

Sen. Ann Gillespie

Filed: 3/17/2023

	10300SB1476sam001	LRB103 25764 KTG 59336 a
1	AMENDMENT TO SENATE B	BILL 1476
2	AMENDMENT NO Amend Senat	e Bill 1476 by replacing
3	everything after the enacting clause w	with the following:
4 5	"Section 5. The Affordable Housing is amended by changing Sections 15, 25	
6	(310 ILCS 67/15)	
7	Sec. 15. Definitions. As used in t	his Act:
8	"Affordable housing" means housi	ing that has a value or
9	cost or rental amount that is within	the means of a household
10	that may occupy moderate-income or lo	ow-income housing. In the
11	case of owner-occupied dwelling u	units, housing that is
12	affordable means housing in which	mortgage, amortization,
13	taxes, insurance, and condominium or a	association fees, if any,
14	constitute no more than 30% of the	gross annual household
15	income for a household of the size that	it may occupy the unit. In
16	the case of dwelling units for	rent, housing that is

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1 affordable means housing for which the rent, any required parking, maintenance, landlord-imposed fees, and utilities 2 constitute no more than 30% of the gross annual household 3 4 income for a household of the size that may occupy the unit. In 5 the case of dwelling units for rent, the costs of any required parking, maintenance, or landlord-imposed fees are to be 6 included in the calculation of affordable housing if available 7 8 from the U.S. Census Bureau.

9 "Affordable housing developer" means a nonprofit entity, 10 limited equity cooperative or public agency, or private 11 individual, firm, corporation, or other entity seeking to 12 build an affordable housing development.

13 "Affordable housing development" means (i) any housing 14 that is subsidized by the federal or State government or (ii) 15 any housing in which at least 20% of the dwelling units are 16 subject to covenants or restrictions that require that the dwelling units be sold or rented at prices that preserve them 17 as affordable housing for a period of at least 15 years, in the 18 case of owner-occupied housing, and at least 30 years, in the 19 20 case of rental housing.

21 "Approving authority" means the governing body of the 22 county or municipality.

23 "Area median household income" means the median household 24 income adjusted for family size for applicable income limit 25 areas as determined annually by the federal Department of 26 Housing and Urban Development under Section 8 of the United 10300SB1476sam001

1 States Housing Act of 1937.

2 "Community land trust" means a private, not-for-profit 3 corporation organized exclusively for charitable, cultural, 4 and other purposes and created to acquire and own land for the 5 benefit of the local government, including the creation and 6 preservation of affordable housing.

7 "Development" means any building, construction, 8 renovation, or excavation or any material change in any 9 structure or land, or change in the use of such structure or 10 land, that results in a net increase in the number of dwelling 11 units in a structure or on a parcel of land by more than one 12 dwelling unit.

13 "Exempt local government" means any local government in 14 which at least 15% of its total year-round housing units are 15 affordable, as determined by the Illinois Housing Development Authority in accordance with Section 20, or any municipality 16 with a population under 2,500. "Exempt local government" means 17 any local government in which at least 10% of its total 18 19 year round housing units are affordable, as determined by the 20 Illinois Housing Development Authority pursuant to Section 20 21 of this Act; or any municipality under 1,000 population.

22 "Household" means the person or persons occupying a 23 dwelling unit.

24 "Housing trust fund" means a separate fund, either within 25 a local government or between local governments pursuant to 26 intergovernmental agreement, established solely for the 10300SB1476sam001 -4- LRB103 25764 KTG 59336 a

1 purposes authorized in subsection (d) of Section 25, 2 including, without limitation, the holding and disbursing of 3 financial resources to address the affordable housing needs of 4 individuals or households that may occupy low-income or 5 moderate-income housing.

"Local government" means a county or municipality.

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7 "Low-income housing" means housing that is affordable, 8 according to the federal Department of Housing and Urban 9 Development, for either home ownership or rental, and that is 10 occupied, reserved, or marketed for occupancy by households 11 with a gross household income that does not exceed 50% of the 12 area median household income.

13 "Moderate-income housing" means housing that is 14 affordable, according to the federal Department of Housing and 15 Urban Development, for either home ownership or rental, and 16 that is occupied, reserved, or marketed for occupancy by households with a gross household income that is greater than 17 50% but does not exceed 80% of the area median household 18 19 income.

20 "Non-appealable local government requirements" means all 21 essential requirements that protect the public health and 22 safety, including any local building, electrical, fire, or 23 plumbing code requirements or those requirements that are 24 critical to the protection or preservation of the environment. 25 (Source: P.A. 102-175, eff. 7-29-21.) 1 (310 ILCS 67/25)

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Sec. 25. Affordable housing plan.

3 (a) Prior to April 1, 2005, all non-exempt local 4 governments must approve an affordable housing plan. Any local 5 government that is determined by the Illinois Housing Development Authority under Section 20 to be non-exempt for 6 the first time based on the recalculation of U.S. Census 7 Bureau data after 2010 shall have 18 months from the date of 8 9 notification of its non-exempt status to approve an affordable 10 housing plan under this Act. On and after the effective date of 11 this amendatory Act of the 102nd General Assembly, an affordable housing plan, or any revision thereof, shall not be 12 13 adopted by a non-exempt local government until notice and 14 opportunity for public hearing have first been afforded.

(b) For the purposes of this Act, the affordable housingplan shall consist of at least the following:

(i) a statement of the total number of affordable housing units that are necessary to exempt the local government from the operation of this Act as defined in Section 15 and Section 20;

identification lands 21 (ii) of within the an appropriate 22 jurisdiction that are most for the 23 construction of affordable housing and of existing 24 appropriate for conversion structures most to, or 25 rehabilitation for, affordable housing, including a 26 consideration of affordable housing for both

1	owner-occupied dwelling units and dwelling units for rent,
2	lands and structures of developers who have expressed a
3	commitment to provide affordable housing $_{{\color{red} {\prime}}}$ and lands and
4	structures that are publicly or semi-publicly owned;
5	(iii) incentives that local governments may provide
6	for the purpose of attracting affordable housing to their
7	jurisdiction; and
8	(iv) a description of any housing market conditions,
9	infrastructure limitations, local government ordinances,
10	including zoning and land use ordinances, local government
11	policies or practices that do not affirmatively further
12	fair housing as defined in the federal Fair Housing Act,
13	and other local factors that constrain the local
13 14	and other local factors that constrain the local government's ability to create and preserve affordable
14	government's ability to create and preserve affordable
14 15	government's ability to create and preserve affordable housing;
14 15 16	government's ability to create and preserve affordable housing; (v) a plan or potential strategies to eliminate or
14 15 16 17	<pre>government's ability to create and preserve affordable housing; (v) a plan or potential strategies to eliminate or mitigate these constraints identified in item (iv);</pre>
14 15 16 17 18	<pre>government's ability to create and preserve affordable housing; (v) a plan or potential strategies to eliminate or mitigate these constraints identified in item (iv); (vi) one or more of the following goals with plans to</pre>
14 15 16 17 18 19	<pre>government's ability to create and preserve affordable housing; (v) a plan or potential strategies to eliminate or mitigate these constraints identified in item (iv); (vi) one or more of the following goals with plans to accomplish the goals within a period of no more than 5</pre>
14 15 16 17 18 19 20	<pre>government's ability to create and preserve affordable housing; (v) a plan or potential strategies to eliminate or mitigate these constraints identified in item (iv); (vi) one or more of the following goals with plans to accomplish the goals within a period of no more than 5 years: (iv) a goal of a minimum of 15% of all new</pre>
14 15 16 17 18 19 20 21	<pre>government's ability to create and preserve affordable housing; (v) a plan or potential strategies to eliminate or mitigate these constraints identified in item (iv); (vi) one or more of the following goals with plans to accomplish the goals within a period of no more than 5 years: (iv) a goal of a minimum of 15% of all new development or redevelopment within the local government</pre>
14 15 16 17 18 19 20 21 22	<pre>government's ability to create and preserve affordable housing; (v) a plan or potential strategies to eliminate or mitigate these constraints identified in item (iv); (vi) one or more of the following goals with plans to accomplish the goals within a period of no more than 5 years: (iv) a goal of a minimum of 15% of all new development or redevelopment within the local government that would be defined as affordable housing in this Act;</pre>
14 15 16 17 18 19 20 21 22 23	government's ability to create and preserve affordable housing; (v) a plan or potential strategies to eliminate or mitigate these constraints identified in item (iv); (vi) one or more of the following goals with plans to accomplish the goals within a period of no more than 5 years: (iv) a goal of a minimum of 15% of all new development or redevelopment within the local government that would be defined as affordable housing in this Act; or a minimum of a 5 3 percentage point increase in the

housing within its jurisdiction as described in subsection
(b) of Section 20 of this Act. These goals may be met, in
whole or in part, through the creation of affordable
housing units under intergovernmental agreements as
described in subsection (e) of this Section; and -

6 <u>(vii) proposed timelines, within the first 24 months</u> 7 <u>after the date upon which the affordable housing plan was</u> 8 <u>adopted, for actions to implement the components of the</u> 9 affordable housing plan.

Local governments that have previously been determined as a non-exempt municipality and that have submitted an affordable housing plan shall also include a summary of actions taken to implement the previously submitted plan, as well as a summary of progress made toward achieving the goals of the plan.

16 <u>To comply with the affordable housing plan requirements,</u> 17 <u>no later than 36 months after adopting or updating an</u> 18 <u>affordable housing plan the local government shall submit a</u> 19 <u>report to the Illinois Housing Development Authority</u> 20 <u>summarizing actions taken to implement the current plan.</u>

(c) Within 60 days after the adoption of an affordable housing plan or revisions to its affordable housing plan, the local government must submit a copy of that plan to the Illinois Housing Development Authority.

25 (d) In order to promote the goals of this Act and to 26 maximize the creation, establishment, or preservation of 10300SB1476sam001 -8- LRB103 25764 KTG 59336 a

1 affordable housing throughout the State of Illinois, a local 2 government, whether exempt or non-exempt under this Act, may 3 adopt the following measures to address the need for 4 affordable housing:

5 (1) Local governments may individually or jointly 6 create or participate in a housing trust fund or otherwise 7 provide funding or support for the purpose of supporting 8 affordable housing, including, without limitation, to 9 support the following affordable housing activities:

(A) Housing production, including, without
 limitation, new construction, rehabilitation, and
 adaptive re-use.

(B) Acquisition, including, without limitation,
land, single-family homes, multi-unit buildings, and
other existing structures that may be used in whole or
in part for residential use.

(C) Rental payment assistance.

18 (D) Home-ownership purchase assistance.

19 (E) Preservation of existing affordable housing.

20 (F) Weatherization.

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(G) Emergency repairs.

(H) Housing related support services, including
 homeownership education and financial counseling.

(I) Grants or loans to not-for-profit
 organizations engaged in addressing the affordable
 housing needs of low-income and moderate-income

households.

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Local governments may authorize housing trust funds to accept and utilize funds, property, and other resources from all proper and lawful public and private sources so long as those funds are used solely for addressing the affordable housing needs of individuals or households that may occupy low-income or moderate-income housing.

8 (2) A local government may create a community land 9 trust, which may: acquire developed or undeveloped 10 interests in real property and hold them for affordable housing purposes; convey such interests under long-term 11 12 leases, including ground leases; convey such interests for 13 affordable housing purposes; and retain an option to 14 reacquire any such real property interests at a price 15 determined by a formula ensuring that such interests may be utilized for affordable housing purposes. 16

17 (3) A local government may use its zoning powers to 18 require the creation and preservation of affordable 19 housing as authorized under Section 5-12001 of the 20 Counties Code and Section 11-13-1 of the Illinois 21 Municipal Code.

(4) A local government may accept donations of money
or land for the purpose of addressing the affordable
housing needs of individuals or households that may occupy
low-income or moderate-income housing. These donations may
include, without limitation, donations of money or land

from persons, as long as the donations are demonstrably used to preserve, create, or subsidize low-income housing or moderate-income housing within the jurisdiction.

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4 (e) In order to encourage regional cooperation and the 5 maximum creation of affordable housing in areas lacking such housing in the State of Illinois, any non-exempt local 6 government may enter into intergovernmental agreements under 7 subsection (e) of Section 25 with local governments within 10 8 9 miles of its corporate boundaries in order to create 10 affordable housing units to meet the goals of this Act. A may not 11 local government enter into non-exempt an 12 intergovernmental agreement, however, with anv local 13 government that contains more than 25% affordable housing as determined under Section 20 of this Act. All intergovernmental 14 15 agreements entered into to create affordable housing units to 16 meet the goals of this Act must also specify the basis for determining how many of the affordable housing units created 17 18 will be credited to each local government participating in the agreement for purposes of complying with this Act. All 19 20 intergovernmental agreements entered into to create affordable 21 housing units to meet the goals of this Act must also specify 22 the anticipated number of newly created affordable housing 23 units that are to be credited to each local government 24 participating in the agreement for purposes of complying with 25 this Act. In specifying how many affordable housing units will 26 be credited to each local government, the same affordable

1 housing unit may not be counted by more than one local 2 government.

(f) To enforce compliance with the provisions of this 3 4 Section, and to encourage local governments to submit their 5 affordable housing plans to the Illinois Housing Development 6 Authority in a timely manner, the Illinois Housing Development Authority shall notify any local government and may notify the 7 8 Office of the Attorney General that the local government is in 9 violation of State law if the Illinois Housing Development 10 Authority finds that the affordable housing plan submitted is 11 not in substantial compliance with this Section or that the local government failed to submit an affordable housing plan. 12 13 The Attorney General may enforce this provision of the Act by 14 an action for mandamus or injunction or by means of other 15 appropriate relief.

(q) The Illinois Housing Development Authority shall post
 each affordable housing plan submitted by a local government
 on the Illinois Housing Development Authority's website.

19 (Source: P.A. 102-175, eff. 7-29-21.)

20 (310 ILCS 67/30)

21 Sec. 30. Appeal to State Housing Appeals Board.

22 (a) (Blank).

(b) (Blank). Beginning January 1, 2009, an affordable
 housing developer whose application is either denied or
 approved with conditions that in his or her judgment render

1 the provision of affordable housing infeasible may, within 45 days after the decision, appeal to the State Housing Appeals 2 Board challenging that decision unless the municipality or 3 4 county that rendered the decision is exempt under Section 15 5 of this Act. The developer must submit information regarding why the developer believes he or she was unfairly denied or 6 unreasonable conditions were placed upon the tentative 7 approval of the development. In the case of local governments 8 that are determined by the Illinois Housing Development 9 10 Authority under Section 20 to be non-exempt for the first time based on the recalculation of U.S. Census Bureau data after 11 the effective date of this amendatory Act of the 98th General 12 13 Assembly, no developer may appeal to the State Housing Appeals Board until 60 months after a local government has been 14 15 notified of its non exempt status.

(b-5) Beginning January 1, 2026, an affordable housing 16 developer, or resident of the municipality where an affordable 17 housing development is proposed, may file an appeal as an 18 appellant to the State Housing Appeals Board against a 19 20 non-exempt municipality if the proposed affordable housing development was denied by the municipality or approved with 21 conditions that in the appellant's judgment render the 22 provision of affordable housing infeasible. Appeals must be 23 24 filed within 45 days after the decision by the municipality. 25 The appellant must submit information regarding why the appellant believes the affordable housing development was 26

1 unfairly denied or unreasonable conditions were placed upon the tentative approval of the development. In the case of 2 3 local governments that are determined by the Illinois Housing 4 Development Authority under Section 20 to be non-exempt for 5 the first time based on the recalculation of U.S. Census Bureau data after the effective date of this amendatory Act of 6 the 103rd General Assembly, no developer may appeal to the 7 State Housing Appeals Board until 6 months after a local 8 9 government has been notified of its non-exempt status.

10 (c) Beginning on the effective date of this amendatory Act 11 of the 98th General Assembly, the Board shall, whenever possible, render a decision on the appeal within 120 days 12 13 after the appeal is filed. The Board may extend the time by which it will render a decision where circumstances outside 14 15 the Board's control make it infeasible for the Board to render 16 a decision within 120 days. In any proceeding before the Board, the appellant affordable housing developer bears the 17 18 burden of demonstrating that the proposed affordable housing development (i) has been unfairly denied or (ii) has had 19 20 unreasonable conditions placed upon it by the decision of the local government. 21

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(d) The Board shall dismiss any appeal if:

(i) the local government has adopted an affordable
housing plan as defined in Section 25 of this Act and
submitted that plan to the Illinois Housing Development
Authority within the time frame required by this Act; and

1 (ii) the local government has implemented its 2 affordable housing plan and has met its goal as 3 established in its affordable housing plan as defined in 4 Section 25 of this Act.

5 (e) The Board shall dismiss any appeal if the reason for 6 denying the application or placing conditions upon the 7 approval is a non-appealable local government requirement 8 under Section 15 of this Act.

9 (f) The Board may affirm, reverse, or modify the 10 conditions of, or add conditions to, a decision made by the 11 approving authority. The decision of the Board constitutes an 12 order directed to the approving authority and is binding on 13 the local government.

14 (q) The appellate court has the exclusive jurisdiction to 15 review decisions of the Board. Any appeal to the Appellate 16 Court of a final ruling by the State Housing Appeals Board may be heard only in the Appellate Court for the District in which 17 18 the local government involved in the appeal is located. The appellate court shall apply the "clearly erroneous" standard 19 20 when reviewing such appeals. An appeal of a final ruling of the Board shall be filed within 35 days after the Board's decision 21 22 and in all respects shall be in accordance with Section 3-113 of the Code of Civil Procedure. 23

24 (Source: P.A. 98-287, eff. 8-9-13.)

25 (310 ILCS 67/50)

1	Sec. 50. Housing Appeals Board.
2	(a) On and after the effective date of this amendatory Act
3	of the 103rd General Assembly, the Prior to January 1, 2008, a
4	Housing Appeals Board <u>consists</u> shall be created consisting of
5	5 7 members appointed by the Governor as follows:
6	(1) a <u>current or</u> retired circuit judge <u>, or retired</u>
7	appellate judge, administrative law judge, or attorney
8	with experience in the area of land use law, who shall act
9	as chairperson;
10	(2) <u>3 members selected from among the following</u>
11	categories:
12	(A) county or municipal zoning board of appeals
13	members;
14	(B) county or municipal planning board members;
15	(C) a mayor or municipal council or board member;
16	(D) a county board member; and a zoning board of
17	appeals member;
18	(3) a planning board member;
19	(4) a mayor or municipal council or board member;
20	(5) a county board member;
21	(6) an affordable housing developer; and
22	(7) an affordable housing advocate.
23	In addition, the Chairman of the Illinois Housing
24	Development Authority, ex officio, shall serve as a non-voting
25	member. At least one of the appointments under paragraph (2)
26	shall be from a local government that is non-exempt under this

Act. No more than 4 of the appointed members may be from the same political party. Appointments under items (2), (3), and (4) shall be from local governments that are not exempt under this Act.

5 (b) Initial terms of 3 of the 4 members designated by the 6 Governor under this amendatory Act of the 103rd General Assembly shall be for 2 years. Initial terms of 2 of the 3 7 8 members designated by the Governor under this amendatory Act 9 of the 103rd General Assembly shall be for one year. 10 Thereafter, members shall be appointed for terms of 2 years. 11 After a member's term expires, the member shall continue to serve until a successor is appointed. There shall be no limit 12 13 to the number of terms an appointee may serve. A member shall 14 receive no compensation for his or her services, but shall be 15 reimbursed by the State for all reasonable expenses actually 16 and necessarily incurred in the performance of his or her official duties. The board shall hear all petitions for review 17 filed under this Act and shall conduct all hearings in 18 accordance with the rules and regulations established by the 19 20 chairperson. The Illinois Housing Development Authority shall 21 provide space and clerical and other assistance that the Board 22 may require.

23 (c) (Blank).

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24 (d) To the extent possible, any vacancies in the Housing
25 Appeals Board shall be filled within 90 days of the vacancy.

(e) The terms of members serving before the effective date

- 1 of this amendatory Act of the 103rd General Assembly expire on
- 2 the effective date of this amendatory Act of the 103rd General
- 3 Assembly.
- (Source: P.A. 102-175, eff. 7-29-21.)". 4