Department of Workforce Services (department);

- allows a political subdivision to have priority consideration for certain funds or projects if the political subdivision demonstrates plans to implement a certain number of moderate income housing strategies;
  - prohibits a political subdivision from receiving certain funds if the political subdivision fails to comply with moderate income housing reporting requirements;
  - prohibits a political subdivision from imposing impact fees for the construction of certain internal accessory dwelling units;
  - requires the Point of the Mountain State Land Authority to consult with the Unified Economic Opportunity Commission in planning the development of the point of the mountain state land;

- modifies requirements for a public transit district to participate in a transit-oriented development;
  - requires certain counties to prepare and submit a proposal to create a housing and transit reinvestment zone by a specified date;

- modifies local referenda signature requirements for local land use laws that relate to the use of land within certain transit areas;
  - limits the referability to voters of local land use laws that relate to the use of land within certain transit areas;
  - requires the division to develop a statewide database of moderate income housing units;
  - requires the division to develop a methodology for determining whether a political subdivision is complying with certain moderate income housing requirements, to be submitted to and approved by the Commission on Housing Affordability by a certain date;

- modifies the membership of the Olene Walker Housing Loan Fund Board;
  - requires an entity that receives any money from the Olene Walker Housing Loan Fund after a certain date to provide an annual accounting to the department;
  - repeals certain limits on the amount of money the department may distribute from the Economic Revitalization and Investment Fund;
  - establishes the Rural Housing Fund, to be used by the division to provide loans for
years on each parcel within a 45-year period not to exceed the tax increment amount approved
in the housing and transit reinvestment zone proposal; and
(c) the commencement of collection of tax increment, for all or a portion of the
housing and transit reinvestment zone, will be triggered by providing notice as described in
Subsection (6).
(5) If a parcel is bisected by the 1/3 mile radius, the full parcel may be included as part
of the housing and transit reinvestment zone area and will not count against the limitations
described in Subsection (4)(a).
(6) The notice of commencement of collection of tax increment required in Subsection
(4)(c) shall be sent by mail or electronically to:
(a) the tax commission;
(b) the State Board of Education;
(c) the state auditor;
(d) the auditor of the county in which the housing and transit reinvestment zone is
located;
(e) each taxing entity affected by the collection of tax increment from the housing and
transit reinvestment zone; and
(f) the Governor's Office of Economic Opportunity.
(7) (a) This Subsection (7) applies to a specified county, as defined in Section
17-27a-408, that has created a small public transit district on or before January 1, 2022.
(b) A county described in Subsection (7)(a) shall, in accordance with Section 63N-3-
604, prepare and submit to the Governor's Office of Economic Opportunity a proposal to
create a housing and transit reinvestment zone on or before December 31, 2022.

Section 40. Section 72-1-304 is amended to read:
72-1-304. Written project prioritization process for new transportation capacity projects -- Rulemaking.
(1) (a) The Transportation Commission, in consultation with the department and the
metropolitan planning organizations as defined in Section 72-1-208.5, shall develop a written
prioritization process for the prioritization of:
(i) new transportation capacity projects that are or will be part of the state highway
system under Chapter 4, Part 1, State Highways;
(ii) paved pedestrian or paved nonmotorized transportation projects that:
This bill takes effect on June 1, 2022.

Section 44. Coordinating H.B. 462 with H.B. 303 -- Substantive amendment.

If this H.B. 462 and H.B. 303, Local Land Use Amendments, both pass and become law, it is the intent of the Legislature that the Office of Legislative Research and General Counsel on June 1, 2022, prepare the Utah Code database for publication by amending Subsection 10-9a-403(2)(b)(iii) in H.B. 462 to read:

§ (W) (X) demonstrate implementation of any other program or strategy implemented by the municipality to address the housing needs of residents of the municipality who earn less than 80% of the area median income, including the dedication of a local funding source to moderate income housing or, notwithstanding Section 10-9a-535, the adoption of a land use ordinance that requires 10% or more of new residential development in a residential zone be dedicated to moderate income housing; and

[(L) (K) preserve existing and new moderate income housing and subsidized units by utilizing a landlord incentive program, providing for deed restricted units through a grant program, or, notwithstanding Section 10-9a-535, establishing a housing loss mitigation fund;]