

Sen. Kwame Raoul

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|        | 09600SB0374sam001 LRB096 06406 RCE 38946 a   |
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| 1      | AMENDMENT TO SENATE BILL 374   |
| 2      | AMENDMENT NO Amend Senate Bill 374 by replacing                                    |
| 3      | everything after the enacting clause with the following:                           |
| 4<br>5 | "Section 1. Short title. This Act may be cited as the H+T Affordability Index Act. |
| 6      | Section 5. Findings. The General Assembly finds and                                |
| 7      | declares all of the following:   |
| 8      | (1) Affordability is an important factor for establishing                          |
| 9      | and implementing infrastructure investment policies because it                     |
| 10     | helps ensure that all individuals in the State have an                             |
| 11     | opportunity for a high quality of life at a reasonable cost.                       |
| 12     | (2) Traditional definitions of affordability include                               |
| 13     | housing costs but not transportation costs, which are the                          |
| 14     | second largest and fastest growing expenditure in a household                      |
| 15     | budget.  |
| 16     | (3) It is beneficial to use definitions, indexes, and                              |

09600SB0374sam001 -2- LRB096 06406 RCE 38946 a

policies that link housing and transportation costs to assist in establishing investment plans for housing, transportation, infrastructure, and economic development that more effectively address the significant costs of living in Metropolitan Planning Organization areas.

6 (4) The H+T Affordability Index is a tool that was designed 7 to calculate the transportation costs associated with a home's 8 location and to combine that cost with the cost of housing to 9 calculate affordability as a percentage of overall household 10 income.

11 (5) An analysis of housing and transportation costs in 54 12 metro areas nationally demonstrates that reducing the combined 13 cost of housing and transportation to 48% or less of income 14 represents a desirable and achievable goal; the H+T 15 Affordability Index has adopted 48% as the ratio of income to 16 housing and transportation costs.

17 (6) The analysis also reveals that affordability is 18 enhanced by locating residential units that have been 19 thoughtfully planned to lessen sprawl in mixed-use, 20 transit-rich communities near shopping, schools, and work, and that residents of communities with low transportation costs 21 22 benefit from using transit for the mobility required to 23 undertake activities associated with daily life; residents of 24 these types of communities own fewer cars and drive them 25 shorter distances, thereby reducing environmental impacts and 26 lowering their cost of living.

1 (7) A housing and transportation affordability standard, 2 such as that recommended by the H+T Affordability Index, is an 3 important consideration in the development of State plans and 4 investments in housing, transportation, economic development, 5 and other public facilities and infrastructure.

6 Section 10. Definitions. For purposes of this Act:

7 "Annual Comprehensive Housing Plan" means the plan created
8 by the Comprehensive Housing Planning Act (Public Act 94-965,
9 effective June 30, 2006).

10 "Context Sensitive Solution Process" means the process by 11 which IDOT develops the scope of transportation projects, in 12 accordance with Public Act 93-545, effective January 1, 2004.

"CDB" means the Illinois Capital Development Board, which is responsible for overseeing the design, construction, repair, and renovation for State-funded, public buildings, including, but not limited to, schools, colleges, museums, and State recreation areas.

18 "DCEO" means the Department of Commerce and Economic 19 Opportunity, which is responsible for improving Illinois' 20 competitiveness in the global economy by administering 21 economic and workforce development programs.

"HUD/DOT Sustainability Initiative" means an initiative undertaken by the U.S. Departments of Housing and Urban Development ("HUD") and Transportation ("DOT") in partnership to help American families gain better access to affordable 1 housing, more transportation options, and lower transportation 2 costs.

3 "H+T Affordability Index" means the Housing and 4 Transportation Affordability Index, a tool that maps the 5 combined costs of housing and transportation for neighborhoods 6 within a metropolitan area.

7 "IDOT" means the Illinois Department of Transportation,
8 which is responsible for statewide planning of transportation
9 and transit development.

10 "IFA" means the Illinois Finance Authority, which is 11 responsible for issuing taxable and tax-exempt bonds, making 12 loans, and investing capital in initiatives that stimulate the 13 economy and create jobs.

14 "IHDA" means the Illinois Housing Development Authority, 15 which is responsible for financing affordable housing 16 development.

Interagency Coordinating Committee on Transportation" or IR "ICCT" means the committee created by Public Act 93-185, effective July 11, 2003, to encourage the coordination of public and private transportation services, with priority given toward services directed toward those populations who are not currently served or are underserved by existing public transportation.

24 "Metropolitan Planning Organization" refers to a regional 25 policy body, required by the federal government in urbanized 26 areas with populations over 50,000 and designated by local 09600SB0374sam001 -5- LRB096 06406 RCE 38946 a

officials and the Governor of the State to carry out the metropolitan transportation planning requirements of federal highway and transit legislation.

4 "Task Force" means the Task Force codified by the 5 Comprehensive Housing Planning Act (Public Act 94-965, 6 effective June 30, 2006), which is responsible for statewide planning of affordable housing and creating Illinois' Annual 7 Comprehensive Housing Plan in cooperation with multiple 8 agencies, including IDOT, IHDA, and DCEO. 9

10 Section 15. Funding for non-Metropolitan Planning 11 Organization areas. Nothing in this Act shall reduce or divert 12 funds away from areas not located in a Metropolitan Planning 13 Organization area.

14 Section 20. Adoption of the H+T Affordability Index; Metropolitan Planning Organization 15 areas. The H+TAffordability Index or substantially equivalent affordability 16 17 measure, where available, shall be adopted by DCEO, IDOT and 18 IHDA as (1) a tool for the development of plans in Metropolitan Planning Organization areas and (2) a consideration for the 19 allocation of funding for public transportation, economic 20 21 development, and housing projects in Metropolitan Planning 22 Organization areas; the distribution of economic incentives to 23 businesses in Metropolitan Planning Organization areas; and 24 the siting of public facilities in Metropolitan Planning

09600SB0374sam001

1 Organization areas, where appropriate.

2 Section 25. Adoption of H+T Affordability Index; agencies. 3 (a) The Task Force, in cooperation with the Interagency 4 Coordinating Committee on Transportation, shall consider the 5 H+T Affordability Index, results of the HUD/DOT Sustainability Initiative, and the Context Sensitive Solution Process, along 6 7 with other applicable affordability measures, to create an 8 affordability definition and policy that incorporates housing 9 transportation costs for Metropolitan and Planning 10 Organization areas, where appropriate, and shall include both in the Annual Comprehensive Housing Plan for Metropolitan 11 12 Planning Organization Areas.

(b) DCEO, IDOT, and IHDA may use the H+T Affordability 13 14 Index and other applicable affordability measures to ensure 15 consideration of the combined costs of housing and transportation in screening and prioritizing investments in 16 public transportation, housing, and economic development 17 18 projects in Metropolitan Planning Organization areas, where 19 appropriate.

20 (c) CDB shall recommend the H+T Affordability Index to 21 ensure consideration of the combined costs of housing and 22 transportation when new public facilities are sited in 23 Metropolitan Planning Organization areas.

24 (d) IDOT shall use its Context Sensitive Solution Process25 for all transportation expansion projects within Metropolitan

09600SB0374sam001 -7- LRB096 06406 RCE 38946 a

Planning Organization areas and, where possible, shall work with communities to enhance or provide opportunities for transportation alternatives to personal automobiles where mixed-use communities thoughtfully planned to lessen sprawl exist or are appropriate.

6 (e) IFA shall recommend the H+T Affordability Index to 7 ensure consideration of the combined costs of housing and 8 transportation in siting new buildings in Metropolitan 9 Planning Organization areas.".