Introduced 3-1-2021Public Hearing Council Action 4-5-2021Executive Action 4-5-2021Effective Date 5-2021

County Council of Howard County, Maryland

2021 Legislative Session

Legislative Day No. 5

Bill No. 22 -2021

Introduced by: Christiana Rigby Co-Sponsored by: Deb Jung and Liz Walsh

AN ACT requiring the developer of a TOD (Transit Oriented Development) District site to provide the required moderate income housing units, <u>disability income housing units</u>, or <u>low income housing units</u> on the TOD site; prohibiting certain actions by the developer relating to optional methods <u>at a different location</u> or alternative compliance to optional methods; and generally relating to Moderate-Income Housing Unit requirements.

Introduced and read first time <u>Macrah</u> , 2021. (Drdered posted and hearing scheduled. By order <u>House</u> House Theodore Wimberly, Administrator
Having been posted and notice of time & place of hearing & title second time at a public hearing on	of Bill having been published according to Charter, the Bill was read for a, 2021. By order
This Bill was read the third time on Appen 5	Theodore Wimberly, Administrator _, 2021 and Passed, Passed with amendments, Failed By order
Sealed with the County Seal and presented to the County Execut	Theodore Wimberly, Administrator
Approved/Wetoed by the County Executive April 6	By orderTheodore Wimberly, Administrator
	Calvin Ball, County Executive

NOTE: [[text in brackets]] indicates deletions from existing law; Text in small capitals indicates additions to existing law; Strike-out indicates material deleted by amendment; <u>Underlining</u> indicates material added by amendment.

WHEREAS, Council Bill No. 7-2021, that becomes effective on April 6, 2021, amends the Howard County Zoning Regulations to require that at least 15% of the dwelling units on the site of a Transit Oriented Development be Moderate Income Housing Units that must be developed on the site of the development, and further prohibits the developer from providing the Moderate Income Housing Units at a different location or paying a fee-in-lieu to the Department of Housing and Community Development for the required Moderate Income Housing Units; and

WHEREAS, this bill codifies in Section 13.402(n) of the County Code the requirements for an
agreement for moderate income housing units for a development on a Transit Oriented Development
district site that were enacted by Council Bill No. 7-2021, with the purpose that the provisions of the
Zoning Regulations and the County Code relating to Moderate Income Housing Units requirements for a
development on a Transit Oriented Development district site are consistent.

12 **NOW THEREFORE**,

Section 1. Be it enacted by the County Council of Howard County, Maryland, that the Howard County
Code is hereby amended as follows:

15 By adding:

16	Title 13 – Housing and Community Development
17	Subtitle 4. Moderate Income Housing Units
18	Section 13.402(n)
19	
20	HOWARD COUNTY CODE
21	Title 13 – Housing and Community Development
22	Subtitle 4. Moderate Income Housing Units.
23	
24	Sec. 13.402. Development procedures; moderate income housing unit agreement; alternative.
25	(a) Development Procedures:
26	(1) When a development is subject to this subtitle, the developer shall submit to the
27	Department of Planning and Zoning, concurrent with the submission of the original final
28	plat or original site development plan for approval; as applicable:
29	(i) An agreement to meet moderate income housing unit requirements; and

1		(ii	Recordable covenants approved by the Department and the County Solicitor.
2			Covenants under this subsection shall be recorded among the land records of Howard
3			ounty concurrently with the recordation of the final subdivision plat or site development
4		pl	an approval, as applicable.
5 6			Covenants under this subsection shall be extinguished in accordance with the agreement ider subsection (b) of this section.
7	(b)	Mod	erate Income Housing Unit Agreement. The moderate income housing unit agreement
8	,	under	this section shall be in a form prescribed by the Department and shall include:
9		(1)	A statement of the number of moderate income housing units required under the zoning
10		re	gulations;
11		(2)	A requirement that the developer comply with the minimum specifications for moderate
12		in	come housing units established by the Department;
13		(3)	A plan for construction of moderate income housing units offered for sale and rental
14		ur	nits, which shall, to the extent practicable, consider current market conditions, the needs
15			eligible purchasers, and planning considerations, require that each phase of the
16			evelopment contain its proportionate share of the total number of moderate income
17		hc	ousing units required under the approved final plan or site development plan; and
18	1	(4)	A statement of how moderate income housing units will be provided that shall include
19		th	e number of units, types of units, and location of units.
20	(c)	Cove	nants. The covenants under this section shall be in a form prescribed by the Department
21			all include provisions prohibiting the sale or rental of a moderate income housing unit
22			to an eligible purchaser, the Commission, the County, or a designee in accordance with
23		this su	btitle.
24	(d)	-	uirements Applicable to Moderate Income Housing Units. Except as provided in
25			tions (e) and (f) of this section, and except as provided in section 13.402A of this
26			e, a developer obligated to provide moderate income housing units in accordance with
27		the zoi	ning regulations as part of a development shall provide all of the units:

(1) On the site of the development project; 28

1	(2) In the same ratio of unit types as proposed for the development; and
2	(3) Evenly distributed within each phase of development.
3	(e) Optional Methods:
4	(1) A developer required to provide moderate income housing units under the zoning
5	regulations may request permission to provide the required units:
6	(i) At a different location;
7	(ii) As a different ratio of unit types; or
8	(iii) As disability income housing units.
9	(2) A developer may use an optional method under this subsection if the Director, upon
10	recommendation from the Housing and Community Development Board and in
11	consultation with the Director of Planning and Zoning and the Director of Community
12	Resources and Services, determines that:
13	(i) a. The number of moderate income housing units to be constructed in the
14	development will render the development economically unfeasible; or
15	b. The development proposes an indivisible package of services and facilities to
16	all residents that would cost the moderate income housing unit owners so much
17	that the units would be rendered unaffordable to eligible purchasers; and
18	(ii) The optional method results in geographic distribution of moderate income housing
19	units throughout the County.
20	(3) A developer may use disability income housing units as an optional method under this
21	subsection if the Director, in consultation with the Administrator of the Office of
22	Transportation, the Director of Community Resources and Services and the Director of
23	Planning and Zoning, determines that there is a need for the proposed disability income
24	housing units.
25	(4) A developer who uses an optional method of providing moderate income housing units
26	in accordance with paragraph (1) of this subsection shall calculate the number of units to
27	be provided as set forth below:

 (i) For every one moderate income single-family detached housing unit required by the zoning regulations, the requirement shall be increased by the multiplier in the following chart:

Type of Unit	On-site	Off-site
Single Family Detached	Not Applicable	1.5 Moderate Income Housing Units
Single Family Attached	1.5 Moderate Income Units	1.75 Moderate Income Housing Units
Apartment	1.75 Moderate Income Units	2.0 Moderate Income Housing Units

4 (ii) For every one single-family attached moderate income housing unit required by the 5 zoning regulations, the requirement shall be increased by the multiplier in the following chart:

Type of Unit	On-site	Off-site
Single Family Attached	0.33 Disability Income Housing Units	1.5 Moderate Income Housing Units
Apartment	1.5 Moderate Income HousingUnits or0.4 Disability Income HousingUnits	1.75 Moderate Income Housing Units

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(iii) For every one moderate income apartment required by the zoning regulations, the requirement shall be modified by the multiplier in the following chart:

Type of Unit	On-site	Off-site, Apartment Units

Apartment	0.4 Disability Income Housing Unit 1.5 Moderate Income Housing Units

2 (f) Alternative Compliance to Optional Methods.

- 3 (1) A developer may request permission from the Director to use a method other than those
 4 set forth in subsection (e) of this section to provide moderate income housing units.
- 5 (2) A request shall include the following information:
- 6 (i) A description of the alternative compliance proposal, including a comparison of the 7 required and proposed units, in terms of the location, numbers, types, bedrooms, and 8 square footage; and
- 9 (ii) The projected fair market value of the required and proposed units.
- In determining whether to approve a request under this subsection, the Director, upon
 recommendation from the Housing and Community Development Board and in
 consultation with the Director of Planning and Zoning and the Director of Community
 Resources and Services, shall consider whether:
- (i) The phasing of moderate income housing units will be provided sooner than would
 be required by the phasing of market rate units;
- (ii) The units present innovative architecture or site design features that contribute to
 affordability;
- 18 (iii) The design reduces operating and maintenance costs;
- (iv) The location of the proposed alternative is part of a mixed-use development with
 existing or potential transit service; and
- (v) The development provides a package of services or amenities for the benefit of
 moderate income residents.
- (4) In granting a request under this subsection, the Director may reduce the number of units
 that would have been required under subsection (e) of this section, but may not reduce
 the number of units below the number required by the zoning regulations.

(g) Alternative of Providing Rehabilitated Existing Moderate Income Housing Units. The
developer of a housing development subject to this subtitle may provide up to five
rehabilitated existing moderate income housing units if the developer's requirement is for 29
or fewer moderate income housing units or, if the developer's requirement is for 30 or more
moderate income housing units, the developer may provide a maximum of 20 percent of the
required moderate income housing units by providing rehabilitated existing moderate income
housing units provided that:

- 8 (1) Prior to approval of a final subdivision plat or, if the property is not being subdivided,
 9 a site development plan:
- 10 (i) The developer provides:
- 11a.One rehabilitated existing moderate income housing unit certificate approved12by the Department as provided below for each moderate income housing unit13required by this subtitle; or
- b. Two rehabilitated existing moderate income housing unit certificates for
 condominium apartment units approved by the Department as provided below
 for each moderate income housing unit required by this subtitle; and
- 17 (ii) The developer executes all of the required agreements and covenants relating to the
 18 provision of newly built moderate income housing units in this subtitle.
- (2) (i) If a developer is required to provide age-restricted moderate income housing units
 by the zoning regulations, the developer may use the alternative of providing
 rehabilitated units as permitted by this subsection.
- (ii) A developer may use a non-age-restricted rehabilitated unit instead of an age restricted rehabilitated unit under this subsection if the Director, with the concurrence
 of the Chief Administrative Officer:
- a. Has made a good faith effort to find, but is unable to find, any eligible purchaser
 who meets the criteria for the age-restricted moderate income housing unit
 consistent with Federal discrimination law exemptions; or
- b. Has determined that the unit is not physically suited for use by an age-restrictedeligible purchaser.

1	(iii) The total number of non-age-restricted rehabilitated units that are substituted for
2	age-restricted units shall not exceed ten.
3 4 5	(3) Except as provided in subsection (i) of this section, the rehabilitated existing moderate income housing units are subject to all of the requirements applicable to newly built moderate income housing units in this subtitle.
6	(h) Approval of Certificates for Rehabilitated Existing Moderate Income Housing Units; Sale
7	of Certificates. The application, approval and sale of certificates for rehabilitated existing
8	moderate income housing units shall be governed by the following criteria and procedures:
9	(1) (i) The owner of a residential housing unit or units or an Applicant acting on their
10	behalf may apply to the Department for eligibility to apply for a certificate for a
11	rehabilitated existing moderate income housing unit.
12	(ii) Within 20 business days following application, the Department shall approve such
13	a unit as eligible for a certificate application if it finds:
14	a. That the unit is in need of substantial repairs based on an itemized estimate of
15	cost of repairs submitted by the Applicant;
16	b. That the unit shall not be or previously have been a moderate income housing
17	unit approved pursuant to this subtitle; and
18	c. That the unit will add to the stock of needed moderate income housing units in
19	the County.
20	(2) (i) If the Department approves a unit as being eligible for certificate application, the
21	owner of the unit or an Applicant acting in his behalf may apply for that certificate.
22	(ii) The Department shall approve the application and issue a certificate for a
23	rehabilitated existing moderate income housing unit if it finds that the Applicant has
24	executed the required moderate income housing unit covenants and agreements and
25	met the following rehabilitation requirements for the unit:
26	a. Kitchen and bath cabinets shall be new or updated in the last ten years and in
27	good condition; kitchen and bath fixtures shall conform to current maximum

1	water usage standards; and all major kitchen appliances shall be new and
2	warranted for at least one year;
3	b. All carpets and flooring shall be new except for hardwood flooring that is new
4	or newly refinished;
5	c. The heating and cooling systems shall be new or have been replaced in the last
6	ten years and be in good working order;
7	d. All drywall or other wall materials shall be in good condition with no outdated
8	finishes;
9	e. All doors and locks shall be in good working order;
10	f. All windows shall be new or replaced in the last ten years, have insulated glass
11	or storm windows and be in good condition;
12	g. The roof shall be new or replaced in the last ten years, be in good condition, and
13	have at least a 20-year manufacturer's warranty remaining at the time of sale;
14	h. Facia, gutters and downspouts shall be in good condition;
15	i. The Applicant shall certify that the unit complies with all applicable asbestos
16	and lead paint laws;
17	j. Exterior paint shall be new and siding shall be new or replaced in the last ten
18	years and be in good condition;
19	k. Decks shall be power washed and stained and be in good condition;
20	1. The yard shall be in good condition with adequate and appropriate ground cover,
21	trimmed trees and bushes, if any, fences in good condition, if any, and with any
22	sidewalks and driveways in good condition and not in need of repairs; and
23	m. The Applicant shall provide the following items for the purchaser of the
24	moderate income housing unit:
25	i. A new power mower, for units having a lawn;
26	ii. Pruning shears, for units having shrubs or other similar landscaping;
27	iii. A power edger, for units having a lawn;

1	iv. A rake, for units having a lawn;
2	v. One gallon of interior paint in each color used;
3	vi. One gallon of exterior paint in each color used, where appropriate; and
4	vii. Paint brushes and rollers for interior and exterior surfaces.
5	All rehabilitation done to the outside of apartment units pursuant to this section shall be
6	consistent with other units in the structure.
7	(3) The Department shall have the unit inspected by an independent inspector who will
8	certify that the unit meets the above rehabilitation requirements prior to the Departments
9	decision on the application. The Applicant shall pay the costs of this inspection before
10	the Department makes a decision on the application.
11	(4) The owner of the rehabilitated existing moderate income housing unit is the holder of
12	the certificate for that unit once it is issued by the Department and may:
13	(i) Receive credit for providing alternative moderate priced housing units pursuant to
14	subsection (g) of this section, which units shall be sold and, except as provided in
15	subsection (i) of this section, otherwise subject to all of the requirements applicable
16	to newly built moderate priced housing units in this subtitle; or
17	(ii) Sell the certificate and the unit to which it applies to a developer of moderate
18	income housing units at a price to be agreed to by the holder and developer who shall
19	then receive credit for providing alternative moderate income housing units pursuant
20	to subsection (g) of this section, which units shall be subject to all of the requirements
21	applicable to newly built moderate priced housing units in this subtitle.
22	(i) Initial Sale Price for Units Sold through the Moderate Income Housing Unit Community
23	Revitalization Program. The Housing and Community Development Board shall:
24	(1) Establish the initial sale price for rehabilitated units provided through the moderate
25	income housing unit community revitalization program; and
26	(2) Adopt regulations setting the standards to be used for establishing the initial sale price.

- (j) Annual Analysis of the Moderate Income Housing Programs. The Director shall complete an
 annual analysis of the moderate income housing unit programs and, subject to section 22.1000
 of the County Code, shall submit the analysis to the County Executive and to the County
 Council, along with a presentation in a public meeting to the County Council, by April 1 of
 each year. The analysis shall include:
- 6 (1) The number, types, and location of moderate income housing units provided on-site and
 7 as required by the zoning regulations;
- 8 (2) Moderate income housing units provided as an optional method under subsection (e) of 9 this section and as an alternative compliance under subsection (f) of this section;
- 10 (3) The number of moderate income housing units that have been renovated and the
 11 financial costs of renovating the unit;
- 12 (4) The range of sale prices and rental rates, including the average sales price and rental rate;
- 14 (5) Income information on the home buyers and renters participating in the program;
- (6) The number of applicants selected to purchase a moderate income housing unit and the
 priority categories for which they qualify under section 13.406(e); and
- 17 (7) All marketing and outreach efforts of the department to each of the categories in section
 18 13.406(e).
- (k) Alternative of Satisfying Moderate Income Housing Unit Requirement in Residential Mobile
 Home Development. The developer of a housing development in an R-MH zoning district
 which is subject to this subtitle may satisfy all, or a portion of, its moderate income housing
 unit requirement by providing for the sale of lots in an adjoining subdivision to the
 Commission or designee as defined in this subtitle at below market price by an agreement
 with the Commission or designee as defined in this subtitle provided that:
- (1) The housing development and the adjoining subdivision were part of the same original
 sketch plan;
- 27 (2) The adjoining subdivision shall be zoned residential-mobile home and shall consist of
 28 previously leased pad sites in a mobile home park;

- (3) The residential mobile home development and the adjoining subdivision share a
 stormwater management facility;
- 3 (4) The lots shall be sold to the Commission or designee as defined in this subtitle at below
 4 market price for either conveyance through shared equity financing to an eligible
 5 purchaser or rental to an individual of moderate income;
- 6 (5) Each lot sold to the Commission or designee as defined in this subtitle shall equal one 7 moderate income housing unit required in the adjacent housing development;
- 8 (6) Concurrent with, prior to, or within 120 days subsequent to the approval of a site 9 development plan or the final plat of subdivision for the housing development, the 10 developer and the Commission or designee as defined in this subtitle shall execute an 11 agreement which satisfies the requirements of this section;
- 12 (7) The agreement shall provide that any covenant to provide moderate income housing 13 units which is already recorded shall be extinguished upon the sale of the same number 14 of lots to the Commission or designee as defined in this subtitle; and
- (8) An existing resident in the adjoining subdivision who meets the eligibility requirements
 of this subtitle shall be given first priority as an eligible purchaser of a lot or as a tenant
 of a lot owned by the Commission or designee as defined in this subtitle.
- 18 (1) *Prohibited Transfers.* A developer using an optional or alternative method of compliance
 19 may not provide the required moderate income housing units on property:
- 20 (1) Wholly owned by the Howard County Housing Commission;
- 21 (2) Owned by the County; or
- (3) In a census tract block group where the poverty level is ten percent or greater according
 to the most recent census.
- (m) *Calculations—Fractions of a Unit.* If a calculation to determine the number of moderate
 income housing units a developer is required to provide under the Zoning Regulations results
 in a fraction of a moderate income housing unit, the developer shall provide an additional
 moderate income housing unit.
- 28 (N) TOD (TRANSIT ORIENTED DEVELOPMENT) DISTRICT MODERATE INCOME HOUSING UNIT

- 1 *REQUIREMENTS.*
- 2 (1) NOTWITHSTANDING ANY OTHER PROVISION OF THIS SUBTITLE, A DEVELOPER OF A TOD
- 3 (TRANSIT ORIENTED DEVELOPMENT) DISTRICT SITE SHALL PROVIDE THE MODERATE INCOME
- 4 HOUSING UNITS REQUIRED UNDER THE ZONING REGULATIONS , OR DISABILITY INCOME HOUSING
- 5 UNITS OR LOW INCOME HOUSING UNITS AS PART OF AN OPTIONAL METHOD OF COMPLIANCE, AS
- 6 PART OF THE DEVELOPMENT ON THE SITE OF THE DEVELOPMENT PROJECT.
- 7 (2) THE DEVELOPER SHALL NOT:
 - (1) PROVIDE THE MODERATE HOUSING INCOME UNITS AT A DIFFERENT LOCATION;
- 9 (2) PAY A FEE-IN-LIEU OF TO THE DEPARTMENT OF HOUSING AND COMMUNITY DEVELOPMENT;
- 10 (3) Use an optional method as provided under subsection (e) (1)(1) of this section; or
- 11 (4) Use alternative compliance to optional methods as provided under subsection
- **12** (F) OF THIS SECTION.
- 13

Section 2. Be it further enacted by the County Council of Howard County, Maryland, that this Act shall
 become effective 61 days after its enactment.

Introduced	
Public Hearing	
Council Action	
Executive Action	
Effective Date	

County Council of Howard County, Maryland

2021 Legislative Session

Legislative Day No. 5

Bill No. 22 -2021

Introduced by: Christiana Rigby Co-Sponsored by: Deb Jung and Liz Walsh

AN ACT requiring the developer of a TOD (Transit Oriented Development) District site to provide the required moderate income housing units on the TOD site; prohibiting certain actions by the developer relating to optional methods or alternative compliance to optional methods; and generally relating to Moderate-Income Housing Unit requirements.

	CONT OF THE OWNER OF
Introduced and read first time,	, 2021. Ordered posted and hearing scheduled.
	By order Theodore Wimberly, Administrator
Having been posted and notice of time & place of hearin second time at a public hearing on	g & title of Bill having been published according to Charter, the Bill was read for a , 2021.
	By order Theodore Wimberly, Administrator
This Bill was read the third time on	, 2021 and Passed, Passed with amendments, Failed By order Theodore Wimberly, Administrator
Sealed with the County Seal and presented to the Count	ty Executive for approval thisday of, 2021 ata.m./p.m.
	By order Theodore Wimberly, Administrator
Approved/Vetoed by the County Executive	, 2021
	Calvin Ball, County Executive
NOTE: [[text in brackets]] indicates deletions from exis material deleted by amendment; <u>Underlining</u> indicates n	sting law; Text in small capitals indicates additions to existing law; Strike-out indicates naterial added by amendment.

WHEREAS, Council Bill No. 7-2021, that becomes effective on April 6, 2021, amends the Howard
County Zoning Regulations to require that at least 15% of the dwelling units on the site of a Transit
Oriented Development be Moderate Income Housing Units that must be developed on the site of the
development, and further prohibits the developer from providing the Moderate Income Housing Units at a
different location or paying a fee-in-lieu to the Department of Housing and Community Development for
the required Moderate Income Housing Units; and

WHEREAS, this bill codifies in Section 13.402(n) of the County Code the requirements for an
agreement for moderate income housing units for a development on a Transit Oriented Development
district site that were enacted by Council Bill No. 7-2021, with the purpose that the provisions of the
Zoning Regulations and the County Code relating to Moderate Income Housing Units requirements for a
development on a Transit Oriented Development district site are consistent.

12 **NOW THEREFORE**,

13 *Section 1. Be it enacted* by the County Council of Howard County, Maryland, that the Howard County

14 Code is hereby amended as follows:

15	By adding:
16	Title 13 – Housing and Community Development
17	Subtitle 4. Moderate Income Housing Units
18	Section 13.402(n)
19	
20	HOWARD COUNTY CODE
21	Title 13 – Housing and Community Development
22	Subtitle 4. Moderate Income Housing Units.
23	
24	Sec. 13.402. Development procedures; moderate income housing unit agreement; alternative.
25	(a) Development Procedures:
26	(1) When a development is subject to this subtitle, the developer shall submit to the
27	Department of Planning and Zoning, concurrent with the submission of the original final
28	plat or original site development plan for approval; as applicable:
29	(i) An agreement to meet moderate income housing unit requirements; and

1	(ii) Recordable covenants approved by the Department and the County Solicitor.
2	(2) Covenants under this subsection shall be recorded among the land records of Howard
3	County concurrently with the recordation of the final subdivision plat or site development
4	plan approval, as applicable.
5	(3) Covenants under this subsection shall be extinguished in accordance with the agreement
6	under subsection (b) of this section.
7	(b) Moderate Income Housing Unit Agreement. The moderate income housing unit agreement under this section shall be in a form prescribed by the Department and shall include:
8	All 1
9	(1) A statement of the number of moderate income housing units required under the zoning
10	regulations;
11	(2) A requirement that the developer comply with the minimum specifications for moderate
12	income housing units established by the Department;
13	(3) A plan for construction of moderate income housing units offered for sale and rental
14	units, which shall, to the extent practicable, consider current market conditions, the needs
15	of eligible purchasers, and planning considerations, require that each phase of the
16	development contain its proportionate share of the total number of moderate income
17	housing units required under the approved final plan or site development plan; and
18	(4) A statement of how moderate income housing units will be provided that shall include
19	the number of units, types of units, and location of units.
20	(c) <i>Covenants</i> . The covenants under this section shall be in a form prescribed by the Department
21	and shall include provisions prohibiting the sale or rental of a moderate income housing unit
22	except to an eligible purchaser, the Commission, the County, or a designee in accordance with
23	this subtitle.
24	(d) Requirements Applicable to Moderate Income Housing Units. Except as provided in
24	subsections (e) and (f) of this section, and except as provided in section 13.402A of this
26	subtitle, a developer obligated to provide moderate income housing units in accordance with
27	the zoning regulations as part of a development shall provide all of the units:
28	(1) On the site of the development project;

In the same ratio of unit types as proposed for the development; and 1 (2)2 (3)Evenly distributed within each phase of development. 3 (e) **Optional Methods:** 4 A developer required to provide moderate income housing units under the zoning (1)5 regulations may request permission to provide the required units: 6 (i) At a different location; As a different ratio of unit types; or 7 (ii) 8 (iii) As disability income housing units. 9 (2)A developer may use an optional method under this subsection if the Director, upon recommendation from the Housing and Community Development Board and in 10 11 consultation with the Director of Planning and Zoning and the Director of Community Resources and Services, determines that: 12 The number of moderate income housing units to be constructed in the 13 (i) a. development will render the development economically unfeasible; or 14 15 b. The development proposes an indivisible package of services and facilities to all residents that would cost the moderate income housing unit owners so much 16 17 that the units would be rendered unaffordable to eligible purchasers; and The optional method results in geographic distribution of moderate income housing 18 (ii) 19 units throughout the County. 20 (3)A developer may use disability income housing units as an optional method under this subsection if the Director, in consultation with the Administrator of the Office of 21 Transportation, the Director of Community Resources and Services and the Director of 22 Planning and Zoning, determines that there is a need for the proposed disability income 23 24 housing units. 25 (4) A developer who uses an optional method of providing moderate income housing units in accordance with paragraph (1) of this subsection shall calculate the number of units to 26 be provided as set forth below: 27

3

(i) For every one moderate income single-family detached housing unit required by the zoning regulations, the requirement shall be increased by the multiplier in the following chart:

_		
Type of Unit	On-site	Off-site
Single Family Detached	Not Applicable	1.5 Moderate Income Housing Units
Single Family Attached	1.5 Moderate Income Units	1.75 Moderate Income Housing Units
Apartment	1.75 Moderate Income Units	2.0 Moderate Income Housing Units

4 (ii) For every one single-family attached moderate income housing unit required by the 5 zoning regulations, the requirement shall be increased by the multiplier in the following chart:

Type of Unit	On-site	Off-site
Single Family Attached	0.33 Disability Income Housing Units	1.5 Moderate Income Housing Units
Apartment	1.5 Moderate Income HousingUnits or0.4 Disability Income HousingUnits	1.75 Moderate Income Housing Units

6

7 (iii) For every one moderate income apartment required by the zoning regulations, the
8 requirement shall be modified by the multiplier in the following chart:

Type of Unit	On-site	Off-site, Apartment Units	

Apartment	0.4 Disability Income Housing Unit	1.5 Moderate Income Housing Units

2 (f) Alternative Compliance to Optional Methods.

3	(1)	A developer may request permission from the Director to use a method other than those
4		set forth in subsection (e) of this section to provide moderate income housing units.
5	(2)	A request shall include the following information:
6		(i) A description of the alternative compliance proposal, including a comparison of the
7		required and proposed units, in terms of the location, numbers, types, bedrooms, and
8		square footage; and
9		(ii) The projected fair market value of the required and proposed units.
10	(3)	In determining whether to approve a request under this subsection, the Director, upon
11		recommendation from the Housing and Community Development Board and in
12		consultation with the Director of Planning and Zoning and the Director of Community
13		Resources and Services, shall consider whether:
14		(i) The phasing of moderate income housing units will be provided sooner than would
15		be required by the phasing of market rate units;
16		(ii) The units present innovative architecture or site design features that contribute to
17		affordability;
18		(iii) The design reduces operating and maintenance costs;
19		(iv) The location of the proposed alternative is part of a mixed-use development with
20		existing or potential transit service; and
21		(v) The development provides a package of services or amenities for the benefit of
22		moderate income residents.
23	(4)	In granting a request under this subsection, the Director may reduce the number of units
24		that would have been required under subsection (e) of this section, but may not reduce
25		the number of units below the number required by the zoning regulations.

(g) Alternative of Providing Rehabilitated Existing Moderate Income Housing Units. The
developer of a housing development subject to this subtitle may provide up to five
rehabilitated existing moderate income housing units if the developer's requirement is for 29
or fewer moderate income housing units or, if the developer's requirement is for 30 or more
moderate income housing units, the developer may provide a maximum of 20 percent of the
required moderate income housing units by providing rehabilitated existing moderate income
housing units provided that:

- 8 (1) Prior to approval of a final subdivision plat or, if the property is not being subdivided,
 9 a site development plan:
- 10 (i) The developer provides:
- 11a.One rehabilitated existing moderate income housing unit certificate approved12by the Department as provided below for each moderate income housing unit13required by this subtitle; or
- 14b.Two rehabilitated existing moderate income housing unit certificates for15condominium apartment units approved by the Department as provided below16for each moderate income housing unit required by this subtitle; and
- 17 (ii) The developer executes all of the required agreements and covenants relating to the 18 provision of newly built moderate income housing units in this subtitle.
- (2) (i) If a developer is required to provide age-restricted moderate income housing units
 by the zoning regulations, the developer may use the alternative of providing
 rehabilitated units as permitted by this subsection.
- (ii) A developer may use a non-age-restricted rehabilitated unit instead of an age restricted rehabilitated unit under this subsection if the Director, with the concurrence
 of the Chief Administrative Officer:
- a. Has made a good faith effort to find, but is unable to find, any eligible purchaser
 who meets the criteria for the age-restricted moderate income housing unit
 consistent with Federal discrimination law exemptions; or
- b. Has determined that the unit is not physically suited for use by an age-restricted
 eligible purchaser.

1 2	(iii) The total number of non-age-restricted rehabilitated units that are substituted for age-restricted units shall not exceed ten.
3 4 5	(3) Except as provided in subsection (i) of this section, the rehabilitated existing moderate income housing units are subject to all of the requirements applicable to newly built moderate income housing units in this subtitle.
6 7 8	 (h) Approval of Certificates for Rehabilitated Existing Moderate Income Housing Units; Sale of Certificates. The application, approval and sale of certificates for rehabilitated existing moderate income housing units shall be governed by the following criteria and procedures:
9 10 11	 (i) The owner of a residential housing unit or units or an Applicant acting on their behalf may apply to the Department for eligibility to apply for a certificate for a rehabilitated existing moderate income housing unit.
12 13	 (ii) Within 20 business days following application, the Department shall approve such a unit as eligible for a certificate application if it finds:
14 15	a. That the unit is in need of substantial repairs based on an itemized estimate of cost of repairs submitted by the Applicant;
16 17	b. That the unit shall not be or previously have been a moderate income housing unit approved pursuant to this subtitle; and
18 19	c. That the unit will add to the stock of needed moderate income housing units in the County.
20 21	(2) (i) If the Department approves a unit as being eligible for certificate application, the owner of the unit or an Applicant acting in his behalf may apply for that certificate.
22 23	(ii) The Department shall approve the application and issue a certificate for a rehabilitated existing moderate income housing unit if it finds that the Applicant has
24 25	executed the required moderate income housing unit covenants and agreements and met the following rehabilitation requirements for the unit:
26 27	a. Kitchen and bath cabinets shall be new or updated in the last ten years and in good condition; kitchen and bath fixtures shall conform to current maximum

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1		water usage standards; and all major kitchen appliances shall be new and
2		warranted for at least one year;
3	b.	All carpets and flooring shall be new except for hardwood flooring that is new
4		or newly refinished;
5	с.	The heating and cooling systems shall be new or have been replaced in the last
6		ten years and be in good working order;
7	d.	All drywall or other wall materials shall be in good condition with no outdated
8		finishes;
9	e.	All doors and locks shall be in good working order;
10	f.	All windows shall be new or replaced in the last ten years, have insulated glass
11		or storm windows and be in good condition;
12	g.	The roof shall be new or replaced in the last ten years, be in good condition, and
13	5	have at least a 20-year manufacturer's warranty remaining at the time of sale;
14	h.	Facia, gutters and downspouts shall be in good condition;
15	i.	The Applicant shall certify that the unit complies with all applicable asbestos
16		and lead paint laws;
17	j.	Exterior paint shall be new and siding shall be new or replaced in the last ten
18		years and be in good condition;
19	k.	Decks shall be power washed and stained and be in good condition;
20	1.	The yard shall be in good condition with adequate and appropriate ground cover,
21		trimmed trees and bushes, if any, fences in good condition, if any, and with any
22		sidewalks and driveways in good condition and not in need of repairs; and
23	m	. The Applicant shall provide the following items for the purchaser of the
24		moderate income housing unit:
25		i. A new power mower, for units having a lawn;
26		ii. Pruning shears, for units having shrubs or other similar landscaping;
27		iii. A power edger, for units having a lawn;

1	iv. A rake, for units having a lawn;
2	v. One gallon of interior paint in each color used;
3	vi. One gallon of exterior paint in each color used, where appropriate; and
4	vii. Paint brushes and rollers for interior and exterior surfaces.
5	All rehabilitation done to the outside of apartment units pursuant to this section shall be
6	consistent with other units in the structure.
7	(3) The Department shall have the unit inspected by an independent inspector who will
8	certify that the unit meets the above rehabilitation requirements prior to the Departments
9	decision on the application. The Applicant shall pay the costs of this inspection before
10	the Department makes a decision on the application.
11	(4) The owner of the rehabilitated existing moderate income housing unit is the holder of
12	the certificate for that unit once it is issued by the Department and may:
13	(i) Receive credit for providing alternative moderate priced housing units pursuant to
14	subsection (g) of this section, which units shall be sold and, except as provided in
15	subsection (i) of this section, otherwise subject to all of the requirements applicable
16	to newly built moderate priced housing units in this subtitle; or
17	(ii) Sell the certificate and the unit to which it applies to a developer of moderate
18	income housing units at a price to be agreed to by the holder and developer who shall
19	then receive credit for providing alternative moderate income housing units pursuant
20	to subsection (g) of this section, which units shall be subject to all of the requirements
21	applicable to newly built moderate priced housing units in this subtitle.
22	(i) Initial Sale Price for Units Sold through the Moderate Income Housing Unit Community
23	<i>Revitalization Program</i> . The Housing and Community Development Board shall:
24	(1) Establish the initial sale price for rehabilitated units provided through the moderate
25	income housing unit community revitalization program; and
26	(2) Adopt regulations setting the standards to be used for establishing the initial sale price.

- (j) Annual Analysis of the Moderate Income Housing Programs. The Director shall complete an
 annual analysis of the moderate income housing unit programs and, subject to section 22.1000
 of the County Code, shall submit the analysis to the County Executive and to the County
 Council, along with a presentation in a public meeting to the County Council, by April 1 of
 each year. The analysis shall include:
- 6 (1) The number, types, and location of moderate income housing units provided on-site and 7 as required by the zoning regulations;
- 8 (2) Moderate income housing units provided as an optional method under subsection (e) of
 9 this section and as an alternative compliance under subsection (f) of this section;
- 10 (3) The number of moderate income housing units that have been renovated and the 11 financial costs of renovating the unit;
- 12 (4) The range of sale prices and rental rates, including the average sales price and rental-13 rate;
- 14 (5) Income information on the home buyers and renters participating in the program;
- 15 (6) The number of applicants selected to purchase a moderate income housing unit and the 16 priority categories for which they qualify under section 13.406(e); and
- 17 (7) All marketing and outreach efforts of the department to each of the categories in section
 18 13.406(e).
- (k) Alternative of Satisfying Moderate Income Housing Unit Requirement in Residential Mobile
 Home Development. The developer of a housing development in an R-MH zoning district
 which is subject to this subtitle may satisfy all, or a portion of, its moderate income housing
 unit requirement by providing for the sale of lots in an adjoining subdivision to the
 Commission or designee as defined in this subtitle at below market price by an agreement
 with the Commission or designee as defined in this subtitle provided that:
- (1) The housing development and the adjoining subdivision were part of the same original
 sketch plan;
- 27 (2) The adjoining subdivision shall be zoned residential-mobile home and shall consist of
 28 previously leased pad sites in a mobile home park;

1	(3)	The residential mobile home development and the adjoining subdivision share a
2		stormwater management facility;
3	(4)	The lots shall be sold to the Commission or designee as defined in this subtitle at below
4		market price for either conveyance through shared equity financing to an eligible
5		purchaser or rental to an individual of moderate income;
6	(5)	Each lot sold to the Commission or designee as defined in this subtitle shall equal one
7	1	moderate income housing unit required in the adjacent housing development;
8	(6)	Concurrent with, prior to, or within 120 days subsequent to the approval of a site
9		development plan or the final plat of subdivision for the housing development, the
10		developer and the Commission or designee as defined in this subtitle shall execute an
11	:	agreement which satisfies the requirements of this section;
12	(7)	The agreement shall provide that any covenant to provide moderate income housing
13	I	units which is already recorded shall be extinguished upon the sale of the same number
14	(of lots to the Commission or designee as defined in this subtitle; and
15	(8)	An existing resident in the adjoining subdivision who meets the eligibility requirements
16	(of this subtitle shall be given first priority as an eligible purchaser of a lot or as a tenant
17	(of a lot owned by the Commission or designee as defined in this subtitle.
18	(l) <i>Pro</i>	hibited Transfers. A developer using an optional or alternative method of compliance
19	may	not provide the required moderate income housing units on property:
20	(1)	Wholly owned by the Howard County Housing Commission;
21	(2)	Owned by the County; or
22	(3)	In a census tract block group where the poverty level is ten percent or greater according
23	t	to the most recent census.
24	(m) <i>Ca</i>	ulculations—Fractions of a Unit. If a calculation to determine the number of moderate
25	incor	ne housing units a developer is required to provide under the Zoning Regulations results
26	in a :	fraction of a moderate income housing unit, the developer shall provide an additional
27	mode	erate income housing unit.
28	(N) <i>TOD</i>	(TRANSIT ORIENTED DEVELOPMENT) DISTRICT – MODERATE INCOME HOUSING UNIT

28 (N) TOD (TRANSIT ORIENTED DEVELOPMENT) DISTRICT – MODERATE INCOME HOUSING UNIT

- 1 *REQUIREMENTS.*
- 2 (1) NOTWITHSTANDING ANY OTHER PROVISION OF THIS SUBTITLE, A DEVELOPER OF A TOD
- 3 (TRANSIT ORIENTED DEVELOPMENT) DISTRICT SITE SHALL PROVIDE THE MODERATE INCOME
- 4 HOUSING UNITS REQUIRED UNDER THE ZONING REGULATIONS AS PART OF THE DEVELOPMENT ON
- 5 THE SITE OF THE DEVELOPMENT PROJECT.
- 6 (2) THE DEVELOPER SHALL NOT:
- 7 (1) PROVIDE THE MODERATE HOUSING INCOME UNITS AT A DIFFERENT LOCATION;
 - (2) PAY A FEE-IN-LIEU OF TO THE DEPARTMENT OF HOUSING AND COMMUNITY DEVELOPMENT;
- 9 (3) USE AN OPTIONAL METHOD AS PROVIDED UNDER SUBSECTION (E) OF THIS SECTION; OR
- 10 (4) USE ALTERNATIVE COMPLIANCE TO OPTIONAL METHODS AS PROVIDED UNDER SUBSECTION
- 11 (F) OF THIS SECTION.
- 12

- 13 Section 2. Be it further enacted by the County Council of Howard County, Maryland, that this Act shall
- 14 become effective 61 days after its enactment.

BY THE COUNCIL

This Bill, having been approved by the Executive and returned to the Council, stands enacted on

,2021

Michelle Harrod, Administrator to the County Council

BY THE COUNCIL

This Bill, having been passed by the yeas and nays of two-thirds of the members of the Council notwithstanding the objections of the Executive, stands enacted on ______, 2021.

Michelle Harrod, Administrator to the County Council

BY THE COUNCIL

This Bill, having received neither the approval nor the disapproval of the Executive within ten days of its presentation, stands enacted on ______, 2021.

Michelle Harrod, Administrator to the County Council

BY THE COUNCIL

This Bill, not having been considered on final reading within the time required by Charter, stands failed for want of consideration on ______, 2021.

Michelle Harrod, Administrator to the County Council

BY THE COUNCIL

This Bill, having been disapproved by the Executive and having failed on passage upon consideration by the Council stands failed on ______, 2021.

Michelle Harrod, Administrator to the County Council

BY THE COUNCIL

This Bill, the withdrawal of which received a vote of two-thirds (2/3) of the members of the Council, is withdrawn from further consideration on ______, 2021.

Michelle Harrod, Administrator to the County Council