

## General Assembly

## Substitute Bill No. 7112

January Session, 2025



## 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.
- 13 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
- 15 housing opportunity tax credit to landlords who offer housing to
- 16 formerly incarcerated individuals that would be (1) applicable against
- 17 any state income tax owed by a landlord, and (2) equal to twenty-five
- 18 per cent of the rental income a landlord receives from any tenant who is
- 19 a formerly incarcerated individual. The task force shall consider the

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- 20 following in its study:
- 21 (A) The potential impact of such tax credit on the availability of
- 22 housing for formerly incarcerated individuals;
- 23 (B) The potential financial benefits to landlords who provide housing
- 24 to formerly incarcerated individuals;
- 25 (C) The potential impact of such tax credit on recidivism rates of
- 26 formerly incarcerated individuals and the potential financial benefits to
- 27 the state resulting from any such reduced recidivism rates;
- 28 (D) The potential administrative costs associated with implementing
- 29 the tax credit program; and
- 30 (E) The best practices for implementing a housing opportunity tax
- 31 credit program.
- 32 (b) The task force shall consist of the following members:
- 33 (1) One appointed by the speaker of the House of Representatives,
- 34 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 of
- 38 Representatives;
- 39 (4) One appointed by the majority leader of the Senate;
- 40 (5) One appointed by the minority leader of the House of
- 41 Representatives, who is a landlord;
- 42 (6) One appointed by the minority leader of the Senate, who is a
- 43 representative of a nonprofit entity that provides services to formerly
- 44 incarcerated individuals;
- 45 (7) The Commissioner of Housing, or the commissioner's designee;

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- 46 (8) The Commissioner of Revenue Services, or the commissioner's designee; and
- 48 (9) The Commissioner of Correction, or the commissioner's designee.
- (c) Any member of the task force appointed under subdivision (1), (2), (3), (4), (5) or (6) of subsection (b) of this section may be a member 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.

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- (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.
- 60 (f) The administrative staff of the joint standing committee of the 61 General Assembly having cognizance of matters relating to housing 62 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.
- Sec. 3. Section 7-246 of the general statutes is repealed and the 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

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

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

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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.

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

(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.

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

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- subdivisions (4) to (6), inclusive, of subsection (b) of section 8-2, shall be
- 144 eligible for funding from the sustainable and equitable infrastructure
- support program established pursuant to subsection (d) of this section.
- 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.

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- 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

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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*):
- 186 (d) Zoning regulations adopted pursuant to subsection (a) of this section 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;
  - (2) (A) Prohibit the use of receptacles for the storage of items designated for recycling in accordance with section 22a-241b or require that such receptacles comply with provisions for bulk or lot area, or similar provisions, except provisions for side yards, rear yards and front yards; or (B) unreasonably restrict access to or the size of such receptacles for businesses, given the nature of the business and the volume of items designated for recycling in accordance with section 22a-241b, that such business produces in its normal course of business, provided nothing in this section shall be construed to prohibit such regulations from requiring the screening or buffering of such receptacles 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

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

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- (4) (A) Prohibit the continuance of any nonconforming use, building or structure existing at the time of the adoption of such regulations; (B) require a special permit or special exception for any such continuance; (C) provide for the termination of any nonconforming use solely as a result of nonuse for a specified period of time without regard to the intent of the property owner to maintain that use; or (D) terminate or deem abandoned a nonconforming use, building or structure unless the property owner of such use, building or structure voluntarily discontinues such use, building or structure and such discontinuance is accompanied by an intent to not reestablish such use, building or structure. The demolition or deconstruction of a nonconforming use, building or structure shall not by itself be evidence of such property 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 food operation, as defined in section 21a-62b;
- 233 (7) Establish for any dwelling unit a minimum floor area that is 234 greater than the minimum floor area set forth in the applicable building, 235 housing or other code;
- 236 (8) Place a fixed numerical or percentage cap on the number of 237 dwelling units that constitute multifamily housing over four units, 238 middle housing or mixed-use development that may be permitted in the 239 municipality;

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(9) Require more than one parking space for each studio or one-bedroom 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]

- (10) Be applied to deny any land use application, including for any site plan approval, special permit, special exception or other zoning approval, on the basis of (A) a district's character, unless such character is expressly articulated in such regulations by clear and explicit physical standards for site work and structures, or (B) the immutable characteristics, source of income or income level of any applicant or end user, other than age or disability whenever age-restricted or disability-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.
  - Sec. 6. (NEW) (Effective from passage) The Commissioners of Housing, Mental Health and Addiction Services and Children and Families shall annually collect data regarding youth and young adults eighteen to twenty-four years of age, inclusive, who are lesbian, gay, bisexual, queer or another sexual orientation or gender identity. Such data shall include, but need not be limited to (1) the number of such youth and young adults in the care of the Departments of Housing, Mental Health and Addiction Services and Children and Families, (2) the age at which such

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

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

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

Sec. 9. (*Effective from passage*) The majority leaders' roundtable group on affordable housing, established pursuant to section 2-139 of the

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general statutes, shall study the feasibility and potential benefits of establishing extreme temperature protocols in order to protect persons experiencing homelessness. Not later than January 1, 2026, the roundtable group shall submit a report, in accordance with the provisions of section 11-4a of the general statutes, on its findings and any recommendations to the joint standing committee of the General 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.

- (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 a housing choice voucher homeownership program, the purpose of which shall be to provide grants-in-aid to housing authorities that have established and administer a housing choice voucher homeownership program pursuant to 24 CFR 982.625 to 24 CFR 982.643, inclusive, or any housing authority that seeks to establish such program.
- (c) Any housing authority that administers a housing choice voucher homeownership program may apply for a grant-in-aid pursuant to this section to the Commissioner of Housing in a form and manner prescribed by the commissioner, who may further prescribe additional technical or procurement requirements as a condition of receiving any 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

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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:

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- (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 and Community Development, or the commissioner's designee;
- 364 (3) "Eligible project" means:
  - (A) A project proposed by a municipality, community development corporation or nonprofit organization, for the purpose of promoting economic or community development in the municipality or a

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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

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- (B) Such project furthers consistent and systematic fair, just and impartial treatment of all individuals, including individuals who belong to underserved and marginalized communities that have been denied such treatment, such as Black, Latino and indigenous and Native American persons; Asian Americans and Pacific Islanders and other persons of color; members of religious minorities; lesbian, gay, bisexual, transgender and queer persons and other persons comprising the LGBTQ+ community; persons who live in rural areas; and persons otherwise adversely affected by persistent poverty or inequality; and
- 386 (4) "Municipality" means a municipality designated as a public 387 investment community pursuant to section 7-545 or as an alliance 388 district pursuant to section 10-262u.
- 389 (b) (1) There is established a Community Investment Fund 2030 390 Board, which shall be within the Department of Economic and 391 Community Development. The board shall consist of the following 392 members:
- 393 (A) The speaker of the House of Representatives and the president 394 pro tempore of the Senate;
- 395 (B) The majority leader of the House of Representatives, the majority 396 leader of the Senate, the minority leader of the House of Representatives 397 and the minority leader of the Senate;
- 398 (C) One appointed by the speaker of the House of Representatives

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- and one appointed by the president pro tempore of the Senate, each of whom shall be a member of the Black and Puerto Rican Caucus of the General Assembly;
- 402 (D) The two chairpersons of the general bonding subcommittee of the 403 joint standing committee of the General Assembly having cognizance of 404 matters relating to finance, revenue and bonding;
  - (E) Two appointed by the Governor; and

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- 406 (F) The Secretary of the Office of Policy and Management, the 407 Attorney General, the Treasurer, the Comptroller, the Secretary of the 408 State and the Commissioners of Economic and Community 409 Development, Administrative Services, Social Services and Housing, or 410 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.
  - (3) Notwithstanding any provision of the general statutes, it shall not constitute a conflict of interest for a trustee, director, partner, officer, stockholder, proprietor, counsel or employee of any person to serve as a member of the board, provided such trustee, director, partner, officer, stockholder, proprietor, counsel or employee abstains and absents himself or herself from any deliberation, action and vote by the board in specific respect to such person. The members appointed by the Governor shall be deemed public officials and shall adhere to the code 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

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

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- 431 (5) Eleven members of the board shall constitute a quorum for the 432 transaction of any business.
- 433 (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 may be necessary to assist the board to carry out its duties described in this section.
  - (c) (1) The Community Investment Fund 2030 Board shall establish an application and review process with guidelines and terms for funds provided from the bond proceeds under subsection (d) of this section for eligible projects. Such funds shall be used for costs related to an eligible project recommended by the board and approved by the Governor pursuant to this subsection but shall not be used to pay or to reimburse the administrator for administrative costs under this section. The Department of Economic and Community Development shall pay 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

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- (3) (A) The board shall give priority to eligible projects (i) that are proposed by a municipality that (I) has implemented local hiring preferences pursuant to section 7-112, or (II) has or will leverage municipal, private, philanthropic or federal funds for such project, (ii) that have a project labor agreement or employ or will employ exoffenders or individuals with physical, intellectual or developmental disabilities, and (iii) on and after the date the ten-year plan developed under section 32-7z is submitted to the General Assembly, that are included in such plan. The board shall give additional priority to an application submitted by a municipality that includes a letter of support for the proposed eligible project from a member or members of the General Assembly in whose district the eligible project is or will be 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.
- (4) (A) Whenever the board deems it necessary or desirable, the chairpersons of the board shall submit to the Governor a list of the board's recommendations of eligible projects to be funded from bond proceeds under subsection (d) of this section. The board may recommend state funding for eligible projects, provided the total cost of such recommendations shall not exceed one hundred seventy-five million dollars in any fiscal year. Such list shall include, at a minimum for each eligible project described in subparagraph (A) of subdivision (3) of subsection (a) of this section, a description of such project, the municipality in which such project is located, the amount of funds sought for such project, any cost estimates for such project, any

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

- (B) The Governor shall review the eligible projects on the list and may recommend changes to any eligible project on the list. The Governor shall determine the most appropriate method of funding for each eligible project and shall provide to the members of the board, in writing, such determination for each eligible project on the list and the reasons therefor. The board may reconsider at a future meeting any eligible project for which the Governor recommends a change. Each eligible project for which the Governor recommends the allocation of bond funds shall be considered at a State Bond Commission meeting not later than two months after the date such eligible project was submitted 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.
- (6) Not later than August 31, 2023, the board shall submit a report, in accordance with the provisions of section 11-4a, to the General Assembly, the Black and Puerto Rican caucus of the General Assembly, the Auditors of Public Accounts and the Governor, for the preceding fiscal year, that includes (A) a list of the eligible projects recommended by the board and approved by the Governor pursuant to this section, (B) the total amount of funds provided for such eligible projects, (C) for each such eligible project, a description of the project and the amounts and terms of the funds provided, (D) the status of the project and any balance remaining of the allocated funds, and (E) any other information the board deems relevant or necessary. The board shall submit such report annually for each fiscal year in which the funds specified in subparagraph (A) of subdivision (3) of this subsection are disbursed for

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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.
  - (d) (1) The State Bond Commission may authorize the issuance of bonds of the state, in accordance with the provisions of section 3-20, in principal amounts not exceeding in the aggregate [eight hundred] one billion seventy-five million dollars. The amount authorized for the issuance and sale of such bonds in each of the following fiscal years shall not exceed the following corresponding amount for each such fiscal year, except that, to the extent the State Bond Commission does not provide for the use of all or a portion of such amount in any such fiscal year, such amount not provided for shall be carried forward and added to the authorized amount for the next succeeding fiscal year, and provided further, the costs of issuance and capitalized interest, if any, may be added to the capped amount in each fiscal year, and each of the authorized amounts shall be effective on July first of the fiscal year 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] 275,000,000
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, provided:

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

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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

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

T8	Fiscal Year Ending June 30,	Amount
T9	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

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- Governor has determined under subsection (c) of this section that bond
- funding is appropriate and that no other bond authorization is available,
- 580 provided:
- 581 (A) For the fiscal year ending June 30, 2028, one hundred million
- dollars of such proceeds shall be used for affordable housing projects,
- 583 <u>fifty million of which shall be used for any such projects with project</u>
- labor agreements;
- (B) For the fiscal year ending June 30, 2029, one hundred million
- dollars of such proceeds shall be used for affordable housing projects,
- 587 <u>fifty million of which shall be used for any such projects with project</u>
- 588 <u>labor agreements; and</u>
- 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 <u>labor agreements</u>.
- (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
- section are hereby adopted and shall apply to all bonds authorized by
- 596 the State Bond Commission pursuant to this section. Temporary notes
- 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
- from time to time renewed. All bonds issued pursuant to this section
- shall be general obligations of the state and the full faith and credit of
- the state of Connecticut are pledged for the payment of the principal of
- and interest on said bonds as the same become due, and accordingly
- 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
- principal and interest as the same become due.
- Sec. 12. (NEW) (Effective July 1, 2025) (a) The Connecticut Housing
- 608 Finance Authority shall, within available bond authorizations, develop
- and administer a middle housing development grant pilot program to

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support public housing authorities in expanding the availability of 610 middle housing. The Connecticut Housing Finance Authority shall 612 develop and issue a request for proposals from public housing 613 authorities.

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- (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.
  - (c) 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 accordance with section 3-20 of the general statutes and from time to time renewed. Such bonds shall mature at such time or times not exceeding twenty years from their respective dates as may be provided in or pursuant to the resolution or resolutions of the State Bond Commission authorizing such bonds. None of such bonds shall be authorized except upon a finding by the State Bond Commission that

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

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

- Sec. 15. (NEW) (*Effective July 1, 2025*) (a) As used in this section:
- (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 state-administered pilot program that evaluates alternatives to traditional housing or financial aid programs; and
- 673 (3) "Recipient" means an individual or household determined to be

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

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- (b) The commissioner shall, within available appropriations, establish a pilot program to provide recipients who are eligible for a state rental assistance program certificate and are currently on the federal Housing Choice Voucher Program, 42 USC 1497f(o) waiting list with direct rental assistance in lieu of a housing choice voucher. Such rental assistance shall not exceed the maximum rent levels established by the commissioner pursuant to section 8-345 of the general statutes. The pilot program shall serve no more than one hundred fifty qualifying recipients. The commissioner, in consultation with the Commissioner of Social Services, shall ensure the funds received by recipients of direct rental assistance under the pilot program do not affect such recipients' eligibility for other state-administered assistance programs. The commissioner may contract with a third-party vendor to provide direct rental assistance and gather any necessary data needed for implementation of the program. The commissioner may apply for and accept funds, including, but not limited to, grants, donations and any other source of funding, from public or private entities, including federal funding sources, in order implement to provisions of this section. Any funds received pursuant to this section and any appropriations pertaining to the pilot program shall be used solely for the purposes set forth in this section.
- (c) The commissioner shall implement policies and procedures necessary to administer the provisions of this section, provided the commissioner holds a public hearing prior to implementing the policies and procedures and posts notice of intent to adopt regulations on the department's Internet web site and the eRegulations System not later than twenty days after the date of implementation. Such policies and procedures shall include, but need not be limited to, criteria for the issuance of direct rental assistance, guidance for public housing authorities, necessary data sharing agreements and any other provisions necessary to support the implementation of the program established in subsection (b) of this section.

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(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.

- (e) The commissioner shall submit a report on the pilot program, in accordance with the provisions of section 11-4a of the general statutes, to the joint standing committee of the General Assembly having cognizance of matters relating to housing not later than July 1, 2028. Such report shall include, but need not be limited to: (1) An analysis of the number of recipients served by the pilot program disaggregated by demographics, including household size, income level and housing insecurity status, (2) the impact of the pilot program on recipients, including any changes in housing stability, household income and access to employment or educational opportunities, (3) a cost-effective analysis comparing the pilot program to the federal Housing Choice Voucher Program, 42 USC 1497f(o), and the state rental assistance program, (4) any feedback from recipients and landlords participating in the pilot program, and (5) any recommendations for the continuation, 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.
- 739 Sec. 16. (Effective July 1, 2025) The sum of \_\_\_\_\_ dollars is appropriated

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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.

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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:				
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		

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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

**HSG** Joint Favorable Subst.

**FIN** Joint Favorable

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