STATE OF WYOMING

HOUSE BILL NO. HB0112

Workforce housing program.

Sponsored by: Joint Minerals, Business and Economic Development Interim Committee

A BILL

for

1 AN ACT relating to economic development; modifying the 2 community workforce housing program; amending definitions; 3 providing for grants; providing for loans to be converted 4 to grants; providing for administrative costs for servicing 5 loans; providing for rentals; providing for a report; and 6 providing for an effective date.

7

8 Be It Enacted by the Legislature of the State of Wyoming: 9

Section 1. W.S. 9-12-112(a)(vi)(A) and (B), 9-12-901(b)(iv), (v)(intro), (A)(XI), (B)(IV) and by creating new paragraphs (vi) and (vii), 9-12-902(a) through (d), (g)(intro), (i) and (k), 9-12-903(a), (b) by creating a new paragraph (vi) and renumbering (vi) as (vii), 9-12-904(a)(intro) and 9-12-905(a) and (b) are amended to read:

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1	9-12-112. Annual report and budget.
2	
3	(a) The council shall submit an annual report in the
4	manner provided by W.S. 9-2-1014 and using the benchmarks
5	prescribed in this act. In addition to the requirements of
6	W.S. 9-2-1014, included within the annual report shall be:
7	
8	(vi) A summary of the total investments made by
9	the council under the workforce housing infrastructure
10	program under W.S. 9-12-901 through 9-12-905, including:
11	
12	(A) The name of each <mark>grantee or</mark> borrower
13	and the amount of each grant or loan;
14	
15	(B) An evaluation of the <mark>grant or</mark> loan
16	success in providing workforce housing infrastructure;
17	
18	9-12-901. Wyoming workforce housing infrastructure
19	program; purpose; definitions.
20	
21	(b) As used in this article:
22	

1	(iv) "Workforce housing" means owner-occupied,
2	residential dwellings ;
3	families that have a gross income:
4	
5	(A) At or below one hundred twenty percent
6	(120%) of the area median income; or
7	
8	(B) At or below a maximum of one hundred
9	fifty percent (150%) of the area median income if the
10	council determines an increase in the maximum income is
11	necessary to accommodate the needs of an applicant which
12	has demonstrated that housing costs are high relative to
13	the ability to pay based on a comparison of area median
14	income to the cost of housing.
15	
16	(v) "Workforce housing infrastructure" means
17	publicly owned infrastructure to a workforce housing
18	subdivision or development, and if determined by the
19	council to be consistent with the purposes of this article,
20	through a workforce housing subdivision or development. $\frac{1}{2}$
21	be considered "workforce housing infrastructure" under this
22	article, the infrastructure shall be for a workforce
23	housing subdivision or development for which the political
24	subdivision making application under this article has

1	required, through zoning or otherwise, the inclusion of a
2	specified percentage or number of housing units at
3	specified maximum initial sale prices or to have a
4	specified initially finished, maximum square footage. In
5	addition, the following shall apply:
6	
7	(A) "Workforce housing infrastructure"
8	includes:
9	
10	(XI) Other infrastructure determined
11	by the council to be consistent with the purposes of this
12	article and as required by the political subdivision making
13	application under this article through zoning or otherwise.
14	
15	(B) "Workforce housing infrastructure"
16	shall not include:
17	
18	(IV) Financing any project that does
19	will not provide for the construction of additional housing
20	units or that involves rehabilitation or expansion of
21	existing infrastructure unless the council determines the
22	rehabilitation or expansion is necessary to meet the
23	purposes of this article;
24	

1	(vi) "Workforce subdivision" means a housing
2	subdivision for which the developer has committed a
3	specific number of workforce housing units;
4	
5	(vii) "Planned workforce subdivision" means a
6	development which the political subdivision making
7	application under this article has planned for or required,
8	through zoning, or other regulatory means, a specified
9	percentage or number of workforce housing units at
10	specified maximum initial sale prices or to have a
11	specified initially finished, maximum square footage.
12	
13	9-12-902. Wyoming workforce housing infrastructure
13 14	9-12-902. Wyoming workforce housing infrastructure program; creation; rulemaking.
14	
14 15	program; creation; rulemaking.
14 15 16	<pre>program; creation; rulemaking. (a) The council shall establish and administer a</pre>
14 15 16 17	<pre>program; creation; rulemaking.</pre>
14 15 16 17 18	<pre>program; creation; rulemaking. (a) The council shall establish and administer a Wyoming workforce housing infrastructure program as provided by this article. Any city, town, county or</pre>
14 15 16 17 18 19	program; creation; rulemaking. (a) The council shall establish and administer a Wyoming workforce housing infrastructure program as provided by this article. Any city, town, county or special improvement district may submit an application to
14 15 16 17 18 19 20	program; creation; rulemaking. (a) The council shall establish and administer a Wyoming workforce housing infrastructure program as provided by this article. Any city, town, county or special improvement district may submit an application to the council for a grant or loan under the program on forms
14 15 16 17 18 19 20 21	program; creation; rulemaking. (a) The council shall establish and administer a Wyoming workforce housing infrastructure program as provided by this article. Any city, town, county or special improvement district may submit an application to the council for a grant or loan under the program on forms prescribed by and subject to rules promulgated by the

1	may be made by the council for planning to develop or
2	modify codes and ordinances in support of workforce
3	housing, planning subdivision regulations that encourage
4	workforce housing development, planning to enable a
5	community to conduct a land reuse study of a parcel of land
6	or real estate that is planned, at least in part, to
7	provide for workforce housing, workforce housing
8	infrastructure projects, planned workforce housing
9	infrastructure projects and community land trust projects.
10	In adopting rules and making grants and loans under this
11	article the council shall require all projects to be
12	related to workforce housing infrastructure, planned
13	workforce housing infrastructure projects or community land
14	trusts.

(b) Loans may be made at zero interest rate, up to an 16 annual interest rate equal to the average prime interest 17 rate as determined in accordance with subsection (e) of 18 this section. The council shall establish criteria for 19 20 determining the maximum grant and loan amounts subject to 21 final approval by the state loan and investment board. Grants shall be matching grants as determined by rules and 22 regulations. Grants shall be made only if the applicant 23 demonstrates that upon receipt of the grant all projected 24

1	project costs the applicant is responsible for providing
2	for the planned workforce housing neighborhood or area,
3	through zoning, land use plans or other regulatory matters,
4	will be funded.
5	
6	(c) Loans shall be made under this article, only if
7	the applicant demonstrates that upon receipt of the loan,
8	all projected project costs <u>for the workforce subdivision</u>
9	will be funded. <u>Portions of loans may be converted to a</u>
10	grant, as prescribed by the council in rule, if within a
11	designated period of time, as established by the council,
12	the development has generated workforce housing occupied by
13	owners according to performance measures submitted by the
14	applicant with the application and approved by the state
15	loan and investment board. Loans or grants for one (1)
16	project may not exceed a maximum annual amount established
17	by rule of the council, unless the project is phased over
18	more than one (1) year. Multi year projects may be awarded
19	up to the maximum annual amount each year, Successive
20	grants or loans may be made to phased projects for a period
21	not to exceed three (3) years, provided the council
22	determines that previously funded phases have realized the
23	performance measures as approved by the state loan and

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investment board. The application shall identify the
 source of all funds to be used for the project.

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(d) Grants and loans may be used to fund project 4 5 costs in accordance with approved applications and rules of the council. Grants and loan funds may be used to contract 6 with community development organizations, state development 7 organizations and nonprofit organizations in accordance 8 9 with the purposes of this article approved and 10 applications.

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12 (g) <u>Grants, l</u>oans and loan commitments or any 13 combination thereof shall be made under this article only: 14

(i) If there are sufficient funds in the workforce housing infrastructure program account to fully fund it and all other outstanding <u>grants</u>, commitments and loans;

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(k) After approval of loans <u>a grant or loan</u>, the applicants shall report to the council, as required by the approved application. The report shall include:

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1	(i) The progress of the project until the
2	construction of the project is completed;
3	
4	(ii) The progress realizing performance
5	measures, including, but not limited to, the number of lots
6	developed for workforce housing, the number of workforce
7	housing or rental units to be developed with consideration
8	of the percentage of critical workforce housing needs in
9	the community to be served, the number of families
10	occupying workforce housing, or other performance measures
11	as identified by the applicant and approved by the state
12	loan and investment board;
13	
14	(ii) (iii) Any additional information required by
15	the council to ensure compliance with loan requirements or
16	compliance with this article.

18 9-12-903. Council duties; actions on grant and loan
19 applications.

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(a) All complete applications to participate in the program established under this article, which conform with the criteria established by law and rules promulgated under this article and which are submitted to the council, shall

be considered by the council. The council shall approve or 1 2 disapprove each application considered in accordance with 3 this article and rules promulgated by the council. All 4 loans, grants or cooperative agreements made under this 5 article shall be referred by the council to the state loan and investment board for final approval or disapproval. The 6 loan and investment board may adopt rules 7 state as necessary to implement its duties under this article. 8

9

In adopting rules and making funds available 10 (b) 11 under this article, the council shall provide a competitive application and scoring system adequate to measure the 12 13 benefits of each application. The application scoring system shall target the projects based on ranking criteria 14 which address: 15

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17 (vi) The extent to which the applicant has made regulatory changes, code modifications, subdivision 18 19 regulations or land reuse studies of parcels of land or real estate that is planned, at least in part, to provide 20 21 for workforce housing according to workforce housing community and economic development plans to encourage 22 23 workforce housing development and construction;

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(vi) (vii) Any other criteria determined by the 1 2 council to be consistent with the purposes of this article. 3 4 9-12-904. Community land trusts; eligibility; 5 requirements. 6 (a) Grants and loans made under this article for 7 community land trusts, in addition to meeting other 8 9 requirements of this article, shall require that: 10 9-12-905. Wyoming workforce housing 11 infrastructure 12 program account. 13 is created 14 (a) There the workforce housing infrastructure program account. Funds shall be credited to 15 the account as provided by law. Except as provided in 16 17 subsection (b) of this section, funds in the account shall be used only upon legislative appropriation for cooperative 18 agreements, grants and loans authorized to be made under 19 20 this article. All funds including any earned interest and 21 repayments of principal on loans under this article 22 remaining in the workforce housing infrastructure program account at the end of a biennium shall not lapse and shall 23

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not revert as provided in W.S. 9-4-207 but shall remain in
 the account to implement the purposes of this section.

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4 (b) Interest and repayments of principal on loans 5 under this article shall be redeposited into the workforce housing infrastructure program account. 6 From the repaid 7 interest, up to one percent (1%) of the outstanding principal loan balances under this article is continuously 8 9 appropriated each fiscal year to the council for administrative costs associated with servicing loans made 10 11 under this article.

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13 Section 2. The Wyoming business council shall submit a report to the joint minerals, business and economic 14 development interim committee and the joint appropriations 15 16 committee, on or before interim December 1, 2009, 17 containing a statement of all rules adopted to further the purposes of this act, details of applications submitted 18 under the program and all applicable deed restrictions and 19 20 regulations adopted to ensure repayment of the loans issued 21 under the program.

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1	Section 3. This act is effective immediately upon
2	completion of all acts necessary for a bill to become law
3	as provided by Article 4, Section 8 of the Wyoming
4	Constitution.
5	

6 (END)