

## General Assembly

## **Amendment**

January Session, 2025

LCO No. 9486



Offered by:

REP. DUBITSKY, 47th Dist.

To: House Bill No. 5002

File No. 222

Cal. No. 151

(As Amended)

## "AN ACT CONCERNING HOUSING AND THE NEEDS OF HOMELESS PERSONS."

- 1 Strike section 19 in its entirety and substitute the following in lieu
- 2 thereof:
- 3 "Sec. 19. (NEW) (Effective October 1, 2025) (a) As used in this section
- 4 and sections 20 and 21 of this act:
- 5 (1) "Discretionary infrastructure funding" has the same meaning as
- 6 provided in section 8-30j of the general statutes, as amended by this act;
- 7 (2) "Downtown area" means a central business district or other
- 8 commercial neighborhood area of a municipality that serves as a center
- 9 of socioeconomic interaction, characterized by a cohesive core of
- 10 commercial and mixed-use buildings, often interspersed with civic,
- 11 religious and residential buildings and public spaces, that are typically
- 12 arranged along a main street and intersecting side streets and served by

13 public infrastructure;

- 14 (3) "Middle housing development" means a residential building 15 containing not less than two dwelling units but not more than nine such 16 units, including, but not limited to, townhomes, duplexes, triplexes, 17 perfect sixes and cottage clusters;
- (4) "Perfect six" means a three-story residential building with a central
  entrance containing two dwelling units per story;
  - (5) "Qualifying bus transit community" means any municipality that contains not less than one regular bus service station operating not less than five days a week within a transit-oriented district adopted by such municipality, provided such transit-oriented district is of reasonable size, as determined by the secretary, or the secretary's designee, in accordance with the provisions of subsection (e) of this section, and either (A) includes land of such municipality located within a one-half-mile radius of any such station, or (B) is located within a reasonable distance, as determined by the secretary, or the secretary's designee, of any other transit service, a commercial corridor or the downtown area of such municipality;
  - (6) "Qualifying rapid transit community" means any municipality that contains not less than one rapid transit station or a planned rapid transit station, contained within a transit-oriented district adopted by such municipality, provided such transit-oriented district is of reasonable size, as determined by the secretary, or the secretary's designee, in accordance with subsection (e) of this section, and either (A) includes land of such municipality located within a one-half-mile radius of any such station, or (B) is located within a reasonable distance, as determined by the secretary, or the secretary's designee, of any other transit service, a commercial corridor or the downtown area of such municipality;
- 42 (7) "Qualifying transit-oriented community" means any municipality 43 that is a qualifying rapid transit community or qualifying bus transit

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- 45 (8) "Rapid transit station" means any public transportation station 46 serving any rail or rapid bus route;
- (9) "Regular bus service station" means any fixed location where a bus regularly stops, not less than once every sixty minutes during peak operating hours, for the loading or unloading of passengers along a defined route operating on a fixed schedule;
- 51 (10) "Secretary" means the Secretary of the Office of Policy and 52 Management, or the secretary's designee;
  - (11) "Transit-oriented district" means a collection of parcels of land in a municipality designated by such municipality and subject to zoning criteria designed to encourage increased density of development, including mixed-use development and a concentration of developments utilizing discretionary infrastructure funding; and
  - (12) "Zoning commission" means any zoning commission, a planning commission in a municipality that has adopted a planning commission but not a zoning commission or a combined planning and zoning commission.
  - (b) A qualifying transit-oriented community or municipality that has adopted a resolution pursuant to subsection (c) of this section shall be eligible for the receipt of discretionary infrastructure funding on a priority basis, provided such community meets the eligibility criteria for the discretionary infrastructure funding. Any funding provided on a priority basis pursuant to this section shall be used exclusively for the development, renovation, expansion, management or maintenance of improvements located in a transit-oriented district. To receive such funding on a priority basis, any such community or municipality shall submit an application for such funding to the secretary in a form developed by the secretary. The secretary shall make recommendations to the state agency responsible for administering or managing such funding and, if priority funding is permitted for such funding, such

agency may prioritize such community or municipality for the receipt of such funding over any municipality that is not a qualifying transit-oriented community or that has not adopted a resolution pursuant to subsection (c) of this section, based on the secretary's recommendations. Nothing in this subsection shall be construed to limit the use of funding received pursuant to this section if the use of such funding to develop, renovate, expand, manage or maintain improvements within a transit-oriented district also benefits real property located outside of a transit-oriented district.

- (c) A municipality that is not a qualifying transit-oriented community shall be eligible for discretionary infrastructure funding on a priority basis pursuant to this section if the legislative body of the municipality adopts a resolution stating that such municipality intends to enact zoning regulations that enable such municipality to become a qualifying transit-oriented community, provided such municipality meets the eligibility criteria for the discretionary infrastructure funding. Such municipality shall enact such zoning regulations not later than eighteen months after the adoption of such resolution. If such municipality does not enact such regulations within eighteen months after the adoption of such resolution, unless the secretary grants an extension to such municipality at the secretary's discretion, such municipality shall return any discretionary infrastructure funding provided to such municipality on a priority basis pursuant to this section and such municipality shall be ineligible for discretionary infrastructure funding on a priority basis until such municipality enacts zoning regulations that enable the municipality to become a qualifying transit-oriented community. Nothing in this section shall be construed to make a municipality that is not a qualifying transit-oriented community ineligible for discretionary infrastructure funding.
- (d) The zoning commission of the municipality shall consult with the inland wetlands agency of the municipality to establish the boundaries of any proposed transit-oriented district within the municipality. If any proposed activity in such proposed district may be a regulated activity,

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as defined in section 22a-38 of the general statutes, such commission shall collaborate with such agency to determine whether such proposed activity would constitute a regulated activity for which a permit is required.

- (e) In determining whether a transit-oriented district is of reasonable size, the secretary, or the secretary's designee, in consultation with the zoning commission of the municipality, shall (1) determine whether the area of such district is adequate to support greater density of development in an equitable manner, as determined by the secretary, or the secretary's designee, considering the geographic characteristics of the municipality; (2) consider municipal and regional housing needs; and (3) not require the inclusion of the following lands in any such district: (A) Special flood hazard areas designated on a flood insurance rate map published by the National Flood Insurance Program, (B) wetlands, as defined in section 22a-38 of the general statutes, (C) land designated for use as a public park, (D) land subject to conservation or preservation restrictions, as defined in section 47-42a of the general statutes, (E) coastal resources, as defined in section 22a-93 of the general statutes, (F) areas necessary for the protection of drinking water supplies, and (G) areas designated as likely to be inundated during a thirty-year flood event by the Marine Sciences Division of The University of Connecticut pursuant to the division's responsibilities to conduct sea level change scenarios pursuant to subsection (b) of section 25-680 of the general statutes. The zoning commission may consult with any other agency of the municipality to determine whether a transitoriented district is of reasonable size.
- (f) (1) A qualifying transit-oriented community shall allow the following developments as of right in any transit-oriented district: (A) Middle housing developments, if such development contains nine or fewer dwelling units; (B) developments that contain ten or more dwelling units where not less than thirty per cent of such units qualify as a set-aside development pursuant to section 8-30g of the general statutes, as amended by this act; and (C) developments on land owned

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by (i) the municipality in which such land is located, (ii) the state, (iii) the public housing authority of the municipality in which such district is located, (iv) any not-for-profit entity, and (v) any religious organization, as defined in section 49-31k of the general statutes, if such development is composed entirely of units that are subject to a deed restriction that requires, for not less than forty years after the initial occupation of the proposed development, that such units be sold or rented at, or below, a cost in rent or mortgage payments equivalent to not more than thirty per cent of the annual income of individuals and families earning sixty per cent of the median income of the state or the area median income as determined by the United States Department of Housing and Urban Development, whichever is less.

- (2) A qualifying transit-oriented community shall allow, as of right, the conversion of any residential development or commercial development into any development described in subdivision (1) of subsection (f) of this section on any lot located in a transit-oriented district.
- (3) Notwithstanding the provisions of this subsection, if a proposed development is required to have a public hearing by the inland wetlands agency of the municipality, such proposed development must receive such public hearing prior to such development's approval.
- (g) Each qualifying transit-oriented community shall require that any proposed development within any transit-oriented district that contains ten or more dwelling units that are not allowed as of right under subsection (f) of this section be subject to (1) a deed restriction that requires, for not less than forty years after the initial occupation of the proposed development, that a percentage of dwelling units, as set forth in subsection (h) of this section, be sold or rented at, or below, a cost in rent or mortgage payments equivalent to not more than thirty per cent of the annual income of individuals and families earning sixty per cent of the median income of the state or the area median income as determined by the United States Department of Housing and Urban Development, whichever is less; or (2) a contribution agreement

- pursuant to subsection (i) of this section.
- 175 (h) The percentage of deed-restricted dwelling units required
- pursuant to subdivision (1) of subsection (g) of this section shall be
- determined based upon sales market typologies as described in the most
- 178 recent Connecticut Housing Finance Authority Housing Needs
- 179 Assessment:
- 180 (1) Ten per cent for any municipality designated High
- 181 Opportunity/Heating Market;
- 182 (2) Ten per cent for any municipality designated High
- 183 Opportunity/Cooling Market; and
- 184 (3) Five per cent for any municipality designated Low
- 185 Opportunity/Heating Market.
- 186 (i) Any municipality that has adopted a transit-oriented district
- before October 1, 2025, shall be eligible for the receipt of discretionary
- infrastructure funding on a priority basis for developments in such
- district, regardless of whether such municipality is a qualifying transit-
- oriented community, provided such municipality meets the eligibility
- 191 criteria for the discretionary infrastructure funding. Nothing in this
- section shall be construed to (1) require that a municipality that has
- 193 adopted a transit-oriented district be determined to be a qualifying
- 194 transit-oriented community, or (2) authorize the secretary to deem a
- 195 municipality a qualifying transit-oriented community without the
- 196 approval of such municipality.
- 197 (j) Each qualifying transit-oriented community shall be eligible for
- 198 additional funding pursuant to any program administered by the
- 199 secretary if such community implements additional zoning criteria,
- 200 including, but not limited to, higher density development, greater
- 201 affordability of housing units than is required in subsection (h) of this
- 202 section, the development of public land or public housing, the
- 203 implementation of programs to encourage homeownership
- 204 opportunities within such community and any additional criteria

205 determined by the secretary.

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(k) (1) The secretary, in consultation with the interagency council on housing development established pursuant to section 21 of this act, shall develop guidelines concerning transit-oriented districts within qualifying transit-oriented communities, including, but not limited to, prioritizing mixed-use and mixed-income developments; increasing the availability of affordable housing; ensuring appropriate environmental considerations in the development of such districts, with an emphasis on the analysis of any potential impacts on environmental justice communities, as defined in section 22a-20a of the general statutes; increasing ridership of mass transit systems; increasing the feasibility of walking, biking and utilizing other means of mobility other than motor vehicle travel; reducing the need for motor vehicle travel; maximizing the availability of developable land; increasing the economic viability of development projects; reducing the length of time to approve applications for development; lot size; lot coverage; setback requirements; floor area ratio; height restrictions; and inclusionary zoning requirements. Such guidelines may include model ordinances, regulations or bylaws that may be adopted by a municipality pursuant to section 8-2 of the general statutes, as amended by this act. Except as provided in subdivision (2) of this subsection, regulations developed by a qualifying transit-oriented community concerning transit-oriented districts within such community shall substantially comply with the guidelines adopted by the secretary. The secretary, or the secretary's designee, may offer technical assistance to any qualifying transitoriented community concerning the adoption of such regulations.

(2) If a qualifying transit-oriented community seeks to adopt regulations concerning a transit-oriented district that do not substantially comply with the guidelines developed pursuant to subdivision (1) of this subsection, or subsection (f) or (g) of this section, such community shall seek an exemption by submitting an application, in a form and manner prescribed by the secretary, that specifies the reasons such community seeks to adopt regulations that do not

substantially comply with the guidelines developed by the secretary, or subsection (f) or (g) of this section, except no community may seek an exemption from the provisions of subsection (f) or (g) of this section unless the secretary determines such community is a qualifying transit-oriented community pursuant to subsection (i) of this section. Not later than sixty days after the receipt of any such application, the secretary shall approve or deny such exemption in writing. The secretary shall not unreasonably withhold approval for any such exemption.

- (3) If an application submitted pursuant to subdivision (2) of this subsection is denied by the secretary, the transit-oriented community that submitted such application may opt out of the provisions of this section and no longer qualify for discretionary infrastructure funding on a priority basis pursuant to this section, provided such community shall return any discretionary infrastructure funding such community received pursuant to this section.
- (l) Notwithstanding the provisions of subsection (b) of this section, any qualifying transit-oriented community with one or more transit-oriented districts located in an activity zone, as identified in the state plan of conservation and development adopted under chapter 297 of the general statutes for the years 2025 to 2030, inclusive, shall be awarded discretionary infrastructure funding by the agency administering any such funding at a higher priority than a qualifying transit-oriented community without any such district located in any such zone.
- (m) The secretary, or the secretary's designee, may provide a municipality with an interpretation or written guidance concerning whether zoning regulations adopted or proposed to be adopted by such municipality, if such regulations apply to a transit-oriented district, comply with the requirements of section 8-2 of the general statutes, as amended by this act. Nothing in this subsection shall be construed to allow the secretary to impose any additional requirement upon any such district or municipality that is not specified in this section or section 8-2 of the general statutes, as amended by this act.

(n) Notwithstanding the provisions of subsections (a) to (m), inclusive, of this section, a transit-oriented district shall not include any watershed land. For purposes of this section, "watershed land" means land from which water drains into a public drinking water supply, including, but not limited to, a watercourse that is tributary to a public drinking water supply.

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

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