SENATE COMMITTEE OF REFERENCE AMENDMENT Committee on <u>Local Government & Housing</u>. SB23-213 be amended as follows:

1 Amend printed bill, page 40, strike lines 16 through 27 and substitute:

"29-33-111. Rural resort job center municipalities - existing plans to address local housing needs - menu of affordability strategies - regional housing needs planning process. (1) Existing plans to address local housing needs. A Rural resort job center municipality that adopts a plan to address local housing needs prior to the effective date of this section may, rather than developing and adopting a new housing needs plan pursuant to section 29-33-112 (2), update its existing plan to address additional needs identified in the local housing needs assessment beyond what the municipality's existing plan to address local housing needs includes, and any requirements in section 29-33-105 (4) not already included in the municipality's existing plan to address local housing needs.

- (2) **Menu of affordability strategies.** (a) In order to support affordability and advance meeting the housing needs of all income levels identified in the local housing needs assessment, the menu of affordability strategies for a rural resort job center municipality must include the following:
- (I) A STRATEGY DEFINED BY THE RURAL RESORT JOB CENTER MUNICIPALITY THAT SETS PARAMETERS FOR THE CONSTRUCTION AND PERMITTING OF ACCESSORY DWELLING UNITS WITH AFFORDABILITY PROTECTIONS THAT MEET THE RURAL RESORT JOB CENTER MUNICIPALITY'S HOUSING AFFORDABILITY NEEDS;
- (II) A STRATEGY DEFINED BY THE RURAL RESORT JOB CENTER MUNICIPALITY THAT SETS PARAMETERS FOR THE CONSTRUCTION AND PERMITTING OF MIDDLE HOUSING AND MULTIFAMILY HOUSING THAT:
- (A) IS WITHIN A WALKABLE DISTANCE OF TRANSIT STOPS, WHEN POSSIBLE;
- (B) INCORPORATES AFFORDABILITY PROTECTIONS SUCH AS DEED RESTRICTIONS AND SHORT-TERM RENTAL RESTRICTIONS AS IDENTIFIED BY THE RURAL RESORT JOB CENTER MUNICIPALITY; AND
- (C) PROVIDES HOUSING THAT MEETS THE RURAL RESORT JOB CENTER MUNICIPALITY'S HOUSING AFFORDABILITY NEEDS AND DOES NOT ENCOURAGE OR REQUIRE ANY HOUSING THAT DOES NOT MEET THE RURAL RESORT JOB CENTER MUNICIPALITY'S HOUSING AFFORDABILITY NEEDS;
- 37 (III) IMPLEMENTING A LOCAL INCLUSIONARY ZONING ORDINANCE 38 IN ACCORDANCE WITH THE REQUIREMENTS OF SECTION 29-20-104 (e.5) 39 AND (e.7);

- (IV) THE CREATION OF A PROGRAM TO SUBSIDIZE OR OTHERWISE REDUCE LOCAL DEVELOPMENT FEES THAT MAY INCLUDE:
 - (A) BUILDING PERMIT FEES;

- (B) WATER AND SEWER TAP FEES; AND
- (C) OTHER INFRASTRUCTURE COSTS FOR REGULATED AFFORDABLE HOUSING DEVELOPMENT;
- (V) CREATING AN EXPEDITED DEVELOPMENT REVIEW PROCESS FOR REGULATED AFFORDABLE HOUSING DEVELOPMENTS;
- (VI) ESTABLISHING A DENSITY BONUS PROGRAM THAT ALLOWS INCREASED FLOOR AREA RATIO, DENSITY, OR HEIGHT BEYOND WHAT IS OTHERWISE REQUIRED BY THIS ARTICLE 33 TO INCREASE THE CONSTRUCTION OF REGULATED AFFORDABLE HOUSING UNITS;
- 13 (VII) ENABLING REGULATED AFFORDABLE HOUSING AS A USE BY 14 RIGHT;
 - (VIII) ESTABLISHING A POLICY OR PLAN TO LEVERAGE MUNICIPALLY-OWNED LAND FOR THE DEVELOPMENT OF REGULATED AFFORDABLE HOUSING;
 - (IX) ESTABLISHING A DEDICATED LOCAL REVENUE SOURCE FOR THE DEVELOPMENT OF REGULATED AFFORDABLE HOUSING;
 - (X) REGULATING SHORT-TERM RENTALS OR SECOND HOMES;
 - (XI) REDUCING OR ELIMINATING LOCAL PARKING REQUIREMENTS FOR REGULATED AFFORDABLE HOUSING;
 - (XII) MAKING A COMMITMENT TO AND REMAINING ELIGIBLE FOR THE STATEWIDE AFFORDABLE HOUSING FUND CREATED IN SECTION 29-32-102 (1);
 - (XIII) ADOPTING A POLICY THAT RESULTS IN NON-CONSTRUCTION SOLUTIONS TO INCREASE AFFORDABLE HOUSING, INCLUDING THE:
 - (A) ACQUISITION OF DEED RESTRICTIONS ON EXISTING MARKET-RATE HOUSING UNITS;
 - (B) Preservation of existing deed restrictions; or
 - (C) PROGRAMS TO DISINCENTIVE THE USE OF HOMES AS NON-PRIMARY RESIDENCES;
 - (XIV) ADOPTING A REGIONAL HOUSING NEEDS PLAN WITH MULTI-JURISDICTIONAL COMMITMENTS TO MEET IDENTIFIED HOUSING TARGETS TO INCREASE THE SUPPLY OF AFFORDABLE HOUSING;
 - (XV) ADOPTING A STRATEGY PROPOSED BY EITHER A LOCAL GOVERNMENT OR THE MULTI-AGENCY ADVISORY COMMITTEE, AND THAT IS APPROVED BY THE DEPARTMENT OF LOCAL AFFAIRS, THAT SUPPORTS EQUAL OR GREATER HOUSING AFFORDABILITY CONSISTENT WITH THE NEEDS IDENTIFIED IN THE RELEVANT LOCAL HOUSING NEEDS ASSESSMENT; AND
- 42 (XVI) ADOPTING A POLICY OR REGULATORY TOOL THAT 43 INCENTIVIZES THE PROMOTION OF AFFORDABLE HOUSING DEVELOPMENT

AS IDENTIFIED IN SECTION 24-32-130(3).

- (b) Rural resort job center municipalities shall adopt at least five of the affordability strategies listed in subsection (2)(a) of this section and submit a report detailing these strategies to the department of local affairs no later than December 31, 2026. In determining which strategies to adopt, a rural resort job center municipality shall consider previous plans addressing housing needs or other available data to inform the selection of strategies to address known housing needs.
- (c) Notwithstanding subsection (2)(b) of this section, a rural resort job center municipality may submit evidence to the department of local affairs concerning affordability strategies that the municipality has adopted outside of those listed in this section, or that the municipality adopted prior to the effective date of this section, and the department may determine whether those strategies may qualify as affordability strategies for purposes of subsection (2)(b) of this section.
- (3) **Regional housing needs planning process.** (a) (I) A COUNTY OR MUNICIPALITY WITHIN A REGION DEFINED IN THE REGIONAL HOUSING NEEDS ASSESSMENT MAY PARTICIPATE IN A REGIONAL HOUSING NEEDS PLANNING PROCESS.
- (II) THE COUNTIES OR MUNICIPALITIES THAT PARTICIPATE IN A PLANNING PROCESS:
- (A) MAY UTILIZE DATA AND INFORMATION FROM A RURAL RESORT REGIONAL HOUSING NEEDS ASSESSMENT THAT IS NO MORE THAN FIVE YEARS OLD TO INFORM THEIR PARTICIPATION IN THE PLANNING PROCESS;
- (B) Are encouraged to incorporate strategic growth objectives as defined in section 29-33-108 in the planning process; and
- (C) ARE ENCOURAGED TO IDENTIFY STRATEGIES THAT ADDRESS THE HOUSING NEEDS IDENTIFIED IN LOCAL HOUSING NEEDS ASSESSMENTS THROUGH THE ADOPTION OF INTERJURISDICTIONAL STRATEGIES.
- (III) IF NO EXISTING REGIONAL PLAN EXISTS, A GROUP OF COUNTIES OR MUNICIPALITIES MAY REQUEST THAT THE RURAL RESORT AREA SUBCOMMITTEE CREATED IN SECTION 29-33-103 (8) FACILITATE THE CREATION OF A REGIONAL PLANNING PROCESS.
- (IV) A REGIONAL HOUSING NEEDS PLANNING PROCESS MAY BE LED BY A REGIONAL ENTITY AND MUST ENCOURAGE PARTICIPATING COUNTIES AND MUNICIPALITIES TO IDENTIFY STRATEGIES THAT IMPROVE COORDINATION BETWEEN ENTITIES TO MEET THE HOUSING NEEDS IDENTIFIED FOR THOSE LOCAL GOVERNMENTS IN THE REGIONAL AND

LOCAL HOUSING NEEDS ASSESSMENTS.

- (V) By December 31, 2024, the rural resort area subcommittee created in section 29-33-103 (8) shall issue a report to the executive director of the department of local affairs on the status, opportunities, and challenges of regional planning in the rural resort regions, including the connection between housing and transportation. The rural resort area subcommittee created in section 29-33-103 (8) shall also evaluate and make recommendations on the use of data to create affordability strategies in regional and local housing assessments and regional and local housing plans that follow strategic growth objectives as defined in section 29-33-108.
- (b) (I) No later than December 31, 2026, and every five years thereafter, a rural resort job center municipality shall develop, adopt, and submit to the department of local affairs a housing needs plan. The housing needs plan must include the following:
- (A) A NARRATIVE DESCRIPTION OF THE STAKEHOLDER ENGAGEMENT CONDUCTED DURING THE DEVELOPMENT OF THE HOUSING NEEDS PLAN;
- (B) AN ANALYSIS OF HOW THE RURAL RESORT JOB CENTER MUNICIPALITY WILL ADDRESS LOCAL HOUSING NEEDS AS IDENTIFIED FROM A REGIONAL HOUSING ASSESSMENT, AND THE LOCAL HOUSING NEEDS ASSESSMENT, INCLUDING THE DEMONSTRATED HOUSING NEEDS FOR PERSONS OF DIFFERENT INCOME LEVELS;
- (C) A NARRATIVE ANALYSIS OF ANY AREA AT ELEVATED RISK OF RESIDENTIAL DISPLACEMENT THAT THE RURAL RESORT JOB CENTER MUNICIPALITY HAS IDENTIFIED, AT THE DISCRETION OF EACH MUNICIPALITY, AND A DESCRIPTION OF AN IMPLEMENTATION PLAN FOR ANY DISPLACEMENT MITIGATION MEASURES THAT THE RURAL RESORT JOB CENTER HAS CONSIDERED AS OPTIONS AND DECIDED TO USE, AT THE DISCRETION OF EACH MUNICIPALITY, TO MITIGATE IDENTIFIED DISPLACEMENT RISKS IN THESE AREAS; AND
- (D) AN IMPLEMENTATION PLAN THAT DESCRIBES HOW THE RURAL RESORT JOB CENTER MUNICIPALITY WILL COMPLY WITH THE SELECTED AFFORDABILITY STRATEGIES FROM SECTION 29-33-106.
- (II) BEFORE ADOPTING AND SUBMITTING A HOUSING NEEDS PLAN, A RURAL RESORT JOB CENTER MUNICIPALITY SHALL PUBLISH THE MOST RECENT DRAFT OF ITS HOUSING NEEDS PLAN AND PROVIDE NOTICE OF A PUBLIC COMMENT PERIOD FOR THE RECEIPT OF WRITTEN COMMENTS CONCERNING THE PLAN. THE RURAL RESORT JOB CENTER MUNICIPALITY MAY ALSO CHOOSE TO HOLD A PUBLIC HEARING ON THE PLAN.
 - (III) THE DEPARTMENT OF LOCAL AFFAIRS SHALL POST THE

- 1 HOUSING NEEDS PLANS SUBMITTED BY RURAL RESORT JOB CENTER
- 2 MUNICIPALITIES PUBLICLY ON THE DEPARTMENT OF LOCAL AFFAIRS
- 3 WEBSITE.".
- 4 Strike page 41.
- 5 Page 42, strike lines 1 through 20.

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