A PRIMER ON THE NEW HOMEConnecticut LAW

(Connecticut General Statutes §§ 8-13m and following)

to be used in conjunction with Shipman & Goodwin's "Guidance Document for HOMEConnecticut Technical Assistance Grants," updated April 7, 2008

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PURPOSES OF HOMEConnecticut

A voluntary, collaborative process for municipalities across Connecticut to create:

- a surplus of land
- zoned for as-of-right for residential development
- at densities that will allow lower-priced market-rate housing
- and deed-restricted moderate income housing



SUMMARY: HOW HOMEConnecticut WORKS

A municipality:

- applies to the Office of Policy and Management ("OPM") for, and receives, technical assistance grant
- identifies an "eligible location" for an "incentive housing zone" ("IHZ")
- prepares a draft zoning regulation, meeting minimum density requirement; design standards included
- prepares housing plan for the proposed IHZ
- applies to OPM for IHZ approval
- after receiving OPM approval, receives \$2,000 per potential unit in IHZ
- adopts the zone regulation
- approves site or subdivision plan application
- issue building permits, collects \$2,000 per building permit from OPM

KEY ELEMENTS OF INCENTIVE HOUSING ZONES

1. "Eligible location": EITHER

- near transportation, or
- "area of concentrated development," or
- area with "existing, planned, or proposed infrastructure" to support required IHZ densities



- 2. "Developable land": land that will support Act's minimum densities, but excluding:
 - public uses
 - parks and open space
 - land subject to development restrictions
 - wetlands and watercourses
 - more than 1/2 contiguous acre with steep slopes

(Thus, land remaining after exclusions is NET developable lar



KEY ELEMENTS OF INCENTIVE HOUSING ZONES (continued)

- 3. Minimum IHZ densities on NET developable land in eligible location:
 - 6 / acre, single-family detached
 - 10 / acre, townhome or duplex
 - 20 / acre, multi-family (NOTE: may zone for one type, two, or all three)
- 4a. Small town exemption: under 5,000 population (2000 Census) may seek OPM approval for 4 / 6 / 10 units per acre [§ 38(B)(3)]
- 4b. OPM may *waive* density requirements for land "owned or controlled" by municipality, land trust, housing trust fund, or non-profit housing agency, *provided* development will be *100 percent* set aside at 80 percent of area median
- 5. Approval by site plan or subdivision only *non-discretionary standards*; no special permits or special exceptions
- 6. Set aside of lower-cost units: minimum 20 percent for 30 years for households earning 80 percent or less of AREA (not statewide) median income; higher set asides allowed





KEY ELEMENTS OF INCENTIVE HOUSING ZONES (continued)

- 6. Set aside of lower-cost units: minimum 20 percent for 30 years for households earning 80 percent or less of AREA (not statewide) median income; higher set asides allowed
- 7. "Consistent with State Plan of Conservation and Development" (check Locational Map)
 - 8. Zone adoption must increase as-of-right residential density within zone boundary by *at least 25 percent*
 - 9. Mixed uses allowed
- 10. Subzones (for example, part single-family, part multi-family) allowed
- 11. 20 percent minimum set aside requires enforceable regulation / deed restriction / covenants

COUNSELORE AT LAW

KEY ELEMENTS OF INCENTIVE HOUSING ZONES (continued)

- 12. May be located in (but does not override) historic district
- 13. Design standards allowed / encouraged, so long as they will not "unreasonably impair the economic or physical feasibility of constructing housing at the minimum densities required by the Act"
- 14. Special finding required for IHZ for single-family detached homes on subdivided lots





INCENTIVE HOUSING ZONE ADOPTION PROCESS

- 1. Local zoning commission adopts proposed IHZ regulation, map, deed restriction, density calculation, "housing plan"
- 2. Transmit to OPM for approval of "preliminary determination of eligibility"
- 3. OPM acts within 60 days: if no action, municipality must resubmit / new clock
- 4. OPM approves or denies
- 5. If OPM approves, Town eligible for \$2,000 / potential unit
- 6. Local zoning commission adopts IHZ; OPM pays \$2,000 per unit
- 7. Municipal reporting requirements to OPM; possible revocation procedures
- 8. OPM issues "certificates" to towns for continued compliance; statewide list, annual report



OTHER INCENTIVE HOUSING ZONE FEATURES

- 1. OPM prohibited from approving regulations that will impair or discriminate against subsidized housing
- 2. No incentive *payments* for age-restricted units (but units allowed in zone)
- 3. Preliminary workshops allowed
- 4. Restrictions on charging applicant technical review fees
- 5. Referrals to other town / city agencies allowed
- 6. Limits on conditions of site plan approval
 - to ensure compliance
 - to mitigate extraordinary impacts on other properties
- 7. Denial bases of site plan or subdivision:
 - non-compliance with regulations
 - information or fees not submitted
 - off-site impacts cannot be mitigated
- 8. Incentive payments go to General Fund no restrictions
- 9. IHZ regulation may allow multi-family, townhomes, single-family, or any combination
- 10. Site plan or subdivision plan may be below densities stated in regulation

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CONN. GEN. STAT. §§ 8-30g EXEMPTION

Within an incentive housing zone finally approved by OPM, incentive housing zone applicant "may not make such an application utilizing the provisions of section 8-30g"

USES OF \$4 MILLION APPROPRIATED

• Planning grants



- Incentive zone regulations payments / \$2,000 per potential unit
- Incentive zone building permit payments (\$2,000 per unit for multi-family / duplex / townhome, \$5,000 for single-family)
- CAVEAT: "Subject to available funds"