92_HB1084 LRB9201028MWdvA

- 1 AN ACT concerning development rights.
- 2 Be it enacted by the People of the State of Illinois,
- 3 represented in the General Assembly:
- 4 Section 5. The Counties Code is amended by amending
- 5 Section 5-3003 and by adding Sections 3-5022.5, 5-30024, and
- 6 5-20025 as follows:
- 7 (55 ILCS 5/3-5022.5 new)
- 8 <u>Sec. 3-5022.5. Conservation easements. No person may</u>
- 9 offer or present for recording and no recorder may accept for
- 10 recording any conservation easement that does not comply with
- 11 <u>subsection</u> (f) of <u>Section 5-30024 of the Counties Code or</u>
- 12 <u>subsection (f) of Section 11-48.2-6B of the Illinois</u>
- 13 <u>Municipal Code</u>.
- 14 (55 ILCS 5/5-30003) (from Ch. 34, par. 5-30003)
- Sec. 5-30003. Definitions. As used in this Division, the
- 16 following terms shall have the meanings ascribed to them as
- 17 follows:
- 18 <u>"Affordable housing". Housing that is low-income housing</u>
- or moderate income housing.
- 20 <u>"Affordable housing development"</u>. Any housing
- 21 <u>development that is subsidized by the federal government, the</u>
- 22 State, or the county, or any housing development in which at
- 23 <u>least 15% of the dwelling units are subject to covenants or</u>
- 24 <u>restrictions that require that the dwelling units be sold or</u>
- 25 rented at prices that preserve them as affordable housing
- 26 <u>under Section 5-30025.</u>
- 27 <u>"Affordable housing incentives". A density bonus and</u>
- 28 <u>other development incentives granted under an affordable</u>
- 29 <u>housing incentive ordinance under Section 5-30025.</u>
- 30 <u>"Affordable rent"</u>. <u>Monthly housing expenses</u>, including a

- 1 reasonable allowance for utilities, for affordable housing
- 2 <u>units that are for rent to low- or moderate-income</u>
- 3 <u>households</u>.
- 4 <u>"Affordable sales price". A sales price at which low- or</u>
- 5 <u>moderate-income households can qualify for the purchase of</u>
- 6 <u>affordable housing, calculated on the basis of underwriting</u>
- 7 standards of mortgage financing available for the housing
- 8 <u>development</u>.
- 9 "Alteration". Any act or process that changes one or
- 10 more historic, architectural or physical features of an area,
- 11 site, landscape, place or structure, including, but not
- 12 limited to, the erection, construction, reconstruction, or
- 13 removal of any structure; the expansion or significant
- 14 modification of agricultural activities; surface mining; and
- 15 clearing, grading or other modification of an area, site or
- landscape that changes its current or natural condition.
- 17 "Architectural significance". Embodying the distinctive
- 18 characteristics of a type, period, style or method of
- 19 construction or use of indigenous construction, or
- 20 representing the work of an important builder, designer,
- 21 architect, or craftsman who has contributed to the
- development of the community, county, State or country.
- 23 "Archaeological significance". Importance as an area,
- 24 site, place or landscape that has yielded or is likely to
- 25 yield information concerning past patterns of human
- 26 settlement, or artifacts or information concerning previous
- 27 cultures in Illinois or previous periods of the present
- 28 culture. Areas, sites or landscapes of archaeological
- 29 significance may include, but are not limited to, aboriginal
- 30 mounds, forts, earthworks, burial grounds, historic or
- 31 prehistoric ruins, locations of villages, mine excavations or
- 32 tailings, or other locations.
- 33 <u>"Bonusable area". Space that is occupied by a public</u>
- 34 benefit amenity and that is determined by the county to

- 1 <u>satisfy requirements under its land development regulations</u>
- 2 <u>for additional gross floor area or dwelling units.</u>
- 3 <u>"Bonus ratio". The ratio of additional square feet of</u>
- 4 <u>nonresidential floor area granted per square foot of</u>
- 5 <u>bonusable area.</u>
- 6 "Building". Any structure designed or constructed for
- 7 residential, commercial, industrial, agricultural or other
- 8 use.
- 9 "Certificate of Appropriateness". A certificate issued
- 10 by a preservation commission indicating its approval of plans
- 11 for alteration, construction, demolition, or removal
- 12 affecting a nominated or designated landmark or property
- within a nominated or designated preservation district.
- "Certificate of Economic Hardship". A certificate
- 15 issued by a Preservation Commission authorizing an
- 16 alteration, construction, removal or demolition even though a
- 17 Certificate of Appropriateness has previously been denied or
- 18 may be denied.
- 19 "Commissioners". Members of a Preservation Commission.
- 20 "Conservation Right". A term that includes easements,
- 21 covenants, deed restrictions or any other type of less than
- full fee simple interest as that term is defined in Section 1
- of "An Act relating to conservation rights in real property",
- 24 approved September 12, 1977, as amended.
- 25 "Construction". The act of adding an addition to a
- 26 structure or the erection of a new principal or accessory
- 27 structure on a lot or property.
- 28 "Demolition". Any act or process which destroys in part
- or in whole a landmark or a building or structure within a
- 30 preservation district.
- 31 "Density bonus". The percentage of density increase
- 32 granted over the otherwise maximum allowable net density
- 33 <u>under the applicable zoning ordinance as of the date of the</u>
- 34 application to the county for incentives by a developer. The

1	density bonus applicable to affordable housing must be at
2	least a 25% increase and must apply to the site of the
3	affordable housing development.
4	"Design Criteria". A standard of appropriate activity
5	that will preserve the historic, architectural, scenic or
6	aesthetic character of a landmark or preservation district.
7	"Design review district". A geographically definable
8	area possessing a significant concentration, linkage, or
9	continuity of sites, buildings, structures, or objects united
10	aesthetically by development or that, in the determination of
11	the county board, has the potential to be united
12	aesthetically by development.
13	"Development incentives". Any of the following:
14	(1) Reductions in building setback requirements.
15	(2) Reductions or waivers of impact fees,
16	application fees for development permits, utility tap-in
17	fees, or other dedications or exactions.
18	(3) Reductions in minimum lot area, width, or
19	depth.
20	(4) Reductions in required parking spaces per
21	dwelling unit or per square foot of floor area.
22	(5) Increased maximum lot coverage.
23	(6) Increased maximum building height or stories.
24	(7) Reductions in minimum building separation
25	requirements, provided that the reductions do not
26	conflict with building code requirements of the State or
27	the county, as applicable.
28	(8) Reductions or waivers of public or nonpublic
29	<pre>improvements.</pre>
30	(9) Approval by the county board of mixed use
31	zoning in conjunction with the housing project if
32	commercial, office, industrial, or other land uses will
33	
33	contribute significantly to the economic feasibility of

1	consistent with the comprehensive plan.
2	(10) Authorization for the affordable housing
3	development to include nonresidential uses, provided the
4	uses or the authorization is consistent with the
5	comprehensive plan.
6	(11) Authorization for affordable housing to be
7	located in a nonresidential zoning district, provided the
8	authorization is consistent with the comprehensive plan.
9	(12) Other incentives, including expedited
10	permitting or processing, proposed by the developer of an
11	affordable housing project or by the county that result
12	in identifiable cost reductions for affordable housing,
13	including direct financial aid in the form of a loan or
14	grant to subsidize or provide low interest financing for
15	on- or off-site improvements, land, or construction
16	costs.
17	"Development Rights". The development rights of a
18	landmark or of a property within-a-preservationdistrict as
19	defined in Section 11-48.2-1A of the Illinois Municipal Code.
20	"Development Rights Bank". A reserve for the deposit of
21	development rights as defined in Section 11-48.2-1A of the
22	Illinois Municipal Code.
23	"Exterior Architectural Appearance". The architectural
24	character and general composition of the exterior of a
25	building or structure, including but not limited to the kind,
26	color and texture of the building material and the type,
27	design and character of all windows, doors, light fixtures,
28	signs and appurtenant elements.
29	"Floor area ratio". The ratio of the maximum gross floor
30	area on a lot or parcel to the area of the lot or parcel that
31	is permitted under the land development regulations of a
32	county.
33	"Historic Significance". Character, interest or value as
34	part of the development, heritage, or culture of the

- 1 community, county, State or country; as the location of an
- 2 important local, county, State or national event; or through
- 3 identification with a person or persons who made important
- 4 contributions to the development of the community, county,
- 5 State or country.
- 6 "Housing cost". The sum of actual or projected monthly
- 7 payments for any of the following associated with for-sale
- 8 <u>affordable housing units: principal and interest on a</u>
- 9 mortgage loan, including any loan insurance fees; property
- 10 <u>taxes and assessments; fire and casualty insurance; property</u>
- 11 <u>maintenance and repairs; homeowner association fees; and a</u>
- 12 <u>reasonable allowance for utilities.</u>
- 13 "Housing development". Construction, including
- 14 <u>rehabilitation, projects consisting of 5 or more residential</u>
- 15 <u>units</u>, <u>including</u> <u>single-family</u>, <u>two-family</u>, <u>and</u>
- 16 <u>multiple-family residences for sale or rent.</u>
- 17 <u>"Incentives". One or more of the following:</u>
- 18 (1) Affordable housing incentives.
- 19 <u>(2) Bonus ratio.</u>
- 20 <u>(3) Density bonus.</u>
- 21 "Landmark". A property or structure designated as a
- 22 "Landmark" by ordinance of a county board, pursuant to
- 23 procedures prescribed herein, which is worthy of
- 24 rehabilitation, restoration, or preservation because of its
- 25 historic or scenic or architectural significance.
- 26 "Landscape". A natural feature or group of natural
- features such as, but not limited to, valleys, rivers, lakes,
- 28 marshes, swamps, forests, woods, or hills; or a combination
- 29 of natural features and buildings, structures, objects,
- 30 cultivated fields, or orchards in a predominantly rural
- 31 setting.
- 32 <u>"Low-income housing". Housing that is affordable,</u>
- 33 <u>according to the federal Department of Housing and Urban</u>
- 34 <u>Development, for either home ownership or rental and that is</u>

- 1 <u>occupied</u>, <u>reserved</u>, <u>or marketed for occupancy by households</u>
- 2 with a gross household income that does not exceed 50% of the
- 3 median gross household income for households of the same size
- 4 within the housing region in which the housing is located.
- 5 <u>"Moderate-income housing". Housing that is affordable,</u>
- 6 according to the federal Department of Housing and Urban
- 7 Development, for either home ownership or rental and that is
- 8 <u>occupied</u>, <u>reserved</u>, <u>or marketed for occupancy by households</u>
- 9 with a gross household income that is greater than 50% but
- 10 does not exceed 80% of the median gross household income for
- 11 households of the same size within the housing region in
- which the housing is located.
- 13 "Object". Any tangible thing, including any items of
- 14 personal property, including, but not limited to, wagons,
- 15 boats, and farm machinery, that may be easily moved or
- 16 removed from real property.
- 17 "Owner of Record". The person or corporation or other
- 18 legal entity in whose name the property appears on the
- 19 records of the County Recorder.
- 20 "Preservation District". An area designated as a
- 21 "preservation district" by ordinance of a county board and
- 22 which may contain within definable geographic boundaries one
- 23 or more landmarks and which may have within its boundaries
- 24 other properties, areas, sites, landscapes or structures
- 25 which, while not of such historic or architectural or scenic
- 26 significance to be designated as landmarks, nevertheless
- 27 contribute to the overall visual characteristics of the
- landmark or landmarks located within the district.
- 29 "Preservation Ordinance". An ordinance enacted by a
- 30 county board pursuant to this Division that provides for the
- 31 nomination, designation, and protection of landmarks or
- 32 preservation districts, and that contains, at a minimum, the
- 33 elements required by Section 5-30009.
- 34 <u>"Public benefit amenity". One or more features for</u>

- 1 public use or benefit contained in a development that will
- 2 <u>entitle the development to a bonus ratio or a density bonus,</u>
- 3 <u>as applicable, including, but not limited to:</u>
- 4 (1) Plazas, parks, and other open spaces.
- 5 (2) Overhead weather protection and street arcades.
- 6 (3) Bicycle parking and storage facilities.
- 7 <u>(4) Performing arts theaters.</u>
- 8 <u>(5) Museums.</u>
- 9 <u>(6) Access to transit stations and transit</u>
- 10 <u>easements.</u>
- 11 (7) Provision of child day-care centers.
- 12 (8) Provision of affordable housing as part of a
- 13 <u>nonresidential development.</u>
- 14 <u>"Purchase of development rights". The purchase of</u>
- 15 <u>development rights from an owner of land by a county or the</u>
- 16 <u>voluntary donation of development rights by an owner of land</u>
- to a county.
- 18 "Removal". Any relocation of a structure, object or
- 19 artifact on its site or to another site.
- 20 "Repair". Any change that is not construction,
- 21 alteration, demolition, or removal and is necessary or useful
- for continuing normal maintenance and upkeep.
- "Scenic Significance". Importance as a result of
- 24 appearance or character that remains relatively unchanged
- from and embodies the essential appearance related to a
- 26 culture from an earlier historic or prehistoric period; as a
- 27 result of a unique location, appearance, or physical
- 28 character that creates an established or familiar vista or
- 29 visual feature; or as a geologic or natural feature
- 30 associated with the development, heritage or culture of the
- 31 community, county, State or nation.
- "Site". The traditional, documented or legendary location
- of an event, occurrence, action or structure significant in
- 34 the life or lives of a person, persons, group, or tribe,

- 1 including but not limited to, cemeteries, burial grounds,
- 2 campsites, battlefields, settlements, estates, gardens,
- 3 groves, river crossings, routes, trails, caves, quarries,
- 4 mines or significant trees or other plant life.
- 5 "Structure". Anything constructed or erected, the use of
- 6 which requires permanent or temporary location on or in the
- 7 ground, including (but without limiting the generality of the
- 8 foregoing) barns, smokehouses, advertising signs, billboards,
- 9 backstops for tennis courts, bridges, fences, pergolas,
- 10 gazebos, radio and television antennae, solar collectors,
- 11 microwave antennae, including supporting towers, roads, ruins
- or remnants (including foundations), swimming pools or
- walkways.
- 14 "Survey". The systematic gathering of information on the
- 15 architectural, historical, scenic, and archaeological
- 16 significance of buildings, sites, structures, areas, or
- 17 landscapes through visual assessment in the field and
- 18 historical research, for the purpose of identifying landmarks
- 19 or districts worthy of preservation.
- 20 <u>"Unified incentives ordinance". An ordinance that (i)</u>
- 21 <u>provides incentives for either the provision of affordable</u>
- 22 <u>housing and the dedication of open space or the provision of</u>
- 23 <u>community design amenities or (ii) complies with all</u>
- 24 requirements of Section 5-30025 for both an affordable
- 25 <u>housing incentives ordinance and a community design and open</u>
- 26 <u>space incentives ordinance.</u>
- 27 (Source: P.A. 86-962.)
- 28 (55 ILCS 5/5-30024 new)
- Sec. 5-30024. Purchase of development rights.
- 30 (a) A county board may adopt ordinances and amendments
- 31 to ordinances that include provisions for the purchase of
- 32 <u>development rights in the manner prescribed in this Section.</u>
- 33 (b) The purposes of this Section are to:

_	(1) preserve open space, critical and sensitive
2	areas, and natural hazard areas;
3	(2) conserve agriculture and forestry uses of land;
4	(3) protect lands and structures of aesthetic,
5	architectural, and historic significance;
6	(4) ensure that the owners of land that is so
7	preserved, conserved, or protected may be reasonably
8	compensated for restrictions on otherwise reasonable uses
9	of their property rights while retaining ownership of the
LO	land and the right to commence and continue uses not so
L1	restricted; and
L2	(5) provide a procedure for counties to engage in
L3	preservation, conservation, or protection through
L4	conservation easements.
L5	(c) The county board may adopt a purchase of development
L6	rights program only by ordinance, and an ordinance adopted
L7	under this Section must:
L8	(1) Be adopted by the county board only after it
L9	has adopted:
20	(A) a comprehensive plan;
21	(B) for a purchase of development rights
22	program concerning critical and sensitive areas, a
23	critical and sensitive areas element of the
24	comprehensive plan;
25	(C) for a purchase of development rights
26	program concerning natural hazards, a natural
27	hazards element of the comprehensive plan;
28	(D) for a purchase of development rights
29	program concerning agriculture or forest
30	preservation, an agriculture and forest preservation
31	element of the comprehensive plan; and
32	(E) for a purchase of development rights
33	program concerning historic preservation, ar
34	historic preservation ordinance.

1	(2) Include a citation to enabling authority to
2	adopt and amend the purchase of development rights
3	ordinance.
4	(3) Include a statement of purpose consistent with
5	subsection (b) of this Section.
6	(4) Include a statement of consistency with the
7	comprehensive plan and with the applicable elements
8	thereof.
9	(5) Describe the development rights that may be
10	purchased in reasonable detail, preferably in
11	quantifiable terms such as area, building coverage ratio,
12	density, floor area ratio, height, or other forms of
13	measurement.
14	(6) Require the county to conduct an appraisal of
15	the value of the parcel from which the county is to
16	purchase development rights and of the value of the
17	development rights to be purchased.
18	(7) Require that the county and any owner of a
19	parcel from which the county is to purchase development
20	rights enter into a written purchase of development
21	rights agreement in compliance with subsections (d) and
22	(e) of this Section.
23	(d) A purchase of development rights agreement must at a
24	minimum:
25	(1) State the address and legal description of the
26	premises.
27	(2) State the name of all record owners of the
28	premises.
29	(3) Describe the development rights to be purchased
30	in reasonable detail, preferably in quantifiable terms
31	such as area, building coverage ratio, density, floor
32	area ratio, height, or other forms of measurement.
33	(4) State the price that the county shall pay in
34	consideration of the purchase of development rights,

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including any agreed terms under which payment is to be made, unless the development rights are being voluntarily donated by the owners of the parcel.

- (5) Require that the owners of the parcel execute a deed or instrument creating a conservation easement releasing development rights as agreed and describing the released development rights in reasonable detail, preferably in quantifiable terms, with the parcel from which development rights are being purchased as the servient estate and the county as the holder of the easement.
- (6) Provide that the owner of the parcel must submit the conservation easement to the regional planning commission for its approval before the county is obligated to pay the stated price.
- (7) Require that the county approve the conservation easement, indicate its approval on the instrument creating the easement, and pay the agreed price within 28 days after submission of the instrument unless the development rights released by the conservation easement vary significantly from the development rights that the owner of the servient estate agreed to release under the purchase of development rights or there is some other significant error in the instrument.
- (8) Require the owners of the servient estate to record any approved conservation easement with the county recorder within 28 days after payment (or after approval if the development rights are being voluntarily donated).

 (e) A purchase of development rights agreement may require that the conservation easement required by paragraph (5) of subsection (c) name one or more non-profit
- 34 (f) Any instrument purporting to convey a conservation

organizations as additional holders of the easement.

1	easement under this Section but where the county has not
2	indicated its approval on the instrument is void and may not
3	be recorded or accepted by the county recorder for recording.
4	(g) This Section does not invalidate any completed
5	purchase of development rights pursuant to any earlier
6	statute, ordinance, or regulation, if the transfer was valid
7	at that time.
8	(55 ILCS 5/5-30025 new)
9	Sec. 5-30025. Land use incentives; unified incentives
10	ordinance.
11	(a) The county board:
12	(1) may adopt and amend an ordinance that
13	authorizes incentives for the provision of affordable
14	housing; and
15	(2) may adopt and amend an ordinance that
16	authorizes incentives for open space dedication and
17	provision of public benefit amenities.
18	(b) The purpose of this Section is to authorize the
19	adoption and amendment of:
20	(1) an affordable housing incentives ordinance in
21	order to respond to and accommodate present and future
22	needs for affordable housing;
23	(2) a community design and open space incentives
24	ordinance to provide additional amenities for public use
25	or benefit in new development that carry out goals and
26	policies of a county identified in its comprehensive
27	plan; and
28	(3) a unified incentives ordinance that
29	incorporates paragraphs (1) and (2) of this subsection.
30	(c) The county board may adopt and amend an affordable
31	housing incentives ordinance only after it has adopted a
32	comprehensive plan that contains:
33	(1) a housing element; and

1	(2) a policy in written or mapped form that
2	encourages affordable housing incentives.
3	(d) The county board may adopt and amend a community
4	design and open space incentives ordinance only after it has
5	adopted a comprehensive plan that contains:
6	(1) a housing element if a density bonus for
7	residential development for the public benefit amenity of
8	a plaza, park, or other open spaces is authorized;
9	(2) a community design element if any other type of
10	bonus ratio is authorized; and
11	(3) a policy in written or mapped form that
12	describes the relationship between the applicable public
13	benefit amenities and the density bonus or bonus ratio
14	and supports the granting of such density bonus or bonus
15	ratio.
16	(e) An affordable housing incentive ordinance, a
17	community design and open space incentives ordinance, or a
18	unified incentives ordinance must include the following
19	minimum provisions:
20	(1) A citation to enabling authority to adopt and
21	amend the ordinance.
22	(2) A statement of purpose consistent with the
23	purposes of this Section.
24	(3) A statement of consistency with the
25	comprehensive plan.
26	(4) Definitions, as appropriate, for any words or
27	terms contained in the affordable housing incentive
28	ordinance. Where this Division defines words or terms,
29	the ordinance must incorporate those definitions, either
30	directly or by reference.
31	(5) Procedures for the review of applications for
32	<u>incentives.</u>
33	(6) A requirement that every developer that is to
34	receive incentives must enter into a development

1	agreement with the county.
2	(7) Designation of an officer or body to review and
3	approve applications for incentives.
4	(8) Provisions for enforcement, including the
5	issuance of certificates of compliance.
6	(f) An affordable housing incentives ordinance or a
7	unified incentives ordinance must also include the following
8	minimum provisions:
9	(1) A requirement that, where a developer proposes
10	a housing development within the jurisdiction of the
11	county, the county must provide the developer with
12	affordable housing incentives for the production of
13	affordable housing within the development if the
14	developer meets the requirements set forth in subsections
15	(j) and (k) of this Section.
16	(2) Provisions to ensure that once affordable
17	housing is built through subsidies or other means as part
18	of a housing development, its availability will be
19	maintained by establishing income qualifications for
20	affordable housing renters or purchasers and promoting
21	affirmative marketing.
22	(g) A community design and open space incentives
23	ordinance or a unified incentives ordinance must also include
24	the following minimum provisions:
25	(1) A statement of the types or categories or
26	public benefit amenities for which a bonus ratio or
27	density bonus shall be authorized, the amount of the
28	respective bonus ratio or density bonus, and the zoning
29	use district or overlay district to which public benefit
30	amenity and the respective bonus ratio or density bonus
31	apply.
32	(2) Locational and other development standards for
33	the public benefit amenities, including a statement of
34	the minimum bonusable area that a public benefit amenity

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must contain in order to be eligible for a bonus ratio or a density bonus.

- (3) Requirements for permanent public access to the public benefit amenity, including signage indicating the nature of the public access, secured by either (i) a conveyance of the plaza, park, or other open space, or access to transit stations or transit easements, to the county or appropriate governmental unit as a public use as a condition of approval of the development permit, provided that the conveyance is in a form approved by the attorney of the county or governmental unit or (ii) where the public benefit amenity will not be owned by the county or another governmental unit, provisions in the development agreement requiring permanent maintenance by the property owner, except that permanent public access may be limited to normal business hours.
- (h) An affordable housing incentives ordinance or a unified incentives ordinance may require that any new housing development within the jurisdiction of the county contain at least 15% affordable housing if such a requirement is consistent with a policy contained in the comprehensive plan. The incentives offered to the developer, whether density bonuses, development incentives, or both, must be of at least equivalent financial value to the cost of making the affordable housing units affordable.
- (i) A community design and open space incentives ordinance or a unified incentives ordinance may:
 - (1) Include a manual of graphic and written design guidelines to assist developers in the preparation of applications for community design and open space incentives, but the guidelines shall be advisory only.
- (2) Include a statement of the minimum bonusable area that a public benefit amenity may contain in order to be eligible for a bonus ratio or a density bonus.

1	(3) Include a provision that allows the developer
2	to provide the public benefit amenity offsite as a
3	condition of receiving a bonus ratio or density bonus,
4	including standards of proximity of the development to
5	the offsite public benefit amenity.
6	(4) Be adopted as an overlay district to all or
7	portions of existing zoning use districts. The boundaries
8	of the overlay district must be shown on the zoning map.
9	(j) Where a developer proposes a housing development
10	that is to be an affordable housing development, the county
11	must either:
12	(1) grant a density bonus and at least one
13	development incentive, unless the county makes a written
14	finding that the development incentive is not necessary
15	to reduce the price or rent of the dwelling units in
16	order to ensure that they are affordable housing; or
17	(2) provide, in lieu of density bonuses and
18	development incentives required by paragraph (1) of this
19	subsection, development incentives of equivalent
20	financial value based upon the land cost per dwelling
21	unit. The value of the equivalent development incentives
22	must at least equal the land cost per dwelling unit that
23	would result from a density bonus and must contribute
24	significantly to the economic feasibility of providing
25	the affordable housing units.
26	(k) The development agreement entered into between the
27	developer of a housing development that is to be an
28	affordable housing development and the county must include
29	provisions to ensure the availability of affordable housing
30	for sale or rent.
31	The development agreement may provide for a period of
32	availability for affordable housing as follows:
33	(1) Newly constructed low- and moderate-income
34	

1	affordability controls for a period of not less than 15
2	years, which period may be renewed pursuant to the
3	development agreement.
4	(2) Rehabilitated owner-occupied single-family
5	dwelling units that are improved to code standard must be
6	subject to affordability controls for not less than 5
7	<u>years.</u>
8	(3) Rehabilitated renter-occupied dwelling units
9	that are improved to code standard must be subject to
10	affordability controls on re-rental for not less than 10
11	years.
12	(4) Any dwelling unit created through the
13	conversion of a nonresidential structure must be
14	considered a new dwelling unit and must be subject to
15	affordability controls as delineated in paragraph (1)
16	above.
17	(5) Affordability controls on owner- or
18	renter-occupied accessory apartments must be applicable
19	for a period of not less than 5 years.
20	(6) Alternative living arrangements not otherwise
21	described in this subsection must be controlled in a
22	manner deemed suitable to the county and must provide
23	assurances that the arrangements will house low- and
24	moderate-income households for not less than 10 years.
25	In the case of for-sale housing developments, the
26	development agreement must include the following
27	affordability controls governing the initial sale and use and
28	any resale:
29	(1) All conveyances of newly constructed affordable
30	housing dwelling units subject to the affordable housing
31	incentives ordinance that are for sale must contain a
32	deed restriction and mortgage lien that must be recorded
33	with the county recorder. Any restrictions on future
34	resale must be included in the deed restriction as a

1	condition of approval enforceable through legal and
2	equitable remedies.
3	(2) Affordable housing units must upon initial sale
4	and resale in the period covered by the development agreement
5	be sold to eligible low- or moderate-income households at an
6	affordable sales price and housing cost.
7	(3) Affordable housing units must be occupied by
8	eligible low- or moderate-income households during the
9	period covered by the development agreement.
10	In the case of rental housing developments, the
11	development agreement must include the following
12	affordability controls governing the use of affordable
13	housing units during the use restriction period:
14	(1) Rules and procedures for qualifying tenants,
15	establishing affordable rent, filling vacancies, and
16	maintaining affordable housing rental units for qualified
17	tenants.
18	(2) Requirements that owners verify tenant incomes
19	and maintain books and records to demonstrate compliance
20	with the agreement and with the ordinance.
21	(3) Requirements that owners submit an annual
22	report to the county demonstrating compliance with the
23	agreement and with the ordinance.
24	The development agreement must include a schedule that
25	provides for the affordable housing units to be built
26	concurrently with the units that are not subject to
27	affordability controls.
28	(1) The approval of incentives constitutes a development
29	permit.
30	(m) This Section does not limit or require the provision
31	of direct financial aid by the county, the provision of
32	publicly owned land, or the waiver or reduction of fees,
33	including impact fees, or of dedication or exaction
34	requirements.

- 1 (n) The Department of Commerce and Community Affairs
- 2 <u>must</u>, no later than one year after the effective date of this
- 3 amendatory Act of the 92nd General Assembly, prepare and
- 4 <u>distribute a model affordable housing incentives ordinance</u>
- 5 and related guidelines to assist counties in complying with
- 6 this Section.
- 7 Section 10. The Illinois Municipal Code is amended by
- 8 changing Section 11-48.2-1A and by adding Sections 11-48.2-6B
- 9 and 11-48.2-6C as follows:
- 10 (65 ILCS 5/11-48.2-1A) (from Ch. 24, par. 11-48.2-1A)
- 11 Sec. 11-48.2-1A. (1) The development rights of a landmark
- 12 site are the rights granted under applicable local law
- 13 respecting the permissible bulk and size of improvements
- 14 erected thereon. Development rights may be calculated in
- 15 accordance with such factors as lot area, floor area, floor
- 16 area ratios, height limitations, or any other criteria set
- forth under local law for this purpose.
- 18 (2) A preservation restriction is a right, whether or
- 19 not stated in the form of a restriction, easement, covenant
- or condition, in any deed, will or other instrument executed
- 21 by or on behalf of the owner of the land or in any order of
- 22 taking, appropriate to the preservation of areas, places,
- 23 buildings or structures to forbid or limit acts of
- 24 demolition, alteration, use or other acts detrimental to the
- 25 preservation of the areas, places, buildings or structures in
- 26 accordance with the purposes of the Division. Preservation
- 27 restrictions shall not be unenforceable on account of lack of
- 28 privity of estate or contract, or of lack of benefit to
- 29 particular land or on account of the benefit being assignable
- or being assigned.
- 31 (3) A transfer of development rights is the transfer
- 32 from a landmark site of all or a portion of the development

1 rights applicable thereto, subject to such controls as 2 necessary to secure the purposes of this Division. The transfer of development rights pursuant to sound community 3 4 standards and the other requirements of planning this 5 Division is hereby declared to be in accordance with б municipal health, safety and welfare because it furthers the 7 more efficient utilization of urban space at a time when this 8 objective is made urgent by the shrinking land base of urban 9 areas, the increasing incidence of large-scale, comprehensive development in such areas, the evolution of building 10 11 technology and similar factors.

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- (4) A development rights bank is a reserve into which may be deposited development rights associated with publicly and privately-owned landmark sites. Corporate authorities or their designees shall be authorized to accept for deposit within the bank gifts, donations, bequests or other transfers of development rights from the owners of said sites, shall be authorized to deposit therein development rights associated with (i) the sites of municipally-owned landmarks and (ii) the sites of privately-owned landmarks in respect of which the municipality has acquired a preservation restriction through eminent domain or purchase. All transfers of development rights from the development rights bank shall be subject to the requirements of Sections 11-76-1 through 11-76-6 of the Municipal Code of Illinois, and all receipts arising from the transfers shall be deposited in a special municipal account to be applied against expenditures necessitated by the municipal landmarks program.
- 29 (5) The term, public easement, shall have the same 30 meaning and effects herein as it has in Article IX, Section 3 of the Illinois Constitution of 1870 and Article IX, Section 32 4(c) of the Illinois Constitution of 1970. This amendatory 33 Act of 1971 does not apply to any municipality which is a 34 home rule unit.

- 1 (6) "Purchase of development rights" means (i) the
- 2 purchase of development rights from an owner of land by a
- 3 <u>municipality or (ii) the voluntary donation of development</u>
- 4 rights by an owner of land to a municipality.
- 5 (7) "Affordable housing" means housing that is
- 6 <u>low-income housing or moderate-income housing.</u>
- 7 (8) "Affordable housing development" means any housing
- 8 <u>development that is subsidized by the federal government, the</u>
- 9 State, or a municipality, or any housing development in which
- 10 <u>at least 15% of the dwelling units are subject to covenants</u>
- or restrictions that require that the dwelling units be sold
- or rented at prices that preserve them as affordable housing
- 13 <u>under Section 11-48.2-6C.</u>
- 14 (9) "Affordable housing incentives" mean a density bonus
- 15 <u>and other development incentives granted under an affordable</u>
- 16 <u>housing incentive ordinance under Section 11-48.2-6C.</u>
- 17 (10) "Affordable rent" means monthly housing expenses,
- 18 <u>including a reasonable allowance for utilities, for</u>
- 19 <u>affordable housing units that are for rent to low- or</u>
- 20 <u>moderate-income households.</u>
- 21 (11) "Affordable sales price" means a sales price at
- 22 <u>which low- or moderate-income households can qualify for the</u>
- 23 purchase of affordable housing, calculated on the basis of
- 24 <u>underwriting standards of mortgage financing available for</u>
- 25 the housing development.
- 26 (12) "Bonusable area" means space that is occupied by a
- 27 public benefit amenity and that is determined by the
- 28 <u>municipality to satisfy requirements under its land</u>
- 29 <u>development regulations for additional gross floor area or</u>
- 30 <u>dwelling units.</u>
- 31 (13) "Bonus ratio" means the ratio of additional square
- 32 <u>feet of nonresidential floor area granted per square foot of</u>
- 33 <u>bonusable area.</u>
- 34 (14) "Density bonus" means the percentage of density

1	increase granted over the otherwise maximum allowable net
2	density under the applicable zoning ordinance as of the date
3	of the application to the municipality for incentives by a
4	developer. The density bonus applicable to affordable housing
5	must be at least a 25% increase and must apply to the site of
6	the affordable housing development.
7	(15) "Development incentives" mean any of the following:
8	(A) Reductions in building setback requirements.
9	(B) Reductions or waivers of impact fees,
10	application fees for development permits, utility tap-in
11	fees, or other dedications or exactions.
12	(C) Reductions in minimum lot area, width, or
13	depth.
14	(D) Reductions in required parking spaces per
15	dwelling unit or per square foot of floor area.
16	(E) Increased maximum lot coverage.
17	(F) Increased maximum building height or stories.
18	(G) Reductions in minimum building separation
19	requirements, provided that the reductions do not
20	conflict with building code requirements of the State or
21	the municipality, as applicable
22	(H) Reductions or waivers of public or nonpublic
23	improvements.
24	(I) Approval by the corporate authorities of mixed
25	use zoning in conjunction with the housing project if
26	commercial, office, industrial, or other land uses will
27	contribute significantly to the economic feasibility of
28	the housing development and if the mixed use zoning is
29	consistent with the comprehensive plan.
30	(J) Authorization for the affordable housing
31	development to include nonresidential uses, provided the
32	uses or the authorization is consistent with the
33	comprehensive plan.
34	(K) Authorization for the affordable housing to be

1	located in a nonresidential zoning district, provided the
2	authorization is consistent with the comprehensive plan.
3	(L) Other incentives, including expedited permitted
4	or processing, proposed by the developer of an affordable
5	housing project or by the municipality that result in
6	identifiable cost reductions for affordable housing,
7	including direct financial aid in the form of a loan or
8	grant to subsidize or provide low interest financing for
9	on- or off-site improvements, land, or construction
10	costs.
11	(16) "Floor area ratio" means the ratio of the maximum
12	gross floor area on a lot or parcel to the area of the lot or
13	parcel that is permitted under the land development
14	regulations of a municipality.
15	(17) "Housing cost" means the sum of actual or projected
16	monthly payments for any of the following associated with
17	for-sale affordable housing units: principal and interest on
18	a mortgage loan, including any loan insurance fees; property
19	taxes and assessments; fire and casualty insurance; property
20	maintenance and repairs; homeowner association fees; and a
21	reasonable allowance for utilities.
22	(18) "Housing development" means construction, including
23	rehabilitation, projects consisting of 5 or more residential
24	units, including single-family, two-family, and
25	multiple-family residences for sale or rent.
26	(19) "Incentives" mean one or more of the following:
27	(A) Affordable housing incentives, including
28	expedited permitting and processing.
29	(B) Bonus ratio.
30	(C) Density bonus.
31	(20) "Low-income housing" means housing that is
32	affordable, according to the federal Department of Housing
33	and Urban Development, for either home ownership or rental
34	and that is occupied, reserved, or marketed for occupancy by

- 1 households with a gross household income that does not exceed
- 2 50% of the median gross household income for households of
- 3 the same size within the housing region in which the housing
- 4 <u>is located.</u>
- 5 (21) "Moderate-income housing" means housing that is
- 6 <u>affordable</u>, according to the federal Department of Housing
- 7 <u>and Urban Development</u>, for either home ownership or rental
- 8 and that is occupied, reserved, or marketed for occupancy by
- 9 <u>households with a gross household income that is greater than</u>
- 10 50% but does not exceed 80% of the median gross household
- 11 <u>income for households of the same size within the housing</u>
- 12 region in which the housing is located.
- 13 (22) "Public benefit amenity" means one or more features
- 14 for public use or benefit contained in a development that
- 15 will entitle the development to a bonus ratio or a density
- bonus, as applicable, including, but not limited to:
- 17 (A) Plazas, parks, and other open spaces.
- 18 (B) Overhead weather protection and street arcades.
- 19 (C) Bicycle parking and storage facilities.
- 20 <u>(D) Performing arts theaters.</u>
- 21 <u>(E) Museums.</u>
- 22 <u>(F) Access to transit stations and transit</u>
- 23 <u>easements.</u>
- 24 (G) Provision of child day-care centers.
- 25 (H) Provision of affordable housing as part of a
- 26 <u>nonresidential development.</u>
- 27 (23) "Unified incentives ordinance" means an ordinance
- 28 that (i) provides incentives for both the provision of
- 29 <u>affordable housing and dedication of open space or the</u>
- 30 provision of community design amenities and (ii) complies
- 31 <u>with all requirements of Section 11-48.2-6C for both an</u>
- 32 <u>affordable housing incentives ordinance and a community</u>
- 33 <u>design and open space incentives ordinance.</u>
- 34 (Source: P.A. 77-1372.)

1	(65 ILCS 5/11-48.2-6B new)
2	Sec. 11-48.2-6B. Purchase of development rights.
3	(a) The corporate authorities of a municipality may
4	adopt ordinances and amendments to ordinances that include
5	provisions for the purchase of development rights in the
6	manner prescribed in this Section.
7	(b) The purposes of this Section are to:
8	(1) preserve open space, critical and sensitive
9	areas, and natural hazard areas;
10	(2) conserve agriculture and forestry uses of land;
11	(3) protect lands and structures of aesthetic,
12	architectural, and historic significance;
13	(4) ensure that the owners of land that is so
14	preserved, conserved, or protected may be reasonably
15	compensated for restrictions on otherwise reasonable uses
16	of their property rights while retaining ownership of the
17	land and the right to commence and continue uses not so
18	restricted; and
19	(5) provide a procedure for municipalities to
20	engage in preservation, conservation, or protection
21	through conservation easements.
22	(c) The corporate authorities of a municipality may
23	adopt a purchase of development rights program only by
24	ordinance, and an ordinance adopted under this Section must:
25	(1) Be adopted by the corporate authorities only
26	after they have adopted:
27	(A) a comprehensive plan;
28	(B) for a purchase of development rights
29	program concerning critical and sensitive areas, a
30	critical and sensitive areas element of the
31	comprehensive plan;
32	(C) for a purchase of development rights
33	program concerning natural hazards, a natural
34	hazards element of the comprehensive plan;

т.	(D) IOI a purchase of development rights
2	program concerning agriculture or forest
3	preservation, an agriculture and forest preservation
4	element of the comprehensive plan; and
5	(E) for a purchase of development rights
6	program concerning historic preservation, ar
7	historic preservation ordinance.
8	(2) Include a citation to enabling authority to
9	adopt and amend the purchase of development rights
10	ordinance.
11	(3) Include a statement of purpose consistent with
12	subsection (b) of this Section.
13	(4) Include a statement of consistency with the
14	comprehensive plan and with the applicable elements
15	thereof.
16	(5) Describe the development rights that may be
L7	purchased in reasonable detail, preferably ir
18	quantifiable terms such as area, building coverage ratio,
19	density, floor area ratio, height, or other forms of
20	measurement.
21	(6) Require the municipality to conduct ar
22	appraisal of the value of the parcel from which the
23	municipality is to purchase development rights and of the
24	value of the development rights to be purchased.
25	(7) Require that the municipality and any owner of
26	a parcel from which the municipality is to purchase
27	development rights enter into a written purchase of
28	development rights agreement in compliance with
29	subsections (d) and (e) of this Section.
30	(d) A purchase of development rights agreement must at a
31	minimum:
32	(1) State the address and legal description of the
33	premises.
34	(2) State the name of all record owners of the

<u>premises.</u>

- (3) Describe the development rights to be purchased in reasonable detail, preferably in quantifiable terms such as area, building coverage ratio, density, floor area ratio, height, or other forms of measurement.
- in consideration of the purchase of development rights, including any agreed terms under which payment is to be made, unless the development rights are being voluntarily donated by the owners of the parcel.
- (5) Require that the owners of the parcel execute a deed or instrument creating a conservation easement releasing development rights as agreed and describing the released development rights in reasonable detail, preferably in quantifiable terms, with the parcel from which development rights are being purchased as the servient estate and the municipality as the holder of the easement.
- (6) Provide that the owner of the parcel must submit the conservation easement to the plan commission for its approval before the municipality is obligated to pay the stated price.
- (7) Require that the municipality approve the conservation easement, indicate its approval on the instrument creating the easement, and pay the agreed price within 28 days after submission of the instrument unless the development rights released by the conservation easement vary significantly from the development rights that the owner of the servient estate agreed to release under the purchase of development rights or there is some other significant error in the instrument.
- (8) Require the owners of the servient estate to record any approved conservation easement with the county

_	recorder within 20 days after payment (or after approvar,
2	if the development rights are being voluntarily donated).
3	(e) A purchase of development rights agreement may
4	require that the conservation easement required by paragraph
5	(5) of subsection (c) name one or more non-profit
6	organizations as additional holders of the easement.
7	(f) Any instrument purporting to convey a conservation
8	easement under this Section but where the municipality has
9	not indicated its approval on the instrument is void and may
10	not be recorded or accepted by the county recorder for
L1	recording.
12	(g) This Section does not invalidate any completed
L3	purchase of development rights pursuant to any earlier
L4	statute, ordinance, or regulation, if the transfer was valid
L5	at that time.
L6	(65 ILCS 5/11-48.2-6C new)
L7	Sec. 11-48.2-6C. Land use incentives; unified incentives
L8	ordinance.
19	(a) The corporate authorities of a municipality:
20	(1) may adopt and amend an ordinance that
21	authorizes incentives for the provision of affordable
22	housing; and
23	(2) may adopt and amend an ordinance that
24	authorizes incentives for open space dedication and
25	provision of public benefit amenities.
26	(b) The purpose of this Section is to authorize the
27	adoption and amendment of:
28	(1) an affordable housing incentives ordinance in
29	order to respond to and accommodate present and future
30	needs for affordable housing;
31	(2) a community design and open space incentives
32	ordinance to provide additional amenities for public use
33	or benefit in new development that carry out goals and

1	policies of a county identified in its comprehensive
2	plan; and
3	(3) a unified incentives ordinance that
4	incorporates paragraphs (1) and (2) of this subsection.
5	(c) The corporate authorities of a municipality may
6	adopt and amend an affordable housing incentives ordinance
7	only after they have adopted a comprehensive plan that
8	<u>contains:</u>
9	(1) a housing element; and
10	(2) a policy in written or mapped form that
11	encourages affordable housing incentives.
12	(d) The corporate authorities of a municipality may
13	adopt and amend a community design and open space incentives
14	ordinance only after they have adopted a comprehensive plan
15	that contains:
16	(1) a housing element if a density bonus for
17	residential development for the public benefit amenity of
1	
18	a plaza, park, or other open spaces is authorized;
18	a plaza, park, or other open spaces is authorized;
18 19	<pre>a plaza, park, or other open spaces is authorized; (2) a community design element if any other type of</pre>
18 19 20	<pre>a plaza, park, or other open spaces is authorized;</pre>
18 19 20 21	<pre>a plaza, park, or other open spaces is authorized; (2) a community design element if any other type of bonus ratio is authorized; and (3) a policy in written or mapped form that</pre>
18 19 20 21 22	a plaza, park, or other open spaces is authorized; (2) a community design element if any other type of bonus ratio is authorized; and (3) a policy in written or mapped form that describes the relationship between the applicable public
18 19 20 21 22 23	a plaza, park, or other open spaces is authorized; (2) a community design element if any other type of bonus ratio is authorized; and (3) a policy in written or mapped form that describes the relationship between the applicable public benefit amenities and the density bonus or bonus ratio
18 19 20 21 22 23 24	a plaza, park, or other open spaces is authorized; (2) a community design element if any other type of bonus ratio is authorized; and (3) a policy in written or mapped form that describes the relationship between the applicable public benefit amenities and the density bonus or bonus ratio and supports the granting of such density bonus or bonus
18 19 20 21 22 23 24 25	a plaza, park, or other open spaces is authorized; (2) a community design element if any other type of bonus ratio is authorized; and (3) a policy in written or mapped form that describes the relationship between the applicable public benefit amenities and the density bonus or bonus ratio and supports the granting of such density bonus or bonus ratio.
18 19 20 21 22 23 24 25 26	a plaza, park, or other open spaces is authorized; (2) a community design element if any other type of bonus ratio is authorized; and (3) a policy in written or mapped form that describes the relationship between the applicable public benefit amenities and the density bonus or bonus ratio and supports the granting of such density bonus or bonus ratio. (e) An affordable housing incentive ordinance, a
18 19 20 21 22 23 24 25 26 27	a plaza, park, or other open spaces is authorized; (2) a community design element if any other type of bonus ratio is authorized; and (3) a policy in written or mapped form that describes the relationship between the applicable public benefit amenities and the density bonus or bonus ratio and supports the granting of such density bonus or bonus ratio. (e) An affordable housing incentive ordinance, a community design and open space incentives ordinance, or a
18 19 20 21 22 23 24 25 26 27 28	a plaza, park, or other open spaces is authorized; (2) a community design element if any other type of bonus ratio is authorized; and (3) a policy in written or mapped form that describes the relationship between the applicable public benefit amenities and the density bonus or bonus ratio and supports the granting of such density bonus or bonus ratio. (e) An affordable housing incentive ordinance, a community design and open space incentives ordinance, or a unified incentives ordinance must include the following
18 19 20 21 22 23 24 25 26 27 28 29	a plaza, park, or other open spaces is authorized; (2) a community design element if any other type of bonus ratio is authorized; and (3) a policy in written or mapped form that describes the relationship between the applicable public benefit amenities and the density bonus or bonus ratio and supports the granting of such density bonus or bonus ratio. (e) An affordable housing incentive ordinance, a community design and open space incentives ordinance, or a unified incentives ordinance must include the following minimum provisions:
18 19 20 21 22 23 24 25 26 27 28 29 30	a plaza, park, or other open spaces is authorized; (2) a community design element if any other type of bonus ratio is authorized; and (3) a policy in written or mapped form that describes the relationship between the applicable public benefit amenities and the density bonus or bonus ratio and supports the granting of such density bonus or bonus ratio. (e) An affordable housing incentive ordinance, a community design and open space incentives ordinance, or a unified incentives ordinance must include the following minimum provisions: (1) A citation to enabling authority to adopt and
18 19 20 21 22 23 24 25 26 27 28 29 30 31	a plaza, park, or other open spaces is authorized; (2) a community design element if any other type of bonus ratio is authorized; and (3) a policy in written or mapped form that describes the relationship between the applicable public benefit amenities and the density bonus or bonus ratio and supports the granting of such density bonus or bonus ratio. (e) An affordable housing incentive ordinance, a community design and open space incentives ordinance, or a unified incentives ordinance must include the following minimum provisions: (1) A citation to enabling authority to adopt and amend the ordinance.

1	comprehensive plan.
2	(4) Definitions, as appropriate, for any words or
3	terms contained in the affordable housing incentive
4	ordinance. Where this Division defines words or terms,
5	the ordinance must incorporate those definitions, either
6	directly or by reference.
7	(5) Procedures for the review of applications for
8	incentives.
9	(6) A requirement that every developer that is to
10	receive incentives must enter into a development
11	agreement with the municipality.
12	(7) Designation of an officer or body to review and
L3	approve applications for incentives.
14	(8) Provisions for enforcement, including the
15	issuance of certificates of compliance.
Lб	(f) An affordable housing incentives ordinance or a
17	unified incentives ordinance must also include the following
18	minimum provisions:
19	(1) A requirement that, where a developer proposes
20	a housing development within the jurisdiction of the
21	municipality, the municipality must provide the developer
22	with affordable housing incentives for the production of
23	affordable housing within the development if the
24	developer meets the requirements set forth in subsections
25	(j) and (k) of this Section.
26	(2) Provisions to ensure that once affordable
27	housing is built through subsidies or other means as part
28	of a housing development, its availability will be
29	maintained by establishing income qualifications for
30	affordable housing renters or purchasers and promoting
31	affirmative marketing.
32	(g) A community design and open space incentives
33	ordinance or a unified incentives ordinance must also include

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(1) A statement of the types or categories or public benefit amenities for which a bonus ratio or density bonus shall be authorized, the amount of the respective bonus ratio or density bonus, and the zoning use district or overlay district to which public benefit amenity and the respective bonus ratio or density bonus apply.

(2) Locational and other development standards for the public benefit amenities, including a statement of the minimum bonusable area that a public benefit amenity must contain in order to be eligible for a bonus ratio or a density bonus.

(3) Requirements for permanent public access to the public benefit amenity, including signage indicating the nature of the public access, secured by either (i) a conveyance of the plaza, park, or other open space, or access to transit stations or transit easements, to the municipality or appropriate governmental unit as a public use as a condition of approval of the development permit, provided that the conveyance is in a form approved by the attorney of the municipality or governmental unit or (ii) where the public benefit amenity will not be owned by the municipality or another governmental unit, provisions in the development agreement requiring permanent maintenance by the property owner, except that permanent public access may be limited to normal business hours.

(h) An affordable housing incentives ordinance or a unified incentives ordinance may require that any new housing development within the jurisdiction of the municipality contain at least 15% affordable housing if such a requirement is consistent with a policy contained in the comprehensive plan. The incentives offered to the developer, whether density bonuses, development incentives, or both, must be of at least equivalent financial value to the cost of making the

affordable housing units affordable.

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2	(i) A community design and open space incentives
3	ordinance or a unified incentives ordinance may:
4	(1) Include a manual of graphic and written design
5	guidelines to assist developers in the preparation of
6	applications for community design and open space
7	incentives, but the guidelines shall be advisory only.
8	(2) Include a statement of the minimum bonusable
9	area that a public benefit amenity may contain in order
10	to be eligible for a bonus ratio or a density bonus.
11	(3) Include a provision that allows the developer
12	to provide the public benefit amenity offsite as a
13	condition of receiving a bonus ratio or density bonus,
14	including standards of proximity of the development to
15	the offsite public benefit amenity.
16	(4) Be adopted as an overlay district to all or
17	portions of existing zoning use districts. The boundaries
18	of the overlay district must be shown on the zoning map.
19	(j) Where a developer proposes a housing development
20	that is to be an affordable housing development, the
21	municipality must either:
22	(1) grant a density bonus and at least one
23	development incentive, unless the municipality makes a
24	written finding that the development incentive is not
25	necessary to reduce the price or rent of the dwelling
26	units in order to ensure that they are affordable
27	housing; or
28	(2) provide, in lieu of density bonuses and
29	development incentives required by paragraph (1) of this
30	subsection, development incentives of equivalent
31	financial value based upon the land cost per dwelling
32	unit. The value of the equivalent development incentives
33	must at least equal the land cost per dwelling unit that
34	would result from a density bonus and must contribute

1	significantly to the economic feasibility of providing
2	the affordable housing units.
3	(k) The development agreement entered into between the
4	developer of a housing development that is to be an
5	affordable housing development and the municipality must
6	include provisions to ensure the availability of affordable
7	housing for sale or rent.
8	The development agreement may provide for a period of
9	availability for affordable housing as follows:
10	(1) Newly constructed low- and moderate-income
11	sales and rental dwelling units must be subject to
12	affordability controls for a period of not less than 10
13	years, which period may be renewed pursuant to the
14	development agreement.
15	(2) Rehabilitated owner-occupied single-family
16	dwelling units that are improved to code standard must be
17	subject to affordability controls for not less than 5
18	years.
19	(3) Rehabilitated renter-occupied dwelling units
20	that are improved to code standard must be subject to
21	affordability controls on re-rental for not less than 10
22	years.
23	(4) Any dwelling unit created through the
24	conversion of a nonresidential structure must be
25	considered a new dwelling unit and must be subject to
26	affordability controls as delineated in paragraph (1)
27	above.
28	(5) Affordability controls on owner- or
29	renter-occupied accessory apartments must be applicable
30	for a period of not less than 5 years.
31	(6) Alternative living arrangements not otherwise
32	described in this subsection must be controlled in a
33	manner deemed suitable to the municipality and must
34	provide assurances that the arrangements will house low-

1	and moderate-income households for not less than 10
2	years.
3	In the case of for-sale housing developments, the
4	development agreement must include the following
5	affordability controls governing the initial sale and use and
6	any resale:
7	(1) All conveyances of newly constructed affordable
8	housing dwelling units subject to the affordable housing
9	incentives ordinance that are for sale must contain a
10	deed restriction and mortgage lien that must be recorded
11	with the county recorder. Any restrictions on future
12	resale must be included in the deed restriction as a
13	condition of approval enforceable through legal and
14	equitable remedies.
15	(2) Affordable housing units must upon initial sale
16	and resale in the period covered by the development
17	agreement be sold to eligible low- or moderate-income
18	households at an affordable sales price and housing cost.
19	(3) Affordable housing units must be occupied by
20	eligible low- or moderate-income households during the
21	period covered by the development agreement.
22	In the case of rental housing developments, the
23	development agreement must include the following
24	affordability controls governing the use of affordable
25	housing units during the use restriction period:
26	(1) Rules and procedures for qualifying tenants,
27	establishing affordable rent, filling vacancies, and
28	maintaining affordable housing rental units for qualified
29	tenants.
30	(2) Requirements that owners verify tenant incomes
31	and maintain books and records to demonstrate compliance
32	with the agreement and with the ordinance.
33	(3) Requirements that owners submit an annual
34	report to the municipality demonstrating compliance with

- 1 <u>the agreement and with the ordinance.</u>
- 2 The development agreement must include a schedule that
- 3 provides for the affordable housing units to be built
- 4 concurrently with the units that are not subject to
- 5 <u>affordability controls.</u>
- 6 (1) The approval of incentives constitutes a development
- 7 permit.
- 8 (m) This Section does not limit or require the provision
- 9 of direct financial aid by the municipality, the provision of
- 10 publicly owned land, or the waiver or reduction of fees,
- 11 <u>including impact fees</u>, or of dedication or exaction
- 12 <u>requirements.</u>
- (n) The Department of Commerce and Community Affairs
- 14 <u>must, no later than one year after the effective date of this</u>
- 15 <u>amendatory Act of the 92nd General Assembly, prepare and</u>
- 16 <u>distribute a model affordable housing incentives ordinance</u>
- 17 and related guidelines to assist municipalities in complying
- 18 with this Section.
- 19 Section 15. The State Mandates Act is amended by adding
- 20 Section 8.25 as follows:
- 21 (30 ILCS 805/8.25 new)
- 22 <u>Sec. 8.25. Exempt mandate. Notwithstanding Sections 6</u>
- 23 and 8 of this Act, no reimbursement by the State is required
- 24 for the implementation of any mandate created by this
- 25 <u>amendatory Act of the 92nd General Assembly.</u>