



121st MAINE LEGISLATURE

FIRST REGULAR SESSION-2003

Legislative Document

No. 1084

H.P. 802

House of Representatives, March 4, 2003

An Act To Provide Incentives for Affordable Neighborhood Developments

Reference to the Committee on Business, Research and Economic Development suggested and ordered printed.

Millicent M. Mac failand

MILLICENT M. MacFARLAND Clerk

Presented by Representative KOFFMAN of Bar Harbor. Cosponsored by Senator BROMLEY of Cumberland and Representatives: COWGER of Hallowell, FAIRCLOTH of Bangor, LEMOINE of Old Orchard Beach, McLAUGHLIN of Cape Elizabeth, NORBERT of Portland, SULLIVAN of Biddeford, SUSLOVIC of Portland.

-	Be it enacted by	y the People of the	e State of Maine as follows:
2	Sec. 1. 5	MRSA §12004-G,	,sub-§14-D is enacted to read:
4	<u>14</u> -D.	State	
6	<u>14-D.</u> Housing	<u>State</u> <u>Affordable</u> <u>Neighborhood</u>	<u>\$75 per 30-A MRSA</u> meeting plus <u>\$4361</u> expenses for
8		<u>Development</u> Review Board	certain
10	Sec. 2. 30)-A MRSA §4361	is enacted to read:
12	<u>§4361. Regul</u>	ation of afford	lable neighborhood development
14	1. Def	initions. As	used in this section, unless the
16		rwise indicat	es, the following terms have the
18	کم	accorr duallin	g unit" means a dwelling unit of 600
20	<u>square</u>	feet or less w	within a single-family dwelling or a to and on the same lot as the
22	<u>single-f</u> occupies	amily dwelling	g when the owner of the property in dwelling or the accessory dwelling
24	<u>unit.</u>		
26 28	<u>resident</u>	ial development	orhood development" means a primarily t on at least 3 contiguous acres in f the dwelling units are affordable
30	<u>housing</u> be compa	as defined by act and walkable	section 4301 and that is designed to e; is served by, or will be served by
32	<u>space a</u>	nd other commo	public sewer; includes internal open on open space; includes one or more tial uses of service to the residents
34	<u>of the</u> availabl	<u>development, ei</u> e within 1/2	ither built within the development or mile of the development; and meets
36	<u>design g</u>	uidelines estab	olished pursuant to subsection 6.
38			e" means a parcel or parcels of land, a combination of land and water,
40	developm	ent and desig	and wetlands, within or traversing a gned and intended for the use and
42	<u>space" d</u>	<u>loes not includ</u>	s of the development. "Common open le land or yards allocated to specific
44	<u>dwelling</u> rights-c		other structures or in public
46	D. "Cor	mplete plan" me	eans a plan signed and sealed by the
48	<u>professi</u> land su	onal land surv rvey was comp	yeyor under whose responsible charge a pleted and by a landscape architect
50	<u>certifie</u>	ed in the Stat	e under whose responsible charge all

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2	elements of the plan, as required by the design guidelines established in subsection 6, have been addressed.
4	E. "Internal open space" means a component of common open space consisting of one or more parcels with a minimum area
6	of 500 square feet, of a distinct geometric shape and bounded by streets or other rights-of-way.
8	F. "Precertified development" means a development that,
10	prior to final approvals by a local board, has been reviewed by the board established in subsection 4 and certified as an
12	affordable neighborhood development.
14	2. Applicability. This section applies to a project if a municipality and a developer agree that the project will be
16	<u>regulated as an affordable neighborhood development under this section.</u>
18	
20	3. Eligibility for funding. A municipality in which an affordable neighborhood development is constructed pursuant to this section is eligible for funding from the Affordable
22	Neighborhood Development Fund, created in section 4757, for school construction and renovation costs, transportation costs,
24	sewer and water costs and open space costs. The board can not
	release funds pursuant to this subsection until a certificate of
26	<u>occupancy is issued.</u>
28	4. State Affordable Neighborhood Development Review Board.
	The State Affordable Neighborhood Development Review Board,
30	referred to in this section as "the board," is established within the Maine State Housing Authority.
3 2	
34	A. The board consists of the following 6 members:
	(1) The Director of the Maine State Housing Authority
36	or the director's designee, who is the chair;
38	(2) The Director of the State Planning Office or the director's designee;
40	
42	(3) The Commissioner of Environmental Protection of the commissioner's designee;
44	(4) A landscape architect certified in the State, appointed by the Governor;
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48	(5) A town or city planner employed by a municipality in the State, appointed by the Governor; and

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(6) An elected municipal official, appointed by the Governor.

4 The Director of the Maine State Housing Authority or the director - designee may not vote on an application for 6 certification as an affordable neighborhood development if the applicant is seeking financing from the authority.

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- B. Appointed members of the board serve 3-year terms or
 10 until a successor is named, whichever is later, as long as they continue to hold positions that qualify them for
 12 appointment. A quorum is 4 members.
- 14 C. Members of the board who are employed by State Government serve without pay. Other members of the board
 16 are entitled to receive \$75 per day for their attendance at meetings and to reimbursement for reasonable expenses,
 18 including travel, to be paid by the Maine State Housing Authority.
- D. Within 60 days of receiving a written request for
 approval of a precertified development along with a complete plan, the board, by a vote of a majority of the members
 present and voting, shall issue a written finding:
- 26 (1) Certifying that the plan meets the design guidelines established in this section for an affordable neighborhood development; or
- 30 (2) Denying certification that the plan meets the design guidelines for an affordable neighborhood
 32 development and giving the reasons for the denial. An applicant whose request for certification is denied may
 34 resubmit a new complete plan at a later date.
- 36 <u>5. Regulation of affordable neighborhood development. A</u> municipality in which an affordable neighborhood development is
 38 proposed:
- A. Except as required under Title 38 or an ordinance adopted pursuant to Title 38, may not require a
 single-family house lot within a precertified development be larger than 6,500 square feet or have frontage of more than
 50 feet on any road, except that it may require that the average frontage of all lots in that development be at least
 70 feet, and may not require dimensional standards for lots, buildings or roads in excess of the design guidelines
 established pursuant to subsection 6;

	B. Except as required under Title 38 or an ordinance
2	adopted pursuant to Title 38, may not require that a
~	multifamily lot within a precertified development have fewer
4	than 7 dwelling units per acre and may not require
-	dimensional standards for lots, buildings or roads in excess
6	of the design guidelines established pursuant to subsection
•	<u>6;</u>
8	
Ŭ	C. May allow a precertified development to be located in
10	any area where other residential development is allowed as
10	long as public sewer is available to the precertified
12	development either through an existing line or one that
12	could be extended to that development. If a municipal zoning
14	district enacted pursuant to a consistent comprehensive plan
14	permits only single-family dwellings, the precertified
16	development must be restricted to single-family dwellings,
10	accessory dwelling units and small-scale nonresidential
18	structures and uses found by the board to be integral to the
18	· · · · · · · · · · · · · · · · · · ·
20	<u>development;</u>
20	D Chall and he a support find development the same
22	D. Shall apply to a precertified development the same
22	municipal subdivision and site plan reviews that other
2.4	residential developments in the municipality are subject to,
24	except that such reviews may not require dimensional
26	standards for lots, buildings or roads in excess of the
26	design guidelines established pursuant to subsection 6.
2.0	Municipal subdivision and site plan reviews of precertified
28	developments must be completed within 180 days of the
20	submission of a complete application for such reviews;
30	The Man autobility is any definition of Managanan dealling
2.2	E. May substitute its own definition of "accessory dwelling
32	unit" for the definition in subsection 3, paragraph A as
	long as that definition does not have the effect of
34	prohibiting such a unit in an affordable neighborhood
.	development; and
36	
2.0	F. May not impose an impact fee on an affordable
38	neighborhood development.
4.0	6 Design mideliness and the bound shall adout he will
40	6. Design guidelines; rule. The board shall adopt by rule
4.2	design guidelines for an affordable neighborhood development. The
42	State Planning Office, in cooperation with the board, shall
4.4	prepare draft guidelines for the board's consideration. The
44	guidelines must include submission requirements and related fees
A. C.	and must generally respect the principles of walkable
46	neighborhoods with a variety of lot sizes and types of housing
4.0	for households of different incomes that respect the natural
48	environment, provide for adequate fire protection and public
	safety and provide for appropriate internal open space and other

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common open space. Rules adopted pursuant to this subsection are major substantive rules as defined in Title 5, chapter 375, subchapter 2-A.

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	7. Funding rules. The board shall adopt rules, in
б	cooperation with the Maine State Housing Authority, necessary to
	implement the Affordable Neighborhood Development Fund,
8	established in section 4757. The rules must require the board to
	first look to the Land for Maine's Future Fund, established in
10	Title 5, section 6203, and other state funding sources that fund
	open space preservation for funding costs associated with open
12	space and to the Department of Transportation for funding costs
	associated with transportation before allocating funds from the
14	Affordable Neighborhood Development Fund for such purposes. The
1.0	rules must provide preferences for projects that are proposed in
16	communities where there is a demonstrated need for affordable
1.0	housing. Rules adopted pursuant to this subsection are routine
18	technical rules as defined in Title 5, chapter 375, subchapter
20	<u>2-A.</u>
20	8. Reports. The Maine State Housing Authority shall report
22	to the joint standing committee of the Legislature having
	jurisdiction over housing matters in January 2005 and January
24	2007 on the status of the affordable neighborhood development
	program and the Affordable Neighborhood Development Fund.
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	9. Repeal. This section is repealed April 30, 2008.
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28	Sec. 3. 30-A MRSA §4757 is enacted to read:
28 30	
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- 3. Application of fund. The Maine State Housing Authority may apply money in the fund for purposes authorized by section
 4 4361. Money in the fund not needed for purposes of this section may be deposited with the Maine State Housing Authority to the
 6 credit of the fund or may be invested as provided by law.
- 8 <u>4. Accounts within fund.</u> The Maine State Housing Authority may divide money in the fund into separate accounts determined 10 necessary or convenient for carrying out this section.
- 12 5. Revolving fund. The fund is a nonlapsing revolving fund. All money in the fund must be continuously applied by the
 14 Maine State Housing Authority to carry out this section.
- 6. Program lapses. Notwithstanding subsection 5, if the purposes of the fund authorized by section 4361 are repealed, any uncommitted money in the fund lapses to the General Fund.
 - 7. Repeal. This section is repealed April 30, 2008.

Sec. 4. Submission of rules. Rules adopted by the State Affordable Neighborhood Development Review Board pursuant to the Maine Revised Statutes, Title 30-A, section 4361, subsection 6 must be submitted to the Legislature in accordance with Title 5, chapter 375, subchapter 2-A no later than December 1, 2004.

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SUMMARY

This bill establishes the State Affordable Neighborhood Development Review Board within the Maine State Housing Authority under which a municipality may voluntarily agree to the creation of an affordable neighborhood development. The bill also establishes standards for affordable neighborhood developments and establishes incentives for municipalities to participate. The bill also creates the Affordable Neighborhood Development Fund.