LEGISLATURE OF NEBRASKA

ONE HUNDRED EIGHTH LEGISLATURE

FIRST SESSION

LEGISLATIVE BILL 223

Introduced by McKinney, 11.

Read first time January 10, 2023

Committee: Urban Affairs

- 1 A BILL FOR AN ACT relating to the Municipal Density and Missing Middle
- 2 Housing Act; to amend sections 19-5504 and 19-5505, Reissue Revised
- 3 Statutes of Nebraska; to change and provide reporting requirements
- 4 as prescribed; to harmonize provisions; and to repeal the original
- 5 sections.
- 6 Be it enacted by the people of the State of Nebraska,

LB223 2023

1 Section 1. Section 19-5504, Reissue Revised Statutes of Nebraska, is

- 2 amended to read:
- 3 19-5504 (1) On or before July 1, 2021, and by each July 1 every two
- 4 years thereafter, each city shall electronically submit a report to the
- 5 Urban Affairs Committee of the Legislature detailing its efforts to
- 6 address the availability of and incentives for affordable housing through
- 7 its zoning codes, ordinances, and regulations. Such report shall include,
- 8 but not be limited to:
- 9 (a) An overview of the city's current residential zoning
- 10 requirements;
- 11 (b) The percentage of areas within the corporate limits of the city
- 12 zoned for residential use which permit the construction of multifamily
- 13 housing and middle housing, including whether such areas are zoned
- 14 specifically for residential use or generally allow residential use, and
- 15 whether such construction is permitted with or without any additional
- 16 permit requirements;
- 17 (c) A breakdown of new residential construction within the corporate
- 18 limits of the city over the previous five years, including the percentage
- 19 of such construction that was single-family housing, multifamily housing,
- 20 and middle housing;
- 21 (d) A breakdown of residential units annexed by the city over the
- 22 previous five years, including the percentage of such units that were
- 23 single-family housing, multifamily housing, and middle housing;
- (e) An estimate of the per-unit cost of housing within the corporate
- 25 limits of the city;
- 26 (f) Whether such zoning codes, ordinances, and regulations provide
- 27 for density bonuses or other concessions or incentives which encourage
- 28 residential density, and the frequency with which such bonuses,
- 29 concessions, or incentives are utilized;
- 30 (g) Whether such zoning codes, ordinances, and regulations allow the
- 31 construction of accessory dwelling units;

- 1 (h) What incentives the city applies to encourage the development of
- 2 affordable housing, including both direct incentives and regulatory
- 3 relief;
- 4 (i) The percentage of areas within the corporate limits of the city
- 5 zoned for residential use which have been declared substandard and
- 6 blighted areas under the Community Development Law;
- 7 (j) The percentage of areas within the corporate limits of the city
- 8 zoned for residential use which have been declared extremely blighted
- 9 areas under the Community Development Law;
- 10 (k) A demographic analysis of the city with trends and estimates of
- 11 the housing need classified by housing type and price range; and
- 12 (1) Efforts to adopt an affordable housing action plan as required
- 13 under section 19-5505, or efforts to implement an affordable housing
- 14 <u>action plan after such plan is adopted</u>.
- 15 (2) The Urban Affairs Committee of the Legislature may require any
- 16 city to present its report to the committee at a public hearing.
- 17 Sec. 2. Section 19-5505, Reissue Revised Statutes of Nebraska, is
- 18 amended to read:
- 19 19-5505 (1) On or before January 1, 2023, each city with a
- 20 population of fifty thousand or more inhabitants shall adopt an
- 21 affordable housing action plan. On or before January 1, 2024, each city
- 22 with a population of less than fifty thousand inhabitants shall adopt an
- 23 affordable housing action plan. Such action plan shall include, but not
- 24 be limited to:
- 25 (a) Goals for the construction of new affordable housing units,
- 26 including multifamily housing and middle housing, with specific types and
- 27 numbers of units, geographic locations, and specific actions to encourage
- 28 the development of affordable housing, middle housing, and workforce
- 29 housing;
- 30 (b) Goals for a percentage of areas in the city zoned for
- 31 residential use which permit the construction of multifamily housing and

- 1 middle housing;
- 2 (c) Plans for the use of federal, state, and local incentives to
- 3 encourage affordable housing, middle housing, and workforce housing,
- 4 including the Affordable Housing Trust Fund, the Local Option Municipal
- 5 Economic Development Act, tax-increment financing, federal community
- 6 development block grants, density bonuses, and other nonmonetary
- 7 regulatory relief; and
- 8 (d) Updates to the city's zoning codes, ordinances, and regulations
- 9 to incentivize affordable housing.
- 10 (2) An affordable housing action plan required under subsection (1)
- of this section may be adopted as part of a city's comprehensive plan or
- 12 as a separate plan.
- 13 (3) Each city which adopts an affordable housing action plan as
- 14 required under subsection (1) of this section shall electronically submit
- 15 <u>a copy of such plan to the Urban Affairs Committee of the Legislature.</u>
- 16 (4) (3) Any city which fails to adopt an affordable housing action
- 17 plan as required under subsection (1) of this section shall be required
- 18 to allow the development of:
- 19 (a) Middle housing in all areas in the city zoned for residential
- 20 use that allow for the development of detached single-family dwellings;
- 21 and
- 22 (b) A duplex on each lot or parcel zoned for residential use that
- 23 allows for the development of detached single-family dwellings.
- 24 (5) (4) A city shall amend any building zoning ordinances or
- 25 regulations as needed to comply with subsection (4) (3) of this section.
- 26 Sec. 3. Original sections 19-5504 and 19-5505, Reissue Revised
- 27 Statutes of Nebraska, are repealed.