- 1 Introduced by
- 2 Referred to Committee on
- 3 Date:
- 4 Subject: <<u>Subject></u>
- 5 Statement of purpose of bill as introduced: This bill proposes to <<u>Purpose></u>

6	An act relating to housing and housing development
7	It is hereby enacted by the General Assembly of the State of Vermont:
8	* * * Vermont Rental Housing Improvement Program * * *
9	Sec. 1. 10 V.S.A. § 699 is amended to read:
10	§ 699. VERMONT RENTAL HOUSING IMPROVEMENT PROGRAM
11	(a) Creation of Program.
12	* * *
13	(5)(A) The Department may cooperate with and subgrant funds to State
14	agencies and governmental subdivisions and public and private organizations
15	in order to carry out the purposes of this subsection.
16	(B) Solely with regards to actions undertaken pursuant to this
17	subdivision, entities, including grantees, subgrantees, and contractors of the
18	State, shall be exempt from the provisions of 8 V.S.A. chapter 73 (licensed
19	lenders, mortgage brokers, mortgage loan originators, sales finance companies,
20	and loan solicitation companies).

1	* * *
2	(d) Program requirements applicable to grants and forgivable loans.
3	(1)(A) A grant or loan shall not exceed:
4	(i) \$70,000.00 per unit, for rehabilitation or creation of an eligible
5	rental housing unit meeting the applicable building accessibility requirements
6	under the Vermont Access Rules; or
7	(ii) \$50,000.00 per unit, for rehabilitation or creation of any other
8	eligible rental housing unit. Up to an additional \$20,000.00 per unit may be
9	made available for specific elements that collectively bring the unit to the
10	visitable standard outlined in the rules adopted by the Vermont Access Board.
11	* * *
12	(e) Program requirements applicable to grants and five-year forgivable
13	loans. For a grant or five year forgivable loan awarded through the Program,
14	the following requirements apply for a minimum period of five years:
15	(1) A landlord shall coordinate with nonprofit housing partners and local
16	coordinated entry homelessness service organizations approved by the
17	Department to identify potential tenants.
18	(2)(A) Except as provided in subdivision (2)(B) of this subsection (e), a
19	landlord shall lease the unit to a household that is:

(i) exiting homelessness, including any individual under 25 years
of age who secures housing through a master lease held by a youth service
provider on behalf of individuals under 25 years of age;
(ii) actively working with an immigrant or refugee resettlement
program; or
(iii) composed of at least one individual with a disability who
receives or is eligible approved to receive Medicaid-funded home and
community based home- and community-based services or Social Security
Disability Insurance;
(iv) displaced due to activity related to climate change or due to a
natural disaster; or
(v) with approval from the Department in writing, an organization
that will hold a master lease that explicitly states the unit will be used in
service of the populations described in this subsection (e).
* * *
(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 prorated credit for loan forgiveness for each year in which the
landlord participates in the Program.

1	(f) Requirements applicable to 10-year forgivable loans. For a 10-year
2	forgivable loan awarded through the Program, the following requirements
3	apply for a minimum period of 10 years:
4	(1) A landlord shall coordinate with nonprofit housing partners and local
5	coordinated entry organizations to identify potential tenants The total cost of
6	rent for the unit, including utilities not covered by rent payments, shall not
7	exceed the applicable fair market rent established by the Department of
8	Housing and Urban Development, except that a landlord may accept a housing
9	voucher that exceeds fair market rent, if available.
10	(2)(A) Except as provided in subdivision (2)(B) of this subsection (f), a
11	landlord shall lease the unit to a household that is:
12	
	(i) exiting homelessness, including any individual under 25 years
13	(1) exiting homelessness, including any individual under 25 years of age who secures housing through a master lease held by a youth service
13 14	
-	of age who secures housing through a master lease held by a youth service
14	of age who secures housing through a master lease held by a youth service provider on behalf of individuals under 25 years of age;
14 15	of age who secures housing through a master lease held by a youth service provider on behalf of individuals under 25 years of age; (ii) actively working with an immigrant or refugee resettlement
14 15 16	of age who secures housing through a master lease held by a youth service provider on behalf of individuals under 25 years of age; (ii) actively working with an immigrant or refugee resettlement program; or
14 15 16 17	of age who secures housing through a master lease held by a youth service provider on behalf of individuals under 25 years of age; (ii) actively working with an immigrant or refugee resettlement program; or (iii) composed of at least one individual with a disability who is

1	subdivision (2)(A) of this subsection (f) is not available to lease the unit, then
2	the landlord shall lease the unit:
3	(i) to a household with an income equal to or less than 80 percent
4	of area median income; or
5	(ii) if such a household is unavailable, to another household with
6	the approval of the Department or housing organization.
7	(3)(A) A landlord shall accept any housing vouchers that are available to
8	pay all, or a portion of, the tenant's rent and utilities.
9	(B) If no housing voucher or federal or State subsidy is available, the
10	cost of rent for the unit, including utilities not covered by rent payments, shall
11	not exceed the applicable fair market rent established by the Department of
12	Housing and Urban Development.
13	(4) The Department shall forgive $\frac{10 \text{ percent of the } a \text{ prorated}}{10 \text{ percent of the } a \text{ prorated}}$ amount of
14	a forgivable loan for each year a landlord participates in the loan program.
15	* * *
16	(i) Creation of the Vermont Rental Housing Improvement Program
17	Revolving Fund. Funds repaid or returned to the Department from forgivable
18	loans or grants funded by the Program shall return to the Vermont Rental
19	Housing Improvement Revolving Fund to be used for Program expenditures
20	and administrative costs at the discretion of the Department.

1	* * * MHIR * * *
2	Sec. 2. 10 V.S.A. § 700 is added to read:
3	§ 700. VERMONT MANUFACTURED HOME IMPROVEMENT AND
4	REPAIR PROGRAM
5	(a) There is created within the Department of Housing and Community
6	Development the Manufactured Home Improvement and Repair Program. The
7	Department shall design and implement the Program to award funding to
8	statewide or regional nonprofit housing organizations, or both, to provide
9	financial assistance or awards to manufactured homeowners and manufactured
10	home park owners to improve existing homes, incentivize new slab placement
11	for prospective homeowners, and incentivize park improvements for infill of
12	more homes.
13	(b) The following projects are eligible for funding through the Program:
14	(1) The Department may award up to \$20,000.00 to owners of
15	manufactured housing communities to complete small-scale capital needs to
16	help infill vacant lots with homes, including disposal of abandoned homes, lot
17	grading and preparation, the siting and upgrading of electrical boxes,
18	enhancing E-911 safety issues, transporting homes out of flood zones, and
19	improving individual septic systems. Costs awarded under this subdivision
20	may also cover legal fees and marketing to help make it easier for home-
21	seekers to find vacant lots around the State.

1	(2) The Department may award funding to manufactured homeowners
2	for which the home is their primary residence to address habitability and
3	accessibility issues to bring the home into compliance with safe living
4	conditions.
5	(3) The Department may award up to \$15,000.00 per grant to a
6	homeowner to pay for a foundation or federal Department of Housing and
7	Urban Development-approved slab, site preparation, skirting, tie-downs, and
8	utility connections on vacant lots within a manufactured home community.
9	(c) The Department may adopt rules, policies, and guidelines to aid in
10	enacting the Program.
11	* * * Vermont Infrastructure Sustainability Fund * * *
12	Sec. 3. 24 V.S.A. chapter 119, subchapter 6 is amended to read:
13	Subchapter 6. Special Funds
14	* * *
15	<u>§ 4686. VERMONT INFRASTRUCTURE SUSTAINABILITY FUND</u>
16	(a) Creation. There is created the Vermont Infrastructure Sustainability
17	Fund within the Vermont Bond Bank.
18	(b) Purpose. The purpose of the Fund is to provide capital to extend and
19	increase capacity of water and sewer service and other public infrastructure in
20	municipalities where lack of extension or capacity is a barrier to housing
21	development.

1	(c) Administration. The Vermont Bond Bank may administer the Fund in
2	coordination with and support from other State agencies, government
3	component parts, and quasi-governmental agencies.
4	(d) Program parameters.
5	(1) The Vermont Bond Bank, in consultation with the Department of
6	Housing and Community Development, shall develop program guidelines to
7	effectively implement the Fund.
8	(2) The program shall provide low-interest loans or bonds to
9	municipalities to expand infrastructure capacity. Eligible activities include:
10	(A) preliminary engineering and planning;
11	(B) engineering design and bid specifications;
12	(C) construction for municipal waste and wastewater systems;
13	(D) transportation investments, including those required by municipal
14	regulation, the municipality's official map, designation requirements, or other
15	planning or engineering identifying complete streets and transportation and
16	transit related improvements, including improvements to existing streets;
17	(E) other eligible activities as determined by the guidelines produced
18	by the Vermont Bond Bank in consultation with the Department of Housing
19	and Community Development.
20	(e) Application requirements. Eligible project applications shall
21	demonstrate:

1	(1) the project will create reserve capacity necessary for new housing
2	unit development;
3	(2) the project has a direct link to housing unit production; and
4	(3) the municipality has a commitment to own and operate the project
5	throughout its useful life.
6	(f) Application criteria. In addition to any criteria developed in the
7	program guidelines, project applications shall be evaluated using the following
8	criteria:
9	(1) whether there is a direct connection to proposed or in-progress
10	housing development with demonstrable progress toward regional housing
11	targets;
12	(2) whether the project is an expansion of an existing system and the
13	proximity to a designated area;
14	(3) the project readiness and estimated time until the need for financing;
15	(4) the ranking of the community on the Vermont Department of
16	Finance and Management, Vermont Community Index; and
17	(5) the demonstration of financing for project completion or completion
18	of a project component.
19	(g) Award terms. The Vermont Bond Bank, in consultation with the
20	Department of Housing and Community Development, shall establish award
21	terms that may include:

1	(1) the maximum loan or bond amount;
2	(2) the maximum term of the loan or bond amount;
3	(3) the time by which amortization shall commence;
4	(4) the maximum interest rate;
5	(5) whether the loan is eligible for forgiveness and to what percentage or
6	amount;
7	(6) the necessary security for the loan or bond; and
8	(7) any additional covenants encumbering the improved properties to
9	further secure the loan or bond.
10	(h) Revolving fund. Any funds repaid or returned from the Infrastructure
11	Sustainability Fund shall be deposited into the Fund and used to continue the
12	program established in this section.
13	* * * VHFA First-Generation Homebuyer Program and Down Payment
14	Assistance Program * * *
15	Sec. 4. 32 V.S.A. § 5930u is amended to read:
16	§ 5930u. TAX CREDIT FOR AFFORDABLE HOUSING
17	(a) Definitions. As used in this section:
18	* * *
19	(11) "First-generation homebuyer" means a homebuyer who self-attests
20	that the homebuyer is an individual:
21	(A) whose parents or legal guardians:

Page 10 of 37

1	(i) do not have and during the homebuyer's lifetime have not had
2	any residential ownership interest in any state; or
3	(ii) lost ownership of a home due to foreclosure, short sale, or
4	deed-in-lieu of foreclosure and have not owned a home since that loss; or
5	(B) who has at any time been placed in foster care.
6	* * *
7	(g) Credit allocation.
8	(1) In any fiscal year, the allocating agency may award up to:
9	(A) \$400,000.00 in total first-year credit allocations to all applicants
10	for rental housing projects, for an aggregate limit of \$2,000,000.00 over any
11	given five-year period that credits are available under this subdivision (A).
12	(B) \$675,000.00 in total first-year credit allocations for loans or
13	grants for owner-occupied unit financing or down payment loans as provided
14	in subdivision (b)(2) of this section consistent with the allocation plan,
15	including for new construction and manufactured housing, for an aggregate
16	limit of \$3,375,000.00 over any given five-year period that credits are
17	available under this subdivision (B). Of the total first-year credit allocations
18	made under this subdivision (B), \$250,000.00 shall be used each fiscal year for
19	manufactured home purchase and replacement.
20	(C) \$250,000.00 in total first-year credit allocations for grants to
21	first-time homebuyers who are also first-generation homebuyers as provided in

VT LEG #381201 v.3

1	subdivision (b)(3)(D) of this section, for an aggregate limit of \$1,250,000.00
2	over any given five-year period that credits are available under this subdivision
3	<u>(C).</u>
4	(2) If the full amount of first-year credits authorized by an award are not
5	allocated to a taxpayer, the Agency may reclaim the amount not allocated and
6	re-award such allocations to other applicants, and such re-awards shall not be
7	subject to the limits set forth in subdivision (1) of this subsection.
8	(h) Credit allocation; Down Payment Assistance Program.
9	(1) In fiscal year 2016 through fiscal year 2019, the allocating agency
10	may award up to \$125,000.00 in total first-year credit allocations for loans
11	through the Down Payment Assistance Program created in subdivision (b)(2)
12	of this section.
13	(2) In fiscal year 2020 through fiscal year 2026, the allocating agency
14	may award up to \$250,000.00 in total first-year credit allocations for loans
15	through the Down Payment Assistance Program created in subdivision (b)(3)
16	of this section.
17	(3) In fiscal year 2027 through fiscal year 2031, the allocating agency
18	may award up to \$250,000.00 in total first-year credit allocations for loans
19	through the Down Payment Assistance Program created in subdivision (b)(3)
20	of this section.

1	* * * Housing and Residential Services Planning Committee * * *
2	Sec. 5. STATE HOUSING AND RESIDENTIAL SERVICES PLANNING
3	COMMITTEE; REPORT
4	(a) Creation. There is created the State Housing and Residential Services
5	Planning Committee to generate a State plan to develop housing for individuals
6	with developmental disabilities.
7	(b) Membership. The Committee shall be composed of the following
8	members:
9	(1) one current member of the House of Representatives, who shall be
10	appointed by the Speaker of the House;
11	(2) one current member of the Senate, who shall be appointed by the
12	Committee on Committees;
13	(3) the Secretary of the Agency of Human Services or designee;
14	(4) the Commissioner of the Department of Disabilities, Aging, and
15	Independent Living or designee;
16	(5) the Commissioner of the Department of Housing and Community
17	Development or designee;
18	(6) the State Treasurer or designee;
19	(7) one member, appointed by the Developmental Disabilities Housing
20	Initiative;

1	(8) the Executive Director of the Vermont Developmental Disabilities
2	Council;
3	(9) one member, appointed by Green Mountain Self-Advocates;
4	(10) one member, appointed by Vermont Care Partners; and
5	(11) one member, appointed by the Vermont Housing and Conservation
6	Board.
7	(c) Powers and duties. The Committee shall create an actionable plan to
8	develop housing for individuals with developmental disabilities that reflects
9	the diversity of needs expressed by those individuals and their families,
10	including individuals with high-support needs who require 24-hour care and
11	those with specific communication needs. The plan shall include:
12	(1) a schedule for the creation of at least 600 additional units of service-
13	supported housing;
14	(2) the number and description of the support needs of individuals with
15	developmental disabilities anticipated to be served annually;
16	(3) anticipated funding needs; and
17	(4) recommendations for changes in State laws or policies that are
18	obstacles to the development of housing needed by individuals with Medicaid-
19	funded home and community based services.

1	(d) Assistance. For purposes of scheduling meetings and preparing
2	recommended legislation, the Committee shall have the assistance of the
3	Office of Legislative Operations and the Office of Legislative Counsel.
4	(e) Report. On or before November 15, 2025, the Committee shall submit
5	a written report to the House Committees on General and Housing and on
6	Human Services and the Senate Committees on Economic Development,
7	Housing and General Affairs and on Health and Welfare with its findings and
8	any recommendations for legislative action.
9	(f) Meetings.
10	(1) The Secretary of Human Services shall call the first meeting of the
11	Committee to occur on or before July 15, 2025.
12	(2) The Committee shall select a chair from among its members at the
13	first meeting.
14	(3) A majority of the membership shall constitute a quorum.
15	(4) The Committee shall cease to exist on November 30, 2025.
16	(g) Compensation and reimbursement. For attendance at meetings during
17	adjournment of the General Assembly, a legislative member of the Committee
18	serving in the member's capacity as a legislator shall be entitled to per diem
19	compensation and reimbursement of expenses pursuant to 2 V.S.A. § 23 for
20	not more than five meetings. These payments shall be made from monies
21	appropriated to the General Assembly.

1	* * * Positive Rental Payment Pilot Program * * *
2	Sec. 6. POSITIVE RENTAL PAYMENT CREDIT REPORTING PILOT
3	(a) Definitions. As used in this section:
4	(1) "Contractor" means the third-party vendor that the State Treasurer's
5	Office contracts with to administer the pilot program described in this section.
6	(2) "Dwelling unit" has the same meaning as in 9 V.S.A. § 4451(3).
7	(3) "Participant property owner" means a landlord that has agreed in
8	writing to participate in the pilot program and has satisfied the requirements
9	described in subsection (c) of this section.
10	(4) "Participant tenant" means a tenant that has elected to participate in
11	the pilot program and whose landlord is a participant property owner.
12	(5) "Rental payment information" means information concerning a
13	participating tenant's timely payment of rent. "Rent payment information"
14	does not include information concerning a participating tenant's payment or
15	nonpayment of fees.
16	(b) Pilot program creation.
17	(1) The State Treasurer shall create and implement a two-year positive
18	rental payment reporting pilot program to facilitate the reporting of rent
19	payment information from participating tenants to consumer reporting
20	agencies.

1	(2) On or before May 1, 2026, the State Treasurer shall contract with a
2	third party to administer a positive rental payment pilot program and facilitate
3	the transmission of rent reporting information from a participant property
4	owner to a consumer reporting agency. The third-party administrator shall be
5	required to:
6	(A) enter into an agreement with one or more participant property
7	owners in the State in accordance with the requirements of this section for
8	participation in the pilot program;
9	(B) ensure that information to a credit reporting agency includes only
10	rent payment information after the date on which the participant tenant elected
11	to participate in the pilot program;
12	(C) establish a standard form for a participant tenant to use to elect to
13	participate or cease participation in the pilot program, which shall include a
14	statement that the tenant's participation is voluntary and that a participant may
15	cease participating in the pilot program at any time and for any reason by
16	providing notice to the participant's landlord; and
17	(D) offer an optional financial education course for participant
18	tenants.
19	(c) Program agreements. A participant property owner shall agree in
20	writing:
21	(1) to participate in the pilot program for the duration of the program;

(2) not to charge a participant tenant for participation in the pilot
program;
(3) to comply with the requirements of the program;
(4) to provide information as required by the State Treasurer concerning
the implementation of the pilot program; and
(5) to assist in the recruitment of tenants to participate in the pilot
program.
(d) Program participants. On or before June 1, 2026, the Contractor shall,

- 9 in coordination with the State Treasurer, recruit no more than 10 participant
- 10 property owners and, to the extent practicable, not less than 100 participant
- 11 tenants, to participate in the pilot program. The Contractor shall seek to select
- participant tenants from populations that are under-served and under-12
- 13 represented in home ownership. The Contractor shall also seek to recruit
- participant landlords who offer: 14
- (1) a variety of types of dwelling units for rent, including dwelling units 15
- of various sizes; 16

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- (2) dwelling units for rent that are located in geographically diverse 17
- areas of the State; and 18
- 19 (3) at least five dwelling units for rent.
- 20 (e) Termination. The State Treasurer may terminate the pilot program at
- 21 any time in the Treasurer's sole discretion or terminate participation of a

1	participant property owner for failure to comply with the requirements of the
2	program.
3	(f) Reports.
4	(1) On or before November 1, 2027, the State Treasurer shall submit an
5	interim report to the Senate Committee on Economic Development, Housing
6	and General Affairs and the House Committee on General and Housing
7	regarding the findings of the pilot program. The report shall include:
8	(A) the number of participant tenants, including information
9	regarding the demographic makeup of participant tenants, such as race,
10	ethnicity, gender, income, and age, as voluntarily provided by the participant;
11	(B) the number of participant tenants who ceased participating in the
12	program;
13	(C) a breakdown of costs of administering the program, including the
14	monthly costs associated with rent reporting;
15	(D) a description of challenges faced by the participating property
16	owners and participating tenants during the pilot program;
17	(E) an analysis of the outcomes of rent reporting on participant
18	tenant's credit scores; and
19	(F) recommendations for legislative action, including proposed
20	statutory language and an appropriation for associated costs.

1	(2) On or before November 1, 2028, the State Treasurer shall submit a
2	final report to the Senate Committee on Economic Development, Housing and
3	General Affairs and the House Committee on General and Housing regarding
4	the findings of the pilot program. The report shall include an update to the
5	information required in the interim report.
6	* * * Housing and Public Accommodation Protections * * *
7	Sec. 7. 9 V.S.A. § 4501 is amended to read:
8	§ 4501. DEFINITIONS
9	As used in this chapter:
10	* * *
11	(12)(A) "Harass" means to engage in unwelcome conduct that detracts
12	from, undermines, or interferes with a person's:
13	(i) use of a place of public accommodation or any of the
14	accommodations, advantages, facilities, or privileges of a place of public
15	accommodation because of the person's race, creed, color, national origin,
16	citizenship, immigration status, marital status, sex, sexual orientation, gender
17	identity, or disability; or
18	(ii) terms, conditions, privileges, or protections in the sale or rental
19	of a dwelling or other real estate, or in the provision of services or facilities in
20	connection with a dwelling or other real estate, because of the person's race,
21	sex, sexual orientation, gender identity, age, marital status, religious creed,

1	color, national origin, <u>citizenship, immigration status</u> , or disability, or because
2	the person intends to occupy a dwelling with one or more minor children, or
3	because the person is a recipient of public assistance, or because the person is a
4	victim of abuse, sexual assault, or stalking.
5	* * *
6	Sec. 8. 9 V.S.A. § 4502 is amended to read:
7	§ 4502. PUBLIC ACCOMMODATIONS
8	(a) An owner or operator of a place of public accommodation or an agent
9	or employee of such owner or operator shall not, because of the race, creed,
10	color, national origin, <u>citizenship, immigration status</u> , marital status, sex,
11	sexual orientation, or gender identity of any person, refuse, withhold from, or
12	deny to that person any of the accommodations, advantages, facilities, and
13	privileges of the place of public accommodation.
14	* * *
15	Sec. 9, 9 V.S.A. § 4503 is amended to read:
16	§ 4503. UNFAIR HOUSING PRACTICES
17	(a) It shall be unlawful for any person:
18	(1) To refuse to sell or rent, or refuse to negotiate for the sale or rental
19	of, or otherwise make unavailable or deny, a dwelling or other real estate to
20	any person because of the race, sex, sexual orientation, gender identity, age,
21	marital status, religious creed, color, national origin, citizenship, immigration

1	status, or disability of a person, or because a person intends to occupy a
2	dwelling with one or more minor children, or because a person is a recipient of
3	public assistance, or because a person is a victim of abuse, sexual assault, or
4	stalking.
5	(2) To discriminate against, or to harass, any person in the terms,
6	conditions, privileges, and protections of the sale or rental of a dwelling or
7	other real estate, or in the provision of services or facilities in connection with
8	a dwelling or other real estate, because of the race, sex, sexual orientation,
9	gender identity, age, marital status, religious creed, color, national origin,
10	citizenship, immigration status, or disability of a person, or because a person
11	intends to occupy a dwelling with one or more minor children, or because a
12	person is a recipient of public assistance, or because a person is a victim of
13	abuse, sexual assault, or stalking.
14	(3) To make, print, or publish, or cause to be made, printed, or published
15	any notice, statement, or advertisement, with respect to the sale or rental of a
16	dwelling or other real estate that indicates any preference, limitation, or
17	discrimination based on race, sex, sexual orientation, gender identity, age,
18	marital status, religious creed, color, national origin, citizenship, immigration
19	status, or disability of a person, or because a person intends to occupy a
20	dwelling with one or more minor children, or because a person is a recipient of

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2	stalking.
3	(4) To represent to any person because of the race, sex, sexual
4	orientation, gender identity, age, marital status, religious creed, color, national
5	origin, citizenship, immigration status, or disability of a person, or because a
6	person intends to occupy a dwelling with one or more minor children, or
7	because a person is a recipient of public assistance, or because a person is a
8	victim of abuse, sexual assault, or stalking, that any dwelling or other real
9	estate is not available for inspection, sale, or rental when the dwelling or real
10	estate is in fact so available.
11	* * *
12	(6) To discriminate against any person in the making or purchasing of
13	loans or providing other financial assistance for real-estate-related transactions
14	or in the selling, brokering, or appraising of residential real property, because
14 15	or in the selling, brokering, or appraising of residential real property, because of the race, sex, sexual orientation, gender identity, age, marital status,
15	of the race, sex, sexual orientation, gender identity, age, marital status,
15 16	of the race, sex, sexual orientation, gender identity, age, marital status, religious creed, color, national origin, <u>citizenship, immigration status</u> , or
15 16 17	of the race, sex, sexual orientation, gender identity, age, marital status, religious creed, color, national origin, <u>citizenship, immigration status</u> , or disability of a person, or because a person intends to occupy a dwelling with
15 16 17 18	of the race, sex, sexual orientation, gender identity, age, marital status, religious creed, color, national origin, <u>citizenship, immigration status</u> , or disability of a person, or because a person intends to occupy a dwelling with one or more minor children, or because a person is a recipient of public

public assistance, or because a person is a victim of abuse, sexual assault, or

VT LEG #381201 v.3

1	representations regarding the entry into the neighborhood of a person or
2	persons of a particular race, sex, sexual orientation, gender identity, age,
3	marital status, religious creed, color, national origin, citizenship, immigration
4	status, or disability of a person, or because a person intends to occupy a
5	dwelling with one or more minor children, or because a person is a recipient of
6	public assistance, or because a person is a victim of abuse, sexual assault, or
7	stalking.
8	(8) To deny any person access to or membership or participation in any
9	multiple listing service, real estate brokers' organization, or other service,
10	organization, or facility relating to the business of selling or renting dwellings,
11	or to discriminate against any person in the terms or conditions of such access,
12	membership, or participation, on account of race, sex, sexual orientation,
13	gender identity, age, marital status, religious creed, color, national origin,
14	citizenship, immigration status, or disability of a person, or because a person is
15	a recipient of public assistance, or because a person is a victim of abuse, sexual
16	assault, or stalking.
17	* * *
18	(12) To discriminate in land use decisions or in the permitting of
19	housing because of race, sex, sexual orientation, gender identity, age, marital
20	status, religious creed, color, national origin, citizenship, immigration status,
21	disability, the presence of one or more minor children, income, or because of

VT LEG #381201 v.3

1	the receipt of public assistance, or because a person is a victim of abuse, sexual
2	assault, or stalking, except as otherwise provided by law.
3	* * *
4	(d) If required by federal law, the verification of immigration status shall
5	not constitute a violation of subsection (a) of this section with respect to the
6	sale and rental of dwellings.
7	* * * LURB Appeals Study * * *
8	Sec. 10. 2024 Acts and Resolves No. 181, Sec. 11a is amended to read:
9	Sec. 11a. ACT 250 APPEALS STUDY
10	(a) On or before January 15, 2026 November 15, 2025, the Land Use
11	Review Board shall issue a report evaluating whether to transfer appeals of
12	permit decisions and jurisdictional opinions issued pursuant to 10 V.S.A.
13	chapter 151 to the Land Use Review Board or whether they should remain at
14	the Environmental Division of the Superior Court. The Board shall convene a
15	stakeholder group that at a minimum shall be composed of a representative of
16	environmental interests, attorneys that practice environmental and
17	development law in Vermont, the Vermont League of Cities and Towns, the
18	Vermont Association of Planning and Development Agencies, the Vermont
19	Chamber of Commerce, the Land Access and Opportunity Board, the Office of
20	Racial Equity, the Vermont Association of Realtors, a representative of non-
21	profit housing development interests, a representative of for-profit housing

1	development interests, a representative of commercial development interests,
2	an engineer with experience in development, the Agency of Commerce and
3	Community Development, and the Agency of Natural Resources in preparing
4	the report. The Board shall provide notice of the stakeholder meetings on its
5	website and each meeting shall provide time for public comment.
6	(b) The report shall at minimum recommend:
7	(1) whether Whether to allow consolidation of appeals at the Board, or
8	with the Environmental Division of the Superior Court, and how, including
9	what resources the Board would need, if transferred to the Board, appeals of
10	permit decisions issued under 24 V.S.A. chapter 117 and the Agency of
11	Natural Resources can be consolidated with Act 250 appeals;.
12	(2) <u>how How</u> to prioritize and expedite the adjudication of appeals
13	related to housing projects, including the use of hearing officers to expedite
14	appeals and the setting of timelines for processing of housing appeals;.
15	(3) procedural Procedural rules to govern the Board's administration of
16	Act 250 and the adjudication of appeals of Act 250 decisions. These rules
17	shall include procedures to create a firewall and eliminate any potential for
18	conflicts with the Board managing appeals and issuing permit decisions and
19	jurisdictional opinions; and.

1	(4) other Other actions the Board should take to promote the efficient
2	and effective adjudication of appeals, including any procedural improvements
3	to the Act 250 permitting process and jurisdictional opinion appeals.
4	(c) The report shall be submitted to the Senate Committees on Economic
5	Development, Housing and General Affairs and on Natural Resources and
6	Energy and the House Committee on Environment and Energy.
7	* * * Manufactured Housing * * *
8	Sec. 11. 24 V.S.A. § 4412 is amended read:
9	§ 4412. REQUIRED PROVISIONS AND PROHIBITED EFFECTS
10	Notwithstanding any existing bylaw, the following land development
11	provisions shall apply in every municipality:
12	(1) Equal treatment of housing and required provisions for affordable
13	housing.
14	* * *
15	(B) Except as provided in subdivisions 4414(1)(E) and (F) of this
16	title, no bylaw shall have the effect of excluding mobile homes, modular
17	housing, or prefabricated housing from any district that allows year-round
18	residential development in the municipality, except upon the same terms and
19	conditions as conventional housing is excluded. A municipality may establish
20	specific site standards in the bylaws to regulate individual sites within
21	preexisting mobile home parks with regard to distances between structures and

1	other standards as necessary to ensure public health, safety, and welfare,
2	provided the standards do not have the effect of prohibiting the replacement of
3	mobile homes on existing lots.
4	* * *
5	* * * Brownfields * * *
6	Sec. 12. 10 V.S.A. § 6604c is amended to read:
7	§ 6604c. MANAGEMENT OF DEVELOPMENT SOILS
8	(a) Management of development soils. Notwithstanding any other
9	requirements of this chapter to the contrary, development soils may be
10	managed at a location permitted pursuant to an insignificant waste event
11	approval authorization issued pursuant to the Solid Waste Management Rules
12	that contains, at a minimum, the following:
13	(1) the development soils are generated from a hazardous materials site
14	managed pursuant to a corrective action plan or a soil management plan
15	approved by the Secretary:
16	(2) the development soils have been tested for arsenic, lead, and
17	polyaromatic hydrocarbons pursuant to a monitoring plan approved by the
18	Secretary that ensures that the soils do not leach above groundwater
19	enforcement standards;
20	(3) the location where the soils are managed is appropriate for the
21	amount and type of material being managed;

1	(4) the soils are capped in a manner approved by the Secretary;
2	(5) any activity that may disturb the development soils at the permitted
3	location shall be conducted pursuant to a soil management plan approved by
4	the Secretary; and
5	(6) the permittee files a record notice of where the soils are managed in
6	the land records.
7	* * *
8	Sec. 13. REPORT ON THE STATUS OF MANAGEMENT OF
9	DEVELOPMENT SOILS
10	(a) As part of the biennial report to the House Committee on Environment
11	and the Senate Committee on Natural Resources and Energy under 10 V.S.A.
12	<u>§ 6604(c), the Secretary of Natural Resources shall report on the status of the</u>
13	management of development soils in the State under 10 V.S.A. § 6604c. The
14	report shall include:
15	(1) the number of insignificant waste event approval authorizations
16	issued by the Secretary in the previous two years for the management of
17	development soils;
18	(2) the number of certified categorical solid waste facilities operating in
19	the State for the management of development soils;
20	(3) a summary of how the majority of development soils in the State are
21	being managed;

1	(4) an estimate of the cost to manage development soils, depending on
2	management method; and
3	(5) any additional information the Secretary determines relevant to the
4	management of development soils in the State.
5	(b) As used in this section, "development soil" has the same meaning as in
6	<u>10 V.S.A. § 6602(39).</u>
7	Sec. 14. 10 V.S.A. § 6641 is amended to read:
8	§ 6641. BROWNFIELD PROPERTY CLEANUP PROGRAM; CREATION;
9	POWERS
10	(a) There is created the Brownfield Property Cleanup Program to enable
11	certain interested parties to request the assistance of the Secretary to review
12	and oversee work plans for investigating, abating, removing, remediating, and
13	monitoring a property in exchange for protection from certain liabilities under
14	section 6615 of this title. The Program shall be administered by the Secretary
15	who shall:
16	* * *
17	(c) When conducting any review required by this subchapter, the Secretary
18	shall prioritize the review of remediation at a site that contains housing.
19	Sec. 15. BROWNFIELDS PROCESS IMPROVEMENT; REPORT
20	On or before November 1, 2025, the Secretary of Natural Resources shall
21	report to the House Committees on Environment and on General and Housing

1	and the Senate Committees on Economic Development, Housing and General
2	Affairs and on Natural Resources and Energy with proposals to make the
3	Program established pursuant to 10 V.S.A. chapter 159, subchapter 3
4	(brownfields reuse and liability limitation) substantially more efficient. At a
5	minimum, the report shall include both of the following:
6	(1) A survey of stakeholders in the brownfields program to identify
7	areas that present challenges to the redevelopment of contaminated properties,
8	with a focus on redevelopment for housing. The Secretary shall provide
9	recommendations to resolve these challenges.
10	(2) An analysis of strengths and weaknesses of implementing a licensed
11	site professional program within the State. The Secretary shall make a
12	recommendation on whether such a program should be implemented. If the
13	Secretary recommends implementation, the report shall include any changes to
14	statute or budget needed to implement this program.
15	Sec. 16. 2023 Acts and Resolves No. 78, Sec. B.1103, as amended by 2024
16	Acts and Resolves No. 87, Sec. 43, is further amended to read:
17	Sec. B.1103 CLIMATE AND ENVIRONMENT – FISCAL YEAR 2024
18	ONE-TIME APPROPRIATIONS
19	* * *
20	(h) In fiscal year 2024, the amount of \$2,500,000 General Fund is
21	appropriated to the Department of Environmental Conservation Environmental

1	Contingency Fund established pursuant to 10 V.S.A. § 1283 for the
2	Brownfields Reuse and Environmental Liability Limitation Act as codified in
3	10 V.S.A. chapter 159. Funds shall be used for the assessment and cleanup,
4	planning, and cleanup of brownfields sites.
5	* * *
6	Sec. 17. BROWNFIELD FUNDING
7	The sum of \$6,000,000.00 is appropriated from the General Fund to the
8	Brownfield Revitalization Fund established in 10 V.S.A. § 6654. The Agency
9	of Commerce and Community Development shall award the amount of
10	\$2,000,000.00 in fiscal year 2026 to regional planning commissions for the
11	purposes of brownfields assessment. In awarding funds under this section, the
12	Secretary of Commerce and Community Development, in consultation with the
13	Vermont Association of Planning and Development Agencies, shall select one
14	regional planning commission to administer these funds. To ensure statewide
15	availability, the selected regional planning commission shall subgrant to
16	regional planning commissions with brownfield programs, with not more than
17	10 percent of the funds being used for administrative purposes.
18	* * * TIF / SPARC / HIT * * *
19	Sec. 18-19. [Reserved.]

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* * * Taxes * * *
Sec. 20. 32 V.S.A. § 5811(21)(C) is amended to read:
(C) decreased by the following exemptions and deductions:
* * *
(iv) an amount equal to the itemized deduction for medical
expenses taken at the federal level by the taxpayer, under 26 U.S.C. § 213:
(I) minus the amount of the Vermont standard deduction and
Vermont personal exemptions taken by the taxpayer under this subdivision
(C) ; and
(II) minus any amount deducted at the federal level that is
attributable to the payment of an entrance fee or recurring monthly payment
made to a continuing care retirement community regulated under 8 V.S.A.
chapter 151, which exceeds the deductibility limits for premiums paid during
the taxable year on qualified long-term care insurance contracts under 26
U.S.C. 213(d)(10)(A) .
Sec. 21. 32 V.S.A. § 3800 is amended to read:
§ 3800. STATUTORY PURPOSES
* * *
(r) The statutory purpose of the exemption under section 3851 of this title
for certain new construction and improvements is to incentivize those
activities.

1	Sec. 22. 32 V.S.A. § 3851 is added to read:
2	§ 3851. NEW ACCESSORY DWELLING UNITS AND CERTAIN
3	PROPERTY IMPROVEMENTS
4	(a) An increase in the appraisal value of a property shall be exempted from
5	property taxation by fixing and maintaining the taxable value at the property's
6	grand list value in the year immediately preceding improvements in the
7	following cases:
8	(1) the property has been rehabilitated or improved using a grant from
9	the Vermont Housing Improvement Program and construction has been fully
10	completed in the previous 12 months; or
11	(2) the property has been improved through the construction of a new
12	accessory dwelling unit, as defined by 24 V.S.A. § 4303(38), and construction
13	has been fully completed in the previous 12 months.
14	(b) A decrease in appraisal value of a property subject to this exemption
15	due to damage or destruction from fire or act of nature may reduce the
16	property's taxable value below the fixed value under subsection (a) of this
17	section.
18	(c) The exemption under this section shall apply to the State education
19	property tax imposed under chapter 135 of this title and to municipal property
20	<u>tax.</u>

1	(d) An exemption under this section shall remain in effect for three years.
2	When the exemption period ends, the property shall be taxed at its most
3	recently appraised grand list value.
4	* * * VHFA Off-Site Construction * * *
5	Sec. 23. VHFA OFF-SITE CONSTRUCTION REPORT
6	(a) The sum of \$250,000.00 is appropriated from the General Fund in fiscal
7	year 2026 to the Department of Housing and Community Development granted
8	to the Vermont Housing Finance Agency to further develop recommendations
9	from the 2025 "Opportunities to Utilize Off-Site Construction to Meet
10	Vermont's Housing, Workforce and Climate Goals" report. The Vermont
11	Housing Finance Agency shall:
12	(1) identify and recommend a set of State policy objectives and
13	priorities related to off-site housing construction;
14	(2) explore opportunities for using bulk purchases of single- and multi-
15	family homes produced through off-site construction to achieve lower
16	construction costs;
17	(3) gather input from potential manufacturers about how to best achieve
18	cost savings through a bulk purchase program;
19	(4) determine any business planning support needed for existing
20	Vermont businesses seeking to develop or expand off-stie construction;

1	(5) explore creating a working group of neighboring states that
2	considers a regional market and shared approach; and
3	(6) estimate the funding and structure needed to support greater
4	development of off-site homes.
5	(b) The Vermont Housing Finance Agency shall submit an interim report
6	on or before January 15, 2026 to the House Committee on General and
7	Housing and the Senate Committee on Economic Development, Housing and
8	General Affairs and a final report on December 15, 2026.
9	* * * Appropriations * * *
10	Sec. 24. APPROPRIATIONS
11	The following shall be appropriated from the General Fund in fiscal year
12	<u>2026:</u>
13	(1) The sum of \$45,600,000.00 to the Department of Housing and
14	Community Development for the following purposes:
15	(A) \$15,000,000.00 granted to the Vermont Housing Finance Agency
16	to continue implementation of the Middle-Income Homeownership
17	Development Program;
18	(B) \$15,000,000.00 granted to the Vermont Housing Finance Agency
19	to continue implementation of the Rental Housing Revolving Loan Fund;
20	(C) \$9,100,000.00 granted to the Vermont Bond Bank to implement
21	the Vermont Infrastructure Sustainability Fund; and

1	(D) \$4,000,000.00 for the rehabilitation of eligible rental housing
2	units under the Rental Housing Improvement Program established in 10 V.S.A.
3	<u>§ 699;</u>
4	(E) \$2,000,000.00 to improve mobile home park infrastructure under
5	the Manufactured Home Improvement and Repair Program established in 10
6	<u>V.S.A. § 700:</u>
7	(F) \$500,000.00 for grants to be made for the purpose of providing
8	homebuyer education, financial literacy counseling, and foreclosure prevention
9	programs operated by the five NeighborWorks America affiliated
10	HomeOwnership Centers.
11	(2) The sum of \$100,000.00 to the State Treasurer to implement the
12	Positive Rental Payment Pilot Program.
13	* * * Effective Date * * *
14	Sec. 25. EFFECTIVE DATE
15	This act shall take effect on July 1, 2025.