
OLR Bill Analysis

sHB 6632

AN ACT CONCERNING AFFORDABLE HOMEOWNERSHIP OPPORTUNITIES.

SUMMARY

Existing law generally prohibits housing authorities that receive or have received state assistance from selling, leasing, transferring, or destroying a housing project if the project would no longer be available for, or replaced by, low- or moderate-income rental housing. However, the housing commissioner may approve the action if she finds, after a public hearing, that four specified conditions are met.

This bill modifies two of the four conditions. Under current law, one of these conditions requires a finding that the housing authority (1) developed a plan to lease, sell, transfer, or destroy the project in consultation with its residents and municipal representatives and (2) made adequate provision for the residents and representatives to participate in the plan. The bill allows the plan to include constructing affordable housing that is owner-occupied single-family or multifamily housing to replace existing units at a ratio of at least one-to-one.

A second condition under current law requires a finding by the commissioner that anyone displaced by the action will receive assistance under the Uniform Relocation Assistance Act and will either be relocated to a comparable public or subsidized housing dwelling unit in the municipality or be given a tenant-based rental subsidy. The bill additionally allows her to find that someone displaced by the action will be relocated to a housing unit within a single-family or multifamily residence that is affordable housing in the same municipality.

Under existing law, the other two findings that the commissioner must make before approving the action are that (1) an adequate supply of low- or moderate-income rental housing exists in the municipality

where the project is located and (2) the action is in the state's and municipality's best interests.

EFFECTIVE DATE: October 1, 2023

COMMITTEE ACTION

Housing Committee

Joint Favorable Substitute

Yea 15 Nay 0 (03/02/2023)