

832 first home investment zone and each extraterritorial home include a deed restriction to prohibit
 833 use as a short-term rental for at least 25 years.

834 (g) A municipality shall ensure that affordable housing within a first home investment
 835 zone and related extraterritorial homes that are reserved as affordable housing are:

836 (i) not clustered within and are spread throughout the overall development; and

837 (ii) are of the same level of quality as all other homes within the development.

838 (h) A municipality shall ensure that at least 80% of extraterritorial homes included in a
 839 first home investment zone proposal are single-family detached homes.

840 (5) Notice of commencement of collection of tax increment shall be sent by mail or
 841 electronically to the following entities no later than January 1 of the year for which the tax
 842 increment collection is proposed to commence:

843 (a) the State Tax Commission;

844 (b) the State Board of Education;

845 (c) the state auditor;

846 (d) the auditor of the county in which the first home investment zone is located;

847 (e) each taxing entity affected by the collection of tax increment from the first home
 848 investment zone;

849 (f) the assessor of the county in which the first home investment zone is located; and

850 (g) the Governor's Office of Economic Opportunity.

851 (6) A first home investment zone proposal may not include a proposal to capture sales
 852 and use tax increment.

853 (7) Within a county of the first class, the maximum total combined number of first
 854 home investment zones and housing and transit reinvestment zones described in Subsections
 855 63N-3-603(7)(a) and (b) is 11.

856 (8) A municipality may not propose a first home investment zone in a location that is
 857 eligible for a housing and transit reinvestment zone.

857a **Ŝ→ (9) A municipality may not propose a first home investment zone if the municipality's**
 857b **community reinvestment agency, based on the most recent Annual Comprehensive Financial**
 857c **Report, retains cash and cash equivalent assets more than 20% of ongoing and unencumbered**
 857d **annual community reinvestment agency revenue. ←Ŝ**

858 Section 7. Section **63N-3-1303** is enacted to read:

859 **63N-3-1303. Process for a proposal of a first home investment zone.**

860 (1) Subject to approval of the housing and transit reinvestment zone committee as

861 described in Section 63N-3-1304, in order to create a first home investment zone, a

862 municipality that has general land use authority over the first home investment zone area, shall: