LEGISLATURE OF NEBRASKA

ONE HUNDRED SEVENTH LEGISLATURE

SECOND SESSION

LEGISLATIVE BILL 799

Introduced by Urban Affairs Committee: Wayne, 13, Chairperson; Arch, 14; Blood, 3; Briese, 41; Hansen, M., 26; Hunt, 8; Lowe, 37.

Read first time January 06, 2022

Committee: Urban Affairs

- 1 A BILL FOR AN ACT relating to the Municipal Density and Missing Middle
- 2 Housing Act; to amend sections 19-5503 and 19-5504, Revised Statutes
- 3 Cumulative Supplement, 2020; to update a federal reference; to
- 4 change provisions relating to the contents of an affordable housing
- 5 report; and to repeal the original sections.
- 6 Be it enacted by the people of the State of Nebraska,

1 Section 1. Section 19-5503, Revised Statutes Cumulative Supplement,

- 2 2020, is amended to read:
- 3 19-5503 For purposes of the Municipal Density and Missing Middle
- 4 Housing Act:
- 5 (1) Accessory dwelling unit means an interior, attached, or detached
- 6 residential structure that is used in connection with, or that is an
- 7 accessory to, a single-family dwelling and is located on the same lot or
- 8 parcel as such single-family dwelling;
- 9 (2) Affordable housing means residential dwelling units affordable
- 10 to a household earning not more than eighty percent of the income limit
- 11 as set forth by the United States Department of Housing and Urban
- 12 Development under its Income Limits Documentation System, as such limits
- 13 existed on January 1, 2022 2020, for the county in which the units are
- 14 located and for a particular household size;
- 15 (3) City means any city of the metropolitan class, city of the
- 16 primary class, or city of the first class in the State of Nebraska with a
- 17 population of at least twenty thousand inhabitants as determined by the
- 18 most recent federal decennial census or the most recent revised certified
- 19 count by the United States Bureau of the Census;
- 20 (4) Cottage cluster means a grouping of no fewer than four detached
- 21 housing units per acre with a footprint of less than nine hundred square
- 22 feet each and that includes a common courtyard;
- 23 (5) Density bonus means a density increase over the otherwise
- 24 maximum allowable residential density under a city's zoning codes,
- 25 ordinances, and regulations;
- 26 (6) Middle housing means:
- 27 (a) Duplexes;
- 28 (b) Triplexes;
- 29 (c) Quadplexes;
- 30 (d) Cottage clusters; or
- 31 (e) Townhouses;

- 1 (7) Townhouse means a dwelling unit constructed in a row of two or
- 2 more attached units where each dwelling unit is located on an individual
- 3 lot or parcel and shares at least one common wall with an adjacent unit;
- 4 and
- 5 (8) Workforce housing means:
- 6 (a) Housing that meets the needs of working families;
- 7 (b) Owner-occupied housing units that have an after-construction
- 8 appraised value of at least one hundred twenty-five thousand dollars but
- 9 not more than two hundred seventy-five thousand dollars to construct;
- (c) Owner-occupied housing units for which the cost to substantially
- 11 rehabilitate exceeds fifty percent of a unit's assessed value;
- 12 (d) Upper-story housing for occupation by a homeowner; and
- (e) Housing that does not receive federal or state low-income
- 14 housing tax credits, community development block grants, HOME funds as
- 15 defined in section 81-1228, or funds from the Affordable Housing Trust
- 16 Fund.
- 17 Sec. 2. Section 19-5504, Revised Statutes Cumulative Supplement,
- 18 2020, is amended to read:
- 19 19-5504 (1) On or before July 1, 2021, and by each July 1 every two
- 20 years thereafter, each city shall electronically submit a report to the
- 21 Urban Affairs Committee of the Legislature detailing its efforts to
- 22 address the availability of and incentives for affordable housing through
- 23 its zoning codes, ordinances, and regulations. Such report shall include,
- 24 but not be limited to:
- 25 (a) An overview of the city's current residential zoning
- 26 requirements;
- 27 (b) The percentage of areas <u>within the corporate limits of in the</u>
- 28 city zoned for residential use which permit the construction of
- 29 multifamily housing and middle housing, including whether such areas are
- 30 <u>zoned specifically for residential use or generally allow residential</u>
- 31 use, and whether such construction is permitted with or without any

- 1 additional permit requirements;
- 2 (c) A breakdown of new residential construction within the corporate
- 3 <u>limits of</u> in the city over the previous five years, including the
- 4 percentage of such construction that was single-family housing
- 5 multifamily housing, and middle housing;
- 6 (d) A breakdown of residential units annexed by the city over the
- 7 previous five years, including the percentage of such units that were
- 8 single-family housing, multifamily housing, and middle housing;
- 9 (e) An estimate of the per-unit cost of housing within the corporate
- 10 <u>limits of in the city;</u>
- 11 (f) Whether such zoning codes, ordinances, and regulations provide
- 12 for density bonuses or other concessions or incentives which encourage
- 13 residential density, and the frequency with which such bonuses,
- 14 concessions, or incentives are utilized;
- 15 (g) Whether such zoning codes, ordinances, and regulations allow the
- 16 construction of accessory dwelling units;
- 17 (h) What incentives the city applies to encourage the development of
- 18 affordable housing, including both direct incentives and regulatory
- 19 relief;
- 20 (i) A demographic analysis of the city with trends and estimates of
- 21 the housing need classified by housing type and price range; and
- 22 (j) Efforts to adopt an affordable housing action plan as required
- 23 under section 19-5505.
- 24 (2) The Urban Affairs Committee of the Legislature may require any
- 25 city to present its report to the committee at a public hearing.
- Sec. 3. Original sections 19-5503 and 19-5504, Revised Statutes
- 27 Cumulative Supplement, 2020, are repealed.