STATE OF WYOMING

HOUSE BILL NO. HB0112

Workforce housing program.

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

A BILL

for

- AN ACT relating to economic development; modifying the community workforce housing program; amending definitions; providing for grants; providing for loans to be converted to grants; providing for administrative costs for servicing loans; providing for rentals; providing for a report;
- 6 providing appropriations; and providing for an effective

8

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date.

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

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

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

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1 (iv) "Workforce housing" means owner-occupied, 2 residential dwellings; or rental units affordable to 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 (B) At or below a maximum of one hundred 8 9 fifty percent (150%) of the area median income if the council determines an increase in the maximum income is 10 11 necessary to accommodate the needs of an applicant which has demonstrated that housing costs are high relative to 12 13 the ability to pay based on a comparison of area median 14 income to the cost of housing. 15 16 "Workforce housing infrastructure" (Λ) publicly owned infrastructure to a workforce housing 17 subdivision or development, and if determined by the 18 19 council to be consistent with the purposes of this article, 20 through a workforce housing subdivision or development. To 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

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

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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	program; creation; rulemaking. (a) The council shall establish and administer a
14 15 16 17	program; creation; rulemaking. (a) The council shall establish and administer a Wyoming workforce housing infrastructure program as
14 15 16 17	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
14 15 16 17 18	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	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 as 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 or real estate that is planned, at least in part, to 6 7 provide for workforce housing, workforce housing infrastructure projects, planned workforce housing 8 9 infrastructure projects and community land trust projects. In adopting rules and making grants and loans under this 10 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. 15 16 (b) Loans may be made at zero interest rate, up to an 17 annual interest rate equal to the average prime interest 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. 22 Grants shall be matching grants as determined by rules and 23 regulations. Grants shall be made only if the applicant 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.

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6 Loans shall be made under this article, only if 7 the applicant demonstrates that upon receipt of the loan, all projected project costs for the workforce subdivision 8 will be funded. Portions of loans may be converted to a 9 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) project may not exceed a maximum annual amount established 16 17 by rule of the council, unless the project is phased over more than one (1) year. Multi year projects may be awarded 18 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 performance measures as approved by the state loan and 23

1 investment board. The application shall identify the

2 source of all funds to be used for the project.

3

4 (d) Grants and loans may be used to fund project

5 costs in accordance with approved applications and rules of

6 the council. Grants and loan funds may be used to contract

7 with community development organizations, state development

8 organizations and nonprofit organizations in accordance

9 with the purposes of this article and approved

10 applications.

11

12 (g) Grants, loans and loan commitments or any

13 combination thereof shall be made under this article only:

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15 (i) If there are sufficient funds in the

16 workforce housing infrastructure program account to fully

17 fund it and all other outstanding grants, commitments and

18 loans;

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20 (k) After approval of loans a grant or loan, the

21 applicants shall report to the council, as required by the

22 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 progress realizing performance (ii) The 5 measures, including, but not limited to, the number of lots developed for workforce housing, the number of workforce 6 7 housing or rental units to be developed with consideration of the percentage of critical workforce housing needs in 8 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 (iii) (iii) Any additional information required by 15 the council to ensure compliance with loan requirements or 16 compliance with this article. 17 18 9-12-903. Council duties; actions on grant and loan 19 applications. 20 21 (a) All complete applications to participate in the 22 program established under this article, which conform with the criteria established by law and rules promulgated under 23 this article and which are submitted to the council, shall 24

1 be considered by the council. The council shall approve or

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

6 and investment board for final approval or disapproval. The

7 state loan and investment board may adopt rules as

8 necessary to implement its duties under this article.

9

10 (b) In adopting rules and making funds available

11 under this article, the council shall provide a competitive

12 application and scoring system adequate to measure the

13 benefits of each application. The application scoring

14 system shall target the projects based on ranking criteria

15 which address:

16

17 (vi) The extent to which the applicant has made

18 regulatory changes, code modifications, subdivision

19 regulations, land reuse studies of parcels of land or real

20 estate that is planned, at least in part to provide for

21 workforce housing according to workforce housing community

22 and economic development plans to encourage workforce

23 housing development and construction;

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1 (vi) (vii) Any other criteria determined by the 2 council to be consistent with the purposes of this article. 3 4 9-12-904. Community land trusts; eligibility; 5 requirements. 6 7 (a) Grants and loans made under this article for community land trusts, in addition to meeting other 8 requirements of this article, shall require that: 9 10 9-12-905. Wyoming workforce housing 11 infrastructure 12 program account. 13 14 (a) There is created 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 19 agreements, grants and loans authorized to be made under 20 this article. All funds including any earned interest and 21 repayments of principal on loans under this article

remaining in the workforce housing infrastructure program

account at the end of a biennium shall not lapse and shall

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From the repaid

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1 not revert as provided in W.S. 9-4-207 but shall remain in

2 the account to implement the purposes of this section.

housing infrastructure program account.

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6

4 (b) Interest and repayments of principal on loans

5 under this article shall be redeposited into the workforce

7 <u>interest</u>, up to one percent (1%) of the outstanding

8 principal loan balances under this article is continuously

9 appropriated each fiscal year to the council for

10 <u>administrative costs associated with servicing loans made</u>

11 under this article.

12

13 Section 2.

14

- 15 (a) There is appropriated forty million dollars 16 (\$40,000,000.00) from the budget reserve account to the
- 17 Wyoming workforce housing infrastructure program account
- 18 created by W.S. 9-12-905.

19

- 20 (b) There is appropriated fifty thousand dollars
- 21 (\$50,000.00) from the budget reserve account to the Wyoming
- 22 business council for personnel and program administration
- 23 to develop, operate and oversee the workforce housing

1 infrastructure program, for the fiscal biennium ending June

2 30, 2010.

3

4 (c) The appropriations under this section shall be

5 one (1) time appropriations and shall not be included in

6 the Wyoming business council's 2011-2012 standard biennial

7 budget request.

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9 (d) Notwithstanding any other provision of law, the

10 appropriations under this section shall not be transferred

11 or expended for any other purpose.

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13 (e) The Wyoming business council shall submit a

14 report to the joint minerals, business and economic

15 development interim committee and the joint appropriations

16 interim committee, on or before December 1, 2009,

17 containing a statement of all rules adopted to further the

18 purposes of this act, details of applications submitted

19 under the program and all applicable deed restrictions and

20 regulations adopted to ensure repayment of the loans issued

21 under the program.

22

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)