1	H.652
2	Introduced by Representative Bongartz of Manchester
3	Referred to Committee on
4	Date:
5	Subject: Conservation and development; land use; housing; municipal zoning
6	Statement of purpose of bill as introduced: This bill proposes to make multiple
7	changes to provisions from 2023 Acts and Resolves No. 47, the HOME Act.
0	An and relative to see letter to the HOME And
8	An act relating to updates to the HOME Act
9	It is hereby enacted by the General Assembly of the State of Vermont:
10	Sec. 1. 2023 Acts and Resolves No. 47, Sec. 1 is amended to read:
11	Sec. 1. 24 V.S.A. § 4414 is amended to read:
12	§ 4414. ZONING; PERMISSIBLE TYPES OF REGULATIONS
13	* * *
14	(4) Parking and loading facilities. A municipality may adopt provisions
15	setting forth standards for permitted and required facilities for off-street
16	parking and loading, which may vary by district and by uses within each
17	district. In any district that is served by municipal sewer and water
18	infrastructure that allows residential uses, a municipality shall not require more
19	than one parking space per dwelling unit. However, a municipality may
20	require 1.5 parking spaces for duplexes and multiunit dwellings in areas not

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1	served by sewer and water, and in areas that are located more than one-quarter
2	mile away from public parking. The number of parking spaces shall be
3	rounded up to the nearest whole number when calculating the total number of
4	spaces. These bylaws may also include provisions covering the location, size,
5	design, access, landscaping, and screening of those facilities. In determining
6	the number of parking spaces for nonresidential uses and size of parking
7	spaces required under these regulations, the appropriate municipal panel may
8	take into account the existence or availability of employer "transit pass" and
9	rideshare programs, public transit routes, and public parking spaces in the
10	vicinity of the development.
11	* * *
12	Sec. 2. 24 V.S.A. § 4412 is amended to read:
13	§ 4412. REQUIRED PROVISIONS AND PROHIBITED EFFECTS
14	Notwithstanding any existing bylaw, the following land development
15	provisions shall apply in every municipality:
16	(1) Equal treatment of housing and required provisions for affordable
17	housing.
18	* * *
19	(D) Bylaws shall designate appropriate districts and reasonable

regulations for multiunit or multifamily dwellings. No bylaw shall have the

effect of excluding these multiunit or multifamily dwellings from the

1	municipality. For the purposes of this chapter, short-term rentals as defined in
2	18 V.S.A. § 4301(a)(14) are not considered dwellings or residential
3	development. In any district that allows year-round residential development,
4	duplexes shall be an allowed a permitted use with the same dimensional
5	standards as that are no more restrictive than is required for a single-unit
6	dwelling, including no additional land or lot area than would be required for a
7	single-unit dwelling. In any district that is served by municipal sewer and
8	water infrastructure that allows residential development, multiunit dwellings
9	with four or fewer units shall be a permitted use requiring no additional land or
10	lot area than would be required for a single-unit dwelling, unless that district
11	specifically requires multiunit structures to have more than four dwelling units
12	* * *
13	(12) In any area served by municipal sewer and water infrastructure that
14	allows residential development, bylaws shall establish lot and building

dimensional standards that allow five or more dwelling units per acre for each

allowed residential use, and density a minimum lot size of one fifth of an acre.

Density and minimum lot size standards for duplexes and multiunit dwellings

shall not be more restrictive than those required for single-family dwellings.

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1	Sec. 3. 24 V.S.A. § 4303 is amended to read:
2	§ 4303. DEFINITIONS
3	The following definitions shall apply throughout this chapter unless the
4	context otherwise requires:
5	* * *
6	(42)(A) An area "served by municipal sewer and water infrastructure"
7	means:
8	(i) an area where residential connections and expansions are
9	available to municipal water and direct and indirect discharge wastewater
10	systems and not prohibited by:
11	(I) State regulations or permits;
12	(II) identified capacity constraints; or
13	(III) municipally adopted service and capacity agreements; or
14	(IV) physical or other constraints that prevent a feasible
15	connection; or
16	(ii) an area established by the municipality by ordinance or bylaw
17	where residential connections and expansions are available to municipal water
18	and direct and indirect discharge wastewater systems and which may exclude:
19	(I) flood hazard or inundation areas as established by statute,
20	river corridors or fluvial erosion areas as established by statute, shorelands,

areas within a zoning district or overlay district the purpose of which is natural

1	resource protection, and wherever year-round residential development is not
2	allowed;
3	(II) areas with identified service limits established by State
4	regulations or permits, identified capacity constraints, or municipally adopted
5	service and capacity agreements;
6	(III) areas served by sewer and water to address an identified
7	community-scale public health hazard or environmental hazard;
8	(IV) areas serving a mobile home park that is not within an area
9	planned for year-round residential growth;
10	(V) areas serving an industrial site or park;
11	(VI) areas where service lines are located to serve the areas
12	described in subdivisions (III)–(V) of this subdivision (ii), but no connections
13	or expansions are permitted; or
14	(VII) areas that, through an approved Planned Unit
15	Development under section 4417 of this title or Transfer of Development
16	Rights under section 4423 of this title, prohibit year-round residential
17	development.
18	(B) Municipally adopted areas served by municipal sewer and water
19	infrastructure that limit sewer and water connections and expansions shall not
20	result in the unequal treatment of housing by discriminating against a year-

round residential use or housing type otherwise allowed in this chapter.

1	Sec. 4. 24 V.S.A. § 4465 is amended to read:
2	§ 4465. APPEALS OF DECISIONS OF THE ADMINISTRATIVE OFFICER
3	* * *
4	(d) An appropriate municipal panel hearing and deciding appeals taken
5	under this section shall issue a determination within 60 days after receiving the
6	appeal.
7	Sec. 5. 24 V.S.A. § 4382 is amended to read:
8	§ 4382. THE PLAN FOR A MUNICIPALITY
9	(a) A plan for a municipality shall be consistent with the goals established
10	in section 4302 of this title and compatible with approved plans of other
11	municipalities in the region and with the regional plan and shall include the
12	following:
13	* * *
14	(10) A housing element that shall include a recommended program for
15	public and private actions to address housing needs as identified by the
16	regional planning commission pursuant to subdivision 4348a(a)(9) of this title.
17	The program should shall use data on year-round and seasonal dwellings and
18	include specific actions to address the housing needs of persons with low
19	income and persons with moderate income and account for permitted
20	residential development as described in section 4412 of this title.

* * *

1	Sec. 6. 24 V.S.A. § 4442 is amended to read:
2	§ 4442. ADOPTION OF BYLAWS AND RELATED REGULATORY
3	TOOLS; AMENDMENT OR REPEAL
4	* * *
5	(c) Routine adoption. A bylaw, bylaw amendment, or bylaw repeal shall
6	be adopted by a majority of the members of the legislative body at a meeting
7	that is held after the final public hearing and shall be effective 21 days after
8	adoption unless, by action of the legislative body, the bylaw, bylaw
9	amendment, or bylaw repeal is warned for adoption by the municipality by
10	Australian ballot at a special or regular meeting of the municipality.
11	* * *
12	Sec. 7. 2023 Acts and Resolves No. 47, Sec. 16a is amended to read:
13	Sec. 16a. ACT 250 EXEMPTION REQUIREMENTS
14	In order to qualify for the exemptions established in 10 V.S.A. § 6001
15	(3)(A)(xi) and (3)(D)(viii)(III), a person shall request a jurisdictional opinion
16	under 10 V.S.A. § 6007 on or before June 30, 2026 2028. The jurisdictional
17	opinion shall require the project to substantially complete construction on or
18	before June 30, 2029 2031 in order to remain exempt.
19	Sec. 8. 10 V.S.A. § 699 is amended to read:
20	§ 699. VERMONT RENTAL HOUSING IMPROVEMENT PROGRAM
21	(a) Creation of Program.

1	(1) The Department of Housing and Community Development shall
2	design and implement the Vermont Rental Housing Improvement Program,
3	through which the Department shall award funding to statewide or regional
4	nonprofit housing organizations, or both, to provide competitive grants and
5	forgivable loans to private landlords for the rehabilitation, including
6	weatherization and accessibility improvements, of eligible rental housing units.
7	(2) The Department shall develop statewide standards for the Program,
8	including factors that partner organizations shall use to evaluate applications
9	and award grants and forgivable loans.
10	(3) A landlord shall not offer a unit created through the Program as a
11	short-term rental, as defined in 18 V.S.A. § 4301, for the period a grant or loan
12	agreement is in effect.
13	(4) The Department may utilize a reasonable percentage of
14	appropriations made to the Department for the Program to administer the
15	Program.
16	(5) The Department may cooperate with and subgrant funds to State
17	agencies and political subdivisions and public and private organizations in
18	order to carry out the purposes of this subsection.

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1	(e) Program requirements applicable to grants and five-year forgivable
2	loans. For a grant or five-year forgivable loan awarded through the Program,
3	the following requirements apply for a minimum period of five years:
4	(1) A landlord shall coordinate with nonprofit housing partners and local
5	coordinated entry organizations to identify potential tenants.
6	(2)(A) Except as provided in subdivision (2)(B) of this subsection (e), a
7	landlord shall lease the unit to a household that is exiting homelessness or
8	actively working with an immigrant or refugee resettlement program.
9	(B) If, upon petition of the landlord, the Department or the housing
10	organization that issued the grant determines that a household exiting
11	homelessness is not available to lease the unit, then the landlord shall lease the
12	unit:
13	(i) to a household with an income equal to or less than 80 percent
14	of area median income; or
15	(ii) if such a household is unavailable, to another household with
16	the approval of the Department or housing organization.
17	(3)(A) A landlord shall accept any housing vouchers that are available to
18	pay all, or a portion of, the tenant's rent and utilities.
19	(B) If no housing voucher or federal or State subsidy is available, the
20	total cost of rent for the unit, including utilities not covered by rent payments,

1	shall not exceed the applicable fair market rent established by the Department
2	of Housing and Urban Development.
3	(4)(A) A landlord may convert a grant to a forgivable loan upon
4	approval of the Department and the housing organization that approved the
5	grant.
6	(B) A landlord who converts a grant to a forgivable loan shall receive
7	a 10-percent prorated credit for loan forgiveness for each year in which the
8	landlord participates in the grant program.
9	(f) Requirements applicable to <u>10-year</u> forgivable loans. For a <u>10-year</u>
10	forgivable loan awarded through the Program, the following requirements
11	apply for a minimum period of 10 years:
12	(1)(A) A landlord shall accept any housing vouchers that are available to
13	pay all, or a portion of, the tenant's rent and utilities.
14	(B) If no housing voucher or federal or State subsidy is available, the
15	cost of rent for the unit, including utilities not covered by rent payments, shall
16	not exceed the applicable fair market rent established by the Department of
17	Housing and Urban Development.
18	(2) The Department shall forgive 10 percent of the amount of a
19	forgivable loan for each year a landlord participates in the loan program.

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- 1 Sec. 9. EFFECTIVE DATE
- 2 This act shall take effect on July 1, 2024.