HOUSING DEAL ANNOUNCED BY GOVERNOR & LAWMAKERS

On the same day the Governor announces his intention to seek a 3rd term he also declared an agreement on a revised housing bill to be voted on next.

While the language of the bill has not been widely distributed, recent reporting indicates the bill is expected to feature the following:

Municipal Compliance Options (Core Framework)

Towns can opt into ONE of three pathways to qualify for state incentives:

- 1. Contract with the Connecticut Municipal Development Authority (CMDA)
 - CMDA assists with planning + redevelopment near town centers and transit areas.
- 2. Participate in "Work, Live, Ride" (Transit-Oriented Development Program)
 - Requires zoning for increased residential density near rail & bus rapid-transit stations.
- 3. Submit a Housing Growth Plan
 - Created with Regional Council of Governments (COG) or independently.
 - Must be approved by the Office of Policy & Management (OPM).
 - If OPM fails to act within 120 days, the new Council on Housing Development can approve.

If a town does NOT opt in, it forfeits:

- New state funding streams tied to compliance.
- Temporary immunity ("moratorium") from 8-30g lawsuits for rejecting affordable housing proposals.

Parking Reform (Modified from HB 5002)

- Applies only to developments **16 units or fewer** (HB5002 applied to 24+).
- Towns may exempt up to two contiguous zones totaling ≤ 8% of land area.
- In covered zones, parking caps apply:
 - 1 space per studio/1-bedroom

- 2 spaces per 2+ bedroom unit, OR developer-funded parking needs assessment — whichever is lower.
- Attempt to compromise between cost reduction + local concerns.

Fair Share Requirement Removed

- HB 5002 would have required towns to plan for a % of regionally assigned housing need.
- Modeled partly on New Jersey's system.
- Fully deleted in new bill due to municipal and political pushback.

State Involvement in Housing Production

- Department of Housing (DOH) authorized to act as a statewide housing authority.
- DOH can:
 - Develop affordable housing directly,
 - Partner with municipal housing authorities,
 - Build on state-owned land.

New Governance

- Creates a Council on Housing Development
 - Legislative + executive appointees
 - Serves as backstop if OPM does not approve local housing growth plans on time.

Policies Retained from HB 5002

- Anti-"hostile architecture" provisions remain (e.g., designs discouraging homeless people from resting).
- Incentive-based approach to transit-oriented development preserved.
- Prioritizes affordable housing production statewide, but with carrots, not sticks.