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Housing Affordability Modifications 2025 GENERAL SESSION STATE OF UTAH **Chief Sponsor: Lincoln Fillmore** House Sponsor: LONG TITLE **General Description:** This bill amends provisions related to affordable housing. **Highlighted Provisions:** This bill: defines terms: • enacts provisions related to residential overlay for the development of certain types of dwellings on certain sized lots; directs the Utah Housing Corporation to make rules regarding procedures, qualifications, and requirements for private financial institutions that offer certain mortgage loans to first-time homebuyers; provides that first-time home buyers may use certain mortgage loans for specified purposes; and makes technical and conforming changes. Money Appropriated in this Bill: None **Other Special Clauses:** None **Utah Code Sections Affected:** AMENDS: 10-9a-103, as last amended by Laws of Utah 2024, Chapter 464 10-9a-403, as last amended by Laws of Utah 2024, Chapters 431, 537 10-9a-408, as last amended by Laws of Utah 2024, Chapters 413, 438 10-9a-535, as enacted by Laws of Utah 2022, Chapter 355 17-27a-103, as last amended by Laws of Utah 2024, Chapter 464 17-27a-403, as last amended by Laws of Utah 2024, Chapters 381, 431 17-27a-408, as last amended by Laws of Utah 2024, Chapters 381, 413 17-27a-531, as enacted by Laws of Utah 2022, Chapter 355

31	51-12-101, as enacted by Laws of Utah 2024, Chapter 510
32	63H-8-501, as last amended by Laws of Utah 2024, Chapter 431
33	63H-8-502, as last amended by Laws of Utah 2024, Chapter 431
34	ENACTS:
35	10-9a-403.2, Utah Code Annotated 1953
36	10-9a-403.3, Utah Code Annotated 1953
37	10-9a-408.1, Utah Code Annotated 1953
38	17-27a-403.1, Utah Code Annotated 1953
39	17-27a-403.2, Utah Code Annotated 1953
40	17-27a-408.1, Utah Code Annotated 1953
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42	Be it enacted by the Legislature of the state of Utah:
43	Section 1. Section 10-9a-103 is amended to read:
44	10-9a-103 . Definitions.
45	As used in this chapter:
46	(1) "Accessory dwelling unit" means a habitable living unit added to, created within, or
47	detached from a primary single-family dwelling and contained on one lot.
48	(2) "Adversely affected party" means a person other than a land use applicant who:
49	(a) owns real property adjoining the property that is the subject of a land use application
50	or land use decision; or
51	(b) will suffer a damage different in kind than, or an injury distinct from, that of the
52	general community as a result of the land use decision.
53	(3) "Affected entity" means a county, municipality, special district, special service district
54	under Title 17D, Chapter 1, Special Service District Act, school district, interlocal
55	cooperation entity established under Title 11, Chapter 13, Interlocal Cooperation Act,
56	specified public utility, property owner, property owners association, or the Department
57	of Transportation, if:
58	(a) the entity's services or facilities are likely to require expansion or significant
59	modification because of an intended use of land;
60	(b) the entity has filed with the municipality a copy of the entity's general or long-range
61	plan; or
62	(c) the entity has filed with the municipality a request for notice during the same
63	calendar year and before the municipality provides notice to an affected entity in
64	compliance with a requirement imposed under this chapter.

65 (4) "Affected owner" means the owner of real property that is: 66 (a) a single project; 67 (b) the subject of a land use approval that sponsors of a referendum timely challenged in 68 accordance with [Subsection 20A-7-601(6)] Section 20A-7-601; and 69 (c) determined to be legally referable under Section 20A-7-602.8. 70 (5) "Appeal authority" means the person, board, commission, agency, or other body 71 designated by ordinance to decide an appeal of a decision of a land use application or a 72 variance. 73 (6) "Billboard" means a freestanding ground sign located on industrial, commercial, or 74 residential property if the sign is designed or intended to direct attention to a business, 75 product, or service that is not sold, offered, or existing on the property where the sign is 76 located. 77 (7)(a) "Charter school" means: 78 (i) an operating charter school; 79 (ii) a charter school applicant that a charter school authorizer approves in accordance 80 with Title 53G, Chapter 5, Part 3, Charter School Authorization; or 81 (iii) an entity that is working on behalf of a charter school or approved charter 82 applicant to develop or construct a charter school building. 83 (b) "Charter school" does not include a therapeutic school. 84 (8) "Conditional use" means a land use that, because of the unique characteristics or 85 potential impact of the land use on the municipality, surrounding neighbors, or adjacent 86 land uses, may not be compatible in some areas or may be compatible only if certain 87 conditions are required that mitigate or eliminate the detrimental impacts. 88 (9) "Constitutional taking" means a governmental action that results in a taking of private 89 property so that compensation to the owner of the property is required by the: 90 (a) Fifth or Fourteenth Amendment of the Constitution of the United States; or 91 (b) Utah Constitution Article I, Section 22. 92 (10) "Culinary water authority" means the department, agency, or public entity with 93 responsibility to review and approve the feasibility of the culinary water system and 94 sources for the subject property. 95 (11) "Development activity" means: (a) any construction or expansion of a building, structure, or use that creates additional 96 97 demand and need for public facilities;

98 (b) any change in use of a building or structure that creates additional demand and need

99	for public facilities; or
100	(c) any change in the use of land that creates additional demand and need for public
101	facilities.
102	(12)(a) "Development agreement" means a written agreement or amendment to a written
103	agreement between a municipality and one or more parties that regulates or controls
104	the use or development of a specific area of land.
105	(b) "Development agreement" does not include an improvement completion assurance.
106	(13)(a) "Disability" means a physical or mental impairment that substantially limits one
107	or more of a person's major life activities, including a person having a record of such
108	an impairment or being regarded as having such an impairment.
109	(b) "Disability" does not include current illegal use of, or addiction to, any federally
110	controlled substance, as defined in Section 102 of the Controlled Substances Act, 21
111	U.S.C. 802.
112	(14) "Educational facility":
113	(a) means:
114	(i) a school district's building at which pupils assemble to receive instruction in a
115	program for any combination of grades from preschool through grade 12,
116	including kindergarten and a program for children with disabilities;
117	(ii) a structure or facility:
118	(A) located on the same property as a building described in Subsection (14)(a)(i);
119	and
120	(B) used in support of the use of that building; and
121	(iii) a building to provide office and related space to a school district's administrative
122	personnel; and
123	(b) does not include:
124	(i) land or a structure, including land or a structure for inventory storage, equipment
125	storage, food processing or preparing, vehicle storage or maintenance, or similar
126	use that is:
127	(A) not located on the same property as a building described in Subsection
128	(14)(a)(i); and
129	(B) used in support of the purposes of a building described in Subsection
130	(14)(a)(i); or
131	(ii) a therapeutic school.
132	(15) "Fire authority" means the department, agency, or public entity with responsibility to

133	review and approve the feasibility of fire protection and suppression services for the
134	subject property.
135	(16) "Flood plain" means land that:
136	(a) is within the 100-year flood plain designated by the Federal Emergency Management
137	Agency; or
138	(b) has not been studied or designated by the Federal Emergency Management Agency
139	but presents a likelihood of experiencing chronic flooding or a catastrophic flood
140	event because the land has characteristics that are similar to those of a 100-year flood
141	plain designated by the Federal Emergency Management Agency.
142	(17) "General plan" means a document that a municipality adopts by ordinance that sets
143	forth general guidelines for proposed future development of the land within the
144	municipality.
145	(18) "Geologic hazard" means:
146	(a) a surface fault rupture;
147	(b) shallow groundwater;
148	(c) liquefaction;
149	(d) a landslide;
150	(e) a debris flow;
151	(f) unstable soil;
152	(g) a rock fall; or
153	(h) any other geologic condition that presents a risk:
154	(i) to life;
155	(ii) of substantial loss of real property; or
156	(iii) of substantial damage to real property.
157	(19) "Historic preservation authority" means a person, board, commission, or other body
158	designated by a legislative body to:
159	(a) recommend land use regulations to preserve local historic districts or areas; and
160	(b) administer local historic preservation land use regulations within a local historic
161	district or area.
162	(20) "Home-based microschool" means the same as that term is defined in Section
163	53G-6-201.
164	(21) "Hookup fee" means a fee for the installation and inspection of any pipe, line, meter,
165	or appurtenance that connects to a municipal water, sewer, storm water, power, or other
166	utility system.

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167	(22) "Identical plans" means building plans submitted to a municipality that:
168	(a) are clearly marked as "identical plans";
169	(b) are substantially identical to building plans that were previously submitted to and
170	reviewed and approved by the municipality; and
171	(c) describe a building that:
172	(i) is located on land zoned the same as the land on which the building described in
173	the previously approved plans is located;
174	(ii) is subject to the same geological and meteorological conditions and the same law
175	as the building described in the previously approved plans;
176	(iii) has a floor plan identical to the building plan previously submitted to and
177	reviewed and approved by the municipality; and
178	(iv) does not require any additional engineering or analysis.
179	(23) "Impact fee" means a payment of money imposed under Title 11, Chapter 36a, Impact
180	Fees Act.
181	(24) "Improvement completion assurance" means a surety bond, letter of credit, financial
182	institution bond, cash, assignment of rights, lien, or other equivalent security required by
183	a municipality to guaranty the proper completion of landscaping or an infrastructure
184	improvement required as a condition precedent to:
185	(a) recording a subdivision plat; or
186	(b) development of a commercial, industrial, mixed use, or multifamily project.
187	(25) "Improvement warranty" means an applicant's unconditional warranty that the
188	applicant's installed and accepted landscaping or infrastructure improvement:
189	(a) complies with the municipality's written standards for design, materials, and
190	workmanship; and
191	(b) will not fail in any material respect, as a result of poor workmanship or materials,
192	within the improvement warranty period.
193	(26) "Improvement warranty period" means a period:
194	(a) no later than one year after a municipality's acceptance of required landscaping; or
195	(b) no later than one year after a municipality's acceptance of required infrastructure,
196	unless the municipality:
197	(i) determines for good cause that a one-year period would be inadequate to protect
198	the public health, safety, and welfare; and
199	(ii) has substantial evidence, on record:
200	(A) of prior poor performance by the applicant; or

201	(B) that the area upon which the infrastructure will be constructed contains
202	suspect soil and the municipality has not otherwise required the applicant to
203	mitigate the suspect soil.
204	(27) "Infrastructure improvement" means permanent infrastructure that is essential for the
205	public health and safety or that:
206	(a) is required for human occupation; and
207	(b) an applicant must install:
208	(i) in accordance with published installation and inspection specifications for public
209	improvements; and
210	(ii) whether the improvement is public or private, as a condition of:
211	(A) recording a subdivision plat;
212	(B) obtaining a building permit; or
213	(C) development of a commercial, industrial, mixed use, condominium, or
214	multifamily project.
215	(28) "Internal lot restriction" means a platted note, platted demarcation, or platted
216	designation that:
217	(a) runs with the land; and
218	(b)(i) creates a restriction that is enclosed within the perimeter of a lot described on
219	the plat; or
220	(ii) designates a development condition that is enclosed within the perimeter of a lot
221	described on the plat.
222	(29) "Land use applicant" means a property owner, or the property owner's designee, who
223	submits a land use application regarding the property owner's land.
224	(30) "Land use application":
225	(a) means an application that is:
226	(i) required by a municipality; and
227	(ii) submitted by a land use applicant to obtain a land use decision; and
228	(b) does not mean an application to enact, amend, or repeal a land use regulation.
229	(31) "Land use authority" means:
230	(a) a person, board, commission, agency, or body, including the local legislative body,
231	designated by the local legislative body to act upon a land use application; or
232	(b) if the local legislative body has not designated a person, board, commission, agency,
233	or body, the local legislative body.
234	(32) "Land use decision" means an administrative decision of a land use authority or appeal

235	authority regarding:
236	(a) a land use permit; or
237	(b) a land use application.
238	(33) "Land use permit" means a permit issued by a land use authority.
239	(34) "Land use regulation":
240	(a) means a legislative decision enacted by ordinance, law, code, map, resolution,
241	specification, fee, or rule that governs the use or development of land;
242	(b) includes the adoption or amendment of a zoning map or the text of the zoning code;
243	and
244	(c) does not include:
245	(i) a land use decision of the legislative body acting as the land use authority, even if
246	the decision is expressed in a resolution or ordinance; or
247	(ii) a temporary revision to an engineering specification that does not materially:
248	(A) increase a land use applicant's cost of development compared to the existing
249	specification; or
250	(B) impact a land use applicant's use of land.
251	(35) "Legislative body" means the municipal council.
252	(36) "Local historic district or area" means a geographically definable area that:
253	(a) contains any combination of buildings, structures, sites, objects, landscape features,
254	archeological sites, or works of art that contribute to the historic preservation goals of
255	a legislative body; and
256	(b) is subject to land use regulations to preserve the historic significance of the local
257	historic district or area.
258	(37) "Lot" means a tract of land, regardless of any label, that is created by and shown on a
259	subdivision plat that has been recorded in the office of the county recorder.
260	(38)(a) "Lot line adjustment" means a relocation of a lot line boundary between
261	adjoining lots or between a lot and adjoining parcels in accordance with Section
262	10-9a-608:
263	(i) whether or not the lots are located in the same subdivision; and
264	(ii) with the consent of the owners of record.
265	(b) "Lot line adjustment" does not mean a new boundary line that:
266	(i) creates an additional lot; or
267	(ii) constitutes a subdivision or a subdivision amendment.
268	(c) "Lot line adjustment" does not include a boundary line adjustment made by the

269	Department of Transportation.
270	(39) "Major transit investment corridor" means public transit service that uses or occupies:
271	(a) public transit rail right-of-way;
272	(b) dedicated road right-of-way for the use of public transit, such as bus rapid transit; or
273	(c) fixed-route bus corridors subject to an interlocal agreement or contract between a
274	municipality or county and:
275	(i) a public transit district as defined in Section 17B-2a-802; or
276	(ii) an eligible political subdivision as defined in Section 59-12-2219.
277	(40) "Micro-education entity" means the same as that term is defined in Section 53G-6-201.
278	(41) "Moderate income housing" means housing occupied or reserved for occupancy by
279	households with a gross household income equal to or less than 80% of the median gross
280	income for households of the same size in the county in which the city is located.
281	(42) "Municipal utility easement" means an easement that:
282	(a) is created or depicted on a plat recorded in a county recorder's office and is described
283	as a municipal utility easement granted for public use;
284	(b) is not a protected utility easement or a public utility easement as defined in Section
285	54-3-27;
286	(c) the municipality or the municipality's affiliated governmental entity uses and
287	occupies to provide a utility service, including sanitary sewer, culinary water,
288	electrical, storm water, or communications or data lines;
289	(d) is used or occupied with the consent of the municipality in accordance with an
290	authorized franchise or other agreement;
291	(e)(i) is used or occupied by a specified public utility in accordance with an
292	authorized franchise or other agreement; and
293	(ii) is located in a utility easement granted for public use; or
294	(f) is described in Section 10-9a-529 and is used by a specified public utility.
295	(43) "Nominal fee" means a fee that reasonably reimburses a municipality only for time
296	spent and expenses incurred in:
297	(a) verifying that building plans are identical plans; and
298	(b) reviewing and approving those minor aspects of identical plans that differ from the
299	previously reviewed and approved building plans.
300	(44) "Noncomplying structure" means a structure that:
301	(a) legally existed before the structure's current land use designation; and
302	(b) because of one or more subsequent land use ordinance changes, does not conform to

303	the setback, height restrictions, or other regulations, excluding those regulations,
304	which govern the use of land.
305	(45) "Nonconforming use" means a use of land that:
306	(a) legally existed before [its] the land's current land use designation;
307	(b) has been maintained continuously since the time the land use ordinance governing
308	the land changed; and
309	(c) because of one or more subsequent land use ordinance changes, does not conform to
310	the regulations that now govern the use of the land.
311	(46) "Official map" means a map drawn by municipal authorities and recorded in a county
312	recorder's office that:
313	(a) shows actual and proposed rights-of-way, centerline alignments, and setbacks for
314	highways and other transportation facilities;
315	(b) provides a basis for restricting development in designated rights-of-way or between
316	designated setbacks to allow the government authorities time to purchase or
317	otherwise reserve the land; and
318	(c) has been adopted as an element of the municipality's general plan.
319	(47) "Parcel" means any real property that is not a lot.
320	(48)(a) "Parcel boundary adjustment" means a recorded agreement between owners of
321	adjoining parcels adjusting the mutual boundary, either by deed or by a boundary line
322	agreement in accordance with Section 10-9a-524, if no additional parcel is created
323	and:
324	(i) none of the property identified in the agreement is a lot; or
325	(ii) the adjustment is to the boundaries of a single person's parcels.
326	(b) "Parcel boundary adjustment" does not mean an adjustment of a parcel boundary line
327	that:
328	(i) creates an additional parcel; or
329	(ii) constitutes a subdivision.
330	(c) "Parcel boundary adjustment" does not include a boundary line adjustment made by
331	the Department of Transportation.
332	(49) "Person" means an individual, corporation, partnership, organization, association, trust,
333	governmental agency, or any other legal entity.
334	(50) "Plan for moderate income housing" means a written document adopted by a
335	municipality's legislative body that includes:
336	(a) an estimate of the existing supply of moderate income housing located within the

337	municipality;
338	(b) an estimate of the need for moderate income housing in the municipality for the next
339	five years;
340	(c) a survey of total residential land use;
341	(d) an evaluation of how existing land uses and zones affect opportunities for moderate
342	income housing; and
343	(e) a description of the municipality's program to encourage an adequate supply of
344	moderate income housing.
345	(51) "Plat" means an instrument subdividing property into lots as depicted on a map or
346	other graphical representation of lands that a licensed professional land surveyor makes
347	and prepares in accordance with Section 10-9a-603 or 57-8-13.
348	(52) "Potential geologic hazard area" means an area that:
349	(a) is designated by a Utah Geological Survey map, county geologist map, or other
350	relevant map or report as needing further study to determine the area's potential for
351	geologic hazard; or
352	(b) has not been studied by the Utah Geological Survey or a county geologist but
353	presents the potential of geologic hazard because the area has characteristics similar
354	to those of a designated geologic hazard area.
355	(53) "Public agency" means:
356	(a) the federal government;
357	(b) the state;
358	(c) a county, municipality, school district, special district, special service district, or
359	other political subdivision of the state; or
360	(d) a charter school.
361	(54) "Public hearing" means a hearing at which members of the public are provided a
362	reasonable opportunity to comment on the subject of the hearing.
363	(55) "Public meeting" means a meeting that is required to be open to the public under Title
364	52, Chapter 4, Open and Public Meetings Act.
365	(56) "Public street" means a public right-of-way, including a public highway, public
366	avenue, public boulevard, public parkway, public road, public lane, public alley, public
367	viaduct, public subway, public tunnel, public bridge, public byway, other public
368	transportation easement, or other public way.
369	(57) "Receiving zone" means an area of a municipality that the municipality designates, by
370	ordinance, as an area in which an owner of land may receive a transferable development

371	right.
372	(58) "Record of survey map" means a map of a survey of land prepared in accordance with
373	Section 10-9a-603, 17-23-17, 17-27a-603, or 57-8-13.
374	(59) "Residential facility for persons with a disability" means a residence:
375	(a) in which more than one person with a disability resides; and
376	(b) which is licensed or certified by the Department of Health and Human Services
377	under:
378	(i) Title 26B, Chapter 2, Part 1, Human Services Programs and Facilities; or
379	(ii) Title 26B, Chapter 2, Part 2, Health Care Facility Licensing and Inspection.
380	(60) "Residential roadway" means a public local residential road that:
381	(a) will serve primarily to provide access to adjacent primarily residential areas and
382	property;
383	(b) is designed to accommodate minimal traffic volumes or vehicular traffic;
384	(c) is not identified as a supplementary to a collector or other higher system classified
385	street in an approved municipal street or transportation master plan;
386	(d) has a posted speed limit of 25 miles per hour or less;
387	(e) does not have higher traffic volumes resulting from connecting previously separated
388	areas of the municipal road network;
389	(f) cannot have a primary access, but can have a secondary access, and does not abut lots
390	intended for high volume traffic or community centers, including schools, recreation
391	centers, sports complexes, or libraries; and
392	(g) primarily serves traffic within a neighborhood or limited residential area and is not
393	necessarily continuous through several residential areas.
394	(61) "Rules of order and procedure" means a set of rules that govern and prescribe in a
395	public meeting:
396	(a) parliamentary order and procedure;
397	(b) ethical behavior; and
398	(c) civil discourse.
399	(62) "Sanitary sewer authority" means the department, agency, or public entity with
400	responsibility to review and approve the feasibility of sanitary sewer services or onsite
401	wastewater systems.
402	(63) "Sending zone" means an area of a municipality that the municipality designates, by
403	ordinance, as an area from which an owner of land may transfer a transferable
404	development right.

405	(64) "Special district" means an entity under Title 17B, Limited Purpose Local Government
406	Entities - Special Districts, and any other governmental or quasi-governmental entity
407	that is not a county, municipality, school district, or the state.
408	(65) "Specified public agency" means:
409	(a) the state;
410	(b) a school district; or
411	(c) a charter school.
412	(66) "Specified public utility" means an electrical corporation, gas corporation, or telephone
413	corporation, as those terms are defined in Section 54-2-1.
414	(67) "State" includes any department, division, or agency of the state.
415	(68)(a) "Subdivision" means any land that is divided, resubdivided, or proposed to be
416	divided into two or more lots or other division of land for the purpose, whether
417	immediate or future, for offer, sale, lease, or development either on the installment
418	plan or upon any and all other plans, terms, and conditions.
419	(b) "Subdivision" includes:
420	(i) the division or development of land, whether by deed, metes and bounds
421	description, devise and testacy, map, plat, or other recorded instrument, regardless
422	of whether the division includes all or a portion of a parcel or lot; and
423	(ii) except as provided in Subsection (68)(c), divisions of land for residential and
424	nonresidential uses, including land used or to be used for commercial, agricultural,
425	and industrial purposes.
426	(c) "Subdivision" does not include:
427	(i) a bona fide division or partition of agricultural land for the purpose of joining one
428	of the resulting separate parcels to a contiguous parcel of unsubdivided
429	agricultural land, if neither the resulting combined parcel nor the parcel remaining
430	from the division or partition violates an applicable land use ordinance;
431	(ii) a boundary line agreement recorded with the county recorder's office between
432	owners of adjoining parcels adjusting the mutual boundary in accordance with
433	Section 10-9a-524 if no new parcel is created;
434	(iii) a recorded document, executed by the owner of record:
435	(A) revising the legal descriptions of multiple parcels into one legal description
436	encompassing all such parcels; or
437	(B) joining a lot to a parcel;
438	(iv) a boundary line agreement between owners of adjoining subdivided properties

439	adjusting the mutual lot line boundary in accordance with Sections 10-9a-524 and
440	10-9a-608 if:
441	(A) no new dwelling lot or housing unit will result from the adjustment; and
442	(B) the adjustment will not violate any applicable land use ordinance;
443	(v) a bona fide division of land by deed or other instrument if the deed or other
444	instrument states in writing that the division:
445	(A) is in anticipation of future land use approvals on the parcel or parcels;
446	(B) does not confer any land use approvals; and
447	(C) has not been approved by the land use authority;
448	(vi) a parcel boundary adjustment;
449	(vii) a lot line adjustment;
450	(viii) a road, street, or highway dedication plat;
451	(ix) a deed or easement for a road, street, or highway purpose; or
452	(x) any other division of land authorized by law.
453	(69)(a) "Subdivision amendment" means an amendment to a recorded subdivision in
454	accordance with Section 10-9a-608 that:
455	(i) vacates all or a portion of the subdivision;
456	(ii) alters the outside boundary of the subdivision;
457	(iii) changes the number of lots within the subdivision;
458	(iv) alters a public right-of-way, a public easement, or public infrastructure within the
459	subdivision; or
460	(v) alters a common area or other common amenity within the subdivision.
461	(b) "Subdivision amendment" does not include a lot line adjustment, between a single lot
462	and an adjoining lot or parcel, that alters the outside boundary of the subdivision.
463	(70) "Substantial evidence" means evidence that:
464	(a) is beyond a scintilla; and
465	(b) a reasonable mind would accept as adequate to support a conclusion.
466	(71) "Suspect soil" means soil that has:
467	(a) a high susceptibility for volumetric change, typically clay rich, having more than a
468	3% swell potential;
469	(b) bedrock units with high shrink or swell susceptibility; or
470	(c) gypsiferous silt and clay, gypsum, or bedrock units containing abundant gypsum
471	commonly associated with dissolution and collapse features.
472	(72) "Therapeutic school" means a residential group living facility:

473	(a) for four or more individuals who are not related to:
474	(i) the owner of the facility; or
475	(ii) the primary service provider of the facility;
476	(b) that serves students who have a history of failing to function:
477	(i) at home;
478	(ii) in a public school; or
479	(iii) in a nonresidential private school; and
480	(c) that offers:
481	(i) room and board; and
482	(ii) an academic education integrated with:
483	(A) specialized structure and supervision; or
484	(B) services or treatment related to a disability, an emotional development, a
485	behavioral development, a familial development, or a social development.
486	(73) "Transferable development right" means a right to develop and use land that originates
487	by an ordinance that authorizes a land owner in a designated sending zone to transfer
488	land use rights from a designated sending zone to a designated receiving zone.
489	(74) "Unincorporated" means the area outside of the incorporated area of a city or town.
490	(75) "Water interest" means any right to the beneficial use of water, including:
491	(a) each of the rights listed in Section 73-1-11; and
492	(b) an ownership interest in the right to the beneficial use of water represented by:
493	(i) a contract; or
494	(ii) a share in a water company, as defined in Section 73-3-3.5.
495	(76) "Zoning map" means a map, adopted as part of a land use ordinance, that depicts land
496	use zones, overlays, or districts.
497	Section 2. Section 10-9a-403 is amended to read:
498	10-9a-403 . General plan preparation.
499	(1)(a) The planning commission shall provide notice, as provided in Section 10-9a-203,
500	of the planning commission's intent to make a recommendation to the municipal
501	legislative body for a general plan or a comprehensive general plan amendment when
502	the planning commission initiates the process of preparing the planning commission's
503	recommendation.
504	(b) The planning commission shall make and recommend to the legislative body a
505	proposed general plan for the area within the municipality.
506	(c) The plan may include areas outside the boundaries of the municipality if, in the

507	planning commission's judgment, those areas are related to the planning of the
508	municipality's territory.
509	(d) Except as otherwise provided by law or with respect to a municipality's power of
510	eminent domain, when the plan of a municipality involves territory outside the
511	boundaries of the municipality, the municipality may not take action affecting that
512	territory without the concurrence of the county or other municipalities affected.
513	(2)(a) At a minimum, the proposed general plan, with the accompanying maps, charts,
514	and descriptive and explanatory matter, shall include the planning commission's
515	recommendations for the following plan elements:
516	(i) a land use element that:
517	(A) designates the long-term goals and the proposed extent, general distribution,
518	and location of land for housing for residents of various income levels,
519	business, industry, agriculture, recreation, education, public buildings and
520	grounds, open space, and other categories of public and private uses of land as
521	appropriate;
522	(B) includes a statement of the projections for and standards of population density
523	and building intensity recommended for the various land use categories
524	covered by the plan;
525	(C) except for a city of the fifth class or a town, is coordinated to integrate the
526	land use element with the water use and preservation element; and
527	(D) except for a city of the fifth class or a town, accounts for the effect of land use
528	categories and land uses on water demand;
529	(ii) a transportation and traffic circulation element that:
530	(A) provides the general location and extent of existing and proposed freeways,
531	arterial and collector streets, public transit, active transportation facilities, and
532	other modes of transportation that the planning commission considers
533	appropriate;
534	(B) for a municipality that has access to a major transit investment corridor,
535	addresses the municipality's plan for residential and commercial development
536	around major transit investment corridors to maintain and improve the
537	connections between housing, employment, education, recreation, and
538	commerce;
539	(C) for a municipality that does not have access to a major transit investment
540	corridor, addresses the municipality's plan for residential and commercial

541	development in areas that will maintain and improve the connections between
542	housing, transportation, employment, education, recreation, and commerce; and
543	(D) correlates with the population projections, the employment projections, and
544	the proposed land use element of the general plan;
545	(iii) a moderate income housing element that:
546	(A) provides a realistic opportunity to meet the need for additional moderate
547	income housing within the municipality during the next five years;
548	(B) for a town, may include a recommendation to implement three or more of the
549	moderate income housing strategies described in Subsection (2)(b)(iii);
550	(C) for a specified municipality, as defined in Section 10-9a-408, that does not
551	have a fixed guideway public transit station, shall include a recommendation to
552	implement three or more of the moderate income housing strategies described
553	in Subsection (2)(b)(iii);
554	(D) for a specified municipality, as defined in Section 10-9a-408, that has a fixed
555	guideway public transit station, shall include a recommendation to implement
556	five or more of the moderate income housing strategies described in Subsection
557	(2)(b)(iii), of which one shall be the moderate income housing strategy
558	described in Subsection (2)(b)(iii)(W), and one shall be a moderate income
559	housing strategy described in Subsection (2)(b)(iii)(G), (H), or (Q); and
560	(E) for a specified municipality, as defined in Section 10-9a-408, shall include an
561	implementation plan as provided in Subsection (2)(c); and
562	(iv) except for a city of the fifth class or a town, a water use and preservation element
563	that addresses:
564	(A) the effect of permitted development or patterns of development on water
565	demand and water infrastructure;
566	(B) methods of reducing water demand and per capita consumption for future
567	development;
568	(C) methods of reducing water demand and per capita consumption for existing
569	development; and
570	(D) opportunities for the municipality to modify the municipality's operations to
571	eliminate practices or conditions that waste water.
572	(b) In drafting the moderate income housing element, the planning commission:
573	(i) shall consider the Legislature's determination that municipalities shall facilitate a
574	reasonable opportunity for a variety of housing, including moderate income

575	housing:
576	(A) to meet the needs of people of various income levels living, working, or
577	desiring to live or work in the community; and
578	(B) to allow people with various incomes to benefit from and fully participate in
579	all aspects of neighborhood and community life;
580	(ii) for a town, may include, and for a specified municipality as defined in Section
581	10-9a-408, shall include, an analysis of how the municipality will provide a
582	realistic opportunity for the development of moderate income housing within the
583	next five years;
584	(iii) for a town, may include, and for a specified municipality as defined in Section
585	10-9a-408, shall include a recommendation to implement the required number of
586	any of the following moderate income housing strategies as specified in
587	Subsection (2)(a)(iii):
588	(A) rezone for densities necessary to facilitate the production of moderate income
589	housing, including by implementing a density overlay as described in Section
590	<u>10-9a-403.2;</u>
591	(B) demonstrate investment in the rehabilitation or expansion of infrastructure that
592	facilitates the construction of moderate income housing;
593	(C) demonstrate investment in the rehabilitation of existing uninhabitable housing
594	stock into moderate income housing;
595	(D) identify and utilize general fund subsidies or other sources of revenue to
596	waive construction related fees that are otherwise generally imposed by the
597	municipality for the construction or rehabilitation of moderate income housing;
598	(E) create or allow for, and reduce regulations related to, internal or detached
599	accessory dwelling units in residential zones;
600	(F) zone or rezone for higher density or moderate income residential development
601	in commercial or mixed-use zones near major transit investment corridors,
602	commercial centers, or employment centers;
603	(G) amend land use regulations to allow for higher density or new moderate
604	income residential development in commercial or mixed-use zones near major
605	transit investment corridors;
606	(H) amend land use regulations to eliminate or reduce parking requirements for
607	residential development where a resident is less likely to rely on the resident's
608	own vehicle, such as residential development near major transit investment

609	corridors or senior living facilities;
610	(I) amend land use regulations to allow for single room occupancy developments;
611	(J) implement zoning incentives for moderate income units in new developments;
612	(K) preserve existing and new moderate income housing and subsidized units by
613	utilizing a landlord incentive program, providing for deed restricted units
614	through a grant program, or, notwithstanding Section 10-9a-535, establishing a
615	housing loss mitigation fund;
616	(L) reduce, waive, or eliminate impact fees related to moderate income housing;
617	(M) demonstrate creation of, or participation in, a community land trust program
618	for moderate income housing;
619	(N) implement a mortgage assistance program for employees of the municipality,
620	an employer that provides contracted services to the municipality, or any other
621	public employer that operates within the municipality;
622	(O) apply for or partner with an entity that applies for state or federal funds or tax
623	incentives to promote the construction of moderate income housing, an entity
624	that applies for programs offered by the Utah Housing Corporation within that
625	agency's funding capacity, an entity that applies for affordable housing
626	programs administered by the Department of Workforce Services, an entity
627	that applies for affordable housing programs administered by an association of
628	governments established by an interlocal agreement under Title 11, Chapter 13,
629	Interlocal Cooperation Act, an entity that applies for services provided by a
630	public housing authority to preserve and create moderate income housing, or
631	any other entity that applies for programs or services that promote the
632	construction or preservation of moderate income housing;
633	(P) demonstrate utilization of a moderate income housing set aside from a
634	community reinvestment agency, redevelopment agency, or community
635	development and renewal agency to create or subsidize moderate income
636	housing;
637	(Q) create a housing and transit reinvestment zone pursuant to Title 63N, Chapter
638	3, Part 6, Housing and Transit Reinvestment Zone Act;
639	(R) create a home ownership promotion zone pursuant to Part 10, Home
640	Ownership Promotion Zone for Municipalities;
641	(S) eliminate impact fees for any accessory dwelling unit that is not an internal
642	accessory dwelling unit as defined in Section 10-9a-530;

643	(T) create a program to transfer development rights for moderate income housing;
644	(U) ratify a joint acquisition agreement with another local political subdivision for
645	the purpose of combining resources to acquire property for moderate income
646	housing;
647	(V) develop a moderate income housing project for residents who are disabled or
648	55 years old or older;
649	(W) develop and adopt a station area plan in accordance with Section 10-9a-403.1;
650	(X) create or allow for, and reduce regulations related to, multifamily residential
651	dwellings compatible in scale and form with detached single-family residential
652	dwellings and located in walkable communities within residential or mixed-use
653	zones;
654	(Y) create a first home investment zone in accordance with Title 63N, Chapter 3,
655	Part 16, First Home Investment Zone Act; and
656	(Z) demonstrate implementation of any other program or strategy to address the
657	housing needs of residents of the municipality who earn less than 80% of the
658	area median income, including the dedication of a local funding source to
659	moderate income housing or the adoption of a land use ordinance that requires
660	10% or more of new residential development in a residential zone be dedicated
661	to moderate income housing; and
662	(iv) shall identify each moderate income housing strategy recommended to the
663	legislative body for implementation by restating the exact language used to
664	describe the strategy in Subsection (2)(b)(iii).
665	(c)(i) In drafting the implementation plan portion of the moderate income housing
666	element as described in Subsection (2)(a)(iii)(C), the planning commission shall
667	recommend to the legislative body the establishment of a five-year timeline for
668	implementing each of the moderate income housing strategies selected by the
669	municipality for implementation.
670	(ii) The timeline described in Subsection (2)(c)(i) shall:
671	(A) identify specific measures and benchmarks for implementing each moderate
672	income housing strategy selected by the municipality, whether one-time or
673	ongoing; and
674	(B) provide flexibility for the municipality to make adjustments as needed.
675	(d) In drafting the land use element, the planning commission shall:
676	(i) identify and consider each agriculture protection area within the municipality;

677	(ii) avoid proposing a use of land within an agriculture protection area that is
678	inconsistent with or detrimental to the use of the land for agriculture; and
679	(iii) consider and coordinate with any station area plans adopted by the municipality
680	if required under Section 10-9a-403.1.
681	(e) In drafting the transportation and traffic circulation element, the planning
682	commission shall:
683	(i)(A) consider and coordinate with the regional transportation plan developed by
684	the municipality's region's metropolitan planning organization, if the
685	municipality is within the boundaries of a metropolitan planning organization;
686	or
687	(B) consider and coordinate with the long-range transportation plan developed by
688	the Department of Transportation, if the municipality is not within the
689	boundaries of a metropolitan planning organization; and
690	(ii) consider and coordinate with any station area plans adopted by the municipality if
691	required under Section 10-9a-403.1.
692	(f) In drafting the water use and preservation element, the planning commission:
693	(i) shall consider:
694	(A) applicable regional water conservation goals recommended by the Division of
695	Water Resources; and
696	(B) if Section 73-10-32 requires the municipality to adopt a water conservation
697	plan pursuant to Section 73-10-32, the municipality's water conservation plan;
698	(ii) shall include a recommendation for:
699	(A) water conservation policies to be determined by the municipality; and
700	(B) landscaping options within a public street for current and future development
701	that do not require the use of lawn or turf in a parkstrip;
702	(iii) shall review the municipality's land use ordinances and include a
703	recommendation for changes to an ordinance that promotes the inefficient use of
704	water;
705	(iv) shall consider principles of sustainable landscaping, including the:
706	(A) reduction or limitation of the use of lawn or turf;
707	(B) promotion of site-specific landscape design that decreases stormwater runoff
708	or runoff of water used for irrigation;
709	(C) preservation and use of healthy trees that have a reasonable water requirement
710	or are resistant to dry soil conditions;

711	(D) elimination or regulation of ponds, pools, and other features that promote
712	unnecessary water evaporation;
713	(E) reduction of yard waste; and
714	(F) use of an irrigation system, including drip irrigation, best adapted to provide
715	the optimal amount of water to the plants being irrigated;
716	(v) shall consult with the public water system or systems serving the municipality
717	with drinking water regarding how implementation of the land use element and
718	water use and preservation element may affect:
719	(A) water supply planning, including drinking water source and storage capacity
720	consistent with Section 19-4-114; and
721	(B) water distribution planning, including master plans, infrastructure asset
722	management programs and plans, infrastructure replacement plans, and impact
723	fee facilities plans;
724	(vi) shall consult with the Division of Water Resources for information and technical
725	resources regarding regional water conservation goals, including how
726	implementation of the land use element and the water use and preservation
727	element may affect the Great Salt Lake;
728	(vii) may include recommendations for additional water demand reduction strategies,
729	including:
730	(A) creating a water budget associated with a particular type of development;
731	(B) adopting new or modified lot size, configuration, and landscaping standards
732	that will reduce water demand for new single family development;
733	(C) providing one or more water reduction incentives for existing development
734	such as modification of existing landscapes and irrigation systems and
735	installation of water fixtures or systems that minimize water demand;
736	(D) discouraging incentives for economic development activities that do not
737	adequately account for water use or do not include strategies for reducing
738	water demand; and
739	(E) adopting water concurrency standards requiring that adequate water supplies
740	and facilities are or will be in place for new development; and
741	(viii) for a town, may include, and for another municipality, shall include, a
742	recommendation for low water use landscaping standards for a new:
743	(A) commercial, industrial, or institutional development;
744	(B) common interest community, as defined in Section 57-25-102; or

745	(C) multifamily housing project.
746	(3) The proposed general plan may include:
747	(a) an environmental element that addresses:
748	(i) the protection, conservation, development, and use of natural resources, including
749	the quality of:
750	(A) air;
751	(B) forests;
752	(C) soils;
753	(D) rivers;
754	(E) groundwater and other waters;
755	(F) harbors;
756	(G) fisheries;
757	(H) wildlife;
758	(I) minerals; and
759	(J) other natural resources; and
760	(ii)(A) the reclamation of land, flood control, prevention and control of the
761	pollution of streams and other waters;
762	(B) the regulation of the use of land on hillsides, stream channels and other
763	environmentally sensitive areas;
764	(C) the prevention, control, and correction of the erosion of soils;
765	(D) the preservation and enhancement of watersheds and wetlands; and
766	(E) the mapping of known geologic hazards;
767	(b) a public services and facilities element showing general plans for sewage, water,
768	waste disposal, drainage, public utilities, rights-of-way, easements, and facilities for
769	them, police and fire protection, and other public services;
770	(c) a rehabilitation, redevelopment, and conservation element consisting of plans and
771	programs for:
772	(i) historic preservation;
773	(ii) the diminution or elimination of a development impediment as defined in Section
774	17C-1-102; and
775	(iii) redevelopment of land, including housing sites, business and industrial sites, and
776	public building sites;
777	(d) an economic element composed of appropriate studies and forecasts, as well as an
778	economic development plan, which may include review of existing and projected

779	municipal revenue and expenditures, revenue sources, identification of basic and
780	secondary industry, primary and secondary market areas, employment, and retail
781	sales activity;
782	(e) recommendations for implementing all or any portion of the general plan, including
783	the adoption of land and water use ordinances, capital improvement plans,
784	community development and promotion, and any other appropriate action;
785	(f) provisions addressing any of the matters listed in Subsection 10-9a-401(2) or (3); and
786	(g) any other element the municipality considers appropriate.
787	Section 3. Section 10-9a-403.2 is enacted to read:
788	<u>10-9a-403.2</u> . Residential density overlay.
789	(1)(a) "Density overlay" means zoning regulations applied by a municipality to a
790	housing-eligible zone that allows:
791	(i) the development of:
792	(A) singleifamily dwellings on small lots;
793	(B) diverse housing options; or
794	(C) a combination of single-family dwellings on small lots and diverse housing
795	options; and
796	(ii)(A) a minimum of eight housing units per acre, if the housing units are served
797	by sewer lines; or
798	(B) the maximum per-acre density permissible for health and safety, as
799	determined by the local building code authority and local health department, if
800	the housing units are served by septic tank.
801	(b) "Diverse housing options" means one or more of the following types of residential
802	units:
803	(i) two-family dwellings;
804	(ii) three- and four-family dwellings of up to two levels;
805	(iii) town homes; or
806	(iv) live-work units, as described by the International Building Code, in which one or
807	more residential housing units are available above a commercial property.
808	(c) <u>"Housing eligible zone" means an area of a municipality zoned in a way that allows</u>
809	for the development of a residential unit, including residential zones and mixed-use
810	zones.
811	(d) "Owner-occupier" means an individual who owns, solely or jointly, a housing unit in
812	which the individual lives as the individual's primary residence.

813	(e) "Small lot" means a residential lot that is 5,400 square feet or smaller.
814	(2) A municipality may implement a density overlay allowing for increased development
815	within housing-eligible zones of the municipality.
816	(3) If a legislative body adopts a density overlay in a housing-eligible zone, the
817	municipality may adopt additional requirements to ensure:
818	(a) that some or all of the residential units offered for sale in the area subject to the
819	density overlay be deed-restricted for up to five years to ensure owner-occupancy; or
820	(b) that some or all of the residential units in the area subject to the density overlay be:
821	(i) offered for sale to an owner-occupier at a purchase price affordable to a household
822	with a gross income of no more than 120% of area median income for the county
823	in which the residential unit is offered for sale; or
824	(ii) offered for rent at a rental price affordable to a household with a gross income of
825	no more than 80% of area median income for the county in which the residential
826	unit is offered for rent.
827	(4) Notwithstanding Section 10-9a-534, a municipality that adopts a density overlay as
828	described in this section may also adopt a building design element to promote the
829	development of diverse housing options within the density overlay.
830	Section 4. Section 10-9a-403.3 is enacted to read:
831	<u>10-9a-403.3</u> . Residential density bonus.
832	(1) As used in this section:
833	(a) "Density bonus-eligible area" means a place in a municipality:
834	(i) zoned for a minimum of six housing units per acre; or
835	(ii) subject to a development agreement that provides at least 6 units to the acre.
836	(b) "Owner-occupier" means the same as that term is defined in Section 10-9a-403.2.
837	(2)(a) In a density bonus-eligible area, a municipality may approve an applicant's request
838	for an additional 0.5 housing units per acre in exchange for one or more of the
839	following:
840	(i) requiring at least one housing unit per acre being offered for sale to an
841	owner-occupier at a price point 80% or less of the median county home price for
842	housing of that type;
843	(ii) requiring at least one housing unit per acre being deed-restricted to
844	owner-occupancy for at least five years;
845	(iii) requiring at least one housing unit per acre to be deed-restricted for occupancy
846	by at least one individual employed within the geographic region of the

847	municipality or a five mile radius of the boundary of the municipality; or
848	(iv) requiring at least two housing units per acre to be no larger than 1,600 square
849	feet.
850	(b) Notwithstanding Section 10-9a-534, in a density bonus-eligible area, a municipality
851	may implement a building design element if the building design element is designed
852	to promote density greater than six housing units per acre.
853	Section 5. Section 10-9a-408 is amended to read:
854	10-9a-408 . Moderate income housing report Contents Prioritization for
855	funds or projects Ineligibility for funds after noncompliance Civil actions.
856	(1) As used in this section:
857	(a) "Division" means the Housing and Community Development Division within the
858	Department of Workforce Services.
859	(b) "Implementation plan" means the implementation plan adopted as part of the
860	moderate income housing element of a specified municipality's general plan as
861	provided in Subsection 10-9a-403(2)(c).
862	(c) "Initial report" or "initial moderate income housing report" means the one-time report
863	described in Subsection (2).
864	(d) "Moderate income housing strategy" means a strategy described in Subsection
865	10-9a-403(2)(b)(iii).
866	(e) "Report" means an initial report or a subsequent progress report.
867	(f) "Specified municipality" means:
868	(i) a city of the first, second, third, or fourth class; or
869	(ii) a city of the fifth class with a population of 5,000 or more, if the city is located
870	within a county of the first, second, or third class.
871	(g) "Subsequent progress report" means the annual report described in Subsection (3).
872	(2)(a) The legislative body of a specified municipality shall submit an initial report to
873	the division.
874	(b)(i) This Subsection (2)(b) applies to a municipality that is not a specified
875	municipality as of January 1, 2023.
876	(ii) As of January 1, if a municipality described in Subsection (2)(b)(i) changes from
877	one class to another or grows in population to qualify as a specified municipality,
878	the municipality shall submit an initial plan to the division on or before August 1
879	of the first calendar year beginning on January 1 in which the municipality
880	qualifies as a specified municipality.

881	(c) The initial report shall:
882	(i) identify each moderate income housing strategy selected by the specified
883	municipality for continued, ongoing, or one-time implementation, restating the
884	exact language used to describe the moderate income housing strategy in
885	Subsection 10-9a-403(2)(b)(iii); and
886	(ii) include an implementation plan.
887	(3)(a) After the division approves a specified municipality's initial report under this
888	section, the specified municipality shall, as an administrative act, annually submit to
889	the division a subsequent progress report on or before August 1 of each year after the
890	year in which the specified municipality is required to submit the initial report.
891	(b) The subsequent progress report shall include:
892	(i) subject to Subsection (3)(c), a description of each action, whether one-time or
893	ongoing, taken by the specified municipality during the previous 12-month period
894	to implement the moderate income housing strategies identified in the initial
895	report for implementation;
896	(ii) a description of each land use regulation or land use decision made by the
897	specified municipality during the previous 12-month period to implement the
898	moderate income housing strategies, including an explanation of how the land use
899	regulation or land use decision supports the specified municipality's efforts to
900	implement the moderate income housing strategies;
901	(iii) a description of any barriers encountered by the specified municipality in the
902	previous 12-month period in implementing the moderate income housing
903	strategies;
904	(iv) information regarding the number of internal and external or detached accessory
905	dwelling units located within the specified municipality for which the specified
906	municipality:
907	(A) issued a building permit to construct; or
908	(B) issued a business license or comparable license or permit to rent;
909	(v) the number of residential dwelling units that have been entitled that have not
910	received a building permit as of the submission date of the progress report;
911	(vi) shapefiles, or website links if shapefiles are not available, to current maps and
912	tables related to zoning;
913	(vii) a description of how the market has responded to the selected moderate income
914	housing strategies, including the number of entitled moderate income housing

915	units or other relevant data; [and]
916	(viii) beginning January 1, 2027, the information described in Section 10-9a-408.1;
917	and
918	$\frac{1}{(viii)}$ (ix) any recommendations on how the state can support the specified
919	municipality in implementing the moderate income housing strategies.
920	(c) For purposes of describing actions taken by a specified municipality under
921	Subsection (3)(b)(i), the specified municipality may include an ongoing action taken
922	by the specified municipality prior to the 12-month reporting period applicable to the
923	subsequent progress report if the specified municipality:
924	(i) has already adopted an ordinance, approved a land use application, made an
925	investment, or approved an agreement or financing that substantially promotes the
926	implementation of a moderate income housing strategy identified in the initial
927	report; and
928	(ii) demonstrates in the subsequent progress report that the action taken under
929	Subsection (3)(c)(i) is relevant to making meaningful progress towards the
930	specified municipality's implementation plan.
931	(d) A specified municipality's report shall be in a form:
932	(i) approved by the division; and
933	(ii) made available by the division on or before May 1 of the year in which the report
934	is required.
935	(4) Within 90 days after the day on which the division receives a specified municipality's
936	report, the division shall:
937	(a) post the report on the division's website;
938	(b) send a copy of the report to the Department of Transportation, the Governor's Office
939	of Planning and Budget, the association of governments in which the specified
940	municipality is located, and, if the specified municipality is located within the
941	boundaries of a metropolitan planning organization, the appropriate metropolitan
942	planning organization; and
943	(c) subject to Subsection (5), review the report to determine compliance with this section.
944	(5)(a) An initial report does not comply with this section unless the report:
945	(i) includes the information required under Subsection (2)(c);
946	(ii) demonstrates to the division that the specified municipality made plans to
947	implement:
948	(A) three or more moderate income housing strategies if the specified

949	municipality does not have a fixed guideway public transit station; or
950	(B) subject to Subsection 10-9a-403(2)(b)(iv), five or more moderate income
951	housing strategies if the specified municipality has a fixed guideway public
952	transit station; and
953	(iii) is in a form approved by the division.
954	(b) A subsequent progress report does not comply with this section unless the report:
955	(i) demonstrates to the division that the specified municipality made plans to
956	implement:
957	(A) three or more moderate income housing strategies if the specified
958	municipality does not have a fixed guideway public transit station; or
959	(B) subject to the requirements of Subsection 10-9a-403(2)(a)(iii)(D), five or more
960	moderate income housing strategies if the specified municipality has a fixed
961	guideway public transit station;
962	(ii) is in a form approved by the division; and
963	(iii) provides sufficient information for the division to:
964	(A) assess the specified municipality's progress in implementing the moderate
965	income housing strategies;
966	(B) monitor compliance with the specified municipality's implementation plan;
967	(C) identify a clear correlation between the specified municipality's land use
968	regulations and land use decisions and the specified municipality's efforts to
969	implement the moderate income housing strategies;
970	(D) identify how the market has responded to the specified municipality's selected
971	moderate income housing strategies; and
972	(E) identify any barriers encountered by the specified municipality in
973	implementing the selected moderate income housing strategies.
974	(6)(a) A specified municipality qualifies for priority consideration under this Subsection
975	(6) if the specified municipality's report:
976	(i) complies with this section; and
977	(ii) demonstrates to the division that the specified municipality made plans to
978	implement:
979	(A) five or more moderate income housing strategies if the specified municipality
980	does not have a fixed guideway public transit station; or
981	(B) six or more moderate income housing strategies if the specified municipality
982	has a fixed guideway public transit station.

983	(b) The Transportation Commission may, in accordance with Subsection 72-1-304(3)(c),
984	give priority consideration to transportation projects located within the boundaries of
985	a specified municipality described in Subsection (6)(a) until the Department of
986	Transportation receives notice from the division under Subsection (6)(e).
987	(c) Upon determining that a specified municipality qualifies for priority consideration
988	under this Subsection (6), the division shall send a notice of prioritization to the
989	legislative body of the specified municipality and the Department of Transportation.
990	(d) The notice described in Subsection (6)(c) shall:
991	(i) name the specified municipality that qualifies for priority consideration;
992	(ii) describe the funds or projects for which the specified municipality qualifies to
993	receive priority consideration; and
994	(iii) state the basis for the division's determination that the specified municipality
995	qualifies for priority consideration.
996	(e) The division shall notify the legislative body of a specified municipality and the
997	Department of Transportation in writing if the division determines that the specified
998	municipality no longer qualifies for priority consideration under this Subsection (6).
999	(7)(a) If the division, after reviewing a specified municipality's report, determines that
1000	the report does not comply with this section, the division shall send a notice of
1001	noncompliance to the legislative body of the specified municipality.
1002	(b) A specified municipality that receives a notice of noncompliance may:
1003	(i) cure each deficiency in the report within 90 days after the day on which the notice
1004	of noncompliance is sent; or
1005	(ii) request an appeal of the division's determination of noncompliance within 10
1006	days after the day on which the notice of noncompliance is sent.
1007	(c) The notice described in Subsection (7)(a) shall:
1008	(i) describe each deficiency in the report and the actions needed to cure each
1009	deficiency;
1010	(ii) state that the specified municipality has an opportunity to:
1011	(A) submit to the division a corrected report that cures each deficiency in the
1012	report within 90 days after the day on which the notice of compliance is sent; or
1013	(B) submit to the division a request for an appeal of the division's determination of
1014	noncompliance within 10 days after the day on which the notice of
1015	noncompliance is sent; and
1016	(iii) state that failure to take action under Subsection (7)(c)(ii) will result in the

1017	specified municipality's ineligibility for funds under Subsection (9).
1018	(d) For purposes of curing the deficiencies in a report under this Subsection (7), if the
1019	action needed to cure the deficiency as described by the division requires the
1020	specified municipality to make a legislative change, the specified municipality may
1021	cure the deficiency by making that legislative change within the 90-day cure period.
1022	(e)(i) If a specified municipality submits to the division a corrected report in
1023	accordance with Subsection (7)(b)(i) and the division determines that the
1024	corrected report does not comply with this section, the division shall send a
1025	second notice of noncompliance to the legislative body of the specified
1026	municipality within 30 days after the day on which the corrected report is
1027	submitted.
1028	(ii) A specified municipality that receives a second notice of noncompliance may
1029	submit to the division a request for an appeal of the division's determination of
1030	noncompliance within 10 days after the day on which the second notice of
1031	noncompliance is sent.
1032	(iii) The notice described in Subsection (7)(e)(i) shall:
1033	(A) state that the specified municipality has an opportunity to submit to the
1034	division a request for an appeal of the division's determination of
1035	noncompliance within 10 days after the day on which the second notice of
1036	noncompliance is sent; and
1037	(B) state that failure to take action under Subsection (7)(e)(iii)(A) will result in the
1038	specified municipality's ineligibility for funds under Subsection (9).
1039	(8)(a) A specified municipality that receives a notice of noncompliance under
1040	Subsection (7)(a) or (7)(e)(i) may request an appeal of the division's determination of
1041	noncompliance within 10 days after the day on which the notice of noncompliance is
1042	sent.
1043	(b) Within 90 days after the day on which the division receives a request for an appeal,
1044	an appeal board consisting of the following three members shall review and issue a
1045	written decision on the appeal:
1046	(i) one individual appointed by the Utah League of Cities and Towns;
1047	(ii) one individual appointed by the Utah Homebuilders Association; and
1048	(iii) one individual appointed by the presiding member of the association of
1049	governments, established pursuant to an interlocal agreement under Title 11,
1050	Chapter 13, Interlocal Cooperation Act, of which the specified municipality is a

1051	member.
1052	(c) The written decision of the appeal board shall either uphold or reverse the division's
1053	determination of noncompliance.
1054	(d) The appeal board's written decision on the appeal is final.
1055	(9)(a) A specified municipality is ineligible for funds under this Subsection (9) if:
1056	(i) the specified municipality fails to submit a report to the division;
1057	(ii) after submitting a report to the division, the division determines that the report
1058	does not comply with this section and the specified municipality fails to:
1059	(A) cure each deficiency in the report within 90 days after the day on which the
1060	notice of noncompliance is sent; or
1061	(B) request an appeal of the division's determination of noncompliance within 10
1062	days after the day on which the notice of noncompliance is sent;
1063	(iii) after submitting to the division a corrected report to cure the deficiencies in a
1064	previously submitted report, the division determines that the corrected report does
1065	not comply with this section and the specified municipality fails to request an
1066	appeal of the division's determination of noncompliance within 10 days after the
1067	day on which the second notice of noncompliance is sent; or
1068	(iv) after submitting a request for an appeal under Subsection (8), the appeal board
1069	issues a written decision upholding the division's determination of noncompliance.
1070	(b) The following apply to a specified municipality described in Subsection (9)(a) until
1071	the division provides notice under Subsection (9)(e):
1072	(i) the executive director of the Department of Transportation may not program funds
1073	from the Transportation Investment Fund of 2005, including the Transit
1074	Transportation Investment Fund, to projects located within the boundaries of the
1075	specified municipality in accordance with Subsection 72-2-124(5);
1076	(ii) beginning with a report submitted in 2024, the specified municipality shall pay a
1077	fee to the Olene Walker Housing Loan Fund in the amount of \$250 per day that
1078	the specified municipality:
1079	(A) fails to submit the report to the division in accordance with this section,
1080	beginning the day after the day on which the report was due; or
1081	(B) fails to cure the deficiencies in the report, beginning the day after the day by
1082	which the cure was required to occur as described in the notice of
1083	noncompliance under Subsection (7); and
1084	(iii) beginning with the report submitted in 2025, the specified municipality shall pay

1085	a fee to the Olene Walker Housing Loan Fund in the amount of \$500 per day that
1086	the specified municipality, in a consecutive year:
1087	(A) fails to submit the report to the division in accordance with this section,
1088	beginning the day after the day on which the report was due; or
1089	(B) fails to cure the deficiencies in the report, beginning the day after the day by
1090	which the cure was required to occur as described in the notice of
1091	noncompliance under Subsection (7).
1092	(c) Upon determining that a specified municipality is ineligible for funds under this
1093	Subsection (9), and is required to pay a fee under Subsection (9)(b), if applicable, the
1094	division shall send a notice of ineligibility to the legislative body of the specified
1095	municipality, the Department of Transportation, the State Tax Commission, and the
1096	Governor's Office of Planning and Budget.
1097	(d) The notice described in Subsection (9)(c) shall:
1098	(i) name the specified municipality that is ineligible for funds;
1099	(ii) describe the funds for which the specified municipality is ineligible to receive;
1100	(iii) describe the fee the specified municipality is required to pay under Subsection
1101	(9)(b), if applicable; and
1102	(iv) state the basis for the division's determination that the specified municipality is
1103	ineligible for funds.
1104	(e) The division shall notify the legislative body of a specified municipality and the
1105	Department of Transportation in writing if the division determines that the provisions
1106	of this Subsection (9) no longer apply to the specified municipality.
1107	(f) The division may not determine that a specified municipality that is required to pay a
1108	fee under Subsection (9)(b) is in compliance with the reporting requirements of this
1109	section until the specified municipality pays all outstanding fees required under
1110	Subsection (9)(b) to the Olene Walker Housing Loan Fund, created under Title 35A,
1111	Chapter 8, Part 5, Olene Walker Housing Loan Fund.
1112	(10) In a civil action seeking enforcement or claiming a violation of this section or of
1113	Subsection 10-9a-404(4)(c), a plaintiff may not recover damages but may be awarded
1114	only injunctive or other equitable relief.
1115	Section 6. Section 10-9a-408.1 is enacted to read:
1116	<u>10-9a-408.1</u> . Affordable housing density.
1117	(1) As used in this section:
1118	(a) "Affordable housing density" means, on average, at least:

(i) eight residential units per acre; and
(ii)(A) four residential units per acre that are offered for sale to an owner-occupier
at a moderate income housing price point; or
(B) six residential units per acre that are offered for rent at a moderate income
housing price point.
(b) "Moderate income housing price point" means:
(i) for a residential unit that is offered for sale to an owner-occupier, a price
affordable to a household with a gross income of no more than 120% of area
median income for the county in which the residential unit is offered for sale; and
(ii) for a residential unit that is offered for rent, a rental price affordable to a
household with a gross income of no more than 80% of area median income for
the county in which the residential unit is offered for rent.
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(2) <u>Beginning January 1, 2027, a specified municipality shall include the following</u>
information in the specified municipality's moderate income housing report:
(a) whether the specified municipality has implemented a density overlay, as described in Section 10 0c 402 2:
in Section 10-9a-403.2;
(b) the amount of undeveloped land within the specified municipality that could achieve
affordable housing density, including:
(i) information on housing units that are entitled or approved but not yet developed
on the undeveloped land within the specified municipality, if applicable; and
(ii) the barriers, if any, to achieving affordable housing density on the undeveloped
land within the specified municipality;
(c) the percentage of area zoned residential within the specified municipality that has
achieved affordable housing density;
(d) a five-year projection for the percentage of area zoned residential within the
specified municipality that will achieve affordable housing density; and
(e) data to support the conclusions described in Subsections (2)(c) and (d).
Section 7. Section 10-9a-535 is amended to read:
10-9a-535 . Moderate income housing.
(1) A municipality may only require the development of a certain number of moderate
income housing units as a condition of approval of a land use application if:
(a) the municipality and the applicant enter into a written agreement regarding the
number of moderate income housing units; [or]
(b) the municipality provides incentives for an applicant who agrees to include moderate

1153	income housing units in a development[-] ; or
1154	(c) the applicant seeks to develop in a zone subject to density overlay, as described in
1155	<u>Section 10-9a-403.2.</u>
1156	(2)(a) If an applicant does not agree to participate in the development of moderate
1157	income housing units under Subsection (1)(a) or (b), a municipality may not take into
1158	consideration the applicant's decision in the municipality's determination of whether
1159	to approve or deny a land use application.
1160	(b) If an applicant does not agree to participate in the development of moderate income
1161	housing units under Subsection (1)(c), a municipality may take into consideration the
1162	applicant's decision in the municipality's determination of whether to approve or deny
1163	a land use application.
1164	(3) Notwithstanding Subsections (1) and (2), a municipality that imposes a resort
1165	community sales and use tax as described in Section 59-12-401, may require the
1166	development of a certain number of moderate income housing units as a condition of
1167	approval of a land use application if the requirement is in accordance with an ordinance
1168	enacted by the municipality before January 1, 2022.
1169	Section 8. Section 17-27a-103 is amended to read:
1170	17-27a-103 . Definitions.
1171	As used in this chapter:
1172	(1) "Accessory dwelling unit" means a habitable living unit added to, created within, or
1173	detached from a primary single-family dwelling and contained on one lot.
1174	(2) "Adversely affected party" means a person other than a land use applicant who:
1175	(a) owns real property adjoining the property that is the subject of a land use application
1176	or land use decision; or
1177	(b) will suffer a damage different in kind than, or an injury distinct from, that of the
1178	general community as a result of the land use decision.
1179	
	(3) "Affected entity" means a county, municipality, special district, special service district
1180	(3) "Affected entity" means a county, municipality, special district, special service district under Title 17D, Chapter 1, Special Service District Act, school district, interlocal
1180 1181	
	under Title 17D, Chapter 1, Special Service District Act, school district, interlocal
1181	under Title 17D, Chapter 1, Special Service District Act, school district, interlocal cooperation entity established under Title 11, Chapter 13, Interlocal Cooperation Act,
1181 1182	under Title 17D, Chapter 1, Special Service District Act, school district, interlocal cooperation entity established under Title 11, Chapter 13, Interlocal Cooperation Act, specified property owner, property owner's association, public utility, or the Department
1181 1182 1183	under Title 17D, Chapter 1, Special Service District Act, school district, interlocal cooperation entity established under Title 11, Chapter 13, Interlocal Cooperation Act, specified property owner, property owner's association, public utility, or the Department of Transportation, if:

1187	or
1188	(c) the entity has filed with the county a request for notice during the same calendar year
1189	and before the county provides notice to an affected entity in compliance with a
1190	requirement imposed under this chapter.
1191	(4) "Affected owner" means the owner of real property that is:
1192	(a) a single project;
1193	(b) the subject of a land use approval that sponsors of a referendum timely challenged in
1194	accordance with Subsection 20A-7-601(6); and
1195	(c) determined to be legally referable under Section 20A-7-602.8.
1196	(5) "Appeal authority" means the person, board, commission, agency, or other body
1197	designated by ordinance to decide an appeal of a decision of a land use application or a
1198	variance.
1199	(6) "Billboard" means a freestanding ground sign located on industrial, commercial, or
1200	residential property if the sign is designed or intended to direct attention to a business,
1201	product, or service that is not sold, offered, or existing on the property where the sign is
1202	located.
1203	(7)(a) "Charter school" means:
1204	(i) an operating charter school;
1205	(ii) a charter school applicant that a charter school authorizer approves in accordance
1206	with Title 53G, Chapter 5, Part 3, Charter School Authorization; or
1207	(iii) an entity that is working on behalf of a charter school or approved charter
1208	applicant to develop or construct a charter school building.
1209	(b) "Charter school" does not include a therapeutic school.
1210	(8) "Chief executive officer" means the person or body that exercises the executive powers
1211	of the county.
1212	(9) "Conditional use" means a land use that, because of the unique characteristics or
1213	potential impact of the land use on the county, surrounding neighbors, or adjacent land
1214	uses, may not be compatible in some areas or may be compatible only if certain
1215	conditions are required that mitigate or eliminate the detrimental impacts.
1216	(10) "Constitutional taking" means a governmental action that results in a taking of private
1217	property so that compensation to the owner of the property is required by the:
1218	(a) Fifth or Fourteenth Amendment of the Constitution of the United States; or
1219	(b) Utah Constitution, Article I, Section 22.
1220	(11) "County utility easement" means an easement that:

1221	(a) a plat recorded in a county recorder's office described as a county utility easement or
1221	otherwise as a utility easement;
1223	(b) is not a protected utility easement or a public utility easement as defined in Section
1223	54-3-27;
1225	(c) the county or the county's affiliated governmental entity owns or creates; and
1226	(d)(i) either:
1227	(A) no person uses or occupies; or
1228	(B) the county or the county's affiliated governmental entity uses and occupies to
1229	provide a utility service, including sanitary sewer, culinary water, electrical,
1230	storm water, or communications or data lines; or
1231	(ii) a person uses or occupies with or without an authorized franchise or other
1232	agreement with the county.
1233	(12) "Culinary water authority" means the department, agency, or public entity with
1234	responsibility to review and approve the feasibility of the culinary water system and
1235	sources for the subject property.
1236	(13) "Development activity" means:
1237	(a) any construction or expansion of a building, structure, or use that creates additional
1238	demand and need for public facilities;
1239	(b) any change in use of a building or structure that creates additional demand and need
1240	for public facilities; or
1241	(c) any change in the use of land that creates additional demand and need for public
1242	facilities.
1243	(14)(a) "Development agreement" means a written agreement or amendment to a written
1244	agreement between a county and one or more parties that regulates or controls the use
1245	or development of a specific area of land.
1246	(b) "Development agreement" does not include an improvement completion assurance.
1247	(15)(a) "Disability" means a physical or mental impairment that substantially limits one
1248	or more of a person's major life activities, including a person having a record of such
1249	an impairment or being regarded as having such an impairment.
1250	(b) "Disability" does not include current illegal use of, or addiction to, any federally
1251	controlled substance, as defined in Section 102 of the Controlled Substances Act, 21
1252	U.S.C. Sec. 802.
1253	(16) "Educational facility":
1254	(a) means:

1255	(i) a school district's building at which pupils assemble to receive instruction in a
1256	program for any combination of grades from preschool through grade 12,
1257	including kindergarten and a program for children with disabilities;
1258	(ii) a structure or facility:
1259	(A) located on the same property as a building described in Subsection (16)(a)(i);
1260	and
1261	(B) used in support of the use of that building; and
1262	(iii) a building to provide office and related space to a school district's administrative
1263	personnel; and
1264	(b) does not include:
1265	(i) land or a structure, including land or a structure for inventory storage, equipment
1266	storage, food processing or preparing, vehicle storage or maintenance, or similar
1267	use that is:
1268	(A) not located on the same property as a building described in Subsection
1269	(16)(a)(i); and
1270	(B) used in support of the purposes of a building described in Subsection
1271	(16)(a)(i); or
1272	(ii) a therapeutic school.
1273	(17) "Fire authority" means the department, agency, or public entity with responsibility to
1274	review and approve the feasibility of fire protection and suppression services for the
1275	subject property.
1276	(18) "Flood plain" means land that:
1277	(a) is within the 100-year flood plain designated by the Federal Emergency Management
1278	Agency; or
1279	(b) has not been studied or designated by the Federal Emergency Management Agency
1280	but presents a likelihood of experiencing chronic flooding or a catastrophic flood
1281	event because the land has characteristics that are similar to those of a 100-year flood
1282	plain designated by the Federal Emergency Management Agency.
1283	(19) "Gas corporation" has the same meaning as defined in Section 54-2-1.
1284	(20) "General plan" means a document that a county adopts by ordinance that sets forth
1285	general guidelines for proposed future development of:
1286	(a) the unincorporated land within the county; or
1287	(b) for a mountainous planning district, the land within the mountainous planning
1288	district.

1289	(21) "Geologic hazard" means:
1290	(a) a surface fault rupture;
1291	(b) shallow groundwater;
1292	(c) liquefaction;
1293	(d) a landslide;
1294	(e) a debris flow;
1295	(f) unstable soil;
1296	(g) a rock fall; or
1297	(h) any other geologic condition that presents a risk:
1298	(i) to life;
1299	(ii) of substantial loss of real property; or
1300	(iii) of substantial damage to real property.
1301	(22) "Home-based microschool" means the same as that term is defined in Section
1302	53G-6-201.
1303	(23) "Hookup fee" means a fee for the installation and inspection of any pipe, line, meter,
1304	or appurtenance to connect to a county water, sewer, storm water, power, or other utility
1305	system.
1306	(24) "Identical plans" means building plans submitted to a county that:
1307	(a) are clearly marked as "identical plans";
1308	(b) are substantially identical building plans that were previously submitted to and
1309	reviewed and approved by the county; and
1310	(c) describe a building that:
1311	(i) is located on land zoned the same as the land on which the building described in
1312	the previously approved plans is located;
1313	(ii) is subject to the same geological and meteorological conditions and the same law
1314	as the building described in the previously approved plans;
1315	(iii) has a floor plan identical to the building plan previously submitted to and
1316	reviewed and approved by the county; and
1317	(iv) does not require any additional engineering or analysis.
1318	(25) "Impact fee" means a payment of money imposed under Title 11, Chapter 36a, Impact
1319	Fees Act.
1320	(26) "Improvement completion assurance" means a surety bond, letter of credit, financial
1321	institution bond, cash, assignment of rights, lien, or other equivalent security required by
1322	a county to guaranty the proper completion of landscaping or an infrastructure

1323	improvement required as a condition precedent to:
1324	(a) recording a subdivision plat; or
1325	(b) development of a commercial, industrial, mixed use, or multifamily project.
1326	(27) "Improvement warranty" means an applicant's unconditional warranty that the
1327	applicant's installed and accepted landscaping or infrastructure improvement:
1328	(a) complies with the county's written standards for design, materials, and workmanship;
1329	and
1330	(b) will not fail in any material respect, as a result of poor workmanship or materials,
1331	within the improvement warranty period.
1332	(28) "Improvement warranty period" means a period:
1333	(a) no later than one year after a county's acceptance of required landscaping; or
1334	(b) no later than one year after a county's acceptance of required infrastructure, unless
1335	the county:
1336	(i) determines for good cause that a one-year period would be inadequate to protect
1337	the public health, safety, and welfare; and
1338	(ii) has substantial evidence, on record:
1339	(A) of prior poor performance by the applicant; or
1340	(B) that the area upon which the infrastructure will be constructed contains
1341	suspect soil and the county has not otherwise required the applicant to mitigate
1342	the suspect soil.
1343	(29) "Infrastructure improvement" means permanent infrastructure that is essential for the
1344	public health and safety or that:
1345	(a) is required for human consumption; and
1346	(b) an applicant must install:
1347	(i) in accordance with published installation and inspection specifications for public
1348	improvements; and
1349	(ii) as a condition of:
1350	(A) recording a subdivision plat;
1351	(B) obtaining a building permit; or
1352	(C) developing a commercial, industrial, mixed use, condominium, or multifamily
1353	project.
1354	(30) "Internal lot restriction" means a platted note, platted demarcation, or platted
1355	designation that:
1356	(a) runs with the land; and

1357	(b)(i) creates a restriction that is enclosed within the perimeter of a lot described on
1358	the plat; or
1359	(ii) designates a development condition that is enclosed within the perimeter of a lot
1360	described on the plat.
1361	(31) "Interstate pipeline company" means a person or entity engaged in natural gas
1362	transportation subject to the jurisdiction of the Federal Energy Regulatory Commission
1363	under the Natural Gas Act, 15 U.S.C. Sec. 717 et seq.
1364	(32) "Intrastate pipeline company" means a person or entity engaged in natural gas
1365	transportation that is not subject to the jurisdiction of the Federal Energy Regulatory
1366	Commission under the Natural Gas Act, 15 U.S.C. Sec. 717 et seq.
1367	(33) "Land use applicant" means a property owner, or the property owner's designee, who
1368	submits a land use application regarding the property owner's land.
1369	(34) "Land use application":
1370	(a) means an application that is:
1371	(i) required by a county; and
1372	(ii) submitted by a land use applicant to obtain a land use decision; and
1373	(b) does not mean an application to enact, amend, or repeal a land use regulation.
1374	(35) "Land use authority" means:
1375	(a) a person, board, commission, agency, or body, including the local legislative body,
1376	designated by the local legislative body to act upon a land use application; or
1377	(b) if the local legislative body has not designated a person, board, commission, agency,
1378	or body, the local legislative body.
1379	(36) "Land use decision" means an administrative decision of a land use authority or appeal
1380	authority regarding:
1381	(a) a land use permit;
1382	(b) a land use application; or
1383	(c) the enforcement of a land use regulation, land use permit, or development agreement.
1384	(37) "Land use permit" means a permit issued by a land use authority.
1385	(38) "Land use regulation":
1386	(a) means a legislative decision enacted by ordinance, law, code, map, resolution,
1387	specification, fee, or rule that governs the use or development of land;
1388	(b) includes the adoption or amendment of a zoning map or the text of the zoning code;
1389	and
1390	(c) does not include:

1391	(i) a land use decision of the legislative body acting as the land use authority, even if
1392	the decision is expressed in a resolution or ordinance; or
1393	(ii) a temporary revision to an engineering specification that does not materially:
1394	(A) increase a land use applicant's cost of development compared to the existing
1395	specification; or
1396	(B) impact a land use applicant's use of land.
1397	(39) "Legislative body" means the county legislative body, or for a county that has adopted
1398	an alternative form of government, the body exercising legislative powers.
1399	(40) "Lot" means a tract of land, regardless of any label, that is created by and shown on a
1400	subdivision plat that has been recorded in the office of the county recorder.
1401	(41)(a) "Lot line adjustment" means a relocation of a lot line boundary between
1402	adjoining lots or between a lot and adjoining parcels in accordance with Section
1403	17-27a-608:
1404	(i) whether or not the lots are located in the same subdivision; and
1405	(ii) with the consent of the owners of record.
1406	(b) "Lot line adjustment" does not mean a new boundary line that:
1407	(i) creates an additional lot; or
1408	(ii) constitutes a subdivision or a subdivision amendment.
1409	(c) "Lot line adjustment" does not include a boundary line adjustment made by the
1410	Department of Transportation.
1411	(42) "Major transit investment corridor" means public transit service that uses or occupies:
1412	(a) public transit rail right-of-way;
1413	(b) dedicated road right-of-way for the use of public transit, such as bus rapid transit; or
1414	(c) fixed-route bus corridors subject to an interlocal agreement or contract between a
1415	municipality or county and:
1416	(i) a public transit district as defined in Section 17B-2a-802; or
1417	(ii) an eligible political subdivision as defined in Section 59-12-2219.
1418	(43) "Micro-education entity" means the same as that term is defined in Section 53G-6-201.
1419	(44) "Moderate income housing" means housing occupied or reserved for occupancy by
1420	households with a gross household income equal to or less than 80% of the median gross
1421	income for households of the same size in the county in which the housing is located.
1422	(45) "Mountainous planning district" means an area designated by a county legislative body
1423	in accordance with Section 17-27a-901.
1424	(46) "Nominal fee" means a fee that reasonably reimburses a county only for time spent and

1425	expenses incurred in:
1425	(a) verifying that building plans are identical plans; and
1420	(a) verifying that building plans are identical plans, and (b) reviewing and approving those minor aspects of identical plans that differ from the
1427	
1428	previously reviewed and approved building plans. (47) "Noncomplying structure" means a structure that:
1429 1430	
	(a) legally existed before the structure's current land use designation; and(b) because of one or more subsequent land use ardinance abarrase does not conform to
1431	(b) because of one or more subsequent land use ordinance changes, does not conform to
1432	the setback, height restrictions, or other regulations, excluding those regulations that
1433	govern the use of land.
1434	(48) "Nonconforming use" means a use of land that:
1435	(a) legally existed before the current land use designation;
1436	(b) has been maintained continuously since the time the land use ordinance regulation
1437	governing the land changed; and
1438	(c) because of one or more subsequent land use ordinance changes, does not conform to
1439	the regulations that now govern the use of the land.
1440	(49) "Official map" means a map drawn by county authorities and recorded in the county
1441	recorder's office that:
1442	(a) shows actual and proposed rights-of-way, centerline alignments, and setbacks for
1443	highways and other transportation facilities;
1444	(b) provides a basis for restricting development in designated rights-of-way or between
1445	designated setbacks to allow the government authorities time to purchase or
1446	otherwise reserve the land; and
1447	(c) has been adopted as an element of the county's general plan.
1448	(50) "Parcel" means any real property that is not a lot.
1449	(51)(a) "Parcel boundary adjustment" means a recorded agreement between owners of
1450	adjoining parcels adjusting the mutual boundary, either by deed or by a boundary line
1451	agreement in accordance with Section 17-27a-523, if no additional parcel is created
1452	and:
1453	(i) none of the property identified in the agreement is a lot; or
1454	(ii) the adjustment is to the boundaries of a single person's parcels.
1455	(b) "Parcel boundary adjustment" does not mean an adjustment of a parcel boundary line
1456	that:
1457	(i) creates an additional parcel; or
1458	(ii) constitutes a subdivision.

1459	(c) "Parcel boundary adjustment" does not include a boundary line adjustment made by
1460	the Department of Transportation.
1461	(52) "Person" means an individual, corporation, partnership, organization, association, trust,
1462	governmental agency, or any other legal entity.
1463	(53) "Plan for moderate income housing" means a written document adopted by a county
1464	legislative body that includes:
1465	(a) an estimate of the existing supply of moderate income housing located within the
1466	county;
1467	(b) an estimate of the need for moderate income housing in the county for the next five
1468	years;
1469	(c) a survey of total residential land use;
1470	(d) an evaluation of how existing land uses and zones affect opportunities for moderate
1471	income housing; and
1472	(e) a description of the county's program to encourage an adequate supply of moderate
1473	income housing.
1474	(54) "Planning advisory area" means a contiguous, geographically defined portion of the
1475	unincorporated area of a county established under this part with planning and zoning
1476	functions as exercised through the planning advisory area planning commission, as
1477	provided in this chapter, but with no legal or political identity separate from the county
1478	and no taxing authority.
1479	(55) "Plat" means an instrument subdividing property into lots as depicted on a map or
1480	other graphical representation of lands that a licensed professional land surveyor makes
1481	and prepares in accordance with Section 17-27a-603 or 57-8-13.
1482	(56) "Potential geologic hazard area" means an area that:
1483	(a) is designated by a Utah Geological Survey map, county geologist map, or other
1484	relevant map or report as needing further study to determine the area's potential for
1485	geologic hazard; or
1486	(b) has not been studied by the Utah Geological Survey or a county geologist but
1487	presents the potential of geologic hazard because the area has characteristics similar
1488	to those of a designated geologic hazard area.
1489	(57) "Public agency" means:
1490	(a) the federal government;
1491	(b) the state;
1492	(c) a county, municipality, school district, special district, special service district, or

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1493 other political subdivision of the state; or 1494 (d) a charter school. 1495 (58) "Public hearing" means a hearing at which members of the public are provided a 1496 reasonable opportunity to comment on the subject of the hearing. 1497 (59) "Public meeting" means a meeting that is required to be open to the public under Title 1498 52, Chapter 4, Open and Public Meetings Act. 1499 (60) "Public street" means a public right-of-way, including a public highway, public 1500 avenue, public boulevard, public parkway, public road, public lane, public alley, public 1501 viaduct, public subway, public tunnel, public bridge, public byway, other public 1502 transportation easement, or other public way. 1503 (61) "Receiving zone" means an unincorporated area of a county that the county designates, 1504 by ordinance, as an area in which an owner of land may receive a transferable 1505 development right. 1506 (62) "Record of survey map" means a map of a survey of land prepared in accordance with 1507 Section 10-9a-603, 17-23-17, 17-27a-603, or 57-8-13. 1508 (63) "Residential facility for persons with a disability" means a residence: 1509 (a) in which more than one person with a disability resides; and 1510 (b) which is licensed or certified by the Department of Health and Human Services 1511 under: 1512 (i) Title 26B, Chapter 2, Part 1, Human Services Programs and Facilities; or 1513 (ii) Title 26B, Chapter 2, Part 2, Health Care Facility Licensing and Inspection. 1514 (64) "Residential roadway" means a public local residential road that: 1515 (a) will serve primarily to provide access to adjacent primarily residential areas and 1516 property; 1517 (b) is designed to accommodate minimal traffic volumes or vehicular traffic: 1518 (c) is not identified as a supplementary to a collector or other higher system classified 1519 street in an approved municipal street or transportation master plan; 1520 (d) has a posted speed limit of 25 miles per hour or less; 1521 (e) does not have higher traffic volumes resulting from connecting previously separated 1522 areas of the municipal road network; 1523 (f) cannot have a primary access, but can have a secondary access, and does not abut lots 1524 intended for high volume traffic or community centers, including schools, recreation 1525 centers, sports complexes, or libraries; and 1526 (g) primarily serves traffic within a neighborhood or limited residential area and is not

1527	necessarily continuous through several residential areas.
1528	(65) "Rules of order and procedure" means a set of rules that govern and prescribe in a
1529	public meeting:
1530	(a) parliamentary order and procedure;
1531	(b) ethical behavior; and
1532	(c) civil discourse.
1533	(66) "Sanitary sewer authority" means the department, agency, or public entity with
1534	responsibility to review and approve the feasibility of sanitary sewer services or onsite
1535	wastewater systems.
1536	(67) "Sending zone" means an unincorporated area of a county that the county designates,
1537	by ordinance, as an area from which an owner of land may transfer a transferable
1538	development right.
1539	(68) "Site plan" means a document or map that may be required by a county during a
1540	preliminary review preceding the issuance of a building permit to demonstrate that an
1541	owner's or developer's proposed development activity meets a land use requirement.
1542	(69)(a) "Special district" means an entity under Title 17B, Limited Purpose Local
1543	Government Entities - Special Districts.
1544	(b) "Special district" includes a governmental or quasi-governmental entity that is not a
1545	county, municipality, school district, or the state.
1546	(70) "Specified public agency" means:
1547	(a) the state;
1548	(b) a school district; or
1549	(c) a charter school.
1550	(71) "Specified public utility" means an electrical corporation, gas corporation, or telephone
1551	corporation, as those terms are defined in Section 54-2-1.
1552	(72) "State" includes any department, division, or agency of the state.
1553	(73)(a) "Subdivision" means any land that is divided, resubdivided, or proposed to be
1554	divided into two or more lots or other division of land for the purpose, whether
1555	immediate or future, for offer, sale, lease, or development either on the installment
1556	plan or upon any and all other plans, terms, and conditions.
1557	(b) "Subdivision" includes:
1558	(i) the division or development of land, whether by deed, metes and bounds
1559	description, devise and testacy, map, plat, or other recorded instrument, regardless
1560	of whether the division includes all or a portion of a parcel or lot; and

1561	(ii) except as provided in Subsection (73)(c), divisions of land for residential and
1562	nonresidential uses, including land used or to be used for commercial, agricultural,
1563	and industrial purposes.
1564	(c) "Subdivision" does not include:
1565	(i) a bona fide division or partition of agricultural land for agricultural purposes;
1566	(ii) a boundary line agreement recorded with the county recorder's office between
1567	owners of adjoining parcels adjusting the mutual boundary in accordance with
1568	Section 17-27a-523 if no new lot is created;
1569	(iii) a recorded document, executed by the owner of record:
1570	(A) revising the legal descriptions of multiple parcels into one legal description
1571	encompassing all such parcels; or
1572	(B) joining a lot to a parcel;
1573	(iv) a bona fide division or partition of land in a county other than a first class county
1574	for the purpose of siting, on one or more of the resulting separate parcels:
1575	(A) an electrical transmission line or a substation;
1576	(B) a natural gas pipeline or a regulation station; or
1577	(C) an unmanned telecommunications, microwave, fiber optic, electrical, or other
1578	utility service regeneration, transformation, retransmission, or amplification
1579	facility;
1580	(v) a boundary line agreement between owners of adjoining subdivided properties
1581	adjusting the mutual lot line boundary in accordance with Sections 17-27a-523
1582	and 17-27a-608 if:
1583	(A) no new dwelling lot or housing unit will result from the adjustment; and
1584	(B) the adjustment will not violate any applicable land use ordinance;
1585	(vi) a bona fide division of land by deed or other instrument if the deed or other
1586	instrument states in writing that the division:
1587	(A) is in anticipation of future land use approvals on the parcel or parcels;
1588	(B) does not confer any land use approvals; and
1589	(C) has not been approved by the land use authority;
1590	(vii) a parcel boundary adjustment;
1591	(viii) a lot line adjustment;
1592	(ix) a road, street, or highway dedication plat;
1593	(x) a deed or easement for a road, street, or highway purpose; or
1594	(xi) any other division of land authorized by law.

1595	(74)(a) "Subdivision amendment" means an amendment to a recorded subdivision in
1596	accordance with Section 17-27a-608 that:
1597	(i) vacates all or a portion of the subdivision;
1598	(ii) alters the outside boundary of the subdivision;
1599	(iii) changes the number of lots within the subdivision;
1600	(iv) alters a public right-of-way, a public easement, or public infrastructure within the
1601	subdivision; or
1602	(v) alters a common area or other common amenity within the subdivision.
1603	(b) "Subdivision amendment" does not include a lot line adjustment, between a single lot
1604	and an adjoining lot or parcel, that alters the outside boundary of the subdivision.
1605	(75) "Substantial evidence" means evidence that:
1606	(a) is beyond a scintilla; and
1607	(b) a reasonable mind would accept as adequate to support a conclusion.
1608	(76) "Suspect soil" means soil that has:
1609	(a) a high susceptibility for volumetric change, typically clay rich, having more than a
1610	3% swell potential;
1611	(b) bedrock units with high shrink or swell susceptibility; or
1612	(c) gypsiferous silt and clay, gypsum, or bedrock units containing abundant gypsum
1613	commonly associated with dissolution and collapse features.
1614	(77) "Therapeutic school" means a residential group living facility:
1615	(a) for four or more individuals who are not related to:
1616	(i) the owner of the facility; or
1617	(ii) the primary service provider of the facility;
1618	(b) that serves students who have a history of failing to function:
1619	(i) at home;
1620	(ii) in a public school; or
1621	(iii) in a nonresidential private school; and
1622	(c) that offers:
1623	(i) room and board; and
1624	(ii) an academic education integrated with:
1625	(A) specialized structure and supervision; or
1626	(B) services or treatment related to a disability, an emotional development, a
1627	behavioral development, a familial development, or a social development.
1628	(78) "Transferable development right" means a right to develop and use land that originates

1629	by an ordinance that authorizes a land owner in a designated sending zone to transfer
1630	land use rights from a designated sending zone to a designated receiving zone.
1631	(79) "Unincorporated" means the area outside of the incorporated area of a municipality.
1632	(80) "Water interest" means any right to the beneficial use of water, including:
1633	(a) each of the rights listed in Section 73-1-11; and
1634	(b) an ownership interest in the right to the beneficial use of water represented by:
1635	(i) a contract; or
1636	(ii) a share in a water company, as defined in Section 73-3-3.5.
1637	(81) "Zoning map" means a map, adopted as part of a land use ordinance, that depicts land
1638	use zones, overlays, or districts.
1639	Section 9. Section 17-27a-403 is amended to read:
1640	17-27a-403 . Plan preparation.
1641	(1)(a) The planning commission shall provide notice, as provided in Section 17-27a-203,
1642	of the planning commission's intent to make a recommendation to the county
1643	legislative body for a general plan or a comprehensive general plan amendment when
1644	the planning commission initiates the process of preparing the planning commission's
1645	recommendation.
1646	(b) The planning commission shall make and recommend to the legislative body a
1647	proposed general plan for:
1648	(i) the unincorporated area within the county; or
1649	(ii) if the planning commission is a planning commission for a mountainous planning
1650	district, the mountainous planning district.
1651	(c)(i) The plan may include planning for incorporated areas if, in the planning
1652	commission's judgment, they are related to the planning of the unincorporated
1653	territory or of the county as a whole.
1654	(ii) Elements of the county plan that address incorporated areas are not an official
1655	plan or part of a municipal plan for any municipality, unless the county plan is
1656	recommended by the municipal planning commission and adopted by the
1657	governing body of the municipality.
1658	(2)(a) At a minimum, the proposed general plan, with the accompanying maps, charts,
1659	and descriptive and explanatory matter, shall include the planning commission's
1660	recommendations for the following plan elements:
1661	(i) a land use element that:
1662	(A) designates the long-term goals and the proposed extent, general distribution,

1663	and location of land for housing for residents of various income levels,
1664	business, industry, agriculture, recreation, education, public buildings and
1665	grounds, open space, and other categories of public and private uses of land as
1666	appropriate;
1667	(B) includes a statement of the projections for and standards of population density
1668	and building intensity recommended for the various land use categories
1669	covered by the plan;
1670	(C) is coordinated to integrate the land use element with the water use and
1671	preservation element; and
1672	(D) accounts for the effect of land use categories and land uses on water demand;
1673	(ii) a transportation and traffic circulation element that:
1674	(A) provides the general location and extent of existing and proposed freeways,
1675	arterial and collector streets, public transit, active transportation facilities, and
1676	other modes of transportation that the planning commission considers
1677	appropriate;
1678	(B) addresses the county's plan for residential and commercial development
1679	around major transit investment corridors to maintain and improve the
1680	connections between housing, employment, education, recreation, and
1681	commerce; and
1682	(C) correlates with the population projections, the employment projections, and
1683	the proposed land use element of the general plan;
1684	(iii) for a specified county as defined in Section 17-27a-408, a moderate income
1685	housing element that:
1686	(A) provides a realistic opportunity to meet the need for additional moderate
1687	income housing within the next five years;
1688	(B) selects three or more moderate income housing strategies described in
1689	Subsection (2)(b)(ii) for implementation; and
1690	(C) includes an implementation plan as provided in Subsection (2)(e);
1691	(iv) a resource management plan detailing the findings, objectives, and policies
1692	required by Subsection 17-27a-401(3); and
1693	(v) a water use and preservation element that addresses:
1694	(A) the effect of permitted development or patterns of development on water
1695	demand and water infrastructure;
1696	(B) methods of reducing water demand and per capita consumption for future

1697	development;
1698	(C) methods of reducing water demand and per capita consumption for existing
1699	development; and
1700	(D) opportunities for the county to modify the county's operations to eliminate
1701	practices or conditions that waste water.
1702	(b) In drafting the moderate income housing element, the planning commission:
1703	(i) shall consider the Legislature's determination that counties should facilitate a
1704	reasonable opportunity for a variety of housing, including moderate income
1705	housing:
1706	(A) to meet the needs of people of various income levels living, working, or
1707	desiring to live or work in the community; and
1708	(B) to allow people with various incomes to benefit from and fully participate in
1709	all aspects of neighborhood and community life; and
1710	(ii) shall include an analysis of how the county will provide a realistic opportunity for
1711	the development of moderate income housing within the planning horizon,
1712	including a recommendation to implement three or more of the following
1713	moderate income housing strategies:
1714	(A) rezone for densities necessary to facilitate the production of moderate income
1715	housing, including by implementing a density overlay as described in Section
1716	<u>17-27a-403.1;</u>
1717	(B) demonstrate investment in the rehabilitation or expansion of infrastructure that
1718	facilitates the construction of moderate income housing;
1719	(C) demonstrate investment in the rehabilitation of existing uninhabitable housing
1720	stock into moderate income housing;
1721	(D) identify and utilize county general fund subsidies or other sources of revenue
1722	to waive construction related fees that are otherwise generally imposed by the
1723	county for the construction or rehabilitation of moderate income housing;
1724	(E) create or allow for, and reduce regulations related to, internal or detached
1725	accessory dwelling units in residential zones;
1726	(F) zone or rezone for higher density or moderate income residential development
1727	in commercial or mixed-use zones, commercial centers, or employment centers;
1728	(G) amend land use regulations to allow for higher density or new moderate
1729	income residential development in commercial or mixed-use zones near major
1730	transit investment corridors;

1731	(H) amend land use regulations to eliminate or reduce parking requirements for
1732	residential development where a resident is less likely to rely on the resident's
1733	own vehicle, such as residential development near major transit investment
1734	corridors or senior living facilities;
1735	(I) amend land use regulations to allow for single room occupancy developments;
1736	(J) implement zoning incentives for moderate income units in new developments;
1737	(K) preserve existing and new moderate income housing and subsidized units by
1738	utilizing a landlord incentive program, providing for deed restricted units
1739	through a grant program, or establishing a housing loss mitigation fund;
1740	(L) reduce, waive, or eliminate impact fees related to moderate income housing;
1741	(M) demonstrate creation of, or participation in, a community land trust program
1742	for moderate income housing;
1743	(N) implement a mortgage assistance program for employees of the county, an
1744	employer that provides contracted services for the county, or any other public
1745	employer that operates within the county;
1746	(O) apply for or partner with an entity that applies for state or federal funds or tax
1747	incentives to promote the construction of moderate income housing, an entity
1748	that applies for programs offered by the Utah Housing Corporation within that
1749	agency's funding capacity, an entity that applies for affordable housing
1750	programs administered by the Department of Workforce Services, an entity
1751	that applies for services provided by a public housing authority to preserve and
1752	create moderate income housing, or any other entity that applies for programs
1753	or services that promote the construction or preservation of moderate income
1754	housing;
1755	(P) demonstrate utilization of a moderate income housing set aside from a
1756	community reinvestment agency, redevelopment agency, or community
1757	development and renewal agency to create or subsidize moderate income
1758	housing;
1759	(Q) create a housing and transit reinvestment zone pursuant to Title 63N, Chapter
1760	3, Part 6, Housing and Transit Reinvestment Zone Act;
1761	(R) create a home ownership promotion zone pursuant to Part 12, Home
1762	Ownership Promotion Zone for Counties;
1763	(S) eliminate impact fees for any accessory dwelling unit that is not an internal
1764	accessory dwelling unit as defined in Section 10-9a-530;

1765	(T) create a program to transfer development rights for moderate income housing;
1766	(U) ratify a joint acquisition agreement with another local political subdivision for
1767	the purpose of combining resources to acquire property for moderate income
1768	housing;
1769	(V) develop a moderate income housing project for residents who are disabled or
1770	55 years old or older;
1771	(W) create or allow for, and reduce regulations related to, multifamily residential
1772	dwellings compatible in scale and form with detached single-family residential
1773	dwellings and located in walkable communities within residential or mixed-use
1774	zones; and
1775	(X) demonstrate implementation of any other program or strategy to address the
1776	housing needs of residents of the county who earn less than 80% of the area
1777	median income, including the dedication of a local funding source to moderate
1778	income housing or the adoption of a land use ordinance that requires 10% or
1779	more of new residential development in a residential zone be dedicated to
1780	moderate income housing.
1781	(c) If a specified county, as defined in Section 17-27a-408, has created a small public
1782	transit district, as defined in Section 17B-2a-802, on or before January 1, 2022, the
1783	specified county shall include as part of the specified county's recommended
1784	strategies under Subsection (2)(b)(ii) a recommendation to implement the strategy
1785	described in Subsection (2)(b)(ii)(Q).
1786	(d) The planning commission shall identify each moderate income housing strategy
1787	recommended to the legislative body for implementation by restating the exact
1788	language used to describe the strategy in Subsection (2)(b)(ii).
1789	(e) In drafting the land use element, the planning commission shall:
1790	(i) identify and consider each agriculture protection area within the unincorporated
1791	area of the county or mountainous planning district;
1792	(ii) avoid proposing a use of land within an agriculture protection area that is
1793	inconsistent with or detrimental to the use of the land for agriculture; and
1794	(iii) consider and coordinate with any station area plans adopted by municipalities
1795	located within the county under Section 10-9a-403.1.
1796	(f) In drafting the transportation and traffic circulation element, the planning
1797	commission shall:
1798	(i)(A) consider and coordinate with the regional transportation plan developed by

1799	the county's region's metropolitan planning organization, if the relevant areas
1800	of the county are within the boundaries of a metropolitan planning
1801	organization; or
1802	(B) consider and coordinate with the long-range transportation plan developed by
1803	the Department of Transportation, if the relevant areas of the county are not
1804	within the boundaries of a metropolitan planning organization; and
1805	(ii) consider and coordinate with any station area plans adopted by municipalities
1806	located within the county under Section 10-9a-403.1.
1807	(g)(i) In drafting the implementation plan portion of the moderate income housing
1808	element as described in Subsection (2)(a)(iii)(C), the planning commission shall
1809	recommend to the legislative body the establishment of a five-year timeline for
1810	implementing each of the moderate income housing strategies selected by the
1811	county for implementation.
1812	(ii) The timeline described in Subsection (2)(g)(i) shall:
1813	(A) identify specific measures and benchmarks for implementing each moderate
1814	income housing strategy selected by the county; and
1815	(B) provide flexibility for the county to make adjustments as needed.
1816	(h) In drafting the water use and preservation element, the planning commission:
1817	(i) shall consider applicable regional water conservation goals recommended by the
1818	Division of Water Resources;
1819	(ii) shall consult with the Division of Water Resources for information and technical
1820	resources regarding regional water conservation goals, including how
1821	implementation of the land use element and water use and preservation element
1822	may affect the Great Salt Lake;
1823	(iii) shall notify the community water systems serving drinking water within the
1824	unincorporated portion of the county and request feedback from the community
1825	water systems about how implementation of the land use element and water use
1826	and preservation element may affect:
1827	(A) water supply planning, including drinking water source and storage capacity
1828	consistent with Section 19-4-114; and
1829	(B) water distribution planning, including master plans, infrastructure asset
1830	management programs and plans, infrastructure replacement plans, and impact
1831	fee facilities plans;
1832	(iv) shall consider the potential opportunities and benefits of planning for

1833	regionalization of public water systems;
1834	(v) shall consult with the Department of Agriculture and Food for information and
1835	technical resources regarding the potential benefits of agriculture conservation
1836	easements and potential implementation of agriculture water optimization projects
1837	that would support regional water conservation goals;
1838	(vi) shall notify an irrigation or canal company located in the county so that the
1839	irrigation or canal company can be involved in the protection and integrity of the
1840	irrigation or canal company's delivery systems;
1841	(vii) shall include a recommendation for:
1842	(A) water conservation policies to be determined by the county; and
1843	(B) landscaping options within a public street for current and future development
1844	that do not require the use of lawn or turf in a parkstrip;
1845	(viii) shall review the county's land use ordinances and include a recommendation for
1846	changes to an ordinance that promotes the inefficient use of water;
1847	(ix) shall consider principles of sustainable landscaping, including the:
1848	(A) reduction or limitation of the use of lawn or turf;
1849	(B) promotion of site-specific landscape design that decreases stormwater runoff
1850	or runoff of water used for irrigation;
1851	(C) preservation and use of healthy trees that have a reasonable water requirement
1852	or are resistant to dry soil conditions;
1853	(D) elimination or regulation of ponds, pools, and other features that promote
1854	unnecessary water evaporation;
1855	(E) reduction of yard waste; and
1856	(F) use of an irrigation system, including drip irrigation, best adapted to provide
1857	the optimal amount of water to the plants being irrigated;
1858	(x) may include recommendations for additional water demand reduction strategies,
1859	including:
1860	(A) creating a water budget associated with a particular type of development;
1861	(B) adopting new or modified lot size, configuration, and landscaping standards
1862	that will reduce water demand for new single family development;
1863	(C) providing one or more water reduction incentives for existing landscapes and
1864	irrigation systems and installation of water fixtures or systems that minimize
1865	water demand;
1866	(D) discouraging incentives for economic development activities that do not

1867	adequately account for water use or do not include strategies for reducing
1868	water demand; and
1869	(E) adopting water concurrency standards requiring that adequate water supplies
1870	and facilities are or will be in place for new development; and
1871	(xi) shall include a recommendation for low water use landscaping standards for a
1872	new:
1873	(A) commercial, industrial, or institutional development;
1874	(B) common interest community, as defined in Section 57-25-102; or
1875	(C) multifamily housing project.
1876	(3) The proposed general plan may include:
1877	(a) an environmental element that addresses:
1878	(i) to the extent not covered by the county's resource management plan, the
1879	protection, conservation, development, and use of natural resources, including the
1880	quality of:
1881	(A) air;
1882	(B) forests;
1883	(C) soils;
1884	(D) rivers;
1885	(E) groundwater and other waters;
1886	(F) harbors;
1887	(G) fisheries;
1888	(H) wildlife;
1889	(I) minerals; and
1890	(J) other natural resources; and
1891	(ii)(A) the reclamation of land, flood control, prevention and control of the
1892	pollution of streams and other waters;
1893	(B) the regulation of the use of land on hillsides, stream channels and other
1894	environmentally sensitive areas;
1895	(C) the prevention, control, and correction of the erosion of soils;
1896	(D) the preservation and enhancement of watersheds and wetlands; and
1897	(E) the mapping of known geologic hazards;
1898	(b) a public services and facilities element showing general plans for sewage, water,
1899	waste disposal, drainage, public utilities, rights-of-way, easements, and facilities for
1900	them, police and fire protection, and other public services;

1901	(c) a rehabilitation, redevelopment, and conservation element consisting of plans and
1902	programs for:
1903	(i) historic preservation;
1904	(ii) the diminution or elimination of a development impediment as defined in Section
1905	17C-1-102; and
1906	(iii) redevelopment of land, including housing sites, business and industrial sites, and
1907	public building sites;
1908	(d) an economic element composed of appropriate studies and forecasts, as well as an
1909	economic development plan, which may include review of existing and projected
1910	county revenue and expenditures, revenue sources, identification of basic and
1911	secondary industry, primary and secondary market areas, employment, and retail
1912	sales activity;
1913	(e) recommendations for implementing all or any portion of the general plan, including
1914	the adoption of land and water use ordinances, capital improvement plans,
1915	community development and promotion, and any other appropriate action;
1916	(f) provisions addressing any of the matters listed in Subsection 17-27a-401(2) or
1917	(3)(a)(i); and
1918	(g) any other element the county considers appropriate.
1919	Section 10. Section 17-27a-403.1 is enacted to read:
1920	<u>17-27a-403.1</u> . Residential density overlay.
1921	(1) As used in this section:
1922	(a) "Density overlay" means zoning regulations applied by a county to a housing-eligible
1923	zone that allows:
1924	(i) the development of:
1925	(A) single-family dwellings on small lots;
1926	(B) diverse housing options; or
1927	(C) a combination of single-family dwellings on small lots and diverse housing
1928	options; and
1929	(ii)(A) a minimum of eight housing units per acre if the housing units are served
1930	by sewer lines; or
1931	(B) the maximum per-acre density permissible for health and safety, as
1932	determined by the local building authority and local health department, if the
1933	housing units are served by septic tank.
	(b) "Diverse housing options" means one or more of the following types of residential

1935	<u>units:</u>
1936	(i) two-family dwellings;
1937	(ii) three- and four-family dwellings of up to two levels;
1938	(iii) town homes; or
1939	(iv) live-work units, as described by the International Building Code, in which one or
1940	more residential housing units are available above a commercial property.
1941	(c) "Housing-eligible zone" means an unincorporated area of a county zoned in a way
1942	that allows for the development of a residential unit, including residential zones and
1943	mixed-use zones.
1944	(d) "Owner-occupier" means an individual who owns, solely or jointly, a housing unit in
1945	which the individual lives as the individual's primary residence.
1946	(e) "Small lot" means a residential lot that is 5,400 square feet or smaller.
1947	(2) A county may implement a density overlay allowing for increased development within
1948	unincorporated housing-eligible zones of the county.
1949	(3) If a legislative body adopts a density overlay in a housing-eligible zone at the time the
1950	legislative body adopts the density overlay, the county may adopt additional
1951	requirements to ensure:
1952	(a) that some or all of the residential units offered for sale in the area subject to the
1953	density overlay be deed-restricted for up to five years to ensure owner-occupancy; or
1954	(b) that some or all of the residential units in the density overlay be:
1955	(i) offered for sale to an owner-occupier at a purchase price affordable to a household
1956	with a gross income of no more than 120% of area median income for the county
1957	in which the residential unit is offered for sale; or
1958	(ii) offered for rent at a rental price affordable to a household with a gross income of
1959	no more than 80% of area median income for the county in which the residential
1960	unit is offered for rent.
1961	(4) Notwithstanding Section 17-27a-530, a county that adopts a density overlay as
1962	described in this section may also adopt a building design element to promote the
1963	development of diverse housing options within the density overlay.
1964	Section 11. Section 17-27a-403.2 is enacted to read:
1965	<u>17-27a-403.2</u> . Residential density bonus.
1966	(1) As used in this section:
1967	(a) <u>"Density bonus-eligible area" means an unincorporated area in a county:</u>
1968	(i) zoned for a minimum of six housing units per acre; or

1969	(ii) subject to a development agreement that provides at least six units to the acre.
1970	(b) "Owner-occupier" means the same as that term is defined in Section 17-27a-403.1.
1971	(2)(a) In a density bonus-eligible area, a county may approve an applicant's request for
1972	an additional 0.5 housing units per acre in exchange for one or more of the following:
1973	(i) requiring at least one housing unit per acre being offered for sale to an
1974	owner-occupier at a price point 80% or less of the median county home price for
1975	housing of that type;
1976	(ii) requiring at least one housing unit per acre being deed-restricted to
1977	owner-occupancy for at least five years;
1978	(iii) requiring at least one housing unit per acre to be deed-restricted for occupancy
1979	by at least one individual employed within the geographic region of the
1980	municipality or a five mile radius of the boundary of the county; or
1981	(iv) requiring at least two housing units per acre to be no larger than 1,600 square feet.
1982	(b) Notwithstanding Section 17-27a-530, in a density bonus-eligible area, a county may
1983	implement a building design element if the building design element is designed to
1984	promote density greater than six housing units per acre.
1985	Section 12. Section 17-27a-408 is amended to read:
1986	17-27a-408 . Moderate income housing report Contents Prioritization for
1986 1987	17-27a-408 . Moderate income housing report Contents Prioritization for funds or projects Ineligibility for funds after noncompliance Civil actions.
1987	funds or projects Ineligibility for funds after noncompliance Civil actions.
1987 1988	funds or projects Ineligibility for funds after noncompliance Civil actions.(1) As used in this section:
1987 1988 1989	 funds or projects Ineligibility for funds after noncompliance Civil actions. (1) As used in this section: (a) "Division" means the Housing and Community Development Division within the
1987 1988 1989 1990	 funds or projects Ineligibility for funds after noncompliance Civil actions. (1) As used in this section: (a) "Division" means the Housing and Community Development Division within the Department of Workforce Services.
1987 1988 1989 1990 1991	 funds or projects Ineligibility for funds after noncompliance Civil actions. (1) As used in this section: (a) "Division" means the Housing and Community Development Division within the Department of Workforce Services. (b) "Implementation plan" means the implementation plan adopted as part of the
1987 1988 1989 1990 1991 1992	 funds or projects Ineligibility for funds after noncompliance Civil actions. (1) As used in this section: (a) "Division" means the Housing and Community Development Division within the Department of Workforce Services. (b) "Implementation plan" means the implementation plan adopted as part of the moderate income housing element of a specified county's general plan as provided in
1987 1988 1989 1990 1991 1992 1993	 funds or projects Ineligibility for funds after noncompliance Civil actions. (1) As used in this section: (a) "Division" means the Housing and Community Development Division within the Department of Workforce Services. (b) "Implementation plan" means the implementation plan adopted as part of the moderate income housing element of a specified county's general plan as provided in Subsection 17-27a-403(2)(g).
1987 1988 1989 1990 1991 1992 1993 1994	 funds or projects Ineligibility for funds after noncompliance Civil actions. (1) As used in this section: (a) "Division" means the Housing and Community Development Division within the Department of Workforce Services. (b) "Implementation plan" means the implementation plan adopted as part of the moderate income housing element of a specified county's general plan as provided in Subsection 17-27a-403(2)(g). (c) "Initial report" means the one-time moderate income housing report described in
1987 1988 1989 1990 1991 1992 1993 1994 1995	 funds or projects Ineligibility for funds after noncompliance Civil actions. (1) As used in this section: (a) "Division" means the Housing and Community Development Division within the Department of Workforce Services. (b) "Implementation plan" means the implementation plan adopted as part of the moderate income housing element of a specified county's general plan as provided in Subsection 17-27a-403(2)(g). (c) "Initial report" means the one-time moderate income housing report described in Subsection (2).
1987 1988 1989 1990 1991 1992 1993 1994 1995 1996	 funds or projects Ineligibility for funds after noncompliance Civil actions. (1) As used in this section: (a) "Division" means the Housing and Community Development Division within the Department of Workforce Services. (b) "Implementation plan" means the implementation plan adopted as part of the moderate income housing element of a specified county's general plan as provided in Subsection 17-27a-403(2)(g). (c) "Initial report" means the one-time moderate income housing report described in Subsection (2). (d) "Moderate income housing strategy" means a strategy described in Subsection
1987 1988 1989 1990 1991 1992 1993 1994 1995 1996 1997	 funds or projects Ineligibility for funds after noncompliance Civil actions. (1) As used in this section: (a) "Division" means the Housing and Community Development Division within the Department of Workforce Services. (b) "Implementation plan" means the implementation plan adopted as part of the moderate income housing element of a specified county's general plan as provided in Subsection 17-27a-403(2)(g). (c) "Initial report" means the one-time moderate income housing report described in Subsection (2). (d) "Moderate income housing strategy" means a strategy described in Subsection 17-27a-403(2)(b)(ii).
1987 1988 1989 1990 1991 1992 1993 1994 1995 1996 1997 1998	 funds or projects Ineligibility for funds after noncompliance Civil actions. (1) As used in this section: (a) "Division" means the Housing and Community Development Division within the Department of Workforce Services. (b) "Implementation plan" means the implementation plan adopted as part of the moderate income housing element of a specified county's general plan as provided in Subsection 17-27a-403(2)(g). (c) "Initial report" means the one-time moderate income housing report described in Subsection (2). (d) "Moderate income housing strategy" means a strategy described in Subsection 17-27a-403(2)(b)(ii). (e) "Report" means an initial report or a subsequent report.
1987 1988 1989 1990 1991 1992 1993 1994 1995 1996 1997 1998 1999	 funds or projects Ineligibility for funds after noncompliance Civil actions. (1) As used in this section: (a) "Division" means the Housing and Community Development Division within the Department of Workforce Services. (b) "Implementation plan" means the implementation plan adopted as part of the moderate income housing element of a specified county's general plan as provided in Subsection 17-27a-403(2)(g). (c) "Initial report" means the one-time moderate income housing report described in Subsection (2). (d) "Moderate income housing strategy" means a strategy described in Subsection 17-27a-403(2)(b)(ii). (e) "Report" means an initial report or a subsequent report. (f) "Specified county" means a county of the first, second, or third class, which has a
1987 1988 1989 1990 1991 1992 1993 1994 1995 1996 1997 1998 1999 2000	 funds or projects Ineligibility for funds after noncompliance Civil actions. (1) As used in this section: (a) "Division" means the Housing and Community Development Division within the Department of Workforce Services. (b) "Implementation plan" means the implementation plan adopted as part of the moderate income housing element of a specified county's general plan as provided in Subsection 17-27a-403(2)(g). (c) "Initial report" means the one-time moderate income housing report described in Subsection (2). (d) "Moderate income housing strategy" means a strategy described in Subsection 17-27a-403(2)(b)(ii). (e) "Report" means an initial report or a subsequent report. (f) "Specified county" means a county of the first, second, or third class, which has a population of more than 5,000 in the county's unincorporated areas.

2003	(2)(a) The legislative body of a specified county shall annually submit an initial report to
2004	the division.
2005	(b)(i) This Subsection (2)(b) applies to a county that is not a specified county as of
2006	January 1, 2023.
2007	(ii) As of January 1, if a county described in Subsection (2)(b)(i) changes from one
2008	class to another or grows in population to qualify as a specified county, the county
2009	shall submit an initial plan to the division on or before August 1 of the first
2010	calendar year beginning on January 1 in which the county qualifies as a specified
2011	county.
2012	(c) The initial report shall:
2013	(i) identify each moderate income housing strategy selected by the specified county
2014	for continued, ongoing, or one-time implementation, using the exact language
2015	used to describe the moderate income housing strategy in Subsection 17-27a-403
2016	(2)(b)(ii); and
2017	(ii) include an implementation plan.
2018	(3)(a) After the division approves a specified county's initial report under this section,
2019	the specified county shall, as an administrative act, annually submit to the division a
2020	subsequent progress report on or before August 1 of each year after the year in which
2021	the specified county is required to submit the initial report.
2022	(b) The subsequent progress report shall include:
2023	(i) subject to Subsection (3)(c), a description of each action, whether one-time or
2024	ongoing, taken by the specified county during the previous 12-month period to
2025	implement the moderate income housing strategies identified in the initial report
2026	for implementation;
2027	(ii) a description of each land use regulation or land use decision made by the
2028	specified county during the previous 12-month period to implement the moderate
2029	income housing strategies, including an explanation of how the land use
2030	regulation or land use decision supports the specified county's efforts to
2031	implement the moderate income housing strategies;
2032	(iii) a description of any barriers encountered by the specified county in the previous
2033	12-month period in implementing the moderate income housing strategies;
2034	(iv) the number of residential dwelling units that have been entitled that have not
2035	received a building permit as of the submission date of the progress report;
2036	(v) shapefiles, or website links if shapefiles are not available, to current maps and

2037	tables related to zoning;
2038	(vi) information regarding the number of internal and external or detached accessory
2039	dwelling units located within the specified county for which the specified county:
2040	(A) issued a building permit to construct; or
2041	(B) issued a business license or comparable license or permit to rent;
2042	(vii) a description of how the market has responded to the selected moderate income
2043	housing strategies, including the number of entitled moderate income housing
2044	units or other relevant data; [and]
2045	(viii) beginning January 1, 2027, the information described in Section 17-27a-408.1;
2046	and
2047	[(viii)] (ix) any recommendations on how the state can support the specified county in
2048	implementing the moderate income housing strategies.
2049	(c) For purposes of describing actions taken by a specified county under Subsection
2050	(3)(b)(i), the specified county may include an ongoing action taken by the specified
2051	county prior to the 12-month reporting period applicable to the subsequent progress
2052	report if the specified county:
2053	(i) has already adopted an ordinance, approved a land use application, made an
2054	investment, or approved an agreement or financing that substantially promotes the
2055	implementation of a moderate income housing strategy identified in the initial
2056	report; and
2057	(ii) demonstrates in the subsequent progress report that the action taken under
2058	Subsection (3)(c)(i) is relevant to making meaningful progress towards the
2059	specified county's implementation plan.
2060	(d) A specified county's report shall be in a form:
2061	(i) approved by the division; and
2062	(ii) made available by the division on or before May 1 of the year in which the report
2063	is required.
2064	(4) Within 90 days after the day on which the division receives a specified county's report,
2065	the division shall:
2066	(a) post the report on the division's website;
2067	(b) send a copy of the report to the Department of Transportation, the Governor's Office
2068	of Planning and Budget, the association of governments in which the specified
2069	county is located, and, if the unincorporated area of the specified county is located
2070	within the boundaries of a metropolitan planning organization, the appropriate

2071	metropolitan planning organization; and
2072	(c) subject to Subsection (5), review the report to determine compliance with this section.
2073	(5)(a) An initial report does not comply with this section unless the report:
2074	(i) includes the information required under Subsection (2)(c);
2075	(ii) subject to Subsection (5)(c), demonstrates to the division that the specified county
2076	made plans to implement three or more moderate income housing strategies; and
2077	(iii) is in a form approved by the division.
2078	(b) A subsequent progress report does not comply with this section unless the report:
2079	(i) subject to Subsection (5)(c), demonstrates to the division that the specified county
2080	made plans to implement three or more moderate income housing strategies;
2081	(ii) is in a form approved by the division; and
2082	(iii) provides sufficient information for the division to:
2083	(A) assess the specified county's progress in implementing the moderate income
2084	housing strategies;
2085	(B) monitor compliance with the specified county's implementation plan;
2086	(C) identify a clear correlation between the specified county's land use decisions
2087	and efforts to implement the moderate income housing strategies;
2088	(D) identify how the market has responded to the specified county's selected
2089	moderate income housing strategies; and
2090	(E) identify any barriers encountered by the specified county in implementing the
2091	selected moderate income housing strategies.
2092	(c)(i) This Subsection (5)(c) applies to a specified county that has created a small
2093	public transit district, as defined in Section 17B-2a-802, on or before January 1,
2094	2022.
2095	(ii) In addition to the requirements of Subsections (5)(a) and (b), a report for a
2096	specified county described in Subsection (5)(c)(i) does not comply with this
2097	section unless the report demonstrates to the division that the specified county:
2098	(A) made plans to implement the moderate income housing strategy described in
2099	Subsection 17-27a-403(2)(b)(ii)(Q); and
2100	(B) is in compliance with Subsection 63N-3-603(8).
2101	(6)(a) A specified county qualifies for priority consideration under this Subsection (6) if
2102	the specified county's report:
2103	(i) complies with this section; and
2104	(ii) demonstrates to the division that the specified county made plans to implement

2105	five or more moderate income housing strategies.
2106	(b) The Transportation Commission may, in accordance with Subsection 72-1-304(3)(c),
2107	give priority consideration to transportation projects located within the
2108	unincorporated areas of a specified county described in Subsection (6)(a) until the
2109	Department of Transportation receives notice from the division under Subsection
2110	(6)(e).
2111	(c) Upon determining that a specified county qualifies for priority consideration under
2112	this Subsection (6), the division shall send a notice of prioritization to the legislative
2113	body of the specified county and the Department of Transportation.
2114	(d) The notice described in Subsection (6)(c) shall:
2115	(i) name the specified county that qualifies for priority consideration;
2116	(ii) describe the funds or projects for which the specified county qualifies to receive
2117	priority consideration; and
2118	(iii) state the basis for the division's determination that the specified county qualifies
2119	for priority consideration.
2120	(e) The division shall notify the legislative body of a specified county and the
2121	Department of Transportation in writing if the division determines that the specified
2122	county no longer qualifies for priority consideration under this Subsection (6).
2123	(7)(a) If the division, after reviewing a specified county's report, determines that the
2124	report does not comply with this section, the division shall send a notice of
2125	noncompliance to the legislative body of the specified county.
2126	(b) A specified county that receives a notice of noncompliance may:
2127	(i) cure each deficiency in the report within 90 days after the day on which the notice
2128	of noncompliance is sent; or
2129	(ii) request an appeal of the division's determination of noncompliance within 10
2130	days after the day on which the notice of noncompliance is sent.
2131	(c) The notice described in Subsection (7)(a) shall:
2132	(i) describe each deficiency in the report and the actions needed to cure each
2133	deficiency;
2134	(ii) state that the specified county has an opportunity to:
2135	(A) submit to the division a corrected report that cures each deficiency in the
2136	report within 90 days after the day on which the notice of noncompliance is
2137	sent; or
2138	(B) submit to the division a request for an appeal of the division's determination of

2139	noncompliance within 10 days after the day on which the notice of
2140	noncompliance is sent; and
2141	(iii) state that failure to take action under Subsection $(7)(c)(ii)$ will result in the
2142	specified county's ineligibility for funds and fees owed under Subsection (9).
2143	(d) For purposes of curing the deficiencies in a report under this Subsection (7), if the
2144	action needed to cure the deficiency as described by the division requires the
2145	specified county to make a legislative change, the specified county may cure the
2146	deficiency by making that legislative change within the 90-day cure period.
2147	(e)(i) If a specified county submits to the division a corrected report in accordance
2148	with Subsection (7)(b)(i), and the division determines that the corrected report
2149	does not comply with this section, the division shall send a second notice of
2150	noncompliance to the legislative body of the specified county.
2151	(ii) A specified county that receives a second notice of noncompliance may request
2152	an appeal of the division's determination of noncompliance within 10 days after
2153	the day on which the second notice of noncompliance is sent.
2154	(iii) The notice described in Subsection (7)(e)(i) shall:
2155	(A) state that the specified county has an opportunity to submit to the division a
2156	request for an appeal of the division's determination of noncompliance within
2157	10 days after the day on which the second notice of noncompliance is sent; and
2158	(B) state that failure to take action under Subsection (7)(e)(iii)(A) will result in the
2159	specified county's ineligibility for funds under Subsection (9).
2160	(8)(a) A specified county that receives a notice of noncompliance under Subsection
2161	(7)(a) or (7)(e)(i) may request an appeal of the division's determination of
2162	noncompliance within 10 days after the day on which the notice of noncompliance is
2163	sent.
2164	(b) Within 90 days after the day on which the division receives a request for an appeal,
2165	an appeal board consisting of the following three members shall review and issue a
2166	written decision on the appeal:
2167	(i) one individual appointed by the Utah Association of Counties;
2168	(ii) one individual appointed by the Utah Homebuilders Association; and
2169	(iii) one individual appointed by the presiding member of the association of
2170	governments, established pursuant to an interlocal agreement under Title 11,
2171	Chapter 13, Interlocal Cooperation Act, of which the specified county is a member.
2172	(c) The written decision of the appeal board shall either uphold or reverse the division's

2174(d) The appeal board's written decision on the appeal is final.2175(9)(a) A specified county is ineligible for funds and owes a fee under this Subsection (9)2176if:2177(i) the specified county fails to submit a report to the division;2178(ii) after submitting a report to the division, the division determines that the report2179does not comply with this section and the specified county fails to:2180(A) cure each deficiency in the report within 90 days after the day on which the2181notice of noncompliance is sent; or2182(B) request an appeal of the division's determination of noncompliance within 102183days after the day on which the notice of noncompliance is sent;2184(iii) after submitting to the division a corrected report to cure the deficiencies in a2185previously submitted report, the division determines that the corrected report does2186not comply with this section and the specified county fails to request an appeal of2187the division's determination of noncompliance within 10 days after the day on2188which the second notice of noncompliance within 10 days after the day on2189(iv) after submitting a request for an appeal under Subsection (8), the appeal board2190issues a written decision upholding the division's determination of noncompliance.2191(b) The following apply to a specified county described in Subsection (9)(a) until the2192division provides notice under Subsection (9)(e):2193(i) the executive director of the Department of Transportation may not program funds
2176if:2177(i) the specified county fails to submit a report to the division;2178(ii) after submitting a report to the division, the division determines that the report2179does not comply with this section and the specified county fails to:2180(A) cure each deficiency in the report within 90 days after the day on which the2181notice of noncompliance is sent; or2182(B) request an appeal of the division's determination of noncompliance within 102183days after the day on which the notice of noncompliance is sent;2184(iii) after submitting to the division a corrected report to cure the deficiencies in a2185previously submitted report, the division determines that the corrected report does2186not comply with this section and the specified county fails to request an appeal of2187the division's determination of noncompliance within 10 days after the day on2188which the second notice of noncompliance is sent; or2189(iv) after submitting a request for an appeal under Subsection (8), the appeal board2190issues a written decision upholding the division's determination of noncompliance.2191(b) The following apply to a specified county described in Subsection (9)(a) until the2192division provides notice under Subsection (9)(e):2193(i) the executive director of the Department of Transportation may not program funds2194from the Transportation Investment Fund of 2005, including the Transit2195Transportation Investment Fund, to projects located within the unincorporated2196
 (i) the specified county fails to submit a report to the division; (ii) after submitting a report to the division, the division determines that the report does not comply with this section and the specified county fails to: (A) cure each deficiency in the report within 90 days after the day on which the notice of noncompliance is sent; or (B) request an appeal of the division's determination of noncompliance within 10 days after the day on which the notice of noncompliance is sent; (B) request an appeal of the division a corrected report to cure the deficiencies in a previously submitted report, the division determines that the corrected report does not comply with this section and the specified county fails to request an appeal of the division's determines that the corrected report does not comply with this section and the specified county fails to request an appeal of the division's determines that the corrected report does not comply with this section and the specified county fails to request an appeal of the division's determination of noncompliance is sent; (iii) after submitting a request for an appeal under Subsection (8), the appeal board issues a written decision upholding the division's determination of noncompliance. (b) The following apply to a specified county described in Subsection (9)(a) until the division provides notice under Subsection (9)(e): (i) the executive director of the Department of Transportation may not program funds from the Transportation Investment Fund of 2005, including the Transit Transportation Investment Fund, to projects located within the unincorporated areas of the specified county in accordance with Subsection 72-2-124(6);
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areas of the specified county in accordance with Subsection 72-2-124(6);
(ii) beginning with the report submitted in 2024, the specified county shall pay a fee
(, cognining that the report submitted in 2021, the specified county shall pay a fee
2198 to the Olene Walker Housing Loan Fund in the amount of \$250 per day that the
2199 specified county:
(A) fails to submit the report to the division in accordance with this section,
beginning the day after the day on which the report was due; or
(B) fails to cure the deficiencies in the report, beginning the day after the day by
2203 which the cure was required to occur as described in the notice of
2204 noncompliance under Subsection (7); and
(iii) beginning with the report submitted in 2025, the specified county shall pay a fee
to the Olene Walker Housing Loan Fund in the amount of \$500 per day that the

2207	specified county, for a consecutive year:
2208	(A) fails to submit the report to the division in accordance with this section,
2209	beginning the day after the day on which the report was due; or
2210	(B) fails to cure the deficiencies in the report, beginning the day after the day by
2211	which the cure was required to occur as described in the notice of
2212	noncompliance under Subsection (7).
2213	(c) Upon determining that a specified county is ineligible for funds under this
2214	Subsection (9), and is required to pay a fee under Subsection (9)(b), if applicable, the
2215	division shall send a notice of ineligibility to the legislative body of the specified
2216	county, the Department of Transportation, the State Tax Commission, and the
2217	Governor's Office of Planning and Budget.
2218	(d) The notice described in Subsection (9)(c) shall:
2219	(i) name the specified county that is ineligible for funds;
2220	(ii) describe the funds for which the specified county is ineligible to receive;
2221	(iii) describe the fee the specified county is required to pay under Subsection (9)(b),
2222	if applicable; and
2223	(iv) state the basis for the division's determination that the specified county is
2224	ineligible for funds.
2225	(e) The division shall notify the legislative body of a specified county and the
2226	Department of Transportation in writing if the division determines that the provisions
2227	of this Subsection (9) no longer apply to the specified county.
2228	(f) The division may not determine that a specified county that is required to pay a fee
2229	under Subsection (9)(b) is in compliance with the reporting requirements of this
2230	section until the specified county pays all outstanding fees required under Subsection
2231	(9)(b) to the Olene Walker Housing Loan Fund, created under Title 35A, Chapter 8,
2232	Part 5, Olene Walker Housing Loan Fund.
2233	(10) In a civil action seeking enforcement or claiming a violation of this section or of
2234	Subsection 17-27a-404(5)(c), a plaintiff may not recover damages but may be awarded
2235	only injunctive or other equitable relief.
2236	Section 13. Section 17-27a-408.1 is enacted to read:
2237	<u>17-27a-408.1</u> . Affordable housing density.
2238	(1) As used in this section:
2239	(a) "Affordable housing density" means the same as that term is defined in Section
2240	<u>10-9a-408.1.</u>

2241	(b) "Moderate income housing price point" means the same as that term is defined in
2242	Section 10-9a-408.1.
2243	(2) Beginning January 1, 2027, a specified county shall include the following information
2244	in the specified county's moderate income housing report:
2245	(a) whether the specified county has implemented a density overlay, as described in
2246	Section 17-27a-403.1;
2247	(b) the amount of undeveloped land within the specified county that could achieve
2248	affordable housing density, including:
2249	(i) information on housing units that are entitled or approved but not yet developed
2250	on the undeveloped land within the specified county, if applicable; and
2251	(ii) the barriers, if any, to achieving affordable housing density on the undeveloped
2252	land within the specified county;
2253	(c) the percentage of area zoned residential within the specified county that has achieved
2254	affordable housing density;
2255	(d) a five-year projection for the percentage of area zoned residential within the
2256	specified county that will achieve affordable housing density; and
2257	(e) data to support the conclusions described in Subsections (2)(c) and (d).
2258	Section 14. Section 17-27a-531 is amended to read:
2259	17-27a-531 . Moderate income housing.
2260	(1) A county may only require the development of a certain number of moderate income
2261	housing units as a condition of approval of a land use application if:
2262	(a) the county and the applicant enter into a written agreement regarding the number of
2263	moderate income housing units; [or]
2264	(b) the county provides incentives for an applicant who agrees to include moderate
2265	income housing units in a development[-] ; or
2266	(c) the applicant seeks to develop in an unincorporated zone subject to a density overlay,
2267	as described in Section 17-27a-403.1.
2268	(2)(a) If an applicant does not agree to participate in the development of moderate
2269	income housing units under Subsection (1)(a) or (b), a county may not take into
2270	consideration the applicant's decision in the county's determination of whether to
0071	
2271	approve or deny a land use application.
2271 2272	(b) If an applicant does not agree to participate in the development of moderate income

2275	land use application.
2276	(3) Notwithstanding Subsections (1) and (2), a county of the third class, which has a ski
2277	resort located within the unincorporated area of the county, may require the
2278	development of a certain number of moderate income housing units as a condition of
2279	approval of a land use application if the requirement is in accordance with an ordinance
2280	enacted by the county before January 1, 2022.
2281	Section 15. Section 51-12-101 is amended to read:
2282	51-12-101 . Definitions.
2283	As used in this chapter:
2284	(1) "Attainable home" means a residence that costs the purchaser no more than the amount
2285	a qualifying residential unit may be purchased in accordance with [Subsection
2286	63H-8-501(6)(e)] Section 63H-8-501 at the time the state treasurer deposits with a
2287	qualified depository.
2288	(2) "Fund" means the Transportation Infrastructure General Fund Support Subfund created
2289	in Section 72-2-134.
2290	(3) "Political subdivision" means:
2291	(a) the municipality in which the attainable home is located; or
2292	(b) the county, if the attainable home is located in an unincorporated portion of the
2293	county.
2294	(4) "Qualified depository" means the same as that term is defined in Section 51-7-3.
2295	(5)(a) "Qualified project" means a new construction housing development project in the
2296	state for which the developer:
2297	(i) commits to:
2298	(A) offering for sale no fewer than 60% of the total units within the project as
2299	attainable homes;
2300	(B) including in the deed of sale for an attainable home a restriction, in favor of
2301	the political subdivision, that the attainable home be owner occupied for no
2302	fewer than five years; and
2303	(C) having a plan to provide information to potential buyers of attainable homes
2304	about the First-Time Homebuyer Assistance Program created in Section
2305	63H-8-502; and
2306	(ii) executes a valid agreement with the political subdivision to develop housing
2307	meeting the requirements of Subsections (5)(a)(i)(A) and (B).
2308	(b) "Qualified project" includes infrastructure within the housing development project.

2309	Section 16. Section 63H-8-501 is amended to read:
2310	63H-8-501 . Definitions.
2311	As used in this part:
2312	(1) "Existing construction" means a residential unit that:
2313	(a) has been completed for over one year and was previously occupied; or
2314	(b) has been completed for less than one year and was previously occupied.
2315	[(1)] (2)(a) "First-time homebuyer" means an individual who satisfies:
2316	(i) the three-year requirement described in Section 143(d) of the Internal Revenue
2317	Code of 1986, as amended, and any corresponding federal regulations; and
2318	(ii) requirements made by the corporation by rule, as described in Section 63H-8-502.
2319	(b) "First-time homebuyer" includes a single parent, as defined by the corporation by
2320	rule made as described in Section 63H-8-502, who would meet the three-year
2321	requirement described in Subsection [(1)(a)(i)-] (2)(a)(i) but for a present ownership
2322	interest in a principal residence in which the single parent:
2323	(i) had a present ownership interest with the single parent's former spouse during the
2324	three-year period;
2325	(ii) resided while married during the three-year period; and
2326	(iii) no longer:
2327	(A) has a present ownership interest; or
2328	(B) resides.
2329	[(2)] (3) "Home equity amount" means the difference between:
2330	(a)(i) in the case of a sale, the sales price for which the qualifying residential unit is
2331	sold by the recipient in a bona fide sale to a third party with no right to repurchase
2332	less an amount up to 1% of the sales price used for seller-paid closing costs; or
2333	(ii) in the case of a refinance, the current appraised value of the qualifying residential
2334	unit; and
2335	(b) the total payoff amount of any qualifying mortgage loan that was used to finance the
2336	purchase of the qualifying residential unit.
2337	[(3)] (4) "Program" means the First-Time Homebuyer Assistance Program created in
2338	Section 63H-8-502.
2339	[(4)] (5) "Program funds" means money appropriated for the program.
2340	[(5)] (6) "Qualifying mortgage loan" means a mortgage loan that:
2341	(a) is purchased <u>and serviced</u> by the corporation; [and] <u>or</u>
2342	(b) [is subject to a document that is recorded in the office of the county recorder of the

2343	county in which the residential unit is located.] is originated, purchased, or serviced
2344	by a private financial institution or sold to a government-sponsored enterprise, if:
2345	(i) the loan conforms to the borrower's income, property eligibility, and credit
2346	standards;
2347	(ii) the loan is secured by a recorded deed of trust or other instrument securing a
2348	mortgage loan and constituting a lien on real property in the county in which the
2349	home is located; and
2350	(iii) the loan is an amortizing first mortgage loan.
2351	[(6)] (7) "Qualifying residential unit" means a residential unit that:
2352	(a) is located in the state;
2353	(b)(i) is new construction or newly constructed but not yet inhabited; or
2354	(ii) is existing construction;
2355	(c) is financed by a qualifying mortgage loan;
2356	(d) is owner-occupied within 60 days of purchase, or in the case of a two-unit dwelling,
2357	at least one unit is owner-occupied within 60 days of purchase; and
2358	(e) is purchased for an amount that does not exceed:
2359	(i) \$450,000; or
2360	(ii) if applicable, the maximum purchase price established by the corporation under [
2361	Subsection 63H-8-502(6)] Section 63H-8-502.
2362	[(7)] (8) "Recipient" means a first-time homebuyer who receives program funds.
2363	[(8)] (9)(a) "Residential unit" means a house, condominium, townhome, or similar
2364	residential structure that serves as a one-unit dwelling or forms part of a two-unit
2365	dwelling.
2366	(b) "Residential unit" includes a manufactured home or modular home that is attached to
2367	a permanent foundation.
2368	(10)(a) "Subordinate shared appreciation mortgage loan" means a mortgage loan for
2369	which a borrower gives the borrower's mortgage lender a share of the appreciation
2370	interest in the residential unit in exchange for a lower interest rate on the qualified
2371	mortgage loan upon the sale of the qualified residential unit.
2372	(b) "Subordinate shared appreciation mortgage loan" includes a mortgage loan that:
2373	(i) has flexible repayment terms in accordance with applicable state and federal laws;
2374	(ii) is non-interest bearing and has no set monthly payment obligation;
2375	(iii) does not have a combined loan-to-value that exceeds 100%;
2376	(iv) does not impose a prepayment fee or penalty; and

2377	(v) is subordinate to a first mortgage loan.
2378	Section 17. Section 63H-8-502 is amended to read:
2379	63H-8-502 . First-Time Homebuyer Assistance Program.
2380	(1) There is created the First-Time Homebuyer Assistance Program administered by the
2381	corporation.
2382	(2) Subject to appropriations from the Legislature, the corporation shall distribute program
2383	funds to:
2384	(a) first-time homebuyers to provide support for the purchase of qualifying residential
2385	units; and
2386	(b) reimburse the corporation for a distribution of funds under Subsection (2)(a) that
2387	took place on or after July 1, 2023.
2388	(3) The maximum amount of program funds that a first-time homebuyer may receive under
2389	the program is \$20,000.
2390	(4)(a) A recipient may use program funds to pay for:
2391	(i) the down payment on a qualifying residential unit;
2392	(ii) closing costs associated with the purchase of a qualifying residential unit;
2393	(iii) a permanent reduction in the advertised par interest rate on a qualifying mortgage
2394	loan that is used to finance a qualifying residential unit; or
2395	(iv) any combination of Subsections (4)(a)(i), (ii), and (iii).
2396	(b) The corporation shall direct the disbursement of program funds for a purpose
2397	authorized in Subsection (4)(a).
2398	(c) A recipient may not receive a payout or distribution of program funds upon closing.
2399	(5) The builder or developer of a qualifying residential unit may not increase the price of
2400	the qualifying residential unit on the basis of program funds being used towards the
2401	purchase of that qualifying residential unit.
2402	(6)(a) In accordance with rules made by the corporation under Subsection (9), the
2403	corporation may adjust the maximum purchase price of a qualifying residential unit
2404	for which a first-time homebuyer qualifies to receive program funds in order to
2405	reflect current market conditions.
2406	(b) In connection with an adjustment made under Subsection (6)(a), the corporation may
2407	establish one or more maximum purchase prices corresponding by residential unit
2408	type, geographic location, or any other factor the corporation considers relevant.
2409	(c) The corporation may adjust a maximum purchase price under this Subsection (6) no
2410	more frequently than once each calendar year.

2411	(7)(a) Except as provided in Subsection (7)(b), if the recipient sells the qualifying
2412	residential unit or refinances the qualifying mortgage loan that was used to finance
2413	the purchase of the qualifying residential unit before the end of the original term of
2414	the qualifying mortgage loan, the recipient shall repay to the corporation an amount
2415	equal to the lesser of:
2416	(i) the amount of program funds the recipient received; or
2417	(ii) 50% of the recipient's home equity amount.
2418	(b) Subsection (7)(a) does not apply to a qualifying mortgage loan that is refinanced
2419	with a new qualifying mortgage loan if any subordinate qualifying mortgage loan, or
2420	loan from program funds used on the purchase of the qualifying residential unit, is
2421	resubordinated only to the new qualifying mortgage loan.
2422	(8) Any funds repaid to the corporation under Subsection (7) shall be used for program
2423	distributions.
2424	(9) The corporation shall make rules[-governing the application form, process, and criteria
2425	the corporation will use to distribute program funds to first-time homebuyers], in
2426	accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act. that:
2427	(a) govern the application form, process, and criteria the corporation will use to
2428	distribute program funds to a first-time homebuyer; and
2429	(b) govern the procedures, qualifications, and program requirements to evaluate and
2430	approve a participating private financial institution that offers qualifying mortgage
2431	loans and subordinate shared appreciation mortgage loans for a first-time home
2432	buyer, including ensuring that:
2433	(i) the borrower's repayment obligation does not exceed the amount borrowed plus a
2434	pro rata share of the qualifying property's home price appreciation; and
2435	(ii) the amount borrowed does not exceed the loan-to-value ratio based upon the
2436	appraised value of the qualifying residential unit at origination.
2437	(10)(a) A recipient may use the funds received from a subordinate shared appreciation
2438	mortgage loan for the same purposes described in Subsection (4).
2439	(b) A subordinate shared appreciation loan may not exceed, including costs and fees,
2440	\$150,000.
2441	[(10)] (11) The corporation may use up to 5% of program funds for administration.
2442	[(11)] (12) The corporation shall report annually to the Social Services Appropriations
2443	Subcommittee on disbursements from the program and any adjustments made to the
2444	maximum purchase price or maximum purchase prices of a qualifying residential unit

- 2445 under Subsection (6).
- 2446 Section 18. Effective Date.
- 2447 <u>This bill takes effect on May 7, 2025.</u>