

General Assembly

January Session, 2025

Amendment

LCO No. 9497



Offered by: REP. DUBITSKY, 47<sup>th</sup> Dist.

To: House Bill No. 5002

File No. 222

Cal. No. 151

(As Amended)

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

Strike section 19 in its entirety and substitute the following in lieu
 thereof:

"Sec. 19. (NEW) (*Effective October 1, 2025*) (a) As used in this section
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;

(3) "Middle housing development" means a residential building
containing not less than two dwelling units but not more than nine such
units, including, but not limited to, townhomes, duplexes, triplexes,
perfect sixes and cottage clusters;

(4) "Perfect six" means a three-story residential building with a central
entrance containing two dwelling units per story;

20 (5) "Qualifying bus transit community" means any municipality that 21 contains not less than one regular bus service station operating not less 22 than five days a week within a transit-oriented district adopted by such 23 municipality, provided such transit-oriented district is of reasonable 24 size, as determined by the secretary, or the secretary's designee, in 25 accordance with the provisions of subsection (e) of this section, and 26 either (A) includes land of such municipality located within a one-half-27 mile radius of any such station, or (B) is located within a reasonable 28 distance, as determined by the secretary, or the secretary's designee, of 29 any other transit service, a commercial corridor or the downtown area 30 of such municipality;

31 (6) "Qualifying rapid transit community" means any municipality 32 that contains not less than one rapid transit station or a planned rapid 33 transit station, contained within a transit-oriented district adopted by 34 such municipality, provided such transit-oriented district is of 35 reasonable size, as determined by the secretary, or the secretary's 36 designee, in accordance with subsection (e) of this section, and either (A) 37 includes land of such municipality located within a one-half-mile radius 38 of any such station, or (B) is located within a reasonable distance, as 39 determined by the secretary, or the secretary's designee, of any other 40 transit service, a commercial corridor or the downtown area of such 41 municipality;

42 (7) "Qualifying transit-oriented community" means any municipality43 that is a qualifying rapid transit community or qualifying bus transit

44 community;

(8) "Rapid transit station" means any public transportation station
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;

(10) "Secretary" means the Secretary of the Office of Policy andManagement, 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.

62 (b) A qualifying transit-oriented community or municipality that has 63 adopted a resolution pursuant to subsection (c) of this section shall be 64 eligible for the receipt of discretionary infrastructure funding on a 65 priority basis, provided such community meets the eligibility criteria for 66 the discretionary infrastructure funding. Any funding provided on a 67 priority basis pursuant to this section shall be used exclusively for the 68 development, renovation, expansion, management or maintenance of 69 improvements located in a transit-oriented district. To receive such 70 funding on a priority basis, any such community or municipality shall 71 submit an application for such funding to the secretary in a form 72 developed by the secretary. The secretary shall make recommendations 73 to the state agency responsible for administering or managing such 74 funding and, if priority funding is permitted for such funding, such

75 agency may prioritize such community or municipality for the receipt 76 of such funding over any municipality that is not a qualifying transit-77 oriented community or that has not adopted a resolution pursuant to 78 subsection (c) of this section, based on the secretary's recommendations. 79 Nothing in this subsection shall be construed to limit the use of funding 80 received pursuant to this section if the use of such funding to develop, 81 renovate, expand, manage or maintain improvements within a transit-82 oriented district also benefits real property located outside of a transit-83 oriented district.

84 (c) A municipality that is not a qualifying transit-oriented community 85 shall be eligible for discretionary infrastructure funding on a priority 86 basis pursuant to this section if the legislative body of the municipality 87 adopts a resolution stating that such municipality intends to enact 88 zoning regulations that enable such municipality to become a qualifying 89 transit-oriented community, provided such municipality meets the 90 eligibility criteria for the discretionary infrastructure funding. Such 91 municipality shall enact such zoning regulations not later than eighteen 92 months after the adoption of such resolution. If such municipality does 93 not enact such regulations within eighteen months after the adoption of 94 such resolution, unless the secretary grants an extension to such 95 municipality at the secretary's discretion, such municipality shall return 96 any discretionary infrastructure funding provided to such municipality 97 on a priority basis pursuant to this section and such municipality shall 98 be ineligible for discretionary infrastructure funding on a priority basis 99 until such municipality enacts zoning regulations that enable the 100 municipality to become a qualifying transit-oriented community. 101 Nothing in this section shall be construed to make a municipality that is 102 not a qualifying transit-oriented community ineligible for discretionary 103 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,

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.

112 (e) In determining whether a transit-oriented district is of reasonable 113 size, the secretary, or the secretary's designee, in consultation with the 114 zoning commission of the municipality, shall (1) determine whether the 115 area of such district is adequate to support greater density of 116 development in an equitable manner, as determined by the secretary, or 117 the secretary's designee, considering the geographic characteristics of 118 the municipality; (2) consider municipal and regional housing needs; 119 and (3) not require the inclusion of the following lands in any such 120 district: (A) Special flood hazard areas designated on a flood insurance 121 rate map published by the National Flood Insurance Program, (B) 122 wetlands, as defined in section 22a-38 of the general statutes, (C) land 123 designated for use as a public park, (D) land subject to conservation or 124 preservation restrictions, as defined in section 47-42a of the general 125 statutes, (E) coastal resources, as defined in section 22a-93 of the general 126 statutes, (F) areas necessary for the protection of drinking water 127 supplies, and (G) areas designated as likely to be inundated during a 128 thirty-year flood event by the Marine Sciences Division of The 129 University of Connecticut pursuant to the division's responsibilities to 130 conduct sea level change scenarios pursuant to subsection (b) of section 131 25-680 of the general statutes. The zoning commission may consult with 132 any other agency of the municipality to determine whether a transit-133 oriented 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

141 by (i) the municipality in which such land is located, (ii) the state, (iii) 142 the public housing authority of the municipality in which such district 143 is located, (iv) any not-for-profit entity, and (v) any religious 144 organization, as defined in section 49-31k of the general statutes, if such 145 development is composed entirely of units that are subject to a deed 146 restriction that requires, for not less than forty years after the initial 147 occupation of the proposed development, that such units be sold or 148 rented at, or below, a cost in rent or mortgage payments equivalent to 149 not more than thirty per cent of the annual income of individuals and 150 families earning sixty per cent of the median income of the state or the 151 area median income as determined by the United States Department of 152 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.

162 (g) Each qualifying transit-oriented community shall require that any 163 proposed development within any transit-oriented district that contains 164 ten or more dwelling units that are not allowed as of right under 165 subsection (f) of this section be subject to (1) a deed restriction that 166 requires, for not less than forty years after the initial occupation of the 167 proposed development, that a percentage of dwelling units, as set forth 168 in subsection (h) of this section, be sold or rented at, or below, a cost in 169 rent or mortgage payments equivalent to not more than thirty per cent 170 of the annual income of individuals and families earning sixty per cent 171 of the median income of the state or the area median income as 172 determined by the United States Department of Housing and Urban 173 Development, whichever is less; or (2) a contribution agreement 174 pursuant to subsection (i) of this section.

(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
recent Connecticut Housing Finance Authority Housing Needs
Assessment:

180 (1) Ten per cent for any municipality designated High181 Opportunity/Heating Market;

182 (2) Ten per cent for any municipality designated High183 Opportunity/Cooling Market; and

184 (3) Five per cent for any municipality designated Low185 Opportunity/Heating Market.

186 (i) Any municipality that has adopted a transit-oriented district 187 before October 1, 2025, shall be eligible for the receipt of discretionary 188 infrastructure funding on a priority basis for developments in such 189 district, regardless of whether such municipality is a qualifying transit-190 oriented community, provided such municipality meets the eligibility 191 criteria for the discretionary infrastructure funding. Nothing in this 192 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 encourage homeownership to 204 opportunities within such community and any additional criteria 205 determined by the secretary.

206 (k) (1) The secretary, in consultation with the interagency council on 207 housing development established pursuant to section 21 of this act, shall 208 develop guidelines concerning transit-oriented districts within 209 qualifying transit-oriented communities, including, but not limited to, 210 prioritizing mixed-use and mixed-income developments; increasing the 211 availability of affordable housing; ensuring appropriate environmental 212 considerations in the development of such districts, with an emphasis 213 on the analysis of any potential impacts on environmental justice 214 communities, as defined in section 22a-20a of the general statutes; 215 increasing ridership of mass transit systems; increasing the feasibility of 216 walking, biking and utilizing other means of mobility other than motor 217 vehicle travel; reducing the need for motor vehicle travel; maximizing 218 the availability of developable land; increasing the economic viability of 219 development projects; reducing the length of time to approve 220 applications for development; lot size; lot coverage; setback 221 requirements; floor area ratio; height restrictions; and inclusionary 222 zoning requirements. Such guidelines may include model ordinances, 223 regulations or bylaws that may be adopted by a municipality pursuant 224 to section 8-2 of the general statutes, as amended by this act. Except as 225 provided in subdivision (2) of this subsection, regulations developed by 226 a qualifying transit-oriented community concerning transit-oriented 227 districts within such community shall substantially comply with the 228 guidelines adopted by the secretary. The secretary, or the secretary's 229 designee, may offer technical assistance to any qualifying transit-230 oriented 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

238 substantially comply with the guidelines developed by the secretary, or 239 subsection (f) or (g) of this section, except no community may seek an 240 exemption from the provisions of subsection (f) or (g) of this section 241 unless the secretary determines such community is a qualifying transit-242 oriented community pursuant to subsection (i) of this section. Not later 243 than sixty days after the receipt of any such application, the secretary 244 shall approve or deny such exemption in writing. The secretary shall not 245 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.

253 (1) Notwithstanding the provisions of subsection (b) of this section, 254 any qualifying transit-oriented community with one or more transit-255 oriented districts located in an activity zone, as identified in the state 256 plan of conservation and development adopted under chapter 297 of the 257 general statutes for the years 2025 to 2030, inclusive, shall be awarded 258 discretionary infrastructure funding by the agency administering any 259 such funding at a higher priority than a qualifying transit-oriented 260 community without any such district located in any such zone.

261 (m) The secretary, or the secretary's designee, may provide a 262 municipality with an interpretation or written guidance concerning 263 whether zoning regulations adopted or proposed to be adopted by such 264 municipality, if such regulations apply to a transit-oriented district, 265 comply with the requirements of section 8-2 of the general statutes, as 266 amended by this act. Nothing in this subsection shall be construed to 267 allow the secretary to impose any additional requirement upon any such 268 district or municipality that is not specified in this section or section 8-2 269 of the general statutes, as amended by this act.

	HB 5002 Amendment		
270	(n) Notwithstanding the provisions of subsections (a) to (m),		
271	inclusive, of this section, any municipality with a population of not more		
272	than seven thousand five hundred shall be entitled to discretionary		
273	infrastructure funding on a priority basis in the same manner as such		
274	funding is available to a qualifying transit-oriented community."		
	This act shall take effect as follows and shall amend the following sections:		

Sec. 19	October 1, 2025	New section