026, for purposes of the direct rental assistance pilot program established pursuant to section 15 of this act.

Sec. 19. (*Effective July 1, 2025*) The sum of _____ dollars is appropriated to the Department of Social Services from the General Fund, for the fiscal year ending June 30, 2026, to provide grants-in-aid to local food pantries for the purpose of matching funds provided to such food pantries by municipalities.

| This act shall take effect as follows and shall amend the following | | | | | |
|---|-----------------|-------------|--|--|--|
| sections: | | | | | |
| Castian 1 | Curry managed | NT | | | |
| Section 1 | from passage | New section | | | |
| Sec. 2 | from passage | New section | | | |
| Sec. 3 | October 1, 2025 | 7-246 | | | |
| Sec. 4 | October 1, 2025 | 8-2(d) | | | |
| Sec. 5 | October 1, 2025 | New section | | | |
| Sec. 6 | from passage | New section | | | |
| Sec. 7 | from passage | New section | | | |
| Sec. 8 | from passage | New section | | | |
| Sec. 9 | from passage | New section | | | |
| Sec. 10 | July 1, 2025 | New section | | | |
| Sec. 11 | July 1, 2025 | 32-285a | | | |
| Sec. 12 | July 1, 2025 | New section | | | |
| Sec. 13 | July 1, 2025 | New section | | | |
| Sec. 14 | from passage | New section | | | |
| Sec. 15 | July 1, 2025 | New section | | | |

| Sec. 16 | July 1, 2025 | New section |
|---------|--------------|-------------|
| Sec. 17 | July 1, 2025 | New section |
| Sec. 18 | July 1, 2025 | New section |
| Sec. 19 | July 1, 2025 | New section |

Statement of Legislative Commissioners:

Section 3(c)(1) was rewritten for clarity, in Section 3(c)(3) "<u>in addition to</u> the Commissioner of Energy and Environmental Protection" was added for consistency and in Section 15(b), "by the commissioner" was added for clarity.

HSG Joint Favorable Subst.