LC001859

# 2025 -- S 0503

# STATE OF RHODE ISLAND

## IN GENERAL ASSEMBLY

#### JANUARY SESSION, A.D. 2025

## AN ACT

#### RELATING TO TOWNS AND CITIES -- LOW AND MODERATE INCOME HOUSING

Introduced By: Senators Dimitri, Tikoian, Ciccone, Patalano, E Morgan, Raptakis, de la Cruz, Rogers, and Paolino Date Introduced: February 26, 2025

Referred To: Senate Housing & Municipal Government

It is enacted by the General Assembly as follows:

1 SECTION 1. Sections 45-53-3 and 45-53-4 of the General Laws in Chapter 45-53 entitled

2 "Low and Moderate Income Housing" are hereby amended to read as follows:

#### 3 **45-53-3. Definitions.**

4 The following words, wherever used in this chapter, unless a different meaning clearly

5 appears from the context, have the following meanings:

6 (1) "Adjustment(s)" means a request or requests by the applicant to seek relief from the 7 literal use and dimensional requirements of the municipal zoning ordinance and/or the design 8 standards or requirements of the municipal land development and subdivision regulations. The 9 standard for the local review board's consideration of adjustments is set forth in § 45-53-10 4(d)(2)(iii)(E)(II).

(2) "Affordable housing plan" means a component of a housing element, as defined in §
45-22.2-4(1), that addresses housing needs in a city or town that is prepared in accordance with
guidelines adopted by the state planning council, and/or to meet the provisions of § 45-53-4(e)(1)
and (f).

(3) "Approved affordable housing plan" means an affordable housing plan that has been approved by the director of administration as meeting the guidelines for the local comprehensive plan as promulgated by the state planning council; provided, however, that state review and approval, for plans submitted by December 31, 2004, shall not be contingent on the city or town having completed, adopted, or amended its comprehensive plan as provided for in § 45-22.2-8, § 1 45-22.2-9, or § 45-22.2-12.

- 2 (4) "Comprehensive plan" means a comprehensive plan adopted and approved by a city or
  3 town pursuant to chapters 22.2 and 22.3 of this title.
- 4 (5) "Consistent with local needs" means reasonable in view of the state need for low- and 5 moderate-income housing, considered with the impact to the total number of low-income persons 6 residing in the city or town affected and the need to protect the health and safety of the occupants 7 of the proposed housing and or of the residents of the city or town, to the impact on the public school system, public transportation and public infrastructure in the city or town affected, to 8 9 promote better site and building design in relation to the surroundings, or to preserve open spaces, 10 and if the local zoning or land use ordinances, requirements, and regulations are applied as equally 11 as possible to both subsidized and unsubsidized housing. Local zoning and land use ordinances, 12 requirements, or regulations are consistent with local needs when imposed by a city or town council 13 after a comprehensive hearing in a city or town where:

(i) Low- or moderate-income housing exists which is: (A) In the case of an urban city or town which has at least 5,000 occupied year-round rental units and the units, as reported in the latest decennial census of the city or town, comprise twenty-five percent (25%) or more of the yearround housing units, and is in excess of fifteen percent (15%) of the total occupied year-round rental units; or (B) In the case of all other cities or towns, is in excess of ten percent (10%) of the year-round housing units reported in the census.

(ii) The city or town has promulgated zoning or land use ordinances, requirements, and regulations to implement a comprehensive plan that has been adopted and approved pursuant to chapters 22.2 and 22.3 of this title, and the housing element of the comprehensive plan provides for low- and moderate-income housing in excess of either ten percent (10%) of the year-round housing units or fifteen percent (15%) of the occupied year-round rental housing units as provided in subsection (5)(i).

(iii) Multi-family rental units built under a comprehensive permit may be calculated
towards meeting the requirements of a municipality's low- or moderate-income housing inventory,
as long as the units meet and are in compliance with the provisions of § 45-53-3.1.

(6) "Infeasible" means any condition brought about by any single factor or combination of factors, as a result of limitations imposed on the development by conditions attached to the approval of the comprehensive permit, to the extent that it makes it financially or logistically impracticable for any applicant to proceed in building or operating low- or moderate-income housing within the limitations set by the subsidizing agency of government or local review board, on the size or character of the development, on the amount or nature of the subsidy, or on the tenants, rentals, and

1 income permissible, and without substantially changing the rent levels and unit sizes proposed by 2 the applicant.

- 3 (7) "Letter of eligibility" means a letter issued by the Rhode Island housing and mortgage 4 finance corporation in accordance with § 42-55-5.3(a).
- 5

(8) "Local review board" means the planning board as defined by § 45-22.2-4.

(9) "Low- or moderate-income housing" shall be synonymous with "affordable housing" 6 7 as defined in § 42-128-8.1, and further means any type of housing whether built or operated by any 8 public agency or any nonprofit organization or by any limited equity housing cooperative or any 9 private developer, that is subsidized by a federal, state, or municipal government subsidy under any 10 program to assist the construction or rehabilitation of affordable housing and that will remain 11 affordable through a land lease and/or deed restriction for ninety-nine (99) years or such other 12 period that is either agreed to by the applicant and town or prescribed by the federal, state, or 13 municipal government subsidy program but that is not less than thirty (30) years from initial 14 occupancy.

15 (i) Any housing unit that qualifies under this subsection (9) and under § 42-128-8.1 shall 16 be counted as one whole unit toward the municipality's requirement for low- or moderate-income 17 housing.

(ii) Any mobile or manufactured home(s) that meet the requirements of § 42-128-18 19 8.1(d)(1)(ii) but are not subsidized by a federal, state, or municipal government subsidy and/or do 20 not have a deed restriction or land lease as described in this subsection (9), shall count as one-half 21 (1/2) of one unit for the purpose of the calculation of the total of low- or moderate-income year-22 round housing within a city or town, as long as a municipality contracts with a monitoring agent to 23 verify that the requirements of § 42-128-8.1(d)(1)(ii) are met for these units. Such units shall not 24 be required to meet the income verification requirements of § 42-128-8.1. The monitoring agent 25 shall provide a listing of the eligible units to Rhode Island Housing, who shall provide a report as 26 to the qualifying mobile or manufactured homes under this subsection (9) to the governor, speaker 27 of the house of representatives, senate president, and secretary of housing on an annual basis, 28 beginning on or before December 31, 2025.

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(iii) Low- or moderate-income housing also includes rental property located within a 30 municipality that is secured with a federal government rental assistance voucher.

31 (iv) For the period beginning on or after July 1, 2024, any housing unit that qualifies as 32 low- or moderate-income housing under this subsection (9) and under § 42-128-8.1 and any rental 33 property secured with a federal government rental assistance voucher that does not otherwise meet 34 the other requirements to qualify as low- or moderate-income housing under this section shall be counted as one whole unit toward the municipality's requirement for low- or moderate-income
 housing, as long as a municipality confirms with the issuing authority that the voucher is in good
 standing and active.

(10) "Meeting local housing needs" means as a result of the adoption of the implementation
program of an approved affordable housing plan, the absence of unreasonable denial of applications
that are made pursuant to an approved affordable housing plan in order to accomplish the purposes
and expectations of the approved affordable housing plan, and a showing that at least twenty percent
(20%) of the total residential units approved by a local review board or any other municipal board
in a calendar year are for low- and moderate-income housing as defined in § 42-128-8.1.

(11) "Monitoring agents" means those monitoring agents appointed by the Rhode Island
housing resources commission pursuant to § 45-53-3.2 and to provide the monitoring and oversight
set forth in this chapter, including, but not limited to, §§ 45-53-3.2 and 45-53-4.

(12) "Municipal government subsidy" means assistance that is made available through a city or town program sufficient to make housing affordable, as affordable housing is defined in § 42-128-8.1(d)(1); such assistance shall include a combination of, but is not limited to, direct financial support, abatement of taxes, waiver of fees and charges, and approval of density bonuses and/or internal subsidies, zoning incentives, and adjustments as defined in this section and any combination of forms of assistance.

(13) "Substantial multi-family housing project" means any application proposing to build
 low- or moderate-income housing that exceeds sixty (60) units, inclusive of any density bonus
 allowance under § 45-53-4, in any municipality with a population less than thirty-five thousand

22 (35,000) residents according to the United States Census Bureau.

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# 45-53-4. Procedure for approval of construction of low- or moderate-income housing.

(a)(1) Excluding any application for a substantial multi-family housing project, Any any
applicant proposing to build low- or moderate-income housing may submit to the local review
board a single application for a comprehensive permit to build that housing in lieu of separate
applications to the applicable local boards. This procedure is only available for proposals in which
at least twenty-five percent (25%) of the housing is low- or moderate-income housing.

- (2) Any applicant proposing to build a substantial multi-family housing project shall submit
- 30 separate applications to the applicable local boards who shall hear testimony and make findings
- 31 that the project is consistent with local needs.

(b) Municipal government subsidies, including adjustments and zoning incentives, are to
be made available to applications under this chapter to offset the differential costs of the low- or
moderate-incoming housing units in a development under this chapter. At a minimum, the

1 following zoning incentives shall be allowed for projects submitted under this chapter:

(1) Density bonus. A municipality shall provide an applicant with more dwelling units
than allowed by right under its zoning ordinance in the form of a density bonus to allow an increase
in the allowed dwelling units per acre (DU/A), as well as other incentives and municipal
government subsidies as defined in § 45-53-3. Furthermore, a municipality shall provide, at a
minimum, the following density bonuses for projects submitted under this chapter, provided that
the total land utilized in the density calculation shall exclude wetlands; wetland buffers; area
devoted to infrastructure necessary for development; and easements or rights of way of record:

9 (i) For properties connected to public sewer and water, or eligible to be connected to public 10 sewer and water based on written confirmation from each respective service provider, the density 11 bonus for a project that provides at least twenty-five percent (25%) low- and moderate-income 12 housing shall be at least five (5) units per acre;

(ii) For properties connected to public sewer and water, or eligible to be connected to public
sewer and water based on written confirmation from each respective service provider, the density
bonus for a project that provides at least fifty percent (50%) low- and moderate-income housing
shall be at least nine (9) units per acre;

(iii) For properties connected to public sewer and water, or eligible to be connected to
public sewer and water based on written confirmation from each respective service provider, the
density bonus for a project that provides one hundred percent (100%) low- and moderate-income
housing shall be at least twelve (12) units per acre;

(iv) For properties not connected to either public water or sewer or both, but which provide competent evidence as to the availability of water to service the development and/or a permit for on-site wastewater treatment facilities to service the dwelling units from the applicable state agency, the density bonus for a project that provides at least twenty-five percent (25%) low- and moderate-income housing shall be at least three (3) units per acre;

(v) For properties not connected to either public water or sewer or both, but which provide
competent evidence as to the availability of water to service the development and/or a permit for
on-site wastewater treatment facilities to service the dwelling units from the applicable state
agency, the density bonus for a project that provides at least fifty percent (50%) low- and moderateincome housing shall be at least five (5) units per acre;

(vi) For properties not connected to either public water or sewer or both, but which provide competent evidence as to the availability of water to service the development and/or a permit for on-site wastewater treatment facilities to service the dwelling units from the applicable state agency, the density bonus for a project that provides one hundred percent (100%) low- and 1 moderate-income housing shall be at least eight (8) units per acre;

2 (2) **Parking.** A municipality shall not require more than one off-street parking space per 3 dwelling unit for units up to and including two (2) bedrooms in applications submitted under this 4 chapter;

5 (3) Bedrooms. A municipality shall not limit the number of bedrooms for applications 6 submitted under this chapter to anything less than three (3) bedrooms per dwelling unit for single-7 family dwelling units;

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(4) Floor area. A municipality shall not utilize floor area requirements to limit any 9 application, except as provided by § 45-24.3-11.

10 (c) A municipality shall not restrict comprehensive permit applications and permits by any 11 locally adopted ordinance or policy that places a limit or moratorium on the development of 12 residential units.

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(d) The application and review process for a comprehensive permit shall be as follows:

14 (1) Pre-application conference. (i) Excluding an application for a substantial multi-family 15 housing project, a A municipality may require an applicant proposing a project under this chapter 16 to complete, or the applicant proposing a project under this chapter may request a pre-application 17 conference with the local review board, the technical review committee established pursuant to § 45-23-56, or with the administrative officer for the local review board as appropriate. In advance 18 19 of a pre-application conference, the applicant shall be required to submit only a short description 20 of the project in writing including the number of units, type of housing, density analysis, 21 preliminary list of adjustments needed, as well as a location map, and conceptual site plan. The 22 purpose of the pre-application conference shall be to review a concept plan of the proposed 23 development and to elicit feedback from the reviewing person or board. Upon receipt of a request 24 by an applicant for a pre-application conference, the municipality shall have thirty (30) days to 25 schedule and hold the pre-application conference, unless a different timeframe is agreed to by the 26 applicant in writing. If thirty (30) days has elapsed from the filing of the pre-application submission 27 and no pre-application conference has taken place, nothing shall be deemed to preclude an applicant 28 from thereafter filing and proceeding with an application for preliminary plan review for a 29 comprehensive permit.

30 (ii) For any application for a substantial multi-family housing project, a municipality shall 31 require an applicant proposing such project to seek a pre-application conference with the local 32 review board, the technical review committee established pursuant to § 45-23-56, or with the 33 administrative officer for the local review board as appropriate. In advance of a pre-application 34 conference, the applicant shall be required to submit a description of the project in writing including

the number of units, type of housing, density analysis, preliminary list of adjustments needed, as 1 2 well as a location map, and conceptual site plan. The purpose of the pre-application conference shall be to review a concept plan of the proposed development and to elicit feedback from the 3 4 reviewing person or board. Upon receipt of a request by an applicant for a pre-application 5 conference, the municipality shall have thirty (30) days to schedule and hold the pre-application conference, unless a different timeframe is agreed to by the applicant in writing. If thirty (30) days 6 7 has elapsed from the filing of the pre-application submission and no pre-application conference has 8 taken place, nothing shall be deemed to preclude an applicant from thereafter filing and proceeding 9 with an application for preliminary plan review for said project.

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(2) Preliminary plan review.

(i) Submission requirements. Applications for preliminary plan review under this chapter
 shall include:

(A) A letter of eligibility issued by the Rhode Island housing and mortgage finance
corporation, or in the case of projects primarily funded by the U.S. Department of Housing and
Urban Development or other state or federal agencies, an award letter indicating the subsidy, or
application in such form as may be prescribed for a municipal government subsidy; and

(B) A letter signed by the authorized representative of the applicant, setting forth the
specific sections and provisions of applicable local ordinances and regulations from which the
applicant is seeking adjustments; and

20 (C) A proposed timetable for the commencement of construction and completion of the21 project; and

(D) Those items required by local regulations promulgated pursuant to applicable state law,
 with the exception of evidence of state or federal permits; and for comprehensive permit
 applications included in the checklist for the preliminary plan review in the local regulations
 promulgated pursuant to chapter 23 of this title; and

(E) Notwithstanding the submission requirements set forth above, the local review board
may request additional, reasonable documentation throughout the public hearing, including, but not
limited to, opinions of experts, credible evidence of application for necessary federal and/or state
permits, statements and advice from other local boards and officials.

30 (F) Notwithstanding the submission requirements set forth above, for an application for a

31 substantial multi-family housing project, the local review board shall also require the applicant to

32 provide documentation that the project is consistent with local need.

(ii) Certification of completeness. The preliminary plan application must be certified
 complete or incomplete by the administrative officer according to the provisions of § 45-23-36;

1 provided, however, that the certificate shall be granted within twenty-five (25) days of submission 2 of the application. The running of the time period set forth herein will be deemed stopped upon the issuance of a written certificate of incompleteness of the application by the administrative officer 3 and will recommence upon the resubmission of a corrected application by the applicant. However, 4 5 in no event will the administrative officer be required to certify a corrected submission as complete or incomplete less than ten (10) days after its resubmission. If the administrative officer certifies 6 7 the application as incomplete, the officer shall set forth in writing with specificity the missing or 8 incomplete items.

9 (iii) **Review of applications.** An application filed in accordance with this chapter shall be
10 reviewed in accordance with the following provisions:

(A) **Public hearing.** A public hearing shall be noticed and held as soon as practicable after
the issuance of a certificate of completeness.

(B) Notice. Public notice for the public hearing will be the same notice required under local
regulations for a public hearing for a preliminary plan promulgated in accordance with § 45-23-42.
The cost of notice shall be paid by the applicant.

16 (C) **Timeframe for review.** The local review board shall render a decision on the 17 preliminary plan application within ninety (90) days of the date the application is certified 18 complete, or within a further amount of time that may be consented to by the applicant through the 19 submission of a written consent.

20 (D) **Failure to act.** Failure of the local review board to act within the prescribed period 21 constitutes approval of the preliminary plan, and a certificate of the administrative officer as to the 22 failure of the local review board to act within the required time and the resulting approval shall be 23 issued on request of the applicant. Further, if the public hearing is not convened or a decision is not 24 rendered within the time allowed in subsections (d)(2)(iii)(A) and (d)(2)(iii)(C) of this section, the 25 application is deemed to have been allowed and the preliminary plan approval shall be issued 26 immediately.

27 (E) **Required findings for approval.** In approving an application, the local review board 28 shall make positive findings, supported by legally competent evidence on the record that discloses 29 the nature and character of the observations upon which the fact finders acted, on each of the 30 following standard provisions, where applicable:

(I) The proposed development is consistent with local needs as identified in the local
 comprehensive community plan with particular emphasis on the community's affordable housing
 plan and/or has satisfactorily addressed the issues where there may be inconsistencies.

34 (II) The proposed development is in compliance with the standards and provisions of the

1 municipality's zoning ordinance and subdivision regulations, and/or where adjustments are 2 requested by the applicant, that local concerns that have been affected by the relief granted do not 3 outweigh the state and local need for low- and moderate-income housing.

4 (III) All low- and moderate-income housing units proposed are integrated throughout the 5 development; are compatible in scale and architectural style to the market rate units within the 6 project; and will be built and occupied prior to, or simultaneous with the construction and 7 occupancy of any market rate units.

8 (IV) There will be no significant negative impacts on <u>the local needs including</u>, <u>but not</u> 9 <u>limited to</u>, <u>the public school system</u>, <u>public transportation</u>, <u>and public infrastructure in a</u> 10 <u>community</u>, the health and safety of current or future residents of the community, in areas 11 including, but not limited to, safe circulation of pedestrian and vehicular traffic, provision of 12 emergency services, sewerage disposal, availability of potable water, adequate surface water run-13 off, and the preservation of natural, historical, or cultural features that contribute to the 14 attractiveness of the community.

(V) All proposed land developments and all subdivisions lots will have adequate and
permanent physical access to a public street in accordance with the requirements of § 45-2360(a)(5).

(VI) The proposed development will not result in the creation of individual lots with any physical constraints to development that building on those lots according to pertinent regulations and building standards would be impracticable, unless created only as permanent open space or permanently reserved for a public purpose on the approved, recorded plans.

22 (F) Required findings for denial. In reviewing the comprehensive permit request, the 23 local review board may deny the request for any of the following reasons: (I) If the city or town 24 has an approved affordable housing plan and is meeting housing needs, and the proposal is 25 inconsistent with the affordable housing plan; provided that, the local review board also finds that 26 the municipality has made significant progress in implementing that housing plan; (II) The proposal 27 is not consistent with local needs, including, but not limited to, the impact on the public school 28 system, public transportation, and public infrastructure in a community, the needs identified in an 29 approved comprehensive plan, and/or local zoning ordinances and procedures promulgated in 30 conformance with the comprehensive plan; (III) The proposal is not in conformance with the 31 comprehensive plan; (IV) The community has met or has plans to meet the goal of ten percent 32 (10%) of the year-round units or, in the case of an urban town or city, fifteen percent (15%) of the 33 occupied rental housing units as defined in § 45-53-3(5)(i) being low- and moderate-income 34 housing; provided that, the local review board also finds that the community has achieved or has

made significant progress towards meeting the goals required by this section; or (V) Concerns for
 the environment and the health and safety of current residents have not been adequately addressed.

3 (iv) Vesting. The approved preliminary plan is vested for a period of two (2) years with the right to extend for two (2), one-year extensions upon written request by the applicant, who must 4 5 appear before the planning board for each annual review and provide proof of valid state or federal permits as applicable. Thereafter, vesting may be extended for a longer period, for good cause 6 7 shown, if requested, in writing by the applicant, and approved by the local review board. The 8 vesting for the preliminary plan approval includes all ordinance provisions and regulations at the 9 time of the approval, general and specific conditions shown on the approved preliminary plan 10 drawings and supporting material.

(3) Final plan review. Excluding an application for a substantial multi-family housing project, the The second and final stage of review for the comprehensive permit project shall be done administratively, unless an applicant has requested and been granted any waivers from the submission of checklist items for preliminary plan review, and then, at the local review board's discretion, it may vote to require the applicant to return for final plan review and approval. <u>All</u> applications for a substantial multi-family housing project shall require the applicant to return for final plan review and approval.

(i) Submission requirements. Applications for final plan review under this chapter shall
 include:

20 (A) All required state and federal permits must be obtained prior to the final plan approval
21 or the issuance of a building permit; and

(B) A draft monitoring agreement which identifies an approved entity that will monitor the
 long-term affordability of the low- and moderate-income units pursuant to § 45-53-3.2; and

(C) A sample land lease or deed restriction with affordability liens that will restrict use as
low- and moderate-income housing in conformance with the guidelines of the agency providing
the subsidy for the low- and moderate-income housing, but for a period of not less than thirty (30)
years; and

(D) Those items required by local regulations promulgated pursuant to applicable state law
included in the checklist for final plan review in the local regulations promulgated pursuant to
chapter 23 of this title, including, but not limited to:

(I) Arrangements for completion of the required public improvements, including
 construction schedule and/or financial guarantees; and

33 (II) Certification by the tax collector that all property taxes are current; and

34 (III) For phased projects, the final plan for phases following the first phase, shall be

accompanied by copies of as-built drawings not previously submitted of all existing public
 improvements for prior phases.

3 (ii) Certification of completeness. The final plan application must be certified complete or incomplete by the administrative officer according to the provisions of § 45-23-36; provided 4 5 however, that the certificate shall be granted within twenty-five (25) days of submission of the application. The running of the time period set forth herein will be deemed stopped upon the 6 7 issuance of a written certificate of incompleteness of the application by the administrative officer 8 and will recommence upon the resubmission of a corrected application by the applicant. However, 9 in no event will the administrative officer be required to certify a corrected submission as complete 10 or incomplete less than ten (10) days after its resubmission. If the administrative officer certifies 11 the application as incomplete, the officer shall set forth in writing with specificity the missing or 12 incomplete items.

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#### (iii) **Review of applications.**

(A) **Timeframe for review.** The reviewing authority shall render a decision on the final
 plan application within forty-five (45) days of the date the application is certified complete.

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# (B) Modifications and changes to plans:

17 (I) Excluding an application for a substantial multi-family housing project, minor Minor 18 changes, as defined in the local regulations, to the plans approved at preliminary plan may be 19 approved administratively, by the administrative officer, whereupon final plan approval may be 20 issued. The changes may be authorized without additional public hearings, at the discretion of the 21 administrative officer. All changes shall be made part of the permanent record of the project 22 application. This provision does not prohibit the administrative officer from requesting a 23 recommendation from either the technical review committee or the local review board. Denial of 24 the proposed change(s) shall be referred to the local review board for review as a major change.

(II) <u>Minor changes, as defined in the local regulations, for any substantial multi-family</u> <u>housing project and all major Major</u> changes, as defined in the local regulations, to the plans approved at preliminary plan may be approved only by the local review board and must follow the same review and public hearing process required for approval of preliminary plans as described in subsection (d)(2)(iii) of this section.

30 (III) The administrative officer shall notify the applicant in writing within fourteen (14)
31 days of submission of the final plan application if the administrative officer is referring the
32 application to the local review board under this subsection.

33 (C) Decision on final plan. An application filed in accordance with this chapter shall be
 34 approved by the administrative officer unless such application does not satisfy conditions set forth

in the preliminary plan approval decision or such application does not have the requisite state and/or
 federal approvals or other required submissions, does not post the required improvement bonds, or
 such application is a major modification of the plans approved at preliminary plan.

4 (D) Failure to act. Excluding an application for a substantial multi-family housing project,
5 <u>failure</u> Failure of the reviewing authority to act within the prescribed period constitutes approval
6 of the final plan, and a certificate of the administrative officer as to the failure to act within the
7 required time and the resulting approval shall be issued on request of the applicant.

8 (iv) **Vesting.** The approved final plan is vested for a period of two (2) years with the right 9 to extend for one one-year extension upon written request by the applicant, who must appear before 10 the planning board for the extension request. Thereafter, vesting may be extended for a longer 11 period, for good cause shown, if requested, in writing by the applicant, and approved by the local 12 review board.

(4) Infeasibility of conditions of approval. The burden is on the applicant to show, by competent evidence before the local review board, that proposed conditions of approval are infeasible, as defined in § 45-53-3. Upon request, the applicant shall be provided a reasonable opportunity to respond to such proposed conditions prior to a final vote on the application.

17 (5) **Fees.** Municipalities may impose fees on comprehensive permit applications that are 18 consistent with but do not exceed fees that would otherwise be assessed for a project of the same 19 scope and type, but not proceeding under this chapter; provided, however, the imposition of such 20 fees shall not preclude a showing by an applicant that the fees make the project financially 21 infeasible.

(6) Recording of written decisions. All written decisions on applications under this chapter shall be recorded in the land evidence records within twenty (20) days after the local review board's vote or the administrative officer's decision, as applicable. A copy of the recorded decision shall be mailed within one business day of recording, by any method that provides confirmation of receipt, to the applicant and to any objector who has filed a written request for notice with the administrative officer.

(7) Local review board powers. The local review board has the same power to issue permits or approvals that any local board or official who would otherwise act with respect to the application, including, but not limited to, the power to attach to the permit or approval, conditions, and requirements with respect to height, site plan, size or shape, or building materials, as are consistent with the terms of this section.

33 (8) Majority vote required. (i) Excluding an application for a substantial multi-family
 34 housing project, all All local review board decisions on comprehensive permits shall be by majority

1 vote of the members present at the proceeding.

2 (ii) All local review board decisions on an application for a substantial multi-family
3 housing project shall be by a majority vote of the entire board.

4 (9) Construction timetable. A comprehensive permit shall expire unless construction is
5 started within twelve (12) months and completed within sixty (60) months of the recording of the
6 final plan unless a longer and/or phased period for development is agreed to by the local review
7 board and the applicant. Low- and moderate-income housing units shall be built and occupied prior
8 to, or simultaneous with the construction and occupancy of market rate units.

9 (10) For-profit developers — Limits. A town with an approved affordable housing plan 10 and that is meeting local housing needs, as defined in this chapter, may by council action limit the 11 annual total number of dwelling units in comprehensive permit applications from for-profit 12 developers to an aggregate of one percent (1%) of the total number of year-round housing units in 13 the town, as recognized in the affordable housing plan and notwithstanding the timetables set forth 14 elsewhere in this section, the local review board shall have the authority to consider comprehensive 15 permit applications from for-profit developers, which are made pursuant to this paragraph, 16 sequentially in the order in which they are submitted.

(11) **Report.** The local review board of a town with an approved affordable housing plan shall report the status of implementation to the housing resources commission, including the disposition of any applications made under the plan, as of June 30, 2006, by September 1, 2006, and for each June 30 thereafter by September 1 through 2010. The housing resources commission shall prepare by October 15 and adopt by December 31, a report on the status of implementation, which shall be submitted to the governor, the speaker and the president of the senate, and shall find which towns are not in compliance with implementation requirements.

(12) **Remanded applications.** Notwithstanding the provisions of § 45-53-4 in effect on February 13, 2004, a local review board shall commence hearings within thirty (30) days of receiving an application remanded pursuant to § 45-53-5 or, effective January 1, 2024, § 45-53-5.1. In any town with more than one remanded application, applications may be scheduled for hearing in the order in which they were received, and may be taken up sequentially, with the thirtyday (30) requirement for the initiation of hearings, commencing upon the decision of the earlier filed application.

(e)(1) The general assembly finds and declares that in January 2004 towns throughout
Rhode Island have been confronted by an unprecedented volume and complexity of development
applications as a result of private for-profit developers using the provisions of this chapter and that
in order to protect the public health and welfare in communities and to provide sufficient time to

1 establish a reasonable and orderly process for the consideration of applications made under the 2 provisions of this chapter, and to have communities prepare plans to meet low- and moderate-3 income housing goals, that it is necessary to impose a moratorium on the use of comprehensive 4 permit applications as herein provided by private for-profit developers; a moratorium is hereby 5 imposed on the use of the provisions of this chapter by private for-profit developers, which 6 moratorium shall be effective on passage and shall expire on January 31, 2005, and may be revisited 7 prior to expiration and extended to such other date as may be established by law. Notwithstanding 8 the provisions of subsection (a) of this section, private for-profit developers may not utilize the 9 procedure of this chapter until the expiration of the moratorium.

(2) No for-profit developer shall submit a new application for comprehensive permits until
July 1, 2005, except by mutual agreement with the local review board.

(3) Notwithstanding the provisions of subsection (e)(2) of this section, a local review board
in a town which has submitted a plan in accordance with subsection (f) of this section, shall not be
required to accept an application for a new comprehensive permit from a for-profit developer until
October 1, 2005.

16 (f) Towns and cities that are not in conformity with the provisions of § 45-53-3(5)(i) shall 17 prepare by December 31, 2004, a comprehensive plan housing element for low- and moderate-18 income housing as specified by § 45-53-3(5)(ii), consistent with applicable law and regulation. 19 That the secretary of the planning board or commission of each city or town subject to the 20 requirements of this paragraph shall report in writing the status of the preparation of the housing 21 element for low- and moderate-income housing on or before June 30, 2004, and on or before 22 December 31, 2004, to the secretary of the state planning council, to the chair of the house 23 committee on corporations and to the chair of the senate committee on commerce, housing and 24 municipal government.

(g) If any provision of this section or the application thereof shall for any reason be judged invalid, the judgment shall not affect, impair, or invalidate the remainder of this section or of any other provision of this chapter, but shall be confined in its effect to the provision or application directly involved in the controversy giving rise to the judgment, and a moratorium on the applications of for-profit developers pursuant to this chapter shall remain and continue to be in effect for the period commencing on the day this section becomes law [February 13, 2004] and continue until it shall expire on January 31, 2005, or until amended further.

(h) In planning for, awarding, and otherwise administering programs and funds for housing
 and for community development, state departments, agencies, boards and commissions, and public
 corporations, as defined in chapter 18 of title 35, shall among the towns subject to the provision of

- 1 § 45-53-3(5)(ii), give priority to the maximum extent allowable by law to towns with an approved
- 2 affordable housing plan. The director of administration shall adopt not later than January 31, 2005,
- 3 regulations to implement the provisions of this section.
- 4 (i) Multi-family rental units built under a comprehensive permit may be calculated towards
- 5 meeting the requirements of a municipality's low- or moderate-income housing inventory, as long
- 6 as the units meet and are in compliance with the provisions of § 45-53-3.1.
  - SECTION 2. This act shall take effect upon passage.

# LC001859

7

## **EXPLANATION**

#### BY THE LEGISLATIVE COUNCIL

# OF

# AN ACT

# RELATING TO TOWNS AND CITIES -- LOW AND MODERATE INCOME HOUSING

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1 This act would create a process for applications proposing to build low- or moderate-2 income housing that exceeds sixty (60) units. This act would require an applicant proposing such 3 project to seek a pre-application conference with the local review board. The applicant would also 4 be required to provide documentation that the project is consistent with local needs.

5

This act would take effect upon passage.

LC001859