# Journal of the House

# Friday, April 22, 2022

At nine o'clock and thirty minutes in the forenoon the Speaker called the House to order.

#### **Devotional Exercises**

Devotional exercises were conducted by Rep. Stebbins of Burlington.

#### **Bill Committed**

H. 159

House bill, entitled

An act relating to community and economic development and workforce revitalization

Having appeared on the Notice Calendar, on motion of **Rep. Kornheiser of Brattleboro**, the bill was committed to the Committee on Ways and Means.

# Second Reading; Proposal of Amendment Agreed to; Third Reading Ordered

S. 280

**Rep. Lanpher of Vergennes**, for the Committee on Transportation, to which had been referred Senate bill, entitled

An act relating to miscellaneous changes to laws related to vehicles

Reported in favor of its passage in concurrence with proposal of amendment as follows:

<u>First</u>: In Sec. 2, 23 V.S.A. § 1209a, in subdivision (b)(1)(A)(ii), by inserting "or a regulated drug" following "other than alcohol"

<u>Second</u>: By striking out Sec. 10, effective dates, and its corresponding reader assistance heading in their entireties and inserting in lieu thereof the following:

\* \* \* Transportation Network Companies (TNC);

Preemption; Sunset Extension; Report \* \* \*

Sec. 10. 23 V.S.A. § 754 is amended to read:

### § 754. PREEMPTION; SAVINGS CLAUSE

- (a) Municipal ordinances, resolutions, or bylaws regulating transportation network companies are preempted to the extent they are inconsistent with the provisions of this chapter.
- (b) Subsection (a) of this section shall not apply to a municipal ordinance, resolution, or bylaw regulating transportation network companies adopted by a municipality with a population of more than 35,000 residents based on the 2010 census and in effect on July 1, 2017. This subsection shall be repealed on July 1, 2022 2025.

### Sec. 11. TRANSPORTATION NETWORK COMPANIES (TNC) REPORT

- (a) The Commissioner of Motor Vehicles, in consultation with the City of Burlington; the Vermont League of Cities and Towns; and transportation network companies (TNCs), as defined in 23 V.S.A. § 750(a)(4), doing business in Vermont, shall file a written report with recommendations on how, if at all, to amend 23 V.S.A. § 754 and, as applicable, 23 V.S.A. chapter 10 with the House Committees on Commerce and Economic Development, on Judiciary, and on Transportation and the Senate Committees on Finance, on Judiciary, and on Transportation on or before March 15, 2024.
- (b) In preparing the report, the Commissioner of Motor Vehicles shall review the following related to TNCs:
- (1) changes in ridership and consumer practices for calendar years 2018 to 2023, including market penetration across the State;
- (2) the results of and process for audits conducted on a State or municipal level;
- (3) an analysis prepared by the City of Burlington and TNCs of the differences between the State's regulatory scheme and the City of Burlington's regulatory scheme, including whether allowing those inconsistencies is or will be detrimental or beneficial to any of the following: the State, the traveling public, TNCs, the City of Burlington, or other municipalities; and
  - (4) significant regulatory changes on a national level.
  - \* \* \* Gross Weight Limits on Highways; Permit Portal; Report \* \* \*
- Sec. 12. REPORT ON INCREASING GROSS WEIGHT LIMITS ON HIGHWAYS THROUGH SPECIAL ANNUAL PERMIT AND STATUS OF PERMIT PORTAL
- (a) The Secretary of Transportation or designee, in consultation with the Commissioner of Forests, Parks and Recreation or designee, the Executive

Director of the Vermont League of Cities and Towns or designee, and the President of the Vermont Forest Products Association or designee and with the assistance of the Commissioner of Motor Vehicles or designee, shall examine adding one or more additional special annual permits to 23 V.S.A. § 1392 to allow for the operation of motor vehicles at a gross vehicle weight over 99,000 pounds and shall file a written report on the examination and any recommendations with the House and Senate Committees on Transportation on or before January 15, 2023.

- (b) At a minimum, the examination shall address:
- (1) allowing for a truck trailer combination or truck tractor, semi-trailer combination transporting cargo of legal dimensions that can be separated into units of legal weight without affecting the physical integrity of the load to bear a maximum of 107,000 pounds on six axles or a maximum of 117,000 pounds on seven axles by special annual permit;
- (2) limitations for any additional special annual gross vehicle weight permits based on highway type, including limited access State highway, non-limited access State highway, class 1 town highway, and class 2 town highway;
- (3) limitations for any additional special annual gross vehicle weight permits based on axle spacing and axle-weight provisions;
- (4) reciprocity treatment for foreign trucks from a state or province that recognizes Vermont vehicles permitted at increased gross weights;
- (5) permit fees for any additional special annual gross vehicle weight permits; and
- (6) additional penalties, including civil penalties and permit revocation, for gross vehicle weight violations.
- (c) The Secretary of Transportation or designee, in consultation with the Commissioner of Motor Vehicles or designee, shall also include an update on the development and implementation of the centralized online permitting system that the Commissioner of Motor Vehicles was authorized to initiate the design and development of pursuant to 2021 Acts and Resolves No. 149, Sec. 26(a) in the report required under subsection (a) of this section.
  - \* \* \* Distracted Driving; Report \* \* \*

#### Sec. 13. DISTRACTED DRIVING; REPORT

- (a) Findings. The General Assembly finds that:
- (1) Distracted driving is any activity that diverts attention from driving, including talking or texting on a portable electronic device.

- (2) Sending or reading a text could take an individual's eyes off the road for five seconds or more. At 55 miles per hour, that is like an operator driving the length of an entire football field with closed eyes.
- (3) In 2020, 113 individuals were convicted under 23 V.S.A. § 1095a, 1095b, or 1099 (Vermont statutes that prohibit a non-commercial driver's license holder from using a portable electronic device or texting while operating a motor vehicle).
- (4) In 2020, 3,142 individuals were killed by distracted driving in the United States.

# (b) Recommendations.

- (1) The Vermont State Highway Safety Office, in consultation with the Departments of Motor Vehicles and of Public Safety, the Vermont Sheriffs' Association, the Vermont League of Cities and Towns, the Vermont Department of State's Attorneys and Sheriffs, the Vermont Association of Court Diversion and Pretrial Services, and the Vermont Judiciary, shall file written recommendations on how, if at all, the State should modify its approach to the education, enforcement, and conviction of the non-commercial driver's license distracted driving violations under 23 V.S.A. §§ 1095a, 1095b, and 1099 with the House and Senate Committees on Judiciary and on Transportation on or before January 15, 2023.
- (2) As part of making any recommendations, the Vermont State Highway Safety Office shall review what is and what is not working to minimize distracted driving in Vermont and other states, especially amongst operators under 18 years of age, and examine:
- (A) the use of monetary penalties, points, suspensions, revocations, and recalls, including escalations based on the number and location of distracted driving violations;
  - (B) the use of diversion programs and other mandated education; and
  - (C) how to balance education, enforcement, and conviction.
    - \* \* \* Idling; Public Outreach \* \* \*

# Sec. 14. IDLING; PUBLIC OUTREACH CAMPAIGN

- (a) The Department of Environmental Conservation, Air Quality and Climate Division, in consultation with the Departments of Motor Vehicles and of Public Safety, shall implement a public outreach campaign on idling that, at a minimum, addresses that:
  - (1) in most cases, idling violates 23 V.S.A. § 1110;

- (2) unnecessary idling harms human health, pollutes the air, wastes fuel and money, and causes excess engine wear;
- (3) based on estimates, if every motor vehicle in Vermont reduced unnecessary idling by just one minute per day, over the course of a year Vermonters would save over 1,000,000 gallons of fuel and over \$2,000,000.00 in fuel costs, and Vermont would reduce CO2 emissions by more than 10,000 metric tons; and
- (4) while individual actions may be small, the cumulative impacts of idling are large.
- (b) The public outreach campaign shall disseminate information on idling through e-mail; a dedicated web page on idling that is linked through the websites for the Agency of Natural Resources and the Departments of Environmental Conservation, of Motor Vehicles, and of Public Safety; social media platforms; community posting websites; radio; television; and printed written materials.
  - \* \* \* General Statement of Policy; Transportation Planning \* \* \*

Sec. 15. 19 V.S.A. § 10b is amended to read:

# § 10b. STATEMENT OF POLICY; GENERAL

- (a) The Agency shall be the responsible agency of the State for the development of transportation policy. It shall develop a mission statement to reflect:
- (1) that State transportation policy shall be to encompass, coordinate, and integrate all modes of transportation and to consider "complete streets" principles, which are principles of safety and accommodation of all transportation system users, regardless of age, ability, or modal preference; and
- (2) the need for transportation projects that will improve the State's economic infrastructure, as well as the use of resources in efficient, coordinated, integrated, cost-effective, and environmentally sound ways, and that will be consistent with the recommendations of the Comprehensive Energy Plan (CEP) issued under 30 V.S.A. § 202b, the recommendations of the Climate Action Plan (CAP) issued under 10 V.S.A. § 592, and any rules adopted in accordance with 10 V.S.A. § 593;
- (3) the need for the Agency to lead, assist, and partner in the transformation of the transportation sector to meet the emissions reduction requirements of the Global Warming Solutions Act, codified at 10 V.S.A. § 578, and ensure that there is an environmentally clean, efficient, multimodal system that will have economic, environmental, equity, and public health benefits for all Vermonters; and

- (4) the importance of transportation infrastructure resilience and strategies to construct or retrofit, or both, transportation infrastructure to prepare for and adapt to changes in the climate, add redundancy and efficiency to the transportation network, and use maintenance and operational strategies to address transportation disruptions.
- (b) The Agency shall coordinate planning and education efforts with those of the Vermont Climate Change Oversight Committee Council, established under 10 V.S.A. § 591, and those of local and regional planning entities to:
- (1) to ensure that the transportation system as a whole is integrated, that access to the transportation system as a whole is integrated, and that statewide, local, and regional conservation and efficiency opportunities and practices are integrated; and
- (2) to support employer-led or local or regional government-led conservation, efficiency, rideshare, and bicycle programs and other innovative transportation advances, especially employer-based incentives.
- (c) In developing the State's annual Transportation Program, the Agency shall, consistent with the planning goals listed in 24 V.S.A. § 4302 as amended by 1988 Acts and Resolves No. 200 and with appropriate consideration to local, regional, and State agency plans:
- (1) Develop or incorporate designs that provide integrated, safe, and efficient transportation and that are consistent with the recommendations of the CEP and the CAP.

\* \* \*

# Sec. 16. 19 V.S.A. § 10i is amended to read:

#### **§ 10i. TRANSPORTATION PLANNING PROCESS**

(a) Long-range systems plan. The Agency shall establish and implement a planning process through the adoption of a long-range multi-modal multimodal systems plan integrating all modes of transportation. The long-range multi-modal multimodal systems plan shall be based upon Agency transportation policy developed under section 10b of this title; other policies approved by the General Assembly; Agency goals, mission, and objectives; and demographic and travel forecasts, design standards, performance criteria, and funding availability. The long-range systems plan shall be developed with participation of the public and local and regional governmental entities and pursuant to the planning goals and processes set forth in 1988 Acts and Resolves No. 200. The plan shall be consistent with the Comprehensive Energy Plan (CEP) issued under 30 V.S.A. § 202b and the Climate Action Plan (CAP) issued under 10 V.S.A. § 592.

\* \* \*

- (c) Transportation Program. The Transportation Program shall be developed in a fiscally responsible manner to accomplish the following objectives:
- (1) managing, maintaining, and improving the State's existing transportation infrastructure to provide capacity, safety, and flexibility, and resiliency in the most cost-effective and efficient manner;
- (2) developing an integrated transportation system that provides Vermonters with transportation choices;
- (3) strengthening the economy, protecting the quality of the natural environment, and improving Vermonters' quality of life; and
  - (4) achieving the recommendations of the CEP and the CAP; and
- (5) transforming the transportation sector to meet the State's emissions reduction requirements and ensure that there is an environmentally clean, efficient, multimodal system that will have economic, environmental, equity, and public health benefits for all Vermonters.

\* \* \*

# (f) Emissions modeling.

- (1) The Agency of Natural Resources shall coordinate with the Agency of Transportation to consider and incorporate relevant elements of the proposed Transportation Program and the effectiveness of those elements in reducing greenhouse gas emissions when developing and updating the Tracking and Measuring Progress Tool pursuant to 10 V.S.A. § 591(b)(3).
- (2) The following shall be included in the reports required pursuant to section 10g of this chapter:
- (A) the portion of the Tracking and Measuring Progress Tool related to the Transportation Program;
- (B) a qualitative estimation of how effective the relevant elements of the proposed Transportation Program for the upcoming fiscal year will be in reducing greenhouse gas emissions and a quantitative estimation, based on the emission projections published in the Greenhouse Gas Inventory, if available, of how much more the greenhouse gas emissions from the transportation sector need to be reduced for the State to achieve its emissions reductions requirements; and
- (C) a strategy and plan for how to reduce the greenhouse gas emissions from the transportation sector to achieve the recommendations in the

CEP and the CAP during fiscal years beyond the upcoming fiscal year, with the expectation that the strategy and plan shall be used in the Agency of Transportation's ongoing planning.

\* \* \* Effective Dates \* \* \*

#### Sec. 17. EFFECTIVE DATES

- (a) This section and Secs. 1 (new motor vehicle arbitration; 9 V.S.A. § 4173(d)), 3 (current Total Abstinence Program participants), 8 and 9 (abandoned vehicles; 23 V.S.A. §§ 2151 and 2153(a)), and 10 (transportation network companies regulation preemption; 23 V.S.A. § 754(b)) shall take effect on passage.
- (b) Sec. 2 (Total Abstinence Program; 23 V.S.A. § 1209a) shall take effect on passage and apply to all individuals participating in or in the process of applying to participate in the Total Abstinence Program as of the effective date of this section without regard to when the individual's license was reinstated under the Total Abstinence Program.
  - (c) All other sections shall take effect on July 1, 2022.

# Rep. Long of Newfane presiding.

### Rep. Krowinski of Burlington presiding.

**Rep. Brennan of Colchester**, for the Committee on Ways and Means, recommended that the bill pass in concurrence with proposal of amendment as recommended by the Committee on Transportation.

The bill, having appeared on the Notice Calendar, was taken up, read the second time, the report of the Committee on Transportation agreed to, and third reading ordered.

# Third Reading; Bill Passed in Concurrence

S. 197

Senate bill, entitled

An act relating to the provision of mental health supports

Was taken up, read the third time, and passed in concurrence.

# Third Reading; Bill Passed in Concurrence With Proposal of Amendment S. 206

Senate bill, entitled

An act relating to planning and support for individuals and families impacted by Alzheimer's Disease and related disorders

Was taken up, read the third time, and passed in concurrence with proposal of amendment.

# Second Reading; Question Divided; Proposal of Amendment Agreed to; Third Reading Ordered

S. 210

**Rep. Stevens of Waterbury**, for the Committee on General, Housing, and Military Affairs, to which had been referred Senate bill, entitled

An act relating to rental housing health and safety and affordable housing

Reported in favor of its passage in concurrence with proposal of amendment by striking all after the enacting clause and inserting in lieu thereof the following:

\* \* \* Department of Public Safety; Authority for Rental Housing

Health and Safety \* \* \*

Sec. 1. 20 V.S.A. chapter 172 is added to read:

# <u>CHAPTER 172. RENTAL HOUSING HEALTH AND SAFETY;</u> INSPECTION; REGISTRATION

#### § 2676. DEFINITION

As used in this chapter, "rental housing" means:

- (1) a "premises" as defined in 9 V.S.A. § 4451 that is subject to 9 V.S.A. chapter 137 (residential rental agreements); and
- (2) a "short-term rental" as defined in 18 V.S.A. § 4301 and subject to 18 V.S.A. chapter 85, subchapter 7.

#### § 2677. RENTAL HOUSING; RULES; INSPECTIONS; PENALTY

- (a) Rules. The Commissioner of Public Safety may adopt rules to prescribe standards for the health, safety, sanitation, and fitness for habitation of rental housing that the Commissioner determines are necessary to protect the public, property owners, and property against harm.
  - (b) Inspections.

- (1) After adopting rules pursuant to subsection (a) of this section, the Commissioner shall design and implement a complaint-driven system to conduct inspections of rental housing.
  - (2) When conducting an inspection, the Commissioner shall:
    - (A) issue a written inspection report on the unit or building that:
- (i) contains findings of fact that serve as the basis of one or more violations;
- (ii) specifies the requirements and timelines necessary to correct a violation;
- (iii) provides notice that the landlord is prohibited from renting the affected unit to a new tenant until the violation is corrected; and
- (iv) provides notice in plain language that the landlord or agents of the landlord must have access to the rental unit to make repairs as ordered by the Commissioner consistent with the access provisions in 9 V.S.A. § 4460;
- (B) provide a copy of the inspection report to the landlord, to the person who requested the inspection, and to any tenants who are affected by a violation:
- (i) electronically, if the Department has an electronic mailing address for the person; or
- (ii) by first-class mail, if the Department does not have an electronic mailing address for the person;
- (C) if an entire building is affected by a violation, provide a notice of inspection directly to the individual tenants, and may also post the notice in a common area, that specifies:
  - (i) the date of the inspection;
- (ii) that violations were found and must be corrected by a certain date;
- (iii) how to obtain a copy of the inspection electronically or by first-class mail; and
- (iv) if the notice is posted in a common area, that the notice shall not be removed until authorized by the Commissioner; and
  - (D) make the inspection report available as a public record.
- (c) Penalties. If the person responsible for a violation does not comply with the requirements and timelines specified in an inspection report issued pursuant to subsection (b) of this section, the Commissioner may impose an

administrative penalty that is reasonably related to the severity of the violation, not to exceed \$1,000.00 per violation.

# § 2678. RENTAL HOUSING REGISTRATION

- (a) Registration. Except as otherwise provided in subsection (b) of this section, annually on or before March 1, the owner of each unit of rental housing that in the previous year was leased or offered for lease shall pay to the Department of Housing and Community Development an annual registration fee of \$35.00 per unit and provide the following information:
- (1) the name and mailing address of the owner, landlord, and property manager of the unit, as applicable;
- (2) the phone number and electronic mail address of the owner, landlord, and property manager of the unit, as available;
  - (3) the location of the unit;
  - (4) the year built;
  - (5) the type of rental unit;
  - (6) the number of units in the building;
  - (7) the school property account number;
  - (8) the accessibility of the unit; and
  - (9) any other information the Department deems appropriate.
  - (b) Exceptions.
    - (1) Unit registered with another program.
- (A) The registration requirement imposed in subsection (a) of this section does not apply to a unit that is currently registered with a municipal, district, or other local government rental housing health and safety program that requires the owner to register the unit and provide the data required in subsection (a) of this section.
- (B) The fee requirement imposed in subsection (a) of this section does not apply to a unit that is currently registered with a municipal, district, or other local government rental housing health and safety program that requires the owner to register the unit and provide the data required in subsection (a) of this section and for which program the owner is required to pay a registration fee.

#### (2) Mobile homes.

(A) The registration requirement imposed in subsection (a) of this section does not apply to a mobile home lot within a mobile home park if:

- (i) the owner has registered the lot with the Department of Housing and Community Development; and
  - (ii) the owner does not own a mobile home on the lot.
- (B) An owner of a mobile home lot within a mobile home park who has registered the lot with the Department and who owns a mobile home on the lot that is available for rent or rented shall register the property with the Department pursuant to subsection (a) of this section and pay a fee equal to the fee required, less any fee paid within the previous 12 months pursuant to 10 V.S.A. § 6254(c).
- (C) An owner of a mobile home who rents the mobile home, whether or not located in a mobile home park, shall register pursuant to this section.
- (3) Unit not offered to general public. The registration and fee requirements imposed in subsection (a) of this section do not apply to a unit that an owner provides to another person, whether or not for consideration, if, and only to the extent that, the owner does not otherwise make the unit available for lease to the general public, and includes:
- (A) housing provided to a member of the owner's family or personal acquaintances;
- (B) housing provided to a person who is not related to a member of the owner's household and who occupies the housing as part of a nonprofit home-sharing program; and
- (C) housing provided to a person who provides personal care to the owner or a member of the owner's household.
- (4) Licensed lodging establishment. The registration and fee requirements imposed in subsection (a) of this section do not apply to a lodging establishment, as defined in 18 V.S.A. § 4301, that is required to be licensed by the Department of Health.
- (5) Units accessory to an owner-occupied residence. The registration and fee requirements imposed in subsection (a) of this section do not apply to a property if:
  - (A) the property has four or fewer units; and
- (B) the owner of the property occupies one of the units as a primary residence.
- (6) Nonwinterized, seasonal units. The registration and fee requirements imposed in subsection (a) of this section do not apply to a seasonal unit that is unheated and unavailable for rent during the winter months.

- (7) Units rented for fewer than 90 days. The registration and fee requirements imposed in subsection (a) of this section do not apply to a unit that is rented for fewer than 90 days per calendar year.
- (8) Housing provided as a benefit of farm employment. The registration and fee requirements imposed in subsection (a) of this section do not apply to a unit of housing that is provided as a benefit of farm employment, as defined in 9 V.S.A. § 4469a(a)(3).

#### (c) Administration.

- (1) The Department of Housing and Community Development shall maintain the registry of rental housing data in coordination with the Department of Public Safety, the Department of Health, the Enhanced 911 Board, and the Department of Taxes.
- (2) Upon request, and at least annually, a municipal, district, or other local government entity that operates a rental housing health and safety program that requires registration of a rental housing unit and a fee for inclusion on its registry shall provide to the Department of Housing and Community Development the data for each unit that is required pursuant to subsection (a) of this section.
- (3)(A) The data the Department collects pursuant to this section is exempt from public inspection and copying pursuant to 1 V.S.A. § 317(c)(1).

# (B) The Department:

- (i) may disclose data it collects pursuant to this section only to other State, municipal, or regional government entities; nonprofit organizations; or other persons for the purposes of protecting public health and safety;
- (ii) shall not disclose data it collects pursuant to this section for a commercial purpose; and
- (iii) shall require, as a condition of receiving data collected pursuant to this section, that a person to whom the Department discloses the data takes steps necessary to protect the privacy of persons whom the data concerns and to prevent further disclosure.
- (d) Rental Housing Safety Special Fund. The Department shall maintain the fees collected pursuant to this section in a special fund entitled the Rental Housing Safety Special Fund, the proceeds of which the Department shall use:
- (1) to hire authorized staff to administer the registry and registration requirements imposed in this section; and

- (2) to provide funding to the Department of Public Safety to hire authorized staff to conduct inspections and regulate rental housing pursuant to section 2677 of this title.
  - \* \* \* Penalty for Failure to Register \* \* \*
- Sec. 2. 20 V.S.A. § 2678(e) is added to read:
- (e) Failure to register; penalty. The Department of Housing and Community Development shall impose an administrative penalty of not more than \$200.00 per unit for an owner of rental housing who knowingly fails to register or pay the fee required pursuant to this section.
  - \* \* \* Registration; Prospective Repeal \* \* \*

#### Sec. 3. REPEAL

20 V.S.A. § 2678(b)(8) (exemption for housing provided as a benefit of farm employment) is repealed.

\* \* \* Positions Authorized \* \* \*

# Sec. 4. DEPARTMENT OF PUBLIC SAFETY; POSITIONS

- (a) The Department of Public Safety is authorized to create five full-time classified Inspector positions in order to conduct rental housing health and safety inspections and enforcement pursuant to 20 V.S.A. chapter 172.
- (b) The Department may hire the Inspectors authorized by this section with funds appropriated for that purpose and to the extent additional funds become available from the Rental Housing Safety Special Fund created and maintained pursuant to 20 V.S.A. § 2678(d).

# Sec. 5. DEPARTMENT OF HOUSING AND COMMUNITY

# DEVELOPMENT; POSITIONS

- (a) The Department of Housing and Community Development is authorized to create one full-time classified position and one half-time classified position to design and implement the registry created in, and to administer and enforce the registry requirements of, 20 V.S.A. § 2678.
- (b) The Department may hire staff authorized by this section with funds appropriated for that purpose and to the extent additional funds become available from the Rental Housing Safety Special Fund created and maintained pursuant to 20 V.S.A. § 2678(d).
  - \* \* \* Conforming Changes to Current Law Governing the Department of Health, State Board of Health, and Local Health Officials \* \* \*

Sec. 6. 18 V.S.A. chapter 11 is amended to read:

# CHAPTER 11. LOCAL HEALTH OFFICIALS

\* \* \*

# § 602a. DUTIES OF LOCAL HEALTH OFFICERS

- (a) A local health officer, within his or her jurisdiction, shall:
- (1) upon request of a landlord or tenant, or upon receipt of information regarding a condition that may be a public health hazard, conduct an investigation;
- (2) enforce the provisions of this title, the rules promulgated, and permits issued thereunder;
- (3) prevent, remove, or destroy any public health hazard, or mitigate any significant public health risk in accordance with the provisions of this title;
- (4) in consultation with the Department, take the steps necessary to enforce all orders issued pursuant to chapter 3 of this title; and
- (5) have the authority to assist the Department of Public Safety in inspecting rental housing pursuant to 20 V.S.A. chapter 172, provided that if the local health officer inspects a rental property without an inspector from the Division, the officer shall issue an inspection report in compliance with 20 V.S.A § 2677(b)(2).
- (b) Upon discovery of violation or a public health hazard or public health risk that involves a public water system, a food or lodging establishment, or any other matter regulated by Department rule, the local health officer shall immediately notify the Division of Environmental Health. Upon discovery of any other violation, public health hazard, or public health risk, the local health officer shall notify the Division of Environmental Health within 48 hours of discovery of such violation or hazard and of any action taken by the officer.

### § 603. RENTAL HOUSING SAFETY; INSPECTION REPORTS

- (a)(1) When conducting an investigation of rental housing, a local health officer shall issue a written inspection report on the rental property using the protocols for implementing the Rental Housing Health Code of the Department or the municipality, in the case of a municipality that has established a code enforcement office.
  - (2) A written inspection report shall:
- (A) contain findings of fact that serve as the basis of one or more violations:
- (B) specify the requirements and timelines necessary to correct a violation:

- (C) provide notice that the landlord is prohibited from renting the affected unit to a new tenant until the violation is corrected; and
- (D) provide notice in plain language that the landlord and agents of the landlord must have access to the rental unit to make repairs as ordered by the health officer consistent with the access provisions in 9 V.S.A. § 4460.

#### (3) A local health officer shall:

- (A) provide a copy of the inspection report to the landlord and any tenants affected by a violation by delivering the report electronically, in person, by first class mail, or by leaving a copy at each unit affected by the deficiency; and
- (B)(i) if a municipality has established a code enforcement office, provide information on each inspection according to a schedule and in a format adopted by the Department in consultation with municipalities that have established code enforcement offices; or
- (ii) if a municipality has not established a code enforcement office, provide information on each inspection to the Department within seven days of issuing the report using an electronic system designed for that purpose, or within 14 days by mail if the municipality is unable to utilize the electronic system.
- (4) If an entire property is affected by a violation, the local health officer shall post a copy of the inspection report in a common area of the property and include a prominent notice that the report shall not be removed until authorized by the local health officer.
- (5) A municipality shall make an inspection report available as a public record.
- (b)(1) A local health officer may impose a civil penalty of not more than \$200.00 per day for each violation that is not corrected by the date provided in the written inspection report, or when a unit is re-rented to a new tenant prior to the correction of a violation.
- (2)(A) If the cumulative amount of penalties imposed pursuant to this subsection is \$800.00 or less, the local health officer, Department of Health, or State's Attorney may bring a civil enforcement action in the Judicial Bureau pursuant to 4 V.S.A. chapter 29.
- (B) The waiver penalty for a violation in an action brought pursuant to this subsection is 50 percent of the full penalty amount.
- (3) If the cumulative amount of penalties imposed pursuant to this subsection is more than \$800.00, or if injunctive relief is sought, the local

health officer, Department of Health, or State's Attorney may commence an action in the Civil Division of the Superior Court for the county in which a violation occurred.

(c) If a local health officer fails to conduct an investigation pursuant to section 602a of this title or fails to issue an inspection report pursuant to this section, a landlord or tenant may request that the Department, at its discretion, conduct an investigation or contact the local board of health to take action.

[Repealed.]

\* \* \*

# \* \* \* Transition Provisions \* \* \*

# Sec. 7. RENTAL HOUSING HEALTH AND SAFETY; TRANSITION PROVISIONS

- (a) Notwithstanding any provision of law to the contrary:
- (1) Until the Commissioner of Public Safety adopts rules governing rental housing health and safety pursuant to 20 V.S.A. § 2677, the Department of Health, local officials authorized by law, and the Department of Public Safety have concurrent authority to enforce the Vermont Rental Housing Health Code adopted by the Department of Health pursuant to 18 V.S.A. § 102, 3 V.S.A. § 3003(a), and 3 V.S.A. § 801(b)(11).
- (2) The Commissioner of Public Safety may immediately adopt a rule incorporating the Rental Housing Health Code without following the procedures otherwise required for general rulemaking in 3 V.S.A. chapter 25.
- (3) Except as provided in subdivision (2) of this subsection, the Commissioner of Public Safety shall comply with the requirements for general rulemaking in 3 V.S.A. chapter 25 when adopting rules governing rental housing health and safety.
- (b) Upon the adoption of rules governing rental housing health and safety pursuant to the authority in 20 V.S.A. § 2677:
- (1) the Department of Public Safety is the State government entity with primary authority to enforce State laws governing rental housing health and safety;
- (2) the Department of Public Safety and local officials have concurrent authority to enforce State and local laws governing rental housing health and safety pursuant to 18 V.S.A. chapter 11; 20 V.S.A. chapter 172, subchapter 2; 24 V.S.A. chapters 83 and 123; and applicable municipal law; and

- (3) the Department of Health, the State Board of Health, and local health officials have concurrent authority to enforce State and local laws governing public health hazards and public health risks, as those terms are defined in 18 V.S.A. § 2, pursuant to 18 V.S.A. chapters 1, 3, and 11.
  - \* \* \* Vermont Housing Investments \* \* \*

# Sec. 8. VERMONT RENTAL HOUSING IMPROVEMENT PROGRAM; PURPOSE

- (a) Recognizing that Vermont's rental housing stock is some of the oldest in the country and that much of it needs to be updated to meet code requirements and other standards, the Vermont Rental Housing Improvement Program is intended to incentivize private apartment owners to make significant improvements to both housing quality and weatherization by providing grants and forgivable loans that are matched in part by the property owner.
- (b) The Program seeks to take the lessons learned from the successful Rehousing Recovery Program established with funds provided by the Federal CARES Act and implement them in a State-funded program.
- Sec. 9. 10 V.S.A. chapter 29, subchapter 3 is added to read:

Subchapter 3. Housing; Investments

#### § 699. VERMONT RENTAL HOUSING IMPROVEMENT PROGRAM

- (a) Creation of program.
- (1) The Department of Housing and Community Development shall design and implement a Vermont Rental Housing Improvement Program, through which the Department shall award funding to statewide or regional nonprofit housing organizations, or both, to provide competitive grants and forgivable loans to private landlords for the rehabilitation, including weatherization, of eligible rental housing units.
- (2) The Department shall develop statewide standards for the Program, including factors that partner organizations shall use to evaluate applications and award grants and forgivable loans.
- (b) Eligible rental housing units. The following units are eligible for a grant or forgivable loan through the Program:
- (1) Non-code compliant. The unit does not comply with the requirements of applicable building, housing, or health laws.
  - (2) New accessory dwelling.

- (A) The unit will be a newly created accessory dwelling unit that meets the requirements of 24 V.S.A. § 4412(1)(E).
  - (B) The unit will be newly created on a lot with an existing structure.
- (c) Administration. The Department shall require a housing organization that receives funding under the Program to adopt:
- (1) a standard application form that describes the application process and includes instructions and examples to help landlords apply;
- (2) an award process that ensures equitable selection of landlords, subject to a housing organization's exercise of discretion based on the factors adopted by the Department pursuant to subsection (a) of this section; and
- (3) a grant and loan management system that ensures accountability for funds awarded.
  - (d) Program requirements applicable to grants and forgivable loans.
- (1) A grant or loan shall not exceed \$50,000.00 per unit. In determining the amount of a grant or loan, a housing organization shall consider the number of bedrooms in the unit and whether the unit is being rehabilitated or newly created.
- (2) A landlord shall contribute matching funds or in-kind services that equal or exceed 20 percent of the value of the grant or loan.
  - (3) A project may include a weatherization component.
- (4) A project shall comply with applicable building, housing, and health laws.
- (5) The terms and conditions of a grant or loan agreement apply to the original recipient and to a successor in interest for the period the grant or loan agreement is in effect.
- (6) The identity of a recipient and the amount of a grant or forgivable loan are public records that shall be available for public copying and inspection and the Department shall publish this information at least quarterly on its website.
- (e) Program requirements applicable to grants. For a grant awarded under the Program, the following requirements apply for a minimum period of five years:
- (1) A landlord shall coordinate with nonprofit housing partners and local coordinated entry organizations to identify potential tenants.

- (2)(A) Except as provided in subdivision (2)(B) of this subsection (e), a landlord shall lease the unit to a household that is exiting homelessness or actively working with an immigrant or refugee resettlement program.
- (B) If, upon petition of the landlord, the Department or the housing organization that issued the grant determines that a household exiting homelessness is not available to lease the unit, then the landlord shall lease the unit:
- (i) to a household with an income equal to or less than 80 percent of area median income; or
- (ii) if such a household is unavailable, to another household with the approval of the Department or housing organization.
- (3)(A) A landlord shall accept any housing vouchers that are available to pay all, or a portion of, the tenant's rent and utilities.
- (B) If no housing voucher or federal or State subsidy is available, the total cost of rent for the unit, including utilities not covered by rent payments, shall not exceed the applicable fair market rent established by the Department of Housing and Urban Development.
- (4)(A) A landlord may convert a grant to a forgivable loan upon approval of the Department and the housing organization that approved the grant.
- (B) A landlord who converts a grant to a forgivable loan shall receive a 10 percent credit for loan forgiveness for each year in which the landlord participates in the grant program.
- (f) Requirements applicable to forgivable loans. For a forgivable loan awarded under the Program, the following requirements apply for a minimum period of 10 years:
- (1)(A) A landlord shall accept any housing vouchers that are available to pay all, or a portion of, the tenant's rent and utilities.
- (B) If no housing voucher or federal or State subsidy is available, the cost of rent for the unit, including utilities not covered by rent payments, shall not exceed the applicable fair market rent established by the Department of Housing and Urban Development.
- (2) The Department shall forgive 10 percent of the amount of a forgivable loan for each year a landlord participates in the loan program.
- (g) Lien priority. A lien for a grant converted to a loan or for a forgivable loan issued pursuant to this section is subordinate to:

- (1) a lien on the property in existence at the time the lien for rehabilitation and weatherization of the rental housing unit is filed in the land records; and
- (2) a first mortgage on the property that is refinanced and recorded after the lien for rehabilitation and weatherization of the rental housing unit is filed in the land records.

#### Sec. 10. REPORT

On or before February 15, 2023, the Department of Housing and Community Development shall report to the General Assembly concerning the design, implementation, and outcomes of the Vermont Housing Improvement Program, including findings and any recommendations related to the amount of grant awards.

#### Sec. 11. APPROPRIATIONS

- (a) Purpose. The purpose of the appropriations in this section are:
- (1) to respond to the far-reaching public health and negative economic impacts of the COVID-19 pandemic; and
- (2) to ensure that Vermonters and Vermont communities have an adequate supply of safe, affordable housing.
- (b) In fiscal year 2022, the amount of \$20,400,000.00 is appropriated from the America Rescue Plan Act (ARPA) Coronavirus State Fiscal Recovery Funds as follows:
- (1) \$100,000.00 to the Department of Public Safety as one-time startup funding to hire one or more Inspector positions authorized pursuant to Sec. 4 of this act.
- (2) \$300,000.00 to the Department of Housing and Community Development as one-time startup funding to hire one or more of the positions authorized pursuant to Sec. 5 of this act.
- (3) \$20,000,000.00 to the Department of Housing and Community Development to implement the Vermont Rental Housing Improvement Program created in 10 V.S.A. § 699. The Department may use not more than \$1,000,000.00 of the appropriation to facilitate a statewide education and navigation system to assist homeowners with designing, financing, permitting, and constructing accessory dwelling units.

# Sec. 12. EFFECTIVE DATES

(a) This section and the following sections shall take effect on passage:

- (1) Sec. 1 (DPS authority for rental housing health and safety; rental housing registration).
  - (2) Sec. 4 (DPS positions).
  - (3) Sec. 5 (DHCD positions).
  - (4) Sec. 6 (conforming changes to Department of Health statutes).
  - (5) Sec. 7 (DPS rulemaking authority and transition provisions).
  - (6) Secs. 8–10 (Vermont Rental Housing Improvement Program).
  - (8) Sec. 11 (FY 2022 ARPA appropriations).
- (b) Sec. 2 (administrative penalty for failure to register rental housing) shall take effect on July 1, 2023.
- (c) Sec. 3 (repeal of registration exemption for housing provided as a benefit of farm employment) shall take effect on July 1, 2025.
- **Rep. Masland of Thetford**, for the Committee on Ways and Means, recommended that the bill pass in concurrence with proposal of amendment as recommended by the Committee on General, Housing, and Military Affairs.
- **Rep. Jessup of Middlesex**, for the Committee on Appropriations, recommended that the House propose to the Senate to amend the bill as recommended by the Committee on General, Housing, and Military Affairs and when further amended as follows:
- In Sec. 1, in 20 V.S.A. chapter 172, in section 2678, by striking out subsection (d) in its entirety and inserting in lieu thereof a new subsection (d) to read as follows:
  - (d) Rental Housing Safety Special Fund.
- (1) The Rental Housing Safety Special Fund is created pursuant to 32 V.S.A. chapter 7, subchapter 5.
- (2) The Department shall maintain the fees collected pursuant to this section in the Fund, the proceeds of which the Department shall use:
- (A) to hire authorized staff to administer the registry and registration requirements imposed in this section; and
- (B) to provide funding to the Department of Public Safety to hire authorized staff to conduct inspections and regulate rental housing pursuant to section 2677 of this title.

The bill, having appeared on the Notice Calendar, was taken up, read the second time, and the report of the Committee on General, Housing, and Military Affairs was amended as recommended by the Committee on Appropriations.

Thereupon, pending the question, Shall the House propose to the Senate to amend the bill as recommended by the Committee on General, Housing, and Military Affairs, as amended?, **Rep. McCoy of Poultney** asked that the question be divided to first consider Sections 1-7; the appropriations in Section 11(b)(1) and (b)(2); and their related effective dates in Section 12; then second, the remainder of the amended committee report. The Speaker ruled that the question could be divided in that manner.

Pending the question, Shall the House propose to the Senate to amend the bill as recommended by the Committee on General, Housing, and Military Affairs, as amended, in the first division, which is Sections 1 through 7; the appropriations in Section 11, subdivisions (b)(1) and (2); and their related effective dates in Section 12?, **Rep. McCoy of Poultney** demanded the Yeas and Nays, which demand was sustained by the Constitutional number. The Clerk proceeded to call the roll and the question, Shall the House propose to the Senate to amend the bill as recommended by the Committee on General, Housing, and Military Affairs, as amended, in the first division, which is Sections 1 through 7; the appropriations in Section 11, subdivisions (b)(1) and (2); and their related effective dates in Section 12?, was decided in the affirmative. Yeas, 88. Nays, 54.

#### Those who voted in the affirmative are:

Ancel of Calais Anthony of Barre City Arrison of Weathersfield Austin of Colchester Bartholomew of Hartland Birong of Vergennes Black of Essex Bluemle of Burlington Bock of Chester Bongartz of Manchester Bos-Lun of Westminster Brady of Williston Briglin of Thetford Brown of Richmond Brumsted of Shelburne Burke of Brattleboro **Burrows of West Windsor** Campbell of St. Johnsbury Chase of Colchester Christie of Hartford

Elder of Starksboro Emmons of Springfield Garofano of Essex Goldman of Rockingham Hooper of Montpelier Hooper of Randolph Hooper of Burlington Houghton of Essex Howard of Rutland City James of Manchester Jerome of Brandon Jessup of Middlesex Killacky of South Burlington Kimbell of Woodstock Kitzmiller of Montpelier Kornheiser of Brattleboro LaLonde of South Burlington Lanpher of Vergennes Long of Newfane

O'Brien of Tunbridge Ode of Burlington Pajala of Londonderry Partridge of Windham Patt of Worcester Pugh of South Burlington Rachelson of Burlington Satcowitz of Randolph Scheu of Middlebury Sheldon of Middlebury Small of Winooski Squirrell of Underhill Stebbins of Burlington Stevens of Waterbury Surprenant of Barnard Taylor of Colchester Till of Jericho Toleno of Brattleboro Townsend of South Burlington

Cina of Burlington
Coffey of Guilford
Colburn of Burlington
Colston of Winooski
Conlon of Cornwall
Copeland Hanzas of
Bradford
Cordes of Lincoln
Dolan of Essex
Dolan of Waitsfield
Durfee of Shaftsbury

Masland of Thetford
McCarthy of St. Albans City
McCormack of Burlington
McCullough of Williston
Morris of Springfield
Mrowicki of Putney
Mulvaney-Stanak of
Burlington
Nicoll of Ludlow
Nigro of Bennington
Notte of Rutland City

Troiano of Stannard Vyhovsky of Essex Walz of Barre City Webb of Shelburne White of Bethel White of Hartford Whitman of Bennington Wood of Waterbury Yacovone of Morristown Yantachka of Charlotte

# Those who voted in the negative are:

Achey of Middletown Springs Beck of St. Johnsbury Brennan of Colchester Brownell of Pownal Burditt of West Rutland Canfield of Fair Haven Corcoran of Bennington Cupoli of Rutland City Dickinson of St. Albans Town Donahue of Northfield Fagan of Rutland City Gannon of Wilmington Goslant of Northfield Graham of Williamstown Gregoire of Fairfield Hango of Berkshire Harrison of Chittenden

Helm of Fair Haven Higley of Lowell Kascenska of Burke Labor of Morgan LaClair of Barre Town Laroche of Franklin Lefebvre of Newark Lefebvre of Orange Leffler of Enosburgh Marcotte of Coventry Martel of Waterford Mattos of Milton McCoy of Poultney Morgan, L. of Milton Morgan, M. of Milton Morrissey of Bennington Murphy of Fairfax Norris of Sheldon Norris of Shoreham

Noves of Wolcott Page of Newport City Parsons of Newbury Pearl of Danville Peterson of Clarendon Rogers of Waterville Rosenquist of Georgia Scheuermann of Stowe Shaw of Pittsford Sibilia of Dover Sims of Craftsbury Smith of Derby Strong of Albany Sullivan of Dorset Terenzini of Rutland Town Toof of St. Albans Town Walker of Swanton Williams of Granby

# Those members absent with leave of the House and not voting are:

Donnally of Hyde Park Feltus of Lyndon Grad of Moretown Lippert of Hinesburg McFaun of Barre Town Palasik of Milton Smith of New Haven

Thereupon, the remainder of the report of the Committee on General, Housing, and Military Affairs, as amended, was agreed to and third reading was ordered.

# Favorable Report; Second Reading; Third Reading Ordered

S. 162

**Rep. Arrison of Weathersfield**, for the Committee on Education, to which had been referred Senate bill, entitled

An act relating to the collective bargaining rights of teachers

Reported in favor of its passage in concurrence.

The bill, having appeared on the Notice Calendar, was taken up, read the second time, and third reading ordered.

### **Action on Bill Postponed**

H. 635

House bill, entitled

An act relating to secondary enforcement of minor traffic offenses

Was taken up and pending the question, Shall the House concur in the Senate proposal of amendment?, on motion of **Rep. Colston of Winooski**, action on the bill was postponed until April 27, 2022.

# Bill Referred to Committee on Ways and Means

S. 188

Senate bill, entitled

An act relating to regulating licensed small cannabis cultivation as farming

Pending entry on the Notice Calendar, and pursuant to House Rule 35(a), affecting the revenue of the State or materially affecting the revenues of one or more municipalities, was referred to the Committee on Ways and Means.

### **Bill Referred to Committee on Appropriations**

S. 258

Senate bill, entitled

An act relating to agricultural water quality, enforcement, and dairy farming

Pending entry on the Notice Calendar, and pursuant to House Rule 35(a), carrying an appropriation, was referred to the Committee on Appropriations.

# Adjournment

At twelve o'clock and thirty minutes in the afternoon, on motion of **Rep. McCoy of Poultney**, the House adjourned until Tuesday, April 26, 2022, at ten o'clock in the forenoon, pursuant to the provisions of J.R.S. 51.

# **Concurrent Resolutions Adopted**

The following concurrent resolutions, having been placed on the Consent Calendar on the preceding legislative day, and no member having requested floor consideration as provided by Rule 16b of the Joint Rules of the Senate and House of Representatives, are hereby adopted on the part of the House:

#### H.C.R. 144

House concurrent resolution congratulating Blake Hill Preserves' owners Vicki Allard and Joe Hanglin on being named the U.S. Small Business Administration's 2022 Vermont Small Business Persons of the Year

#### H.C.R. 145

House concurrent resolution recognizing June 27, 2022 as Post-Traumatic Stress Injury Awareness Day in Vermont

#### H.C.R. 146

House concurrent resolution congratulating Megan Nick on winning the bronze medal in women's individual aerials at the 2022 Winter Olympics

#### H.C.R. 147

House concurrent resolution congratulating Ryan Cochran-Siegle of Starksboro on winning the silver medal in the super-G alpine skiing race at the 2022 Winter Olympics

#### H.C.R. 148

House concurrent resolution recognizing April 2022 as World Landscape Architecture Month and designating April 26, 2022 as Fredrick Law Olmsted Day in Vermont

#### H.C.R. 149

House concurrent resolution honoring former Sunderland Town Clerk and Treasurer Rose Keough

[The full text of the concurrent resolutions appeared in the House Calendar Addendum on the preceding legislative day and will appear in the Public Acts and Resolves of the 2022 Adjourned Session.]