Second Regular Session Seventy-fourth General Assembly STATE OF COLORADO

REREVISED

This Version Includes All Amendments Adopted in the Second House SENATE BILL 24-174

LLS NO. 24-0151.01 Pierce Lively x2059

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Senate Committees Local Government & Housing Appropriations

House Committees Transportation, Housing & Local Government Appropriations

A BILL FOR AN ACT

101	CONCERNING STATE SUPPORT FOR SUSTAINABLE AFFORDABLE
102	HOUSING, AND, IN CONNECTION THEREWITH, MAKING AN
103	APPROPRIATION.

Bill Summary

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at <u>http://leg.colorado.gov</u>.)

Housing needs assessments. The bill requires the executive director of the department of local affairs (director), no later than December 31, 2024, to develop reasonable methodologies for conducting statewide, regional, and local housing needs assessments and reasonable guidance for a local government to identify areas at elevated risk of



Amended 2nd Reading

HOUSE

May 7, 2024

HOUSE 3rd Reading Unamended May 8, 2024



displacement.

The bill requires the director, no later than November 30, 2027, and every 6 years thereafter, to conduct a statewide housing needs assessment that analyzes existing and future statewide housing needs and to publish a report identifying current housing stock and estimating statewide housing needs.

The bill requires each local government, beginning December 31, 2026, and every 6 years thereafter, to conduct and publish a local housing needs assessment. The bill outlines the process for a local government conducting a local housing needs assessment and for determining when a local government is exempt from conducting a local housing needs assessment. The bill requires local governments to submit local housing needs assessments to the department of local affairs (department), which shall publish those assessments on the department's website.

Relatedly, the bill allows a regional entity to conduct a regional housing needs assessment. If a regional entity conducts a regional housing needs assessment, the bill requires the regional entity to submit the assessment both to each local government in the region and to the department, which shall publish those assessments on the department's website.

Housing action plans. A housing action plan is an advisory document that demonstrates a local government's commitment to address housing needs and that guides a local government in developing legislative actions, promoting regional coordination, and informing the public of the local government's efforts to address housing needs in the local government's jurisdiction. The bill requires a local government with a population of 1,000 or more to make a housing action plan no later than January 1, 2028, and every 6 years thereafter. The bill identifies the specific elements that a housing action plan must include, explains how a local government may update a housing action plan, requires a local government to report its progress in implementing the plan to the department, and requires a local government to submit a housing action plan to the department, which shall publish those assessments on the department's website.

Publishing of reports. The bill requires the director to publish reports on the following no later than December 31, 2024:

- A directory of housing and land use strategies to guide local governments in encouraging the development of a range of housing types with a primary focus on increasing housing affordability; and
- A directory of housing and land use strategies to guide local governments in avoiding, reducing, and mitigating the impact of displacement.

The bill establishes the minimum required elements for both types of directories of housing and land use strategies. The bill also requires the

director to develop and publish:

- No later than June 30, 2025, in consultation with the Colorado water conservation board, a joint report concerning water supply; and
- No later than December 31, 2025, in coordination with relevant state agencies, a natural land and agricultural interjurisdictional opportunities report.

Technical assistance. The bill requires the division of local government (division) to provide technical assistance and guidance through a grant program, the provision of consultant services, or both to aid local governments in:

- Establishing regional entities;
- Creating local and regional housing needs assessments;
- Making a housing action plan;
- Enacting laws and policies that encourage the development of a range of housing types or mitigate the impact of displacement; and
- Creating strategic growth elements in master plans.

The bill creates the continuously appropriated housing needs planning technical assistance fund to contain the money necessary for the division to provide this technical assistance and guidance. The bill requires the state treasurer to transfer \$15 million from the general fund to this fund.

Further, the bill directs the division to serve as a clearing house for the benefit of local governments and regional entities in accomplishing the goals of the bill. The division shall report on the assistance requested and provided under the bill.

Grant program prioritization criteria. On and after December 1, 2027, for any grant program conducted by the department, the Colorado energy office, the office of economic development the department of transportation, the department of natural resources, the department of public health and environment, and the department of personnel and administration that awards grants to local governments for the primary purpose of supporting land use planning or housing, the bill requires the awarding entity to prioritize awarding grants to a local government that:

- Is the subject of a completed and filed housing needs assessment;
- Has adopted a housing action plan that has been accepted by the department;
- Has reported progress to the department regarding the adoption of any strategies or changes to local laws identified in the housing action plan; and
- Is the subject of a master plan that includes a water element and a strategic growth element.

In the case of a local government that is not required to do any of the above, the department is required to prioritize that local government in the same way that it prioritizes a local government that has done all of the above.

Master plans. The bill modifies the requirements of both county and municipal master plans so that those master plans must include:

- A narrative description of the procedure used for the development and adoption of the master plan;
- No later than December 31, 2026, a water supply element; and
- No later than December 31, 2026, a strategic growth element, so long as the county or municipality meets certain requirements.

The water element in a county or municipal master plan must identify the general location and extent of an adequate and suitable supply of water, identify supplies and facilities sufficient to meet the needs of local infrastructure, and include water conservation policies.

The strategic growth element in a master plan must include:

- A buildable sites analysis that identifies vacant, partially vacant, and underutilized land that can accommodate infill development, redevelopment, and new development without the development of previously undeveloped land;
- An identification of areas within a reasonable distance of rail transit and frequent bus service that can accommodate the development of housing to address the housing needs of current and future residents at all income levels; and
- A description of existing and needed infrastructure, transportation, and public facilities and services to serve these sites.

The bill requires both counties and municipalities to submit their master plan and any separately approved water or strategic growth element to the division for the division's review.

Prohibition contrary to public policy. The bill prohibits a unit owners' association of a common interest community from, through any declaration or bylaw, rules, or regulation adopted or amended by an association on or after July 1, 2024, prohibiting or restricting the construction of accessory dwelling units or middle housing, if the zoning laws of the association's local jurisdiction would otherwise allow such construction.

- 2
- SECTION 1. In Colorado Revised Statutes, add part 37 to article

¹ Be it enacted by the General Assembly of the State of Colorado:

1	32 of title 24 as follows:
2	PART 37
3	HOUSING NEEDS PLANNING
4	24-32-3701. Definitions. As used in this part 37, unless the
5	CONTEXT OTHERWISE REQUIRES:
6	(1) "Accessible housing" or "accessible unit" means
7	HOUSING THAT SATISFIES THE REQUIREMENTS OF THE FEDERAL "FAIR
8	HOUSING ACT", 42 U.S.C. SEC. 3601 ET SEQ., AS AMENDED, AND
9	INCORPORATES UNIVERSAL DESIGN.
10	(2) "DEPARTMENT" MEANS THE DEPARTMENT OF LOCAL AFFAIRS.
11	(3) "Director" means the executive director of the
12	DEPARTMENT OF LOCAL AFFAIRS.
13	(4) "DISPLACEMENT" MEANS:
14	(a) The INVOLUNTARY RELOCATION OF RESIDENTS, PARTICULARLY
15	LOW-INCOME RESIDENTS, OR LOCALLY OWNED COMMUNITY SERVING
16	BUSINESSES AND INSTITUTIONS DUE TO:
17	(I) INCREASED REAL ESTATE PRICES OR RENTS, PROPERTY
18	REHABILITATION, REDEVELOPMENT, DEMOLITION, OR OTHER ECONOMIC
19	<u>FACTORS;</u>
20	(II) PHYSICAL CONDITIONS RESULTING FROM NEGLECT AND
21	UNDERINVESTMENT THAT RENDER A RESIDENCE UNINHABITABLE; OR
22	(III) PHYSICAL DISPLACEMENT WHEREIN EXISTING HOUSING UNITS
23	AND COMMERCIAL SPACES ARE LOST DUE TO PROPERTY REHABILITATION,
24	REDEVELOPMENT, OR DEMOLITION; OR
25	(b) Indirect displacement resulting from changes in
26	NEIGHBORHOOD POPULATION, IF, WHEN LOW-INCOME HOUSEHOLDS MOVE
27	OUT OF HOUSING UNITS, THOSE SAME HOUSING UNITS DO NOT REMAIN

1 AFFORDABLE TO OTHER LOW-INCOME HOUSEHOLDS IN THE 2 NEIGHBORHOOD, OR DEMOGRAPHIC CHANGES THAT REFLECT THE 3 RELOCATION OF EXISTING RESIDENTS FOLLOWING WIDESPREAD 4 RELOCATION OF THEIR COMMUNITY AND COMMUNITY SERVING ENTITIES. (5) "DIVISION OF LOCAL GOVERNMENT" MEANS THE DIVISION OF 5 6 LOCAL GOVERNMENT IN THE DEPARTMENT OF LOCAL AFFAIRS CREATED IN 7 SECTION 24-32-103. 8 9 (6) "DWELLING UNIT" MEANS A SINGLE UNIT PROVIDING COMPLETE 10 INDEPENDENT LIVING FACILITIES FOR ONE OR MORE INDIVIDUALS, 11 INCLUDING PERMANENT PROVISIONS FOR COOKING, EATING, LIVING, 12 SANITATION, AND SLEEPING. 13 (7) "LOCAL GOVERNMENT" MEANS A HOME RULE, TERRITORIAL, OR 14 15 STATUTORY COUNTY, CITY AND COUNTY, CITY, OR TOWN. 16 (8) "MAJOR TRANSIT STOP" MEANS A STATION FOR BOARDING AND 17 EXITING GENERAL PUBLIC PASSENGER RAIL, INCLUDING COMMUTER RAIL 18 AND LIGHT RAIL, OR A STOP ON A BUS ROUTE WITH A SERVICE FREQUENCY 19 OF FIFTEEN MINUTES OR LESS FOR EIGHT HOURS OR MORE ON WEEKDAYS, 20 EXCLUDING SEASONAL SERVICE. (9) "MULTIFAMILY RESIDENTIAL HOUSING" MEANS A BUILDING OR 21 22 GROUP OF BUILDINGS ON A LOT WITH FIVE OR MORE SEPARATE DWELLING 23 UNITS. 24 (10) "NEIGHBORHOOD CENTER" MEANS AN AREA THAT MEETS THE 25 FOLLOWING CRITERIA: 26 (a) ALLOWS A REASONABLE NET HOUSING DENSITY WITHIN ZONING 27 THAT SUPPORTS MIXED-USE PEDESTRIAN-ORIENTED NEIGHBORHOODS, THE

1 DEVELOPMENT OF REGULATED AFFORDABLE HOUSING, AND INCREASED

2 <u>PUBLIC TRANSIT RIDERSHIP, AS APPLICABLE;</u>

9

3 (b) USES AN EFFICIENT DEVELOPMENT REVIEW PROCESS FOR
4 MULTIFAMILY RESIDENTIAL DEVELOPMENT ON PARCELS IN THE AREA THAT
5 ARE NO LARGER THAN A SIZE DETERMINED BY THE DEPARTMENT; AND
6 (c) INCLUDES ASPECTS OF MIXED-USE PEDESTRIAN-ORIENTED
7 NEIGHBORHOODS, AS DETERMINED BY CRITERIA ESTABLISHED BY THE
8 DEPARTMENT.

10 (<u>11</u>) "PUBLIC FACILITIES" MEANS PUBLIC STREETS, ROADS,
11 HIGHWAYS, SIDEWALKS, STREET- AND ROAD-LIGHTING SYSTEMS, TRAFFIC
12 SIGNALS, DOMESTIC WATER SYSTEMS, STORM AND SANITARY SEWER
13 SYSTEMS, PARKS AND RECREATIONAL FACILITIES, BUILDINGS USED IN THE
14 PROVISION OF PUBLIC SERVICES, AND SCHOOLS.

15 (12) "PUBLIC SERVICES" MEANS FIRE PROTECTION AND
16 SUPPRESSION, LAW ENFORCEMENT, PUBLIC HEALTH, EDUCATION,
17 RECREATION, ENVIRONMENTAL PROTECTION, STORMWATER
18 MANAGEMENT, WASTEWATER MANAGEMENT, PUBLIC TRANSPORTATION,
19 PUBLIC INFRASTRUCTURE MAINTENANCE, WATER, <u>SOCIAL SERVICES</u>, AND
20 OTHER SERVICES TRADITIONALLY PROVIDED BY GOVERNMENT.

(13) "REGION" OR "REGIONAL" MEANS A DEFINED GEOGRAPHIC
AREA CONSISTING OF TERRITORY FROM MORE THAN ONE LOCAL
GOVERNMENT WITH A SUBSTANTIAL INTERCONNECTION IN COMMUTING
<u>PATTERNS,</u> ECONOMY, WORKFORCE, TRANSPORTATION AND TRANSIT
SYSTEMS, PUBLIC SERVICES, COMMUNITIES OF INTEREST, OR OTHER
FACTORS RELATED TO POPULATION AND HOUSING.

27 (14) "REGIONAL ENTITY" MEANS A COUNCIL OF GOVERNMENTS, A

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1	PUBLIC ENTITY FORMED BY THE VOLUNTARY AGREEMENT OF LOCAL
2	GOVERNMENTS IN THE REGION, OR A REGIONAL PLANNING COMMISSION.
3	(15) "REGULATED AFFORDABLE HOUSING" MEANS AFFORDABLE
4	HOUSING THAT:
5	(a) Has received loans, grants, equity, bonds, or tax
6	CREDITS FROM ANY SOURCE TO SUPPORT THE CREATION, PRESERVATION,
7	OR REHABILITATION OF AFFORDABLE HOUSING THAT, AS A CONDITION OF
8	FUNDING, ENCUMBERS THE PROPERTY WITH A RESTRICTED USE COVENANT
9	OR SIMILAR RECORDED AGREEMENT TO ENSURE AFFORDABILITY, OR HAS
10	BEEN INCOME-RESTRICTED UNDER A LOCAL INCLUSIONARY ZONING
11	ORDINANCE OR OTHER REGULATION OR PROGRAM;
12	(b) RESTRICTS OR LIMITS MAXIMUM RENTAL OR SALE PRICE FOR
13	HOUSEHOLDS OF A GIVEN SIZE AT A GIVEN AREA MEDIAN INCOME, AS
14	ESTABLISHED ANNUALLY BY THE UNITED STATES DEPARTMENT OF
15	HOUSING AND URBAN DEVELOPMENT; AND
16	(c) Ensures occupancy by low- to moderate-income
17	HOUSEHOLDS FOR A SPECIFIED PERIOD DETAILED IN A RESTRICTIVE USE
18	COVENANT OR SIMILAR RECORDED AGREEMENT.
19	$(\underline{16})$ "Single-unit detached dwelling" means a detached
20	BUILDING WITH A SINGLE DWELLING UNIT LOCATED ON A SINGLE LOT.
21	(17) "Supportive housing" or "supportive unit" means a
22	COMBINATION OF HOUSING AND SERVICES INTENDED AS A COST-EFFECTIVE
23	WAY TO HELP PEOPLE LIVE MORE STABLE, PRODUCTIVE LIVES, AND
24	TYPICALLY COMBINES AFFORDABLE HOUSING WITH INTENSIVE
25	COORDINATED SERVICES TO HELP PEOPLE MAINTAIN STABLE HOUSING AND
26	RECEIVE APPROPRIATE HEALTH CARE.
27	(18) "UNIVERSAL DESIGN" MEANS ANY DWELLING UNIT DESIGNED

1 AND CONSTRUCTED TO BE SAFE AND ACCESSIBLE FOR ANY INDIVIDUAL

2 <u>REGARDLESS OF AGE OR ABILITIES.</u>

3 (19) "VISITABLE HOUSING" OR "VISITABLE UNIT" MEANS A 4 DWELLING UNIT THAT A PERSON WITH A DISABILITY CAN ENTER, MOVE 5 AROUND THE PRIMARY ENTRANCE FLOOR OF, AND USE THE BATHROOM IN. 6 24-32-3702. Housing needs assessment methodology statewide housing needs assessment ____ - displacement risk guidance. 7 8 (1) (a) NO LATER THAN DECEMBER 31, 2024, THE DIRECTOR SHALL 9 DEVELOP REASONABLE METHODOLOGIES FOR CONDUCTING STATEWIDE, 10 REGIONAL, AND LOCAL HOUSING NEEDS ASSESSMENTS. THE 11 METHODOLOGIES DESCRIBED IN THIS SUBSECTION (1)(a) MUST ESTABLISH 12 BASELINE STANDARDS THAT SEEK TO PRODUCE ACCURATE DATA FOR 13 INTERNAL STATE AGENCY PLANNING AND GRANT PROGRAMS AND 14 EFFICIENTLY PROCURE DATA FOR USE BY REGIONS AND LOCAL 15 GOVERNMENTS FOR PLANNING PURPOSES, BUT MUST ALSO BE DESIGNED 16 TO MINIMIZE THE FISCAL BURDEN ON LOCAL GOVERNMENTS AND REGIONAL 17 ENTITIES CONDUCTING HOUSING NEEDS ASSESSMENTS. IN DEVELOPING THE 18 METHODOLOGIES AND GUIDANCE DESCRIBED IN THIS SECTION, THE 19 DIRECTOR SHALL CONSULT WITH LOCAL GOVERNMENTS AND EXPERTS IN 20 PLANNING AND ZONING, AFFORDABLE HOUSING, DISABILITY RIGHTS, 21 HOMELESSNESS RESOLUTION AND PREVENTION, TENANTS' RIGHTS, EXPERTS 22 WITH DEMONSTRATED EXPERIENCE IN CONDUCTING HIGH-QUALITY 23 HOUSING NEEDS ASSESSMENTS AND ENGAGEMENT OF UNDERREPRESENTED 24 COMMUNITIES, AND OTHER FIELDS FOCUSED ON HOUSING NEEDS 25 PLANNING. PRIOR TO FINALIZING THE ASSESSMENT METHODOLOGY AND 26 DISPLACEMENT RISK MITIGATION STRATEGIES DIRECTORY CREATED 27 PURSUANT TO SECTION 24-32-3706 (4), THE DIVISION OF LOCAL

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GOVERNMENT SHALL ENGAGE IN TARGETED OUTREACH WITH FOCUS
 GROUPS FOR HISTORICALLY UNDERCONSULTED AND DISPROPORTIONATELY
 IMPACTED STAKEHOLDERS, RESIDENTS, AND BUSINESSES TO IDENTIFY THE
 PRIMARY REASONS FOR DISPLACEMENT INCLUDED AMONG THOSE
 IDENTIFIED IN SECTION 24-32-3701 (4).

6 (b) NO LATER THAN NOVEMBER 30, 2027, AND EVERY SIX YEARS 7 THEREAFTER, THE DIRECTOR SHALL CONDUCT A STATEWIDE HOUSING 8 NEEDS ASSESSMENT THAT ANALYZES EXISTING AND FUTURE STATEWIDE 9 HOUSING NEEDS. THE DIRECTOR SHALL PUBLISH A REPORT BASED ON THE 10 STATEWIDE HOUSING NEEDS ASSESSMENT AND REGIONAL AND LOCAL 11 HOUSING NEEDS ASSESSMENTS ACCEPTED BY THE DEPARTMENT PURSUANT 12 TO SECTION 24-32-3703 (3) OR 24-32-3704 (3) THAT IDENTIFIES CURRENT 13 HOUSING STOCK AND ESTIMATES THE NUMBER AND TYPE OF DWELLING 14 UNITS NEEDED TO ACCOMMODATE FUTURE HOUSING NEEDS OF THE STATE 15 BASED ON POPULATION CHANGE PROJECTIONS. THE REPORT SHALL 16 CATEGORIZE STATEWIDE HOUSING NEEDS BY HOUSEHOLD SIZE; 17 HOUSEHOLD TYPE, INCLUDING ACCESSIBLE, VISITABLE, SUPPORTIVE, 18 FOR-SALE, AND RENTAL HOUSING; AND INCOME LEVELS, INCLUDING 19 EXTREMELY LOW-, VERY LOW-, LOW-, MODERATE-, AND MIDDLE-INCOME 20 HOUSEHOLDS AS DESIGNATED BY THE UNITED STATES DEPARTMENT OF 21 HOUSING AND URBAN DEVELOPMENT.

(c) THE METHODOLOGY FOR CONDUCTING A REGIONAL HOUSING
 NEEDS ASSESSMENT MUST INCLUDE METHODS FOR A REGIONAL ENTITY TO:

24 (I) ESTIMATE EXISTING HOUSING STOCK IN THE REGION AND IN
25 EACH LOCAL JURISDICTION THAT FORMS THE REGION;

26 (II) ESTIMATE HOUSING NEEDS IN THE REGION AND EACH LOCAL
 27 GOVERNMENT'S JURISDICTION THAT FORMS THE REGION, SORTED BY

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1 INCOME LEVEL AND DWELLING TYPE, INCLUDING ACCESSIBLE UNITS, 2 SUPPORTIVE UNITS, FOR-SALE UNITS, AND RENTAL UNITS; 3 (III) ESTIMATE THE NUMBER OF HOUSEHOLDS IN THE REGION AND 4 EACH LOCAL GOVERNMENT'S JURISDICTION THAT FORMS THE REGION; 5 (IV) ESTIMATE THE NUMBER OF JOBS IN THE REGION AND EACH 6 LOCAL GOVERNMENT'S JURISDICTION THAT FORMS THE REGION, SORTED BY 7 ANNUAL SALARY AND WAGE; 8 (V) ESTIMATE AN ALLOCATION OF HOUSING NEEDS IDENTIFIED IN 9 SUBSECTION (1)(c)(II) OF THIS SECTION TO EACH LOCAL GOVERNMENT IN 10 THE REGION OR CONTRIBUTING TO HOUSING NEEDS IN THE REGION BASED 11 ON THE NUMBER OF JOBS AND EACH LOCAL GOVERNMENT'S DEPENDENCE 12 ON JOBS IN THE REGION, AMONG OTHER FACTORS, TO PROMOTE A BALANCE 13 OF JOBS AT ALL SALARY LEVELS AND HOMES AFFORDABLE TO PERSONS IN 14 THE REGION HOLDING JOBS AT ALL INCOME LEVELS IN THE REGION; 15 (VI) IDENTIFY AREAS AT ELEVATED RISK OF DISPLACEMENT IN THE 16 REGION AND EACH LOCAL GOVERNMENT'S JURISDICTION THAT FORMS THE 17 REGION; 18 (VII) ESTIMATE THE WATER SUPPLY NEEDS FOR THE DWELLING 19 UNITS IDENTIFIED IN SUBSECTIONS (1)(c)(I) AND (1)(c)(II) OF THIS <u>SECTION</u> 20 USING PER CAPITA WATER USE RATES IDENTIFIED IN CONSULTATION WITH 21 THE DEPARTMENT OF NATURAL RESOURCES; AND 22 (VIII) ASSESS MARKET LIMITATIONS ON THE DEVELOPMENT OF 23 FOR-SALE MULTIFAMILY RESIDENTIAL HOUSING IN THE REGION. 24 (d) THE METHODOLOGY FOR CONDUCTING A LOCAL HOUSING 25 NEEDS ASSESSMENT MUST INCLUDE METHODS AND ACCEPTABLE PUBLICLY 26 AVAILABLE DATA SOURCES FOR A LOCAL GOVERNMENT TO: 27 (I) ESTIMATE EXISTING HOUSING STOCK IN THE LOCAL

1 GOVERNMENT'S JURISDICTION;

2 (II) ESTIMATE HOUSING NEEDS WITHIN THE LOCAL GOVERNMENT'S 3 JURISDICTION, SORTED BY INCOME LEVEL AND DWELLING TYPE, INCLUDING 4 ACCESSIBLE UNITS, VISITABLE UNITS, SUPPORTIVE UNITS, FOR-SALE UNITS, 5 AND RENTAL UNITS; 6 (III) ESTIMATE THE NUMBER OF HOUSEHOLDS IN THE LOCAL 7 GOVERNMENT'S JURISDICTION: 8 (IV) ESTIMATE THE NUMBER OF JOBS IN THE LOCAL GOVERNMENT'S 9 JURISDICTION SORTED BY ANNUAL SALARY AND WAGE; 10 (V) INCORPORATE A PORTION OF HOUSING NEEDS IDENTIFIED IN 11 ANY APPLICABLE STATE AND REGIONAL HOUSING NEEDS ASSESSMENT FOR 12 THE LOCAL GOVERNMENT, AS APPROPRIATE, BASED ON THE NUMBER OF 13 JOBS AND EACH LOCAL GOVERNMENT'S DEPENDENCE ON JOBS IN THE 14 REGION, AMONG OTHER FACTORS, TO PROMOTE A BALANCE OF JOBS AT ALL 15 SALARY LEVELS AND HOMES AFFORDABLE TO PERSONS IN THE REGION 16 HOLDING JOBS AT ALL INCOME LEVELS; 17 (VI) IDENTIFY AREAS AT ELEVATED RISK OF DISPLACEMENT IN THE 18 LOCAL GOVERNMENT'S JURISDICTION; 19 (VII) ESTIMATE WATER SUPPLY NEEDS FOR THE DWELLING UNITS 20 IDENTIFIED IN SUBSECTIONS (1)(d)(I) AND (1)(d)(II) OF THIS <u>SECTION</u> 21 USING PER CAPITA WATER USE RATES IDENTIFIED IN CONSULTATION WITH 22 THE DEPARTMENT OF NATURAL RESOURCES; AND 23 (VIII) ASSESS MARKET LIMITATIONS ON THE DEVELOPMENT OF ____ 24 HOUSING IN THE LOCAL GOVERNMENT'S JURISDICTION. 25 (e) THE METHODOLOGIES FOR REGIONAL AND LOCAL HOUSING 26 NEEDS ASSESSMENTS MUST INCLUDE THE FOLLOWING: 27 (I) A REQUIREMENT THAT HOUSING NEEDS ASSESSMENTS INCLUDE

RECOMMENDED POLICY AND PROGRAMMATIC RESPONSES TO THE FINDINGS
 OF THE HOUSING NEEDS ASSESSMENT, INCLUDING THE ASSESSMENT OF
 DISPLACEMENT RISK; AND

4 (II) GUIDANCE REGARDING HOUSING <u>ACTION PLANS CREATED</u>
5 <u>PURSUANT TO SECTION 24-32-3705, INCLUDING THE INCLUSION OF</u>
6 <u>RECOMMENDATIONS FOR HOUSING ACTION PLANS IN HOUSING NEEDS</u>
7 <u>ASSESSMENTS AND THE SEQUENCING OF HOUSING NEEDS ASSESSMENTS</u>
8 AND HOUSING ACTION PLANS.

9 (2) THE METHODOLOGIES FOR ESTIMATING HOUSING NEEDS IN _____
10 HOUSING NEEDS ASSESSMENTS MUST BE BASED ON THE FOLLOWING
11 BASELINE COMPONENTS FOR EACH REGION AND LOCAL GOVERNMENT:

12 (a) EXISTING AND PROJECTED HOUSING SHORTAGES AND
13 SURPLUSES FOR DIFFERENT HOUSEHOLD TYPES AND INCOME LEVELS,
14 INCLUDING EXTREMELY LOW-, VERY LOW-, LOW-, MODERATE-, AND
15 MIDDLE-INCOME HOUSEHOLDS AS DESIGNATED BY THE UNITED STATES
16 DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT;

(b) EXISTING HOUSING DIVERSITY AND STOCK;

- 18 (c) CURRENT JOBS BY INCOME LEVEL;
- 19 (d) CURRENT MEDIAN INCOME;

20 (e) <u>POPULATION CHANGE</u> PROJECTIONS, JOB GROWTH PROJECTIONS, 21 AND DEMOGRAPHIC TRENDS FORECASTED BY THE STATE DEMOGRAPHY

22 OFFICE;

- 23 (f) POPULATION AND DEMOGRAPHICS;
- 24 (g) MEASURES OF LOCAL RESOURCES DEDICATED TO THE
 25 DEVELOPMENT OF AFFORDABLE HOUSING;
- 26 (h) VACANCY RATES;
- 27 (i) MEASURES OF HOMELESSNESS AND HOUSING INSTABILITY; AND

1	(j) The job-housing balance, including the availability of
2	HOUSING FOR LOW-INCOME WORKERS.

(3) No later than December 31, 2024, the director shall
DEVELOP GUIDANCE FOR REGIONS AND LOCAL GOVERNMENTS TO CONDUCT
<u>A DISPLACEMENT RISK ASSESSMENT. IN DEVELOPING THE GUIDANCE, THE</u>
DEPARTMENT SHALL INCLUDE METHODS, WITH VARIATIONS FOR DIFFERENT
LOCAL CONTEXTS INCLUDING THE SIZE AND RESOURCE LEVELS OF LOCAL
GOVERNMENTS, FOR LOCAL GOVERNMENTS TO USE TO:
(a) GATHER FEEDBACK THROUGH COMMUNITY ENGAGEMENT;
(b) IDENTIFY INFORMATION FROM NEIGHBORHOOD-LEVEL EARLY
DISPLACEMENT WARNING AND RESPONSE SYSTEMS OR, IF THOSE SYSTEMS
ARE UNAVAILABLE, IDENTIFY THE BEST AVAILABLE LOCAL, REGIONAL,
STATE, OR FEDERAL DATA THAT CAN BE ANALYZED TO IDENTIFY
RESIDENTS AT ELEVATED DISPLACEMENT RISK, WHICH MAY INCLUDE:
(I) The percentage of households that are extremely
LOW-, VERY LOW-, AND LOW-INCOME, AS DESIGNATED BY THE UNITED
STATES DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT;
(II) THE PERCENTAGE OF RESIDENTS WHO ARE RENTERS;
(III) THE PERCENTAGE OF COST-BURDENED HOUSEHOLDS, DEFINED
AS HOUSEHOLDS THAT SPEND MORE THAN THIRTY PERCENT OF THE
HOUSEHOLD'S INCOME ON HOUSING NEEDS;
(IV) THE NUMBER OF ADULTS WHO ARE TWENTY-FIVE YEARS OF
AGE OR OLDER AND HAVE NOT EARNED AT LEAST A HIGH SCHOOL
<u>DIPLOMA;</u>
(V) THE PERCENTAGE OF HOUSEHOLDS IN WHICH ENGLISH IS NOT
THE PRIMARY SPOKEN LANGUAGE;

27 (VI) The number of single heads of household with

1 CHILDREN UNDER EIGHTEEN YEARS OF AGE;

(VII) DATA REGARDING RENTS OR HOME VALUES THAT ARE
INCREASING AT A SUBSTANTIALLY HIGHER RATE THAN ADJACENT
NEIGHBORHOODS IN THE REGION OR LOCAL GOVERNMENT'S JURISDICTION;
(VIII) DATA REGARDING NEIGHBORHOODS WITH HIGH VOLUME OF
SALES OF OWNER-OCCUPIED OR INVESTOR-OWNED HOUSING;
(IX) DATA REGARDING INCREASED SALES AND USE TAXES
GENERATED FROM COMMERCIAL AND RETAIL ACTIVITY;
(X) DATA REGARDING BUSINESS CLOSURES; AND
(XI) THE PERCENTAGE OF HOUSING STOCK BUILT PRIOR TO 1970;
(c) IDENTIFY THE LOCATION OF MANUFACTURED HOME PARKS;
(d) IDENTIFY AREAS THAT QUALIFY AS DISADVANTAGED AS
DETERMINED WITH THE CLIMATE AND ECONOMIC JUSTICE SCREENING TOOL
DEVELOPED BY THE COUNCIL ON ENVIRONMENTAL QUALITY IN THE OFFICE
<u>DEVELOPED BY</u> THE COUNCIL ON ENVIRONMENTAL QUALITY IN THE OFFICE OF THE PRESIDENT OF THE UNITED STATES; AND
OF THE PRESIDENT OF THE UNITED STATES; AND
OF THE PRESIDENT OF THE UNITED STATES; AND (c) <u>IDENTIFY AREAS</u> THAT WILL EXPERIENCE INCREASED ZONING
OF THE PRESIDENT OF THE UNITED STATES; AND (c) <u>IDENTIFY AREAS</u> THAT WILL EXPERIENCE INCREASED ZONING
OF THE PRESIDENT OF THE UNITED STATES; AND (e) <u>IDENTIFY AREAS</u> THAT WILL EXPERIENCE INCREASED ZONING CAPACITY ON OR AFTER JANUARY 1, 2025.
OF THE PRESIDENT OF THE UNITED STATES; AND (c) <u>IDENTIFY AREAS</u> THAT WILL EXPERIENCE INCREASED ZONING CAPACITY ON OR AFTER JANUARY 1, 2025. (4) ANY METHODOLOGY <u>OR GUIDANCE</u> DEVELOPED BY THE
OF THE PRESIDENT OF THE UNITED STATES; AND (c) <u>IDENTIFY AREAS</u> THAT WILL EXPERIENCE INCREASED ZONING CAPACITY ON OR AFTER JANUARY 1, 2025. (4) ANY METHODOLOGY <u>OR GUIDANCE</u> DEVELOPED BY THE DIRECTOR PURSUANT TO THIS SECTION MUST PERMIT THE SUBSTITUTION OF
OF THE PRESIDENT OF THE UNITED STATES; AND (c) <u>IDENTIFY AREAS</u> THAT WILL EXPERIENCE INCREASED ZONING CAPACITY ON OR AFTER JANUARY 1, 2025. (4) ANY METHODOLOGY <u>OR GUIDANCE</u> DEVELOPED BY THE DIRECTOR PURSUANT TO THIS SECTION MUST PERMIT THE SUBSTITUTION OF AN ASSESSMENT OF HOUSING NEEDS OR DISPLACEMENT RISK CONDUCTED
OF THE PRESIDENT OF THE UNITED STATES; AND (c) <u>IDENTIFY AREAS</u> THAT WILL EXPERIENCE INCREASED ZONING CAPACITY ON OR AFTER JANUARY 1, 2025. (4) ANY METHODOLOGY <u>OR GUIDANCE</u> DEVELOPED BY THE DIRECTOR PURSUANT TO THIS SECTION MUST PERMIT THE SUBSTITUTION OF AN ASSESSMENT OF HOUSING NEEDS OR DISPLACEMENT RISK CONDUCTED PURSUANT TO THE REQUIREMENTS OF ANY OTHER <u>FEDERAL OR STATE LAW</u>
OF THE PRESIDENT OF THE UNITED STATES; AND (c) IDENTIFY AREAS THAT WILL EXPERIENCE INCREASED ZONING CAPACITY ON OR AFTER JANUARY 1, 2025. (4) ANY METHODOLOGY <u>OR GUIDANCE</u> DEVELOPED BY THE DIRECTOR PURSUANT TO THIS SECTION MUST PERMIT THE SUBSTITUTION OF AN ASSESSMENT OF HOUSING NEEDS OR DISPLACEMENT RISK CONDUCTED PURSUANT TO THE REQUIREMENTS OF ANY OTHER <u>FEDERAL OR STATE LAW</u> <u>OR REGULATION.</u>
OF THE PRESIDENT OF THE UNITED STATES; AND (c) IDENTIFY AREAS THAT WILL EXPERIENCE INCREASED ZONING CAPACITY ON OR AFTER JANUARY 1, 2025. (4) ANY METHODOLOGY <u>OR GUIDANCE</u> DEVELOPED BY THE DIRECTOR PURSUANT TO THIS SECTION MUST PERMIT THE SUBSTITUTION OF AN ASSESSMENT OF HOUSING NEEDS OR DISPLACEMENT RISK CONDUCTED PURSUANT TO THE REQUIREMENTS OF ANY OTHER <u>FEDERAL OR STATE LAW</u> <u>OR REGULATION.</u> 24-32-3703. Local housing needs assessments - procedure -

CONDUCTING LOCAL HOUSING NEEDS ASSESSMENTS DEVELOPED BY THE
 DIRECTOR PURSUANT TO SECTION 24-32-3702 (1)(d) FOR THE TERRITORY
 COVERED BY THE LOCAL GOVERNMENT'S MASTER PLAN.

4 (b) A HOUSING NEEDS ASSESSMENT CONDUCTED BY OR ON BEHALF 5 OF A LOCAL GOVERNMENT AFTER JANUARY 1, 2022, QUALIFIES AS HAVING 6 SATISFIED THE REQUIREMENT OF SUBSECTION (1)(a) OF THIS SECTION, IF 7 THE LOCAL GOVERNMENT SUBMITS THE ASSESSMENT TO THE DEPARTMENT 8 NO LATER THAN DECEMBER 31, 2024, AND THE DEPARTMENT DETERMINES 9 THAT THE MOST RECENT VERSION OF THE ASSESSMENT CONFORMS TO THE 10 METHODOLOGY FOR CONDUCTING A REGIONAL HOUSING NEEDS 11 ASSESSMENT OR LOCAL HOUSING NEEDS ASSESSMENT PURSUANT TO 12 SECTION 24-32-3702. THE DEPARTMENT SHALL REVIEW A HOUSING NEEDS 13 ASSESSMENT AND MAKE SUCH A DETERMINATION WITHIN NINETY DAYS OF 14 A LOCAL GOVERNMENT SUBMITTING THE HOUSING NEEDS ASSESSMENT TO 15 THE DEPARTMENT.

16 (2) BEGINNING ON DECEMBER 31, 2026, A LOCAL GOVERNMENT
17 SHALL COMPLETE A HOUSING NEEDS ASSESSMENT <u>NO LESS OFTEN THAN</u>
18 EVERY SIX YEARS, EXCEPT AS PROVIDED IN THIS SECTION.

19 (3) UPON CONDUCTING A LOCAL GOVERNMENT HOUSING NEEDS 20 ASSESSMENT PURSUANT TO SUBSECTION (1) OF THIS SECTION, A LOCAL 21 GOVERNMENT'S GOVERNING BODY SHALL CONSIDER THE LOCAL HOUSING 22 NEEDS ASSESSMENT AT A PUBLIC MEETING. WITHIN SIXTY DAYS OF 23 CONSIDERING THE LOCAL HOUSING NEEDS ASSESSMENT AT A PUBLIC 24 MEETING, THE LOCAL GOVERNMENT SHALL SUBMIT THE HOUSING NEEDS 25 ASSESSMENT ALONG WITH ANY COMMENTS OF THE LOCAL GOVERNMENT'S 26 GOVERNING BODY TO THE DEPARTMENT. THE DEPARTMENT SHALL NOT 27 ACCEPT A HOUSING NEEDS ASSESSMENT FROM A LOCAL GOVERNMENT

1 THAT DOES NOT INCLUDE THE ELEMENTS LISTED IN SECTION 24-32-3702 2 (1)(d)(I) THROUGH (VI) AND DEMONSTRATE CONSIDERATION OF THE 3 BASELINE COMPONENTS LISTED IN SECTION 24-32-3702 (2). THE 4 DEPARTMENT SHALL NOTIFY A LOCAL GOVERNMENT IF IT DOES NOT 5 ACCEPT AN ASSESSMENT. THE DEPARTMENT SHALL POST THE HOUSING 6 NEEDS ASSESSMENT ON ITS WEBSITE AFTER ACCEPTING THE ASSESSMENT. 7 (4) A LOCAL GOVERNMENT IS EXEMPT FROM THE REQUIREMENTS 8 OF THIS SECTION IF:

9 (a) THE LOCAL GOVERNMENT ____ PARTICIPATES IN THE CREATION 10 OF A REGIONAL HOUSING NEEDS ASSESSMENT PURSUANT TO SECTION 11 24-32-3704 THAT IS UPDATED <u>NO LESS OFTEN THAN</u> EVERY SIX YEARS, 12 PROVIDED THAT, TO BE EXEMPT FROM THE REQUIREMENT TO CONDUCT 13 AND PUBLISH A LOCAL HOUSING NEEDS ASSESSMENT BY DECEMBER 31, 14 2026, THE REGIONAL HOUSING NEEDS ASSESSMENT MUST BE COMPLETED 15 BY DECEMBER 31, 2026; OR

16 (b) THE LOCAL GOVERNMENT HAS A POPULATION OF LESS THAN
17 ONE THOUSAND, <u>OR HAS EXPERIENCED A NEGATIVE POPULATION CHANGE</u>
18 <u>OF AT LEAST ONE PERCENT IN THE MOST RECENT DECENNIAL CENSUS</u>,
19 UNLESS THE LOCAL GOVERNMENT RECEIVES FUNDING TO CONDUCT A
20 LOCAL HOUSING NEEDS ASSESSMENT FROM THE DEPARTMENT PURSUANT
21 TO SECTION 24-32-3710.

(5) (a) POPULATION AND OTHER DATA BY WHICH A LOCAL
GOVERNMENT IS DETERMINED TO BE SUBJECT TO THE PROVISIONS OF THIS
section MUST BE DETERMINED TWO YEARS PRIOR TO THE DATE THAT THE
LOCAL GOVERNMENT IS REQUIRED TO COMPLETE A HOUSING NEEDS
ASSESSMENT PURSUANT TO THIS SECTION.

27 (b) FOR THE PURPOSES OF BOTH THIS SECTION AND SECTION

-17-

1 <u>24-32-3705, A COUNTY'S POPULATION INCLUDES ONLY THE POPULATION</u>

2 <u>WITHIN A COUNTY'S UNINCORPORATED TERRITORY.</u>

24-32-3704. Regional housing needs assessments. (1) A
REGIONAL ENTITY MAY CONDUCT AND PUBLISH A REGIONAL HOUSING
NEEDS ASSESSMENT <u>THAT CONFORMS TO THE METHODOLOGY FOR</u>
<u>CONDUCTING REGIONAL HOUSING NEEDS ASSESSMENTS DEVELOPED BY</u>
<u>THE DIRECTOR PURSUANT TO SECTION 24-32-3702 (1)(c)</u> FOR THE
TERRITORY COVERED BY THE MASTER PLAN OF ANY LOCAL GOVERNMENT
IN THE REGION.

10 (2) UPON CONDUCTING A REGIONAL HOUSING NEEDS ASSESSMENT 11 PURSUANT TO SUBSECTION (1) OF THIS SECTION, A REGIONAL ENTITY 12 SHALL PROVIDE THE REGIONAL HOUSING NEEDS ASSESSMENT TO EACH 13 LOCAL GOVERNMENT INCLUDED IN THE REGION. WITHIN SIXTY DAYS OF 14 RECEIVING THE REGIONAL HOUSING NEEDS ASSESSMENT, A LOCAL 15 GOVERNMENT'S GOVERNING BODY SHALL REVIEW THE ASSESSMENT AT A 16 PUBLIC MEETING AND SHALL SUBMIT COMMENTS TO THE REGIONAL 17 ENTITY.

18 (3) WITHIN SIXTY DAYS OF RECEIVING THE LOCAL GOVERNMENTS' 19 COMMENTS ON THE REGIONAL HOUSING NEEDS ASSESSMENT PURSUANT TO 20 SUBSECTION (2) OF THIS SECTION, A REGIONAL ENTITY SHALL SUBMIT THE 21 HOUSING NEEDS ASSESSMENT ALONG WITH THE COMMENTS OF EACH 22 LOCAL GOVERNMENT TO THE DEPARTMENT. THE DEPARTMENT SHALL NOT 23 ACCEPT A HOUSING NEEDS ASSESSMENT FROM A REGIONAL ENTITY THAT 24 DOES NOT INCLUDE THE ELEMENTS LISTED IN SECTION 24-32-3702(1)(c)(I)25 THROUGH (VI) AND DEMONSTRATE CONSIDERATION OF THE BASELINE 26 COMPONENTS LISTED IN SECTION 24-32-3702 (2). THE DEPARTMENT SHALL 27 NOTIFY A REGIONAL ENTITY IF IT DOES NOT ACCEPT AN ASSESSMENT. THE

DEPARTMENT SHALL POST THE HOUSING NEEDS ASSESSMENT ON ITS
 WEBSITE AFTER ACCEPTING THE ASSESSMENT.

3 **24-32-3705.** Housing action plan. (1) (a) By JANUARY 1, 2028, 4 AND NO LESS THAN EVERY SIX YEARS THEREAFTER, A LOCAL GOVERNMENT 5 ____ SHALL MAKE A HOUSING ACTION PLAN, WHICH PLAN IS SUBJECT TO 6 APPROVAL BY THE GOVERNING BODY FOLLOWING A PUBLIC HEARING. A 7 HOUSING ACTION PLAN MUST BE RESPONSIVE TO AN ACCEPTED HOUSING 8 NEEDS ASSESSMENT AND DEMONSTRATE THE LOCAL GOVERNMENT'S 9 COMMITMENT TO ADDRESS DEMONSTRATED HOUSING NEEDS AND GUIDES 10 THE LOCAL GOVERNMENT IN DEVELOPING LEGISLATIVE ACTIONS, 11 PROMOTING REGIONAL COORDINATION, AND INFORMING THE PUBLIC OF 12 THE LOCAL GOVERNMENT'S EFFORTS TO ADDRESS HOUSING NEEDS IN THE 13 LOCAL GOVERNMENT'S JURISDICTION. 14 (b) THE REQUIREMENTS OF THIS SECTION ONLY APPLY TO A LOCAL 15 GOVERNMENT THAT HAS A POPULATION OF: 16 (I) FIVE THOUSAND OR MORE; OR 17 (II) ONE THOUSAND OR MORE AND EITHER PARTICIPATED IN A 18 REGIONAL HOUSING NEEDS ASSESSMENT OR WOULD HAVE BEEN DEEMED, 19 AS OF JANUARY 1, 2024, TO BE A RURAL RESORT COMMUNITY AS DEFINED 20 IN SECTION 29-32-101 (10). 21 (c) THE REQUIREMENTS OF THIS SECTION DO NOT APPLY TO A 22 LOCAL GOVERNMENT THAT HAS EXPERIENCED A NEGATIVE POPULATION 23 CHANGE OF AT LEAST ONE PERCENT IN THE MOST RECENT DECENNIAL

24 <u>CENSUS.</u>

(2) A LOCAL GOVERNMENT SHALL MAKE A HOUSING ACTION PLAN
THROUGH AN INCLUSIVE PROCESS WITH PUBLIC OUTREACH AND
ENGAGEMENT THROUGHOUT THE PROCESS, INCLUDING OUTREACH TO AND

1 ENGAGEMENT OF COMMUNITIES AT RISK OF DISPLACEMENT AND 2 CONSIDERATION FOR PARTICIPATION BY PERSONS UNABLE TO ATTEND 3 MEETINGS IN PERSON OR AT THE LOCAL GOVERNMENT'S REGULAR MEETING 4 TIMES. A HOUSING ACTION PLAN MUST CONSIDER ANY APPLICABLE 5 HOUSING NEEDS ASSESSMENTS, APPLICABLE REGIONAL AND LOCAL PLANS, 6 AND ANY AVAILABLE ASSESSMENTS OF THE ADEQUACY OF PUBLIC 7 SERVICES AND PUBLIC FACILITIES IN THE LOCAL GOVERNMENT'S 8 JURISDICTION. A PROPOSED HOUSING ACTION PLAN MUST BE POSTED 9 PUBLICLY ON A LOCAL GOVERNMENT'S WEBSITE AT LEAST THIRTY DAYS 10 BEFORE THE PUBLIC HEARING ON THE PLAN.

11 (3) A HOUSING ACTION PLAN MUST INCLUDE THE <u>FOLLOWING</u>
 12 <u>BASELINE COMPONENTS:</u>

13 (a) A SUMMARY REPORT OF THE LOCAL GOVERNMENT'S PROGRESS 14 TOWARDS ADDRESSING THE FINDINGS OF THE APPLICABLE HOUSING NEEDS 15 ASSESSMENT WITHIN THE LOCAL GOVERNMENT'S JURISDICTION. THE 16 SUMMARY REPORT MUST INCLUDE THE NUMBER OF DWELLING UNITS 17 CONSTRUCTED OR PERMITTED IN THE LOCAL GOVERNMENT'S JURISDICTION 18 DURING THE PRECEDING SIX YEARS, IF SUCH INFORMATION IS AVAILABLE. 19 (b) A DESCRIPTION OF HOW THE LOCAL GOVERNMENT'S HOUSING 20 ACTION PLAN ADDRESSES THE ALLOCATION OF REGIONAL HOUSING NEEDS 21 TO THE LOCAL GOVERNMENT IN ANY APPLICABLE REGIONAL HOUSING 22 NEEDS ASSESSMENT;

(c) AN ASSESSMENT OF THE EFFECT OF EXISTING ZONING AND
DENSITY PERMITTED IN THE LOCAL GOVERNMENT'S JURISDICTION ON THE
DEVELOPMENT OF THE NUMBER AND TYPES OF DWELLING UNITS
IDENTIFIED IN THE APPLICABLE HOUSING NEEDS ASSESSMENT;

27 (d) A PLAN TO PROMOTE THE EQUITABLE AND EFFICIENT

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1 DEVELOPMENT OF THE NUMBER AND TYPES OF DWELLING UNITS 2 IDENTIFIED THROUGH ANY APPLICABLE HOUSING NEEDS ASSESSMENT AS 3 NECESSARY TO SATISFY HOUSING NEEDS IN THE LOCAL GOVERNMENT'S 4 JURISDICTION AT DIFFERENT INCOME LEVELS, INCLUDING EXTREMELY 5 LOW-, VERY LOW-, MODERATE-, AND MIDDLE-INCOME HOUSEHOLDS AS 6 DESIGNATED BY THE UNITED STATES DEPARTMENT OF HOUSING AND 7 URBAN DEVELOPMENT, SUBJECT TO THE AVAILABILITY OF ADEQUATE 8 PUBLIC FACILITIES, PUBLIC SERVICES, AND WATER SUPPLY;

9 (e) LOCALLY-APPROPRIATE GOALS, STRATEGIES, AND ACTIONS FOR 10 PROMOTING THE PRODUCTION AND PRESERVATION OF AFFORDABLE 11 HOUSING DEVELOPMENT AND REGULATED AFFORDABLE HOUSING, 12 INCLUDING AT LEAST TWO STRATEGIES INCLUDED IN THE STANDARD 13 AFFORDABILITY STRATEGIES DIRECTORY DESCRIBED IN SECTION 14 24-32-3706 (1) AND ONE STRATEGY INCLUDED IN THE LONG-TERM 15 AFFORDABILITY STRATEGIES DIRECTORY DESCRIBED IN SECTION 16 24-32-3706 (2) THAT ARE SELECTED TO ADDRESS THE DEMONSTRATED 17 HOUSING NEEDS IN THE LOCAL GOVERNMENT'S JURISDICTION AND ARE 18 SUITABLE FOR THE JURISDICTION OR, IF THE LOCAL GOVERNMENT 19 PARTICIPATED IN A REGIONAL HOUSING NEEDS ASSESSMENT, THE 20 DEMONSTRATED HOUSING NEEDS OF THE APPLICABLE REGION AND ANY 21 REGIONAL HOUSING NEEDS ALLOCATED TO THE LOCAL GOVERNMENT; 22 (f) A NARRATIVE ANALYSIS OF ANY AREA <u>OR COMMUNITY</u> THAT 23 THE LOCAL GOVERNMENT HAS IDENTIFIED AS BEING AT ELEVATED RISK OF 24 DISPLACEMENT AND A PLAN TO MITIGATE DISPLACEMENT IN THAT AREA OR 25 COMMUNITY, INCLUDING THE IDENTIFICATION OF AT LEAST ONE

27 <u>RISK MITIGATION STRATEGIES DIRECTORY DESCRIBED IN SECTION</u>

26

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DISPLACEMENT MITIGATION STRATEGY INCLUDED IN THE DISPLACEMENT

<u>24-32-3706 (4) THAT THE</u> LOCAL GOVERNMENT SELECTS TO ADDRESS THE
 FINDINGS OF THE LOCAL GOVERNMENT'S NARRATIVE ANALYSIS AND IS
 SUITABLE FOR THE JURISDICTION;

4 (g) A PLAN FOR THE LEGISLATIVE CONSIDERATION FOR ADOPTION
5 OF THE STRATEGIES IDENTIFIED IN SUBSECTIONS (3)(e) AND (3)(f) OF THIS
6 SECTION;

7 (h) ANY RECOMMENDED CHANGES TO LOCAL LAWS AFFECTING
8 ZONING AND DENSITY IN THE LOCAL GOVERNMENT'S JURISDICTION BEFORE
9 THE LOCAL GOVERNMENT CONDUCTS THE NEXT HOUSING ACTION PLAN;

(j) A NARRATIVE DESCRIPTION OF THE PUBLIC OUTREACH AND
 ENGAGEMENT PROCESS FOR THE HOUSING ACTION PLAN; AND

16 (k) A DESCRIPTION OF OPPORTUNITIES FOR INTERGOVERNMENTAL
 17 COORDINATION TO ADDRESS LOCAL AND REGIONAL HOUSING NEEDS AND
 18 ANY SUCH INTERGOVERNMENTAL COORDINATION EFFORTS UNDERTAKEN
 19 BY THE LOCAL GOVERNMENT.

20 (4) WITHIN SIXTY DAYS OF APPROVAL BY THE GOVERNING BODY, 21 THE LOCAL GOVERNMENT SHALL SUBMIT THE HOUSING ACTION PLAN 22 DEVELOPED PURSUANT TO SUBSECTION (3) OF THIS SECTION TO THE 23 DEPARTMENT AND, IF APPLICABLE, TO THE REGIONAL ENTITY THAT 24 CONDUCTED A REGIONAL HOUSING NEEDS ASSESSMENT THAT APPLIES TO 25 THE LOCAL GOVERNMENT. THE DEPARTMENT SHALL NOT ACCEPT A 26 HOUSING ACTION PLAN THAT DOES NOT INCLUDE THE COMPONENTS 27 REQUIRED BY SECTION 24-32-3705 (3). THE DEPARTMENT SHALL NOTIFY

1 <u>A LOCAL GOVERNMENT IF IT DOES NOT ACCEPT A HOUSING ACTION PLAN.</u>

2 THE DEPARTMENT SHALL POST THE HOUSING ACTION PLAN ON THE3 DEPARTMENT'S WEBSITE AFTER ACCEPTING THE PLAN.

4 (5) A LOCAL GOVERNMENT THAT ADOPTED A PLAN THAT 5 SUBSTANTIALLY MEETS THE REQUIREMENTS OF SUBSECTION (3) OF THIS 6 SECTION AND WAS THE SUBJECT OF A PUBLIC HEARING HELD NO EARLIER 7 THAN JANUARY 1, 2024, AND NO LATER THAN JULY 1, 2024, IS NOT 8 REQUIRED TO CONDUCT A HOUSING ACTION PLAN UNTIL FIVE YEARS AFTER 9 THE DATE OF THE ADOPTION OF THE PLAN THAT SUBSTANTIALLY MEETS 10 THE REQUIREMENTS OF SUBSECTION (3) OF THIS SECTION, 11 NOTWITHSTANDING SUBSECTION (1) OF THIS SECTION.

12 (6) THREE YEARS AFTER ADOPTING A HOUSING ACTION PLAN, A 13 LOCAL GOVERNMENT SHALL REPORT PROGRESS TO THE DEPARTMENT 14 REGARDING THE ADOPTION OF ANY STRATEGIES OR CHANGES TO LOCAL 15 LAWS IDENTIFIED IN THE HOUSING ACTION PLAN OR THE MOST RECENT 16 UPDATED HOUSING ACTION PLAN. THE DEPARTMENT SHALL NOT ACCEPT 17 SUCH A PROGRESS REPORT, IF THE REPORT DOES NOT DEMONSTRATE THAT 18 THE LOCAL GOVERNMENT ADOPTED THE STRATEGIES AND CHANGES TO 19 LOCAL LAWS IDENTIFIED IN THE HOUSING ACTION PLAN OR THE MOST 20 RECENT UPDATED HOUSING ACTION PLAN, UNLESS THE DEPARTMENT 21 DETERMINES THAT THE LOCAL GOVERNMENT HAS BOTH MADE A GOOD 22 FAITH EFFORT TO ADOPT THESES STRATEGIES OR CHANGES TO LOCAL LAW 23 AND HAS PROVIDED THE DEPARTMENT WITH A PLAN FOR THE ADOPTION OF 24 ALTERNATIVE STRATEGIES OR CHANGES TO LOCAL LAWS IN ACCORDANCE 25 WITH THIS SECTION. 26 (7) A LOCAL GOVERNMENT MAY UPDATE A HOUSING ACTION PLAN

27 AT ANY TIME BY FOLLOWING THE PROCESS IN SUBSECTION (2) OF THIS

1	SECTION. A LOCAL GOVERNMENT SHALL SUBMIT ANY UPDATE TO A
2	HOUSING ACTION PLAN TO THE DEPARTMENT AND, IF APPLICABLE, A
3	REGIONAL ENTITY AS PROVIDED IN SUBSECTION (4) OF THIS SECTION. $\underline{\text{THE}}$
4	DEPARTMENT SHALL NOT ACCEPT ANY UPDATE THAT WOULD RESULT IN A
5	HOUSING ACTION PLAN THAT DOES NOT INCLUDE THE COMPONENTS
6	REQUIRED BY SECTION 24-32-3705 (3). THE DEPARTMENT SHALL NOTIFY
7	THE LOCAL GOVERNMENT IF IT DOES NOT ACCEPT AN UPDATE. THE
8	DEPARTMENT SHALL POST THE UPDATE ON ITS WEBSITE, AFTER ACCEPTING
9	THE UPDATE.
10	(8) POPULATION BY WHICH A LOCAL GOVERNMENT IS DETERMINED
11	TO BE SUBJECT TO THE PROVISIONS OF THIS SECTION MUST BE DETERMINED
12	TWO YEARS PRIOR TO THE DATE THAT THE LOCAL GOVERNMENT IS
13	REQUIRED TO COMPLETE A HOUSING ACTION PLAN PURSUANT TO THIS
14	<u>SECTION.</u>
15	24-32-3706. Directories of housing and land use strategies -
16	development of housing and increasing housing affordability -
17	displacement impact mitigation. (1) NO LATER THAN JUNE 30, 2025,
18	THE DEPARTMENT SHALL DEVELOP A STANDARD AFFORDABILITY
10	
19	STRATEGIES DIRECTORY THAT INCLUDES THE FOLLOWING STRATEGIES:
19 20	
-	STRATEGIES DIRECTORY THAT INCLUDES THE FOLLOWING STRATEGIES:
20	<u>STRATEGIES DIRECTORY THAT INCLUDES THE FOLLOWING STRATEGIES:</u> (a) IMPLEMENTING A LOCAL INCLUSIONARY ZONING ORDINANCE
20 21	STRATEGIES DIRECTORY THAT INCLUDES THE FOLLOWING STRATEGIES: (a) Implementing a local inclusionary zoning ordinance That considers local housing market conditions that is crafted
20 21 22	STRATEGIES DIRECTORY THAT INCLUDES THE FOLLOWING STRATEGIES: (a) IMPLEMENTING A LOCAL INCLUSIONARY ZONING ORDINANCE THAT CONSIDERS LOCAL HOUSING MARKET CONDITIONS THAT IS CRAFTED TO SUBSTANTIALLY INCREASE AFFORDABLE HOUSING INCLUDING
20 21 22 23	STRATEGIES DIRECTORY THAT INCLUDES THE FOLLOWING STRATEGIES: (a) IMPLEMENTING A LOCAL INCLUSIONARY ZONING ORDINANCE THAT CONSIDERS LOCAL HOUSING MARKET CONDITIONS THAT IS CRAFTED TO SUBSTANTIALLY INCREASE AFFORDABLE HOUSING INCLUDING REGULATED AFFORDABLE HOUSING PRODUCTION AND COMPLIES WITH THE
20 21 22 23 24	STRATEGIES DIRECTORY THAT INCLUDES THE FOLLOWING STRATEGIES: (a) IMPLEMENTING A LOCAL INCLUSIONARY ZONING ORDINANCE THAT CONSIDERS LOCAL HOUSING MARKET CONDITIONS THAT IS CRAFTED TO SUBSTANTIALLY INCREASE AFFORDABLE HOUSING INCLUDING REGULATED AFFORDABLE HOUSING PRODUCTION AND COMPLIES WITH THE REQUIREMENTS OF SECTION 29-20-104 (1)(e.5) AND (1)(e.7):

1	(c) CREATING OR EXPANDING A PROGRAM TO SUBSIDIZE OR
2	OTHERWISE REDUCE IMPACT FEES OR OTHER SIMILAR DEVELOPMENT
3	CHARGES FOR REGULATED AFFORDABLE HOUSING DEVELOPMENT;
4	(d) Establishing a density bonus program that grants
5	INCREASED FLOOR AREA RATIO, DENSITY, OR HEIGHT OF REGULATED
6	AFFORDABLE HOUSING UNITS;
7	(e) CREATING A PROGRAM TO PRIORITIZE AND EXPEDITE
8	DEVELOPMENT APPROVALS FOR REGULATED AFFORDABLE HOUSING
9	DEVELOPMENT, EXCEPT THAT IF THE LOCAL GOVERNMENT HAS DONE SO
10	PURSUANT TO SECTION $29-32-105$ (2), THIS STRATEGY DOES NOT COUNT
11	AS AN ELIGIBLE STANDARD AFFORDABILITY STRATEGY FOR PURPOSES OF
12	SECTION 29-32-3705 (3)(e);
13	(f) CREATING OR EXPANDING A PROGRAM TO SUBSIDIZE OR
14	OTHERWISE REDUCE PERMIT FEES OTHER THAN IMPACT FEES OR SIMILAR
15	DEVELOPMENT CHARGES FOR REGULATED AFFORDABLE HOUSING;
16	
17	(g) Enacting local laws that incentivize the construction
18	AND PRESERVATION OF AFFORDABLE HOUSING UNITS DESIGNED TO SERVE
19	RESIDENTS FACING PARTICULAR CHALLENGES SECURING AFFORDABLE
20	HOUSING, INCLUDING ACCESSIBLE AND VISITABLE UNITS AND
21	MULTI-BEDROOM UNITS; AND
22	(h) <u>ANY OTHER STRATEGY DESIGNATED BY THE DEPARTMENT</u>
23	THAT OFFERS A COMPARABLE IMPACT ON LOCAL HOUSING AFFORDABILITY.
24	(2) ON OR BEFORE JUNE 30, 2025, THE DEPARTMENT SHALL
25	DEVELOP A LONG-TERM AFFORDABILITY STRATEGIES DIRECTORY THAT
26	INCLUDES THE FOLLOWING STRATEGIES:
27	(a) Establishing a dedicated local revenue source for

1	REGULATED AFFORDABLE HOUSING DEVELOPMENT, SUCH AS INSTITUTING
2	A LINKAGE FEE ON MARKET RATE HOUSING DEVELOPMENT TO SUPPORT
3	NEW, REGULATED AFFORDABLE HOUSING DEVELOPMENTS;
4	(b) REGULATING SHORT-TERM RENTALS, SECOND HOMES, OR
5	OTHER UNDERUTILIZED OR VACANT UNITS IN A WAY, SUCH AS VACANCY
6	FEES FOR UNDERUTILIZED UNITS, THAT PROMOTES A SUBSTANTIAL
7	INCREASE IN THE USE OF LOCAL HOUSING STOCK FOR LOCAL HOUSING
8	<u>NEEDS;</u>
9	(c) Making a commitment to and remaining eligible to
10	RECEIVE FUNDING PURSUANT TO ARTICLE 32 OF THIS TITLE 29;
11	(d) Amending zoning ordinances that allow the
12	CONSTRUCTION OF SINGLE-UNIT DETACHED DWELLINGS TO ALLOW EITHER
13	ACCESSORY DWELLING UNITS OR DUPLEXES, TRIPLEXES, QUADPLEXES, AND
14	TOWNHOMES IN A SUBSTANTIAL PORTION OF THE JURISDICTION;
15	(e) AMENDING LOCAL LAWS TO ESTABLISH THE USE OF
16	ADMINISTRATIVE PROCESSES FOR THE REVIEW AND APPROVAL OF HOUSING
17	DEVELOPMENT THAT DO NOT INCLUDE A REQUIREMENT OF A PUBLIC
18	<u>HEARING;</u>
19	
20	(f) <u>INCENTIVIZING OR CREATING A DEDICATED LOCAL PROGRAM</u>
21	THAT FACILITATES INVESTMENT IN LAND BANKING OR COMMUNITY LAND
22	<u>TRUSTS;</u>
23	(g) ESTABLISHING AN AFFORDABLE HOMEOWNERSHIP STRATEGY
24	SUCH AS:
25	(I) ESTABLISHING A RIGHT OF FIRST REFUSAL PROGRAM OR
26	PROGRAMS THAT TRANSITION EXISTING HOUSING STOCK TO REGULATED
27	AFFORDABLE HOUSING;

1	(II) INCENTIVIZING AFFORDABLE CONDOMINIUM DEVELOPMENTS;
2	(III) ACQUIRING OR PRESERVING DEED RESTRICTIONS ON CURRENT
3	HOUSING UNITS;
4	(IV) ESTABLISHING AN INCENTIVE PROGRAM TO ENCOURAGE
5	REALTORS TO WORK WITH LOW-INCOME AND MINORITY PROSPECTIVE
6	HOME BUYERS; OR
7	(V) ESTABLISHING AN AFFORDABLE RENT-TO-OWN PROGRAM; AND
8	(h) ANY OTHER STRATEGY DESIGNATED BY THE DEPARTMENT
9	THAT OFFERS A COMPARABLE IMPACT ON LOCAL HOUSING AFFORDABILITY.
10	(3) A LOCAL GOVERNMENT MAY SUBMIT AN EXISTING OR
11	PROPOSED LOCAL LAW OR PROGRAM, IN A FORM AND MANNER
12	DETERMINED BY THE DEPARTMENT, TO THE DEPARTMENT, AND THE
13	DEPARTMENT MAY DETERMINE THAT THE ADOPTION OF THAT LOCAL LAW
14	OR PROGRAM QUALIFIES AS AN AFFORDABILITY STRATEGY FOR PURPOSES
15	OF THIS SECTION, SO LONG AS THE LOCAL LAW OR PROGRAM SUPPORTS
16	EQUAL OR GREATER HOUSING AFFORDABILITY AND ACCESSIBILITY AS THE
17	STRATEGIES DESCRIBED IN SUBSECTIONS (1) AND (2) OF THIS SECTION.
18	(4) No later than June 30, 2025, the department shall
19	DEVELOP A DISPLACEMENT RISK MITIGATION STRATEGIES DIRECTORY. THE
20	DIRECTORY MUST INCLUDE THE FOLLOWING STRATEGIES:
21	(a) CREATING A LOCALLY FUNDED AND ADMINISTERED RENTAL
22	AND MORTGAGE ASSISTANCE PROGRAM;
23	(b) CREATING AN EVICTION AND FORECLOSURE NO-COST LEGAL
24	<u>REPRESENTATION PROGRAM;</u>
25	(c) ESTABLISHING A HOUSING COUNSELING AND NAVIGATION
26	PROGRAM OR FUNDING A COMMUNITY-BASED HOUSING COUNSELING AND
27	NAVIGATION PROGRAM;

1	(d) CREATING A PROPERTY TAX AND DOWN PAYMENT ASSISTANCE
2	PROGRAM;
3	(e) DEVELOPING A PROGRAM TO OFFER TECHNICAL ASSISTANCE
4	AND FINANCIAL SUPPORT FOR COMMUNITY ORGANIZATIONS TO DEVELOP
5	INDEPENDENT COMMUNITY LAND TRUSTS;
6	(f) PRIORITIZING LOCAL MONEY TOWARD REGULATED AFFORDABLE
7	HOUSING UNIT PRESERVATION OR IMPLEMENTING OR CONTINUING DEED
8	RESTRICTIONS FOR AFFORDABLE HOUSING UNITS;
9	(g) REQUIRING MULTIFAMILY DEVELOPERS BUILDING IN AREAS
10	IDENTIFIED AS BEING AT RISK OF DISPLACEMENT TO CREATE A COMMUNITY
11	BENEFITS AGREEMENT WITH AFFECTED POPULATIONS WITHIN
12	ONE-QUARTER MILE OF THE DEVELOPMENT THAT THE MULTIFAMILY
13	DEVELOPER IS BUILDING;
14	(h) PROVIDING A PRIORITIZATION POLICY FOR CURRENT RESIDENTS
15	IN THIRTY PERCENT OF ANY NEW MULTIFAMILY DEVELOPMENT; AND
16	(i) Other strategies identified by the department that
17	PROVIDE DISPLACEMENT MITIGATION THAT IS EQUIVALENT TO THE OTHER
18	STRATEGIES DESCRIBED IN THIS SUBSECTION (4).
19	(5) A LOCAL GOVERNMENT MAY SUBMIT AN EXISTING OR
20	PROPOSED LOCAL LAW OR PROGRAM, IN A FORM AND MANNER
21	DETERMINED BY THE DEPARTMENT, TO THE DEPARTMENT, AND THE
22	DEPARTMENT MAY DETERMINE THAT THE ADOPTION OF THE LOCAL LAW OR
23	PROGRAM QUALIFIES AS A DISPLACEMENT RISK MITIGATION STRATEGY FOR
24	PURPOSES OF THIS SECTION, SO LONG AS THE LOCAL LAW OR PROGRAM
25	SUPPORTS EQUAL OR GREATER MITIGATION OF DISPLACEMENT RISK AS THE
26	STRATEGIES DESCRIBED IN SUBSECTION (4) OF THIS SECTION.
27	(6) NOTWITHSTANDING THE ABSENCE OF SPECIFIC AUTHORIZATION

1	IN ANY OTHER LAW, A LOCAL GOVERNMENT HAS THE AUTHORITY TO
2	ENACT ORDINANCES OR RESOLUTIONS TO ADOPT AND IMPLEMENT THE
3	STRATEGIES IDENTIFIED IN THIS SECTION.
4	24-32-3707. Statewide strategic growth report. (1) NO LATER
5	THAN OCTOBER 31, 2025, THE DIRECTOR SHALL SUBMIT TO THE GENERAL
6	ASSEMBLY A STATEWIDE STRATEGIC GROWTH REPORT. THE REPORT MUST
7	SUPPLEMENT THE STATEWIDE CLIMATE PREPAREDNESS STRATEGIC PLAN
8	AND ROADMAP PUBLISHED PURSUANT TO SECTION 24-38.8-103 AND ANY
9	OTHER CURRENT REPORT OF A STATE AGENCY OR TASK FORCE ADDRESSING
10	THE MATTERS COVERED IN THIS SECTION.
11	(2) THE STRATEGIC GROWTH REPORT DESCRIBED IN SUBSECTION
12	(1) OF THIS SECTION MUST:
13	(a) Include an analysis of policy-driven land use
14	SCENARIOS, INCLUDING A STRATEGIC GROWTH SCENARIO, AND EXAMINE
15	THE IMPACTS OF THESE SCENARIOS ON THE COST AND AVAILABILITY OF
16	HOUSING, INFRASTRUCTURE, CLIMATE AND AIR QUALITY, WATER SUPPLY,
17	TRANSPORTATION AND TRANSIT, PARKS AND OPEN SPACE, RESOURCE
18	LANDS, WILDFIRE RISK, AND CRITICAL AREAS;
19	(b) INCLUDE AN ANALYSIS OF THE IMPACT OF EXISTING STATE
20	POLICIES AND PROGRAMS ON LAND USE DEVELOPMENT PATTERNS AND THE
21	ENCOURAGEMENT OF SPRAWL;
22	(c) Consider the context of different regions and
23	COMMUNITIES ACROSS THE STATE, EMPOWER AND PROMOTE LOCAL
24	INITIATIVES AND IDEAS THAT LEAD TO STRATEGIC GROWTH, AND
25	RECOGNIZE THAT ALL COMMUNITIES HAVE UNIQUE NEEDS THAT OFTEN
26	CALL FOR ADDITIONAL FLEXIBILITY WHEN APPLYING STRATEGIC GROWTH
27	GOALS, ESPECIALLY COMMUNITIES OUTSIDE OF METROPOLITAN AREAS AND

1	COMMUNITIES VULNERABLE TO DISPLACEMENT; AND
2	(d) INCLUDE RECOMMENDATIONS FOR STATE LEGISLATION AND
3	LOCAL LAWS, TO ENCOURAGE ENVIRONMENTALLY AND FISCALLY
4	SUSTAINABLE GROWTH, INCLUDING BUT NOT LIMITED TO ECONOMIC
5	INCENTIVES, FINANCING TOOLS, ACCESS CHARGES, URBAN GROWTH AREAS,
6	THREE MILE PLANS, TRANSFER OF DEVELOPMENT RIGHTS, ANNEXATION,
7	AND SPECIAL DISTRICTS.
8	(3) IN DEVELOPING THE STRATEGIC GROWTH REPORT DESCRIBED
9	IN SUBSECTION (1) of this section, the director shall consult with
10	STATE AGENCIES AND LOCAL GOVERNMENTS WITH FUNCTIONS OR
11	JURISDICTION REGARDING THE MATTERS COVERED IN THIS SECTION AND
12	LOCAL GOVERNMENTS, REGIONAL PLANNING AGENCIES, WATER
13	PROVIDERS, UTILITY PROVIDERS, ECONOMIC DEVELOPMENT ENTITIES, AND
14	EXPERTS IN FIELDS RELATED TO STRATEGIC GROWTH.
15	
16	24-32-3708. Natural land and agricultural interjurisdictional
17	opportunities report. (1) NO LATER THAN DECEMBER 31, 2025, THE
18	DIRECTOR, IN CONSULTATION WITH RELEVANT STATE AGENCIES INCLUDING
19	THE DEPARTMENT OF AGRICULTURE, THE DIVISION OF PARKS AND WILDLIFE
20	IN THE DEPARTMENT OF NATURAL RESOURCES, THE OUTDOOR RECREATION
21	INDUSTRY OFFICE IN THE OFFICE OF ECONOMIC DEVELOPMENT, AND THE
22	COLORADO TOURISM OFFICE, SHALL DEVELOP AND PUBLISH A NATURAL
23	LAND AND AGRICULTURAL INTERJURISDICTIONAL OPPORTUNITIES REPORT
24	THAT MUST INCLUDE:
25	(a) OPPORTUNITIES FOR LOCAL GOVERNMENTS AND

26 METROPOLITAN PLANNING ORGANIZATIONS TO ACHIEVE CONNECTIVITY TO
27 OPEN SPACE, WILDLIFE HABITAT, AND OTHER PRIORITY LANDSCAPES;

1 (b) OPPORTUNITIES FOR LOCAL GOVERNMENTS AND 2 METROPOLITAN PLANNING ORGANIZATIONS TO ACHIEVE THE 3 PRESERVATION OF AGRICULTURAL LAND, HISTORIC AND CULTURAL 4 RESOURCES, URBAN PARKS AND GREEN SPACES, EXURBAN OPEN SPACES, 5 RECREATIONAL RESOURCES, WILDLIFE HABITATS, AND ECOSYSTEMS WITH 6 THE GREATEST NEED FOR CONSERVATION AND MITIGATION OF HAZARDS; 7 AND

8 (c) BEST PRACTICES, TOOLS, AND RESOURCES RELATED TO
9 SUBSECTIONS (1)(a) AND (1)(b) OF THIS SECTION.

10 (2) THE NATURAL LAND AND AGRICULTURAL
11 INTERJURISDICTIONAL OPPORTUNITIES REPORT MUST INTEGRATE AND
12 INCLUDE INFORMATION FROM RELEVANT STATE, REGIONAL, AND LOCAL
13 PLANS THAT ADDRESS THE SUBJECT MATTERS IDENTIFIED IN SUBSECTION
14 (1) OF THIS SECTION.

15 24-32-3709. Technical assistance. (1) THE DIVISION OF LOCAL
16 GOVERNMENT SHALL PROVIDE TECHNICAL ASSISTANCE, MATERIALS,
17 BRIEFINGS, CONSULTING SERVICES, TEMPLATES, TOOLS, TRAININGS,
18 WEBINARS, OR OTHER GUIDANCE TO ASSIST LOCAL GOVERNMENTS IN:

(a) ESTABLISHING REGIONAL ENTITIES THAT PROMOTE STATEWIDE
COVERAGE OF LOCAL GOVERNMENTS BY HOUSING NEEDS ASSESSMENTS
WITHOUT UNNECESSARY DUPLICATION FOR THE PURPOSE OF CONDUCTING
REGIONAL HOUSING NEEDS ASSESSMENTS AND DISPLACEMENT RISK
ASSESSMENTS;

(b) CREATING HOUSING NEEDS ASSESSMENTS PURSUANT TO
sections 24-32-3703 and 24-32-3704;

26 (c) CONDUCTING A DISPLACEMENT RISK ANALYSIS WITH A
27 STATE-CREATED TOOL;

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(d) IDENTIFYING AND IMPLEMENTING STRATEGIES, INCLUDING IN
THE DIRECTORIES DESCRIBED IN SECTION 24-32-3706;
(e) Making and adopting a housing action plan in
ACCORDANCE WITH SECTION 24-32-3705;
(f) ENACTING LAWS AND POLICIES <u>PURSUANT TO ACCEPTED</u>
HOUSING NEEDS ASSESSMENTS AND ACCEPTED HOUSING ACTION PLANS
THAT ENCOURAGE THE DEVELOPMENT OF A RANGE OF HOUSING TYPES,
INCLUDING REGULATED AFFORDABLE HOUSING, OR MITIGATE THE IMPACT
OF DISPLACEMENT IN ACCORDANCE WITH SECTION 24-32-3706; AND
(g) CREATING STRATEGIC GROWTH ELEMENTS IN MASTER PLANS
AS DESCRIBED IN SECTION 30-28-106 (3)(a.5)(III) OR SECTION 31-23-206
(1.5)(d).
(2) IN DETERMINING TO WHOM IT WILL PROVIDE ASSISTANCE
PURSUANT TO SUBSECTION (1) OF THIS SECTION, THE DIVISION OF LOCAL
GOVERNMENT SHALL PRIORITIZE REQUESTS FOR TECHNICAL ASSISTANCE
RELATED TO:
(a) CONDUCTING REGIONAL HOUSING NEEDS ASSESSMENTS, IF THE
DEPARTMENT DETERMINES THAT THE REGIONAL ENTITY MEETS THE
REQUIREMENTS OF THIS SECTION AND THE ASSESSMENT WOULD PROMOTE
STATEWIDE COVERAGE OF LOCAL GOVERNMENTS BY HOUSING NEEDS
ASSESSMENTS WITHOUT UNNECESSARY DUPLICATION;
(b) CONDUCTING HOUSING NEEDS ASSESSMENTS AND CREATING
HOUSING ACTION PLANS CONTEMPORANEOUSLY; AND
(c) ENACTING LAWS AND POLICIES TO PRESERVE OR CREATE
REGULATED AFFORDABLE HOUSING, MITIGATE DISPLACEMENT, OR
INCREASE OPPORTUNITIES FOR MULTIFAMILY RESIDENTIAL HOUSING NEAR
MAJOR TRANSIT STOPS.

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1 (3) (a) IN ASSISTING LOCAL GOVERNMENTS PURSUANT TO 2 SUBSECTION (1) OF THIS SECTION, THE DIVISION OF LOCAL GOVERNMENT 3 SHALL PROVIDE FUNDING THROUGH EITHER A GRANT PROGRAM, THE 4 PROVISION OF CONSULTANT SERVICES, OR BOTH DIRECTLY TO LOCAL 5 GOVERNMENTS OR THROUGH A REGIONAL ENTITY AND SHALL PRIORITIZE 6 FUNDING AND GRANT PROGRAMS ADMINISTERED BY THE DEPARTMENT FOR 7 THE PURPOSES OF THIS SECTION, SO LONG AS DOING SO IS NOT 8 INCONSISTENT WITH FEDERAL OR STATE LAW.

9 (b) ANY CONSULTANT RETAINED BY THE DEPARTMENT TO PROVIDE 10 TECHNICAL ASSISTANCE PURSUANT TO THIS SECTION RELATING TO 11 HOUSING NEEDS ASSESSMENTS AND HOUSING ACTION PLANS SHALL HAVE 12 DEMONSTRATED EXPERIENCE CONDUCTING HIGH-QUALITY HOUSING NEEDS 13 ASSESSMENTS AND STRATEGIC HOUSING PLANS AND ENGAGING 14 UNDERREPRESENTED COMMUNITIES, RESIDENTS, AND WORKERS WITH 15 DISPROPORTIONATE HOUSING NEEDS AND CHALLENGES.

16 (c) THE DEPARTMENT SHALL REQUIRE, AS A CONDITION OF ANY
17 FUNDING AWARDED TO A LOCAL GOVERNMENT TO CONDUCT HOUSING
18 NEEDS ASSESSMENTS OR CREATE HOUSING ACTION PLANS PURSUANT TO
19 THIS SECTION, THAT:

20 (I) UNLESS NO SUCH PERSON IS AVAILABLE, ANY PERSON
21 PROVIDING SERVICES TO THE LOCAL GOVERNMENT THAT WILL BE FUNDED
22 BY THE AWARD MEETS THE REQUIREMENTS OF SUBSECTION (3)(b) OF THIS
23 SECTION; AND

(II) THE LOCAL GOVERNMENT USE A PORTION OF THE FUNDS
AWARDED BY THE DEPARTMENT TO CONDUCT HOUSING NEEDS
ASSESSMENTS OR CREATING HOUSING ACTION PLANS PURSUANT TO THIS
SECTION TO ENGAGE UNDERREPRESENTED AND UNDERRECOGNIZED

1 COMMUNITIES.

2 (4) BEGINNING JANUARY 1, 2025, AND EVERY YEAR THEREAFTER, 3 THE DIVISION OF LOCAL GOVERNMENT SHALL PROVIDE A REPORT ON THE 4 ASSISTANCE REQUESTED BY LOCAL GOVERNMENTS PURSUANT TO THIS 5 SECTION, WHETHER OR NOT ADEQUATE STATE FUNDING IS AVAILABLE TO 6 PROVIDE THE ASSISTANCE REQUESTED BY LOCAL GOVERNMENTS, AND ANY 7 ADDITIONAL RESOURCES THAT THE DIVISION OF LOCAL GOVERNMENT OR 8 LOCAL GOVERNMENTS HAVE IDENTIFIED THAT WOULD ASSIST LOCAL 9 GOVERNMENTS IN IDENTIFYING AND IMPLEMENTING LAWS AND POLICIES 10 THAT WOULD INCREASE THE AVAILABILITY OF HOUSING IN COLORADO.

(5) (a) THE DIVISION OF LOCAL GOVERNMENT SHALL SERVE AS A
CLEARING HOUSE, FOR THE BENEFIT OF LOCAL GOVERNMENTS AND
REGIONAL ENTITIES, OF INFORMATION RELATING TO THIS PART 37 AND
SHALL REFER LOCAL GOVERNMENTS TO STATE AND FEDERAL RESOURCES
AND APPROPRIATE DEPARTMENTS OR AGENCIES OF THE STATE OR FEDERAL
GOVERNMENT FOR ADVICE, ASSISTANCE, OR AVAILABLE SERVICES
RELATING TO THIS PART 37.

18 (b) THE DIVISION OF LOCAL GOVERNMENT SHALL IDENTIFY 19 OPPORTUNITIES FOR, ENCOURAGE, AND, WHEN SO REQUESTED, ASSIST 20 COOPERATIVE EFFORTS AMONG LOCAL GOVERNMENTS IN SOLVING 21 COMMON PROBLEMS RELATED TO POPULATION <u>CHANGE</u> AND THE 22 IMPLEMENTATION OF THIS PART 37.

(c) THE DEPARTMENT MAY ATTEMPT TO MEDIATE DISPUTES
BETWEEN LOCAL GOVERNMENTS REGARDING THE ENACTMENT OF LOCAL
LAWS OR POLICIES RELATED TO THE CREATION OF HOUSING NEEDS
ASSESSMENTS AND HOUSING ACTION PLANS PURSUANT TO THIS PART 37,
INTERJURISDICTIONAL COORDINATION <u>OR DISPUTES</u> REGARDING THE

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1 DEVELOPMENT OF LAND FOR RESIDENTIAL USES, INCLUDING REGULATED 2 AFFORDABLE HOUSING USES AND THE PROVISION OF WATER AND SEWER 3 SERVICES, AND ANYTHING ELSE COVERED BY THIS PART 37 OR REFER 4 LOCAL GOVERNMENTS TO THE LIST OF MEDIATORS MAINTAINED PURSUANT 5 TO SECTION 24-32-3209 TO ASSIST IN THE RESOLUTION OF SUCH DISPUTES. 6 (6) (a) THE HOUSING NEEDS PLANNING TECHNICAL ASSISTANCE 7 FUND IS CREATED IN THE STATE TREASURY. THE FUND CONSISTS OF GIFTS, 8 GRANTS, AND DONATIONS CREDITED TO THE FUND AND ANY OTHER MONEY 9 THAT THE GENERAL ASSEMBLY MAY APPROPRIATE OR TRANSFER TO THE 10 FUND. THE STATE TREASURER SHALL CREDIT ALL INTEREST AND INCOME

DERIVED FROM THE DEPOSIT AND INVESTMENT OF MONEY IN THE HOUSING
NEEDS PLANNING TECHNICAL ASSISTANCE FUND TO THE FUND.

(b) MONEY IN THE HOUSING NEEDS PLANNING TECHNICAL
ASSISTANCE FUND IS CONTINUOUSLY APPROPRIATED TO THE DEPARTMENT
FOR THE PURPOSES OF PROVIDING TECHNICAL ASSISTANCE AND
IMPLEMENTING A GRANT PROGRAM PURSUANT TO THIS SECTION.

17 (c) (I) ON JULY 1, 2024, THE STATE TREASURER SHALL TRANSFER 18 TO THE HOUSING NEEDS PLANNING TECHNICAL ASSISTANCE FUND: 19 (A) NOTWITHSTANDING THE ALLOCATION OF FUNDS DESCRIBED IN 20 SECTION 39-29-110, OR ANY OTHER LAW TO THE CONTRARY, TEN MILLION 21 FIVE HUNDRED THOUSAND DOLLARS FROM THE LOCAL GOVERNMENT 22 SEVERANCE TAX FUND CREATED IN SECTION 39-29-110; AND 23 (B) NOTWITHSTANDING THE ALLOCATION OF FUNDS DESCRIBED IN 24 SECTION 34-63-102, OR ANY OTHER LAW TO THE CONTRARY, FOUR 25 MILLION FIVE HUNDRED THOUSAND DOLLARS FROM THE LOCAL 26 GOVERNMENT MINERAL IMPACT FUND CREATED IN SECTION 34-63-102(5). 27 (II) THIS SUBSECTION (6)(c) IS REPEALED, EFFECTIVE JULY 1, 2025.

1 24-32-3710. Prioritization for conformity with planning 2 expectations. (1) ON OR AFTER DECEMBER 1, 2027, ANY GRANT 3 PROGRAM ADMINISTERED BY THE DEPARTMENT, THE COLORADO ENERGY 4 OFFICE, THE OFFICE OF ECONOMIC DEVELOPMENT, THE DEPARTMENT OF 5 TRANSPORTATION, THE DEPARTMENT OF NATURAL RESOURCES, THE 6 DEPARTMENT OF PUBLIC HEALTH AND ENVIRONMENT, OR THE 7 DEPARTMENT OF PERSONNEL AND ADMINISTRATION THAT AWARDS 8 GRANTS TO COUNTIES AND MUNICIPALITIES FOR THE PRIMARY PURPOSE OF 9 SUPPORTING LAND USE PLANNING OR HOUSING, EXCLUDING LAND USE 10 PLANNING OR HOUSING PURSUANT TO ARTICLE 32 OF TITLE 29, MUST, SO 11 LONG AS DOING SO IS NOT INCONSISTENT WITH FEDERAL LAW OR THE 12 STATE CONSTITUTION, INCLUDE PRIORITIZATION CRITERIA THAT CONSIDER 13 WHETHER:

(a) A CURRENT LOCAL OR REGIONAL HOUSING NEEDS ASSESSMENT
HAS BEEN COMPLETED FOR THE LOCAL GOVERNMENT AND HAS BEEN
ACCEPTED BY THE DEPARTMENT PURSUANT TO SECTION 24-32-3703 OR
24-32-3704;

18 (b) A HOUSING ACTION PLAN HAS BEEN ADOPTED BY THE LOCAL
19 GOVERNMENT AND ACCEPTED BY THE DEPARTMENT PURSUANT TO SECTION
20 24-32-3705;

(c) A REPORT HAS BEEN SUBMITTED BY THE LOCAL GOVERNMENT
AND ACCEPTED BY THE DEPARTMENT PURSUANT TO SECTION 24-32-3705
(6); AND

24 (d) THE MASTER PLAN FOR THE LOCAL GOVERNMENT INCLUDES A
25 WATER <u>SUPPLY</u> ELEMENT AND STRATEGIC GROWTH ELEMENT AS
26 DESCRIBED IN SECTIONS 30-28-106 (3)(a.5) AND 31-23-206 (1.5).

27 (2) IN CONSIDERING AWARDING A GRANT TO A LOCAL

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GOVERNMENT THAT IS NOT SUBJECT TO ANY OF THE PROVISIONS
 IDENTIFIED IN THE PRIORITIZATION CRITERIA DESCRIBED IN SUBSECTION (1)
 OF THIS SECTION, THE DEPARTMENT SHALL TREAT THE LOCAL
 GOVERNMENT AS IF IT HAS SATISFIED THE PRIORITIZATION CRITERIA IN
 SUBSECTION (1) OF THIS SECTION.

6 Neighborhood centers - grant program 24-32-3711. 7 prioritization. (1) ON OR BEFORE JUNE 30, 2025, THE DEPARTMENT 8 SHALL ADOPT REASONABLE CRITERIA FOR THE DESIGNATION OF 9 NEIGHBORHOOD CENTERS IN ACCORDANCE WITH SECTION 24-32-3701 (10), 10 INCLUDING CRITERIA FOR VARYING REGIONAL CONTEXTS. THE 11 DEPARTMENT SHALL DESIGN THE CRITERIA ADOPTED PURSUANT TO THIS 12 SUBSECTION (1) TO MINIMIZE THE FISCAL BURDEN ON LOCAL 13 GOVERNMENTS. THE CRITERIA ADOPTED BY THE DEPARTMENT PURSUANT 14 TO THIS SUBSECTION (1) MUST NOT:

15 (a) LIMIT OR RESTRICT THE AUTHORITY OF A LOCAL GOVERNMENT,
16 INCLUDING AUTHORITY RELATING TO ZONING, REGULATION OF THE USE OF
17 LAND, AND THE IMPOSITION OF FEES, CHARGES, AND TAXES,
18 NOTWITHSTANDING THE EXERCISE OF THAT AUTHORITY TO ESTABLISH A
19 NEIGHBORHOOD CENTER; OR

20 (b) REQUIRE THE MODIFICATION OF A CHARTER ADOPTED
21 PURSUANT TO ARTICLE XX OF THE STATE CONSTITUTION.

(2) A LOCAL GOVERNMENT MAY DESIGNATE A NEIGHBORHOOD
CENTER PURSUANT TO THIS SECTION AND SUBMIT A REPORT TO THE
DEPARTMENT IN A FORM AND MANNER DETERMINED BY THE DEPARTMENT.
THE DEPARTMENT SHALL NOT ACCEPT A REPORT DESIGNATING A
NEIGHBORHOOD CENTER THAT DOES NOT COMPLY WITH THE CRITERIA
ADOPTED BY THE DEPARTMENT. THE DEPARTMENT SHALL NOTIFY A LOCAL

1 GOVERNMENT IF IT DOES NOT ACCEPT THE LOCAL GOVERNMENT'S REPORT. 2 (3) As of December 31, 2026, excluding grant programs 3 GOVERNED BY ARTICLE 32 OF TITLE 29, THE DEPARTMENTS, OFFICES, AND 4 AGENCIES IDENTIFIED IN SECTION 24-32-3710 SHALL UPDATE GRANT 5 AWARD CRITERIA TO INCLUDE CONSIDERATION AND PRIORITIZATION OF, TO 6 THE EXTENT CONSISTENT WITH THE PURPOSE OF THE GRANT PROGRAM AND 7 ANY APPLICABLE PROVISION OF FEDERAL LAW OR THE STATE 8 CONSTITUTION, PROJECTS THAT MEET ONE OF THE FOLLOWING CRITERIA: 9 (a) THE PROJECT IS IN OR SUPPORTS A NEIGHBORHOOD CENTER 10 DESIGNATED IN A REPORT ACCEPTED BY THE DEPARTMENT PURSUANT TO 11 SUBSECTION (2) OF THIS SECTION; OR 12 (b) THE PROJECT CONCERNS AN AREA THAT WOULD NOT MEET THE

13 CRITERIA FOR DESIGNATION AS A NEIGHBORHOOD CENTER.

SECTION 2. In Colorado Revised Statutes, 30-28-106, amend
(1); repeal and reenact, with amendments, (3)(a); and add (3)(a.3),
(3)(a.5), (3)(a.7), (3)(a.9), and (8) as follows:

17 **30-28-106.** Master plan - definition. (1) It is the duty of a 18 county planning commission to make and adopt a master plan for the 19 physical development of the unincorporated territory of the county, 20 SUBJECT TO THE APPROVAL OF THE COUNTY COMMISSION HAVING 21 JURISDICTION THEREOF. When a county planning commission decides to 22 adopt a master plan, the commission shall conduct public hearings, after 23 notice of such public hearings has been published in a newspaper of 24 general circulation in the county in a manner sufficient to notify the 25 public of the time, place, and nature of the public hearing, prior to final 26 adoption of a master plan in order to encourage public participation in and 27 awareness of the development of such plan and shall accept and consider

oral and written public comments throughout the process of developing
 the plan.

3 (3) (a) THE MASTER PLAN OF A COUNTY OR REGION, WITH THE 4 ACCOMPANYING MAPS, PLATS, CHARTS, AND DESCRIPTIVE AND 5 EXPLANATORY MATTER, MUST SHOW THE COUNTY OR REGIONAL PLANNING 6 COMMISSION'S RECOMMENDATIONS FOR THE DEVELOPMENT OF THE 7 TERRITORY COVERED BY THE MASTER PLAN. THE MASTER PLAN OF A 8 COUNTY OR REGION IS AN ADVISORY DOCUMENT TO GUIDE LAND 9 DEVELOPMENT DECISIONS; HOWEVER, THE MASTER PLAN OR ANY PART 10 THEREOF MAY BE MADE BINDING BY INCLUSION IN THE COUNTY'S OR 11 REGION'S ADOPTED SUBDIVISION, ZONING, PLATTING, PLANNED UNIT 12 DEVELOPMENT, OR OTHER SIMILAR LAND DEVELOPMENT REGULATIONS 13 AFTER SATISFYING NOTICE, DUE PROCESS, AND HEARING REQUIREMENTS 14 FOR LEGISLATIVE OR QUASI-JUDICIAL PROCESSES AS APPROPRIATE.

(a.3) (I) THE COUNTY OR REGIONAL PLANNING COMMISSION SHALL
FOLLOW THE PROCEDURES IN SECTION 24-32-3209. FOR PURPOSES OF THIS
SECTION, ANY SPECIAL DISTRICT THAT SUPPLIES WATER TO THE AREA
COVERED BY THE MASTER PLAN IS A NEIGHBORING JURISDICTION AS
DEFINED IN SECTION 24-32-3209 (1)(h).

20 (II) IN ADOPTING OR AMENDING A MASTER PLAN, THE COUNTY OR 21 REGIONAL PLANNING COMMISSION SHALL CONSIDER THE FOLLOWING, 22 WHERE APPLICABLE OR APPROPRIATE, AND ANY OTHER INFORMATION 23 DEEMED RELEVANT BY THE COUNTY OR REGIONAL PLANNING COMMISSION: 24 (A) THE APPLICABLE HOUSING NEEDS ASSESSMENTS PUBLISHED 25 PURSUANT TO SECTIONS 24-32-3702 (1)(b), 24-32-3703, AND 24-32-3704; 26 (B) THE STATEWIDE STRATEGIC GROWTH REPORT CREATED 27 PURSUANT TO SECTION 24-32-3707;

- (C) THE NATURAL LAND AND AGRICULTURAL <u>OPPORTUNITIES</u>
 REPORT PUBLISHED PURSUANT TO SECTION 24-32-3708; AND
 (D) THE COLORADO WATER PLAN ADOPTED PURSUANT TO SECTION
 37-60-106.3.
- 6

(a.5) THE MASTER PLAN MUST INCLUDE:

7 (I) A NARRATIVE DESCRIPTION OF THE PROCEDURE USED FOR THE 8 DEVELOPMENT AND ADOPTION OF THE MASTER PLAN, INCLUDING A 9 SUMMARY OF ANY OBJECTIONS TO THE MASTER PLAN MADE BY 10 NEIGHBORING JURISDICTIONS AS DEFINED IN SECTION 24-32-3209 (1)(h) 11 AND A DESCRIPTION OF THE RESOLUTION OR OUTCOME OF THE OBJECTIONS; 12 (II) (A) A WATER SUPPLY ELEMENT DEVELOPED IN CONSULTATION 13 WITH ENTITIES THAT SUPPLY WATER FOR USE WITHIN THE COUNTY OR 14 REGION TO ENSURE COORDINATION ON WATER SUPPLY AND FACILITY 15 PLANNING. NOTHING IN THIS SECTION REQUIRES THE PUBLIC DISCLOSURE 16 OF CONFIDENTIAL INFORMATION RELATED TO WATER SUPPLY OR 17 FACILITIES. 18 (B) THE WATER SUPPLY ELEMENT MUST ESTIMATE A RANGE OF 19 WATER SUPPLIES AND FACILITIES NEEDED TO SUPPORT THE POTENTIAL 20 PUBLIC AND PRIVATE DEVELOPMENT DESCRIBED IN THE MASTER PLAN, AND 21 __ INCLUDE WATER CONSERVATION POLICIES, TO BE DETERMINED BY THE 22 COUNTY OR LOCAL GOVERNMENTS WITHIN A REGION, WHICH MAY INCLUDE 23 GOALS SPECIFIED IN THE COLORADO WATER PLAN ADOPTED PURSUANT TO 24 SECTION 37-60-106.3 AND POLICIES TO IMPLEMENT WATER CONSERVATION 25 AND OTHER COLORADO WATER PLAN GOALS AS A CONDITION OF

26 DEVELOPMENT APPROVAL, FOR SUBDIVISIONS, PLANNED UNIT
27 DEVELOPMENTS, SPECIAL USE PERMITS, AND ZONING CHANGES.

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(C) A COUNTY OR REGION WITH A MASTER PLAN THAT INCLUDES
 A WATER SUPPLY ELEMENT SHALL ENSURE THAT ITS MASTER PLAN
 INCLUDES WATER CONSERVATION POLICIES AT THE FIRST AMENDING OF
 THE MASTER PLAN, BUT NOT LATER THAN JULY 1, 2025.

5 (D) NOTHING IN THIS SUBSECTION (3)(a.5)(II) SUPERSEDES, 6 ABROGATES, OR OTHERWISE IMPAIRS THE ALLOCATION OF WATER 7 PURSUANT TO THE STATE CONSTITUTION OR ANY OTHER PROVISION OF 8 LAW, THE RIGHT TO BENEFICIALLY USE WATER PURSUANT TO DECREES, 9 CONTRACTS, OR OTHER WATER USE AGREEMENTS, OR THE OPERATION, 10 MAINTENANCE, REPAIR, REPLACEMENT, OR USE OF ANY WATER FACILITY.

11 (E) THE DEPARTMENT OF LOCAL AFFAIRS MAY HIRE AND EMPLOY 12 ONE FULL-TIME EMPLOYEE TO PROVIDE EDUCATIONAL RESOURCES AND 13 ASSISTANCE TO A COUNTY OR REGION THAT INCLUDES WATER 14 CONSERVATION POLICIES IN THE WATER <u>SUPPLY</u> ELEMENTS OF MASTER 15 PLANS AS REQUIRED BY THIS SUBSECTION (3)(a.5)(II).

16 (III) A STRATEGIC GROWTH ELEMENT THAT INTEGRATES ELEMENTS 17 OF THE MASTER PLAN TO DISCOURAGE SPRAWL AND PROMOTE THE 18 DEVELOPMENT OR REDEVELOPMENT OF VACANT AND UNDERUTILIZED 19 PARCELS IN URBAN AREAS TO ADDRESS THE DEMONSTRATED HOUSING 20 NEEDS OF THE COUNTY OR REGION AND MITIGATE THE NEED FOR 21 EXTENSION OF INFRASTRUCTURE AND PUBLIC SERVICES TO DEVELOP 22 NATURAL AND AGRICULTURAL LANDS FOR RESIDENTIAL USES. THE 23 STRATEGIC GROWTH ELEMENT MUST INCLUDE: 24 (A) A DESCRIPTION OF EXISTING AND POTENTIAL POLICIES AND

25 <u>TOOLS TO PROMOTE STRATEGIC GROWTH AND PREVENT SPRAWL;</u>

26 (B) AN ANALYSIS OF VACANT AND UNDERUTILIZED SITES THAT

27 IDENTIFIES VACANT, PARTIALLY VACANT, AND UNDERUTILIZED LAND NEAR

1	EXISTING OR PLANNED TRANSIT OR JOB CENTERS THAT COULD BE USED FOR
2	INFILL DEVELOPMENT, REDEVELOPMENT, AND NEW DEVELOPMENT OF
3	HOUSING; ASSESSES THE GENERAL FEASIBILITY OF THE DEVELOPMENT OR
4	REDEVELOPMENT OF SUCH SITES FOR RESIDENTIAL USE BASED ON EXISTING
5	AND NEEDED INFRASTRUCTURE, TRANSPORTATION CAPACITY, ACCESS TO
6	PUBLIC TRANSIT, AND PUBLIC FACILITIES AND SERVICES TO SERVE SUCH
7	SITES; DESCRIBES THE PUBLIC BENEFITS OF THE DEVELOPMENT OR
8	REDEVELOPMENT OF SUCH SITES TO THE COUNTY OR REGION AS AN
9	ALTERNATIVE TO THE DEVELOPMENT OF PREVIOUSLY UNDEVELOPED
10	NATURAL OR AGRICULTURAL LAND; AND IN A MANNER THAT IS
11	CONSISTENT WITH THE MASTER PLAN, DESIGNATES SUCH SITES FOR WHICH
12	DEVELOPMENT OR REDEVELOPMENT IS DEEMED TO BE GENERALLY
13	FEASIBLE FOR FUTURE USES THAT INCLUDE RESIDENTIAL USES IN A
14	MANNER THAT ADDRESSES THE DEMONSTRATED HOUSING NEEDS OF THE
15	COUNTY OR REGION AT ALL INCOME LEVELS; AND
16	(C) AN ANALYSIS OF UNDEVELOPED SITES THAT IDENTIFIES
17	PREVIOUSLY UNDEVELOPED PARCELS THAT ARE NOT ADJACENT TO
18	DEVELOPED LAND, INCLUDING EXISTING NATURAL AND AGRICULTURAL
19	LAND, UNDER CONSIDERATION FOR FUTURE DEVELOPMENT, AND, FOR A
20	COUNTY OR REGION IN A METROPOLITAN PLANNING ORGANIZATION
21	ESTABLISHED UNDER THE "FEDERAL TRANSIT ACT OF 1998," 49 U.S.C.
22	SEC. 5301 ET SEQ., AS AMENDED, LAND OUTSIDE OF CENSUS URBAN AREAS
23	AS DEFINED BY THE UNITED STATES BUREAU OF THE CENSUS; ASSESSES
24	THE GENERAL FEASIBILITY OF THE DEVELOPMENT OF SUCH SITES FOR
25	RESIDENTIAL USE BASED ON EXISTING AND NEEDED INFRASTRUCTURE,
26	TRANSPORTATION CAPACITY, ACCESS TO PUBLIC TRANSIT, AND PUBLIC
27	FACILITIES AND SERVICES TO SERVE SUCH SITES; AND DESCRIBES THE

LONG-TERM FISCAL IMPACT TO THE COUNTY OR REGION OF THE
 CONSTRUCTION, OWNERSHIP, MAINTENANCE, AND REPLACEMENT OF
 INFRASTRUCTURE AND PUBLIC FACILITIES AND THE PROVISION OF PUBLIC
 SERVICES TO SERVE DEVELOPMENT OF SUCH SITES;

6 (IV) THE MOST RECENT HOUSING ACTION PLAN OR PLANS ADOPTED
7 BY THE COUNTY OR MUNICIPALITIES WITHIN THE REGION PURSUANT TO
8 SECTION 24-32-3705; AND

5

9 (V) FOR A MASTER PLAN BY A REGIONAL PLANNING COMMISSION,
10 THE MOST RECENT VERSION OF THE MASTER PLAN REQUIRED BY SECTION
11 31-12-105 (1)(e) BY EACH MUNICIPALITY THAT IS PART OF THE REGIONAL
12 PLANNING COMMISSION AND A DESCRIPTION OF HOW EACH JURISDICTION
13 WILL INTEGRATE THAT PLAN INTO THE MASTER PLAN.

14 (a.7) (I) A COUNTY OR REGION WITH A MASTER PLAN SHALL 15 ENSURE THAT ITS MASTER PLAN INCLUDES A WATER SUPPLY ELEMENT AND 16 A STRATEGIC GROWTH ELEMENT AS REQUIRED BY SUBSECTION (3)(a.5) OF 17 THIS SECTION AT THE FIRST AMENDING OF THE MASTER PLAN THAT OCCURS 18 ON OR AFTER JANUARY 1, 2026, BUT NOT LATER THAN DECEMBER 31, 19 2026. THE MASTER PLAN OF A COUNTY OR REGION ADOPTED OR AMENDED 20 AFTER DECEMBER 31, 2026, MUST INCLUDE A WATER SUPPLY ELEMENT 21 AND STRATEGIC GROWTH ELEMENT AS REQUIRED BY SUBSECTION (3)(a.5)22 OF THIS SECTION. THE COUNTY OR REGION MUST UPDATE THE WATER 23 SUPPLY ELEMENT AND STRATEGIC GROWTH ELEMENT NO LESS 24 FREQUENTLY THAN EVERY FIVE YEARS.

(II) A COUNTY OR REGION WITH A MASTER PLAN IS NOT REQUIRED
TO INCLUDE A STRATEGIC GROWTH ELEMENT, IF THE COUNTY OR REGION
HAS NOT RECEIVED FUNDING TO INCLUDE THE STRATEGIC GROWTH

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1 ELEMENT PURSUANT TO SECTION 24-32-3710 AND EITHER:

2 (A) HAS A POPULATION OF TWENTY THOUSAND OR LESS <u>IN THE</u>
3 <u>COUNTY'S UNINCORPORATED TERRITORY</u> AND HAS EXPERIENCED NEGATIVE
4 POPULATION <u>CHANGE</u> IN THE MOST RECENT DECENNIAL CENSUS; OR

5 (B) HAS A POPULATION OF FIVE THOUSAND OR <u>LESS IN THE</u>
6 <u>COUNTY'S UNINCORPORATED TERRITORY.</u>

7 (a.9) THE MASTER PLAN MAY INCLUDE, WHERE APPLICABLE OR
8 APPROPRIATE:

9 **(I)** THE GENERAL LOCATION, CHARACTER, AND EXTENT OF 10 EXISTING, PROPOSED, OR PROJECTED STREETS OR ROADS, RIGHTS-OF-WAY, 11 VIADUCTS, BRIDGES, WATERWAYS, WATERFRONTS, PARKWAYS, 12 HIGHWAYS, MASS TRANSIT ROUTES AND CORRIDORS, AND ANY 13 TRANSPORTATION PLAN PREPARED BY ANY METROPOLITAN PLANNING 14 ORGANIZATION THAT COVERS ALL OR A PORTION OF THE COUNTY OR 15 REGION AND THAT THE COUNTY OR REGION HAS RECEIVED NOTIFICATION 16 OF OR, IF THE COUNTY OR REGION IS NOT LOCATED IN AN AREA COVERED 17 BY A METROPOLITAN PLANNING ORGANIZATION, ANY TRANSPORTATION 18 PLAN PREPARED BY THE DEPARTMENT OF TRANSPORTATION THAT THE 19 COUNTY OR REGION HAS RECEIVED NOTIFICATION OF AND THAT APPLIES TO 20 THE COUNTY OR REGION;

(II) THE GENERAL LOCATION OF PUBLIC PLACES OR FACILITIES,
INCLUDING PUBLIC SCHOOLS; CULTURALLY, HISTORICALLY, OR
ARCHAEOLOGICALLY SIGNIFICANT BUILDINGS, SITES, AND OBJECTS;
PLAYGROUNDS, FORESTS, RESERVATIONS, SQUARES, PARKS, AIRPORTS,
AVIATION FIELDS, MILITARY INSTALLATIONS; AND OTHER PUBLIC WAYS,
GROUNDS, OPEN SPACES, TRAILS, AND DESIGNATED FEDERAL, STATE, AND
LOCAL WILDLIFE AREAS. FOR PURPOSES OF THIS SECTION, "MILITARY

INSTALLATION" HAS THE SAME MEANING AS SPECIFIED IN SECTION
 29-20-105.6 (2)(b).

3 (III) THE GENERAL LOCATION AND EXTENT OF PUBLIC UTILITIES,
4 TERMINALS, CAPITAL FACILITIES, AND TRANSFER FACILITIES, WHETHER
5 PUBLICLY OR PRIVATELY OWNED, FOR WATER, LIGHT, POWER, SANITATION,
6 TRANSPORTATION, COMMUNICATION, HEAT, AND OTHER PURPOSES AND
7 ANY PROPOSED OR PROJECTED NEEDS FOR CAPITAL FACILITIES AND
8 UTILITIES, INCLUDING THE PRIORITIES, ANTICIPATED COSTS, AND FUNDING
9 PROPOSALS FOR SUCH FACILITIES AND UTILITIES;

10 (IV)THE ACCEPTANCE, WIDENING, REMOVAL, EXTENSION, 11 RELOCATION, NARROWING, VACATION, ABANDONMENT, MODIFICATION, OR 12 CHANGE OF USE OF ANY OF THE PUBLIC WAYS, RIGHTS-OF-WAY, INCLUDING 13 THE COORDINATION OF SUCH RIGHTS-OF-WAY WITH THE RIGHTS-OF-WAY 14 OF OTHER COUNTIES, REGIONS, OR MUNICIPALITIES, GROUNDS, OPEN 15 SPACES, BUILDINGS, PROPERTIES, UTILITIES, OR TERMINALS REFERRED TO 16 IN SUBSECTIONS (3)(a.5)(II)(C), (3)(a.9)(I), (3)(a.9)(II), AND (3)(a.9)(III) 17 OF THIS SECTION;

(V) METHODS FOR ASSURING ACCESS TO APPROPRIATE CONDITIONS
FOR SOLAR, WIND, OR OTHER ALTERNATIVE ENERGY SOURCES, INCLUDING
GEOTHERMAL ENERGY USED FOR WATER HEATING OR SPACE HEATING OR
COOLING IN A SINGLE BUILDING, FOR SPACE HEATING FOR MORE THAN ONE
BUILDING THROUGH A PIPELINE NETWORK, OR FOR ELECTRICITY
GENERATION;

(VI) THE GENERAL CHARACTER, LOCATION, AND EXTENT OF
COMMUNITY CENTERS, TOWNSITES, HOUSING DEVELOPMENTS, WHETHER
PUBLIC OR PRIVATE; THE EXISTING, PROPOSED, OR PROJECTED LOCATION
OF RESIDENTIAL NEIGHBORHOODS AND SUFFICIENT LAND FOR FUTURE

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HOUSING DEVELOPMENT FOR THE EXISTING AND PROJECTED ECONOMIC
 AND OTHER NEEDS OF ALL CURRENT AND ANTICIPATED RESIDENTS OF THE
 COUNTY OR REGION; AND URBAN CONSERVATION OR REDEVELOPMENT
 AREAS. IF A COUNTY OR REGION HAS ENTERED INTO A REGIONAL PLANNING
 AGREEMENT, THE AGREEMENT MAY BE INCORPORATED BY REFERENCE
 INTO THE MASTER PLAN.

7 (VII) THE GENERAL LOCATION AND EXTENT OF FORESTS,
8 AGRICULTURAL AREAS, FLOOD CONTROL AREAS, AND OPEN DEVELOPMENT
9 AREAS FOR PURPOSES OF CONSERVATION, FOOD AND WATER SUPPLY,
10 SANITARY AND DRAINAGE FACILITIES, FLOOD CONTROL, OR THE
11 PROTECTION OF URBAN DEVELOPMENT;

12

(VIII) A LAND CLASSIFICATION AND UTILIZATION PROGRAM;

(IX) PROJECTIONS OF POPULATION <u>CHANGE</u> AND HOUSING NEEDS
TO ACCOMMODATE THE PROJECTED POPULATION FOR SPECIFIED
INCREMENTS OF TIME. THE COUNTY OR REGION MAY BASE THESE
PROJECTIONS UPON DATA FROM THE DEPARTMENT OF LOCAL AFFAIRS AND
UPON THE COUNTY'S OR REGION'S LOCAL OBJECTIVES.

18 THE LOCATION OF AREAS CONTAINING STEEP SLOPES, (\mathbf{X}) 19 GEOLOGICAL HAZARDS, ENDANGERED OR THREATENED SPECIES, 20 WETLANDS, FLOODPLAINS, FLOODWAYS, AND FLOOD RISK ZONES, HIGHLY 21 ERODIBLE LAND OR UNSTABLE SOILS, AND WILDFIRE HAZARDS. FOR 22 PURPOSES OF DETERMINING THE LOCATION OF SUCH AREAS, THE PLANNING 23 COMMISSION SHOULD CONSIDER THE FOLLOWING SOURCES FOR GUIDANCE: 24 (A) THE COLORADO GEOLOGICAL SURVEY FOR DEFINING AND 25 MAPPING GEOLOGICAL HAZARDS;

26 (B) THE UNITED STATES FISH AND WILDLIFE SERVICE OF THE
27 UNITED STATES DEPARTMENT OF THE INTERIOR AND THE PARKS AND

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WILDLIFE COMMISSION CREATED IN SECTION 33-9-101 FOR LOCATING
 AREAS INHABITED BY ENDANGERED OR THREATENED SPECIES;

3 (C) THE UNITED STATES ARMY CORPS OF ENGINEERS AND THE
4 UNITED STATES FISH AND WILDLIFE SERVICE NATIONAL WETLANDS
5 INVENTORY FOR DEFINING AND MAPPING WETLANDS;

6 (D) THE FEDERAL EMERGENCY MANAGEMENT AGENCY FOR
7 DEFINING AND MAPPING FLOODPLAINS, FLOODWAYS, AND FLOOD RISK
8 ZONES;

9 (E) THE NATURAL RESOURCES CONSERVATION SERVICE OF THE 10 UNITED STATES DEPARTMENT OF AGRICULTURE FOR DEFINING AND 11 MAPPING UNSTABLE SOILS AND HIGHLY ERODIBLE LAND; AND

12 (F) THE COLORADO STATE FOREST SERVICE FOR LOCATING13 WILDFIRE HAZARD AREAS.

(8) A COUNTY OR REGIONAL PLANNING COMMISSION SHALL SUBMIT
THE MASTER PLAN AND ANY SEPARATELY APPROVED WATER <u>SUPPLY</u>
ELEMENT AND STRATEGIC GROWTH ELEMENT TO THE DIVISION OF LOCAL
GOVERNMENT IN THE DEPARTMENT OF LOCAL AFFAIRS. THE DIVISION OF
LOCAL GOVERNMENT SHALL REVIEW MASTER PLANS AND MAY PROVIDE
COMMENTS TO THE COMMISSION.

20 SECTION 3. In Colorado Revised Statutes, 31-23-206, repeal
21 and reenact, with amendments, (1); and add (1.3), (1.5), (1.7), (1.9),
22 and (8) as follows:

31-23-206. Master plan. (1) IT IS THE DUTY OF THE COMMISSION
TO MAKE AND ADOPT A MASTER PLAN FOR THE PHYSICAL DEVELOPMENT
OF THE MUNICIPALITY, INCLUDING ANY AREAS OUTSIDE ITS BOUNDARIES,
SUBJECT TO THE APPROVAL OF THE GOVERNMENTAL BODY HAVING
JURISDICTION THEREOF, THAT IN THE COMMISSION'S JUDGMENT BEAR

1 RELATION TO THE PLANNING OF THE MUNICIPALITY. THE MASTER PLAN OF 2 A MUNICIPALITY IS AN ADVISORY DOCUMENT TO GUIDE LAND 3 DEVELOPMENT DECISIONS; HOWEVER, THE MASTER PLAN OR ANY PART 4 THEREOF MAY BE MADE BINDING BY INCLUSION IN THE MUNICIPALITY'S 5 ADOPTED SUBDIVISION, ZONING, PLATTING, PLANNED UNIT DEVELOPMENT, 6 OR OTHER SIMILAR LAND DEVELOPMENT REGULATIONS AFTER SATISFYING 7 NOTICE, DUE PROCESS, AND HEARING REQUIREMENTS FOR LEGISLATIVE OR 8 QUASI-JUDICIAL PROCESSES AS APPROPRIATE. THE MASTER PLAN, WITH 9 THE ACCOMPANYING MAPS, PLATS, CHARTS, AND DESCRIPTIVE MATTER, 10 MUST SHOW THE COMMISSION'S RECOMMENDATIONS FOR THE 11 DEVELOPMENT OF THE MUNICIPALITY AND OUTLYING AREAS.

12 (1.3) (a) WHEN A COMMISSION DECIDES TO ADOPT A MASTER PLAN, 13 THE COMMISSION SHALL CONDUCT PUBLIC HEARINGS, AFTER NOTICE OF 14 SUCH PUBLIC HEARINGS HAS BEEN PUBLISHED IN A NEWSPAPER OF 15 GENERAL CIRCULATION IN THE MUNICIPALITY IN A MANNER SUFFICIENT TO 16 NOTIFY THE PUBLIC OF THE TIME, PLACE, AND NATURE OF THE PUBLIC 17 HEARING, PRIOR TO FINAL ADOPTION OF A MASTER PLAN IN ORDER TO 18 ENCOURAGE PUBLIC PARTICIPATION IN AND AWARENESS OF THE 19 DEVELOPMENT OF THE MASTER PLAN AND SHALL ACCEPT AND CONSIDER 20 ORAL AND WRITTEN PUBLIC COMMENTS THROUGHOUT THE PROCESS OF 21 DEVELOPING THE MASTER PLAN.

(b) THE COMMISSION SHALL FOLLOW THE PROCEDURES IN SECTION
24-32-3209. FOR PURPOSES OF THIS SECTION, ANY SPECIAL DISTRICT THAT
supplies water to the area covered by the master plan is a
neighboring jurisdiction as defined in section 24-32-3209 (1)(h).
(c) FOR ANY MASTER PLAN ADOPTED AFTER JANUARY 1,2026, THE

27 COMMISSION SHALL CONSIDER THE FOLLOWING, WHERE APPLICABLE OR

APPROPRIATE, AND ANY OTHER INFORMATION DEEMED RELEVANT BY THE
 COMMISSION:

3 (I) THE APPLICABLE HOUSING NEEDS ASSESSMENTS PUBLISHED
4 PURSUANT TO SECTION 24-32-3702 (1)(b), 24-32-3703, OR 24-32-3704;
5

6 (II) THE STATEWIDE STRATEGIC GROWTH REPORT CREATED
7 PURSUANT TO SECTION 24-32-3707;

8 (III) THE NATURAL LAND AND AGRICULTURAL <u>OPPORTUNITIES</u>
9 REPORT PUBLISHED PURSUANT TO SECTION 24-32-3708; AND

10 (IV) THE COLORADO WATER PLAN ADOPTED PURSUANT TO 11 SECTION 37-60-106.3.

12

(1.5) The master plan must include:

(a) A NARRATIVE DESCRIPTION OF THE PROCEDURE USED FOR THE
DEVELOPMENT AND ADOPTION OF THE MASTER PLAN, INCLUDING A
SUMMARY OF ANY OBJECTIONS TO THE MASTER PLAN MADE BY
NEIGHBORING JURISDICTIONS PURSUANT TO SECTION 24-32-3209 AND A
DESCRIPTION OF THE RESOLUTION OR OUTCOME OF THE OBJECTIONS;

(b) THE MOST RECENT VERSION OF THE MASTER PLAN REQUIRED BY
section 31-12-105 (1)(e) OR A SIMILAR MASTER PLAN FOR AREAS OF
POTENTIAL GROWTH WITHIN THREE MILES OF THE MUNICIPALITY'S
EXISTING BOUNDARIES AND A DESCRIPTION OF HOW THE MUNICIPALITY
INTENDS TO INTEGRATE THAT PLAN INTO THE MASTER PLAN;

(c) (I) A WATER SUPPLY ELEMENT DEVELOPED IN CONSULTATION
 WITH ENTITIES THAT SUPPLY WATER FOR USE WITHIN THE MUNICIPALITY
 TO ENSURE COORDINATION ON WATER SUPPLY AND FACILITY PLANNING.
 <u>NOTHING IN THIS SECTION REQUIRES THE PUBLIC DISCLOSURE OF</u>
 CONFIDENTIAL INFORMATION RELATED TO WATER SUPPLY OR FACILITIES.

(II) THE WATER SUPPLY ELEMENT MUST:

1

2 (A) ESTIMATE A RANGE OF WATER SUPPLIES AND FACILITIES
 3 <u>NEEDED TO SUPPORT THE POTENTIAL PUBLIC AND PRIVATE DEVELOPMENT</u>
 4 DESCRIBED IN THE MASTER PLAN; AND

5 (B) INCLUDE WATER CONSERVATION POLICIES, TO BE DETERMINED 6 BY THE MUNICIPALITY, WHICH MAY INCLUDE GOALS SPECIFIED IN THE 7 COLORADO WATER PLAN ADOPTED PURSUANT TO SECTION 37-60-106.3 8 AND POLICIES TO IMPLEMENT WATER CONSERVATION AND OTHER 9 COLORADO WATER PLAN GOALS AS A CONDITION OF DEVELOPMENT 10 APPROVAL, INCLUDING SUBDIVISIONS, PLANNED UNIT DEVELOPMENTS, 11 SPECIAL USE PERMITS, AND ZONING CHANGES.

(III) A MUNICIPALITY WITH A MASTER PLAN THAT INCLUDES A
WATER SUPPLY ELEMENT SHALL ENSURE THAT ITS MASTER PLAN INCLUDES
WATER CONSERVATION POLICIES AT THE FIRST AMENDING OF THE MASTER
PLAN, BUT NOT LATER THAN JULY 1, 2025;

(IV) NOTHING IN THIS SUBSECTION (1.5)(c) SUPERSEDES,
ABROGATES, OR OTHERWISE IMPAIRS THE ALLOCATION OF WATER
PURSUANT TO THE STATE CONSTITUTION OR ANY OTHER PROVISION OF
LAW, THE RIGHT TO BENEFICIALLY USE WATER PURSUANT TO DECREES,
CONTRACTS, OR OTHER WATER USE AGREEMENTS, OR THE OPERATION,
MAINTENANCE, REPAIR, REPLACEMENT, OR USE OF ANY WATER FACILITY;
AND

(V) THE DEPARTMENT OF LOCAL AFFAIRS MAY HIRE AND EMPLOY
ONE FULL-TIME EMPLOYEE TO PROVIDE EDUCATIONAL RESOURCES AND
ASSISTANCE TO MUNICIPALITIES THAT INCLUDE WATER CONSERVATION
POLICIES IN THE WATER <u>SUPPLY</u> ELEMENTS OF MASTER PLANS AS REQUIRED
BY THIS SUBSECTION (1.5)(c).

1	(d) A STRATEGIC GROWTH ELEMENT THAT INTEGRATES ELEMENTS
2	OF THE MASTER PLAN TO DISCOURAGE SPRAWL AND PROMOTE THE
3	DEVELOPMENT OR REDEVELOPMENT OF VACANT AND UNDERUTILIZED
4	PARCELS IN URBAN AREAS TO ADDRESS THE MUNICIPALITY'S
5	DEMONSTRATED HOUSING NEEDS AND MITIGATE THE NEED FOR EXTENSION
6	OF INFRASTRUCTURE AND PUBLIC SERVICES TO DEVELOP NATURAL AND
7	AGRICULTURAL LANDS FOR RESIDENTIAL USES. THE STRATEGIC GROWTH
8	ELEMENT MUST INCLUDE:
9	(I) A DESCRIPTION OF EXISTING AND POTENTIAL POLICIES AND
10	TOOLS TO PROMOTE STRATEGIC GROWTH AND PREVENT SPRAWL;
11	(II) AN ANALYSIS OF VACANT AND UNDERUTILIZED SITES THAT:
12	(A) IDENTIFIES VACANT, PARTIALLY VACANT, AND UNDERUTILIZED
13	LAND NEAR EXISTING OR PLANNED TRANSIT OR JOB CENTERS THAT COULD
14	BE USED FOR INFILL DEVELOPMENT, REDEVELOPMENT, AND NEW
15	DEVELOPMENT OF HOUSING;
16	(B) ASSESSES THE GENERAL FEASIBILITY OF THE DEVELOPMENT OR
17	REDEVELOPMENT OF SUCH SITES FOR RESIDENTIAL USE BASED ON EXISTING
18	AND NEEDED INFRASTRUCTURE, TRANSPORTATION CAPACITY, ACCESS TO
19	PUBLIC TRANSIT, AND PUBLIC FACILITIES AND SERVICES TO SERVE SUCH
20	<u>SITES;</u>
21	(C) DESCRIBES THE PUBLIC BENEFITS OF THE DEVELOPMENT OR
22	REDEVELOPMENT OF SUCH SITES TO THE MUNICIPALITY AS AN
23	ALTERNATIVE TO THE DEVELOPMENT OF PREVIOUSLY UNDEVELOPED
24	NATURAL OR AGRICULTURAL LAND; AND
25	(D) IN A MANNER THAT IS CONSISTENT WITH THE MASTER PLAN,
26	DESIGNATES SUCH SITES FOR WHICH DEVELOPMENT OR REDEVELOPMENT
27	IS DEEMED TO BE GENERALLY FEASIBLE FOR FUTURE USES THAT INCLUDE

1	RESIDENTIAL USES IN A MANNER THAT ADDRESSES THE MUNICIPALITY'S
2	DEMONSTRATED HOUSING NEEDS AT ALL INCOME LEVELS; AND
3	(III) AN ANALYSIS OF UNDEVELOPED SITES THAT:
4	(A) IDENTIFIES PREVIOUSLY UNDEVELOPED PARCELS THAT ARE
5	NOT ADJACENT TO DEVELOPED LAND, INCLUDING EXISTING NATURAL AND
6	AGRICULTURAL LAND, UNDER CONSIDERATION FOR FUTURE
7	DEVELOPMENT, AND, FOR A MUNICIPALITY IN A METROPOLITAN PLANNING
8	ORGANIZATION ESTABLISHED UNDER THE "FEDERAL TRANSIT ACT OF
9	1998," 49 U.S.C. SEC. 5301 ET SEQ., AS AMENDED, LAND OUTSIDE OF
10	<u>CENSUS URBAN AREAS AS DEFINED BY THE UNITED STATES BUREAU OF</u>
11	<u>THE CENSUS;</u>
12	(B) ASSESSES THE GENERAL FEASIBILITY OF THE DEVELOPMENT OF
13	SUCH SITES FOR RESIDENTIAL USE BASED ON EXISTING AND NEEDED
14	INFRASTRUCTURE, TRANSPORTATION CAPACITY, ACCESS TO PUBLIC
15	TRANSIT, AND PUBLIC FACILITIES AND SERVICES TO SERVE SUCH SITES; AND
16	(C) Describes the long-term fiscal impact to the
17	MUNICIPALITY OF THE CONSTRUCTION, OWNERSHIP, MAINTENANCE, AND
18	REPLACEMENT OF INFRASTRUCTURE AND PUBLIC FACILITIES AND THE
19	PROVISION OF PUBLIC SERVICES TO SERVE DEVELOPMENT OF SUCH SITES;
20	AND
21	(e) THE MOST RECENT HOUSING ACTION PLAN ADOPTED BY THE
22	MUNICIPALITY PURSUANT TO SECTION 24-32-3705.
23	(1.7) (a) A municipality with a master plan shall ensure
24	THAT ITS MASTER PLAN INCLUDES A WATER SUPPLY ELEMENT AND
25	STRATEGIC GROWTH ELEMENT AS REQUIRED BY SUBSECTION (1.5) of this
26	SECTION AT THE FIRST AMENDING OF THE MASTER PLAN THAT OCCURS ON
27	OR AFTER JANUARY 1, 2026, BUT NOT LATER THAN DECEMBER 31, 2026.

THE MASTER PLAN OF A MUNICIPALITY ADOPTED OR AMENDED AFTER
 DECEMBER 31, 2026, MUST INCLUDE A WATER SUPPLY ELEMENT AND
 STRATEGIC GROWTH ELEMENT AS REQUIRED BY SUBSECTION (1.5) OF THIS
 SECTION. A MUNICIPALITY SHALL UPDATE THE WATER SUPPLY ELEMENT
 AND STRATEGIC GROWTH ELEMENT AS REQUIRED BY SUBSECTION (1.5) OF
 THIS SECTION NO LESS FREQUENTLY THAN EVERY FIVE YEARS.

7 (b) A MUNICIPALITY WITH A MASTER PLAN IS NOT REQUIRED TO
8 INCLUDE A STRATEGIC GROWTH ELEMENT IF THE MUNICIPALITY HAS NOT
9 RECEIVED FUNDING TO INCLUDE THE STRATEGIC GROWTH ELEMENT
10 PURSUANT TO SECTION 24-32-3710 AND EITHER:

(I) HAS A POPULATION OF TWENTY THOUSAND OR LESS AND HAS
EXPERIENCED NEGATIVE POPULATION <u>CHANGE</u> IN THE MOST RECENT
DECENNIAL CENSUS; OR

14 (II) HAS A POPULATION OF TWO THOUSAND OR LESS.

15 (1.9) THE MASTER PLAN MAY INCLUDE, WHERE APPLICABLE OR
16 APPROPRIATE:

17 (a) THE GENERAL LOCATION, CHARACTER, AND EXTENT OF 18 EXISTING, PROPOSED, OR PROJECTED STREETS, ROADS, RIGHTS-OF-WAY, 19 BRIDGES, WATERWAYS, WATERFRONTS, PARKWAYS, HIGHWAYS, MASS 20 TRANSIT ROUTES AND CORRIDORS, AND ANY TRANSPORTATION PLAN 21 PREPARED BY ANY METROPOLITAN PLANNING ORGANIZATION THAT 22 COVERS ALL OR A PORTION OF THE MUNICIPALITY AND THAT THE 23 MUNICIPALITY HAS RECEIVED NOTIFICATION OF OR, IF THE MUNICIPALITY 24 IS NOT LOCATED IN AN AREA COVERED BY A METROPOLITAN PLANNING 25 ORGANIZATION, ANY TRANSPORTATION PLAN PREPARED BY THE 26 DEPARTMENT OF TRANSPORTATION THAT THE MUNICIPALITY HAS 27 RECEIVED NOTIFICATION OF AND THAT COVERS ALL OR A PORTION OF THE

1 MUNICIPALITY;

2 (b) THE GENERAL LOCATION OF PUBLIC PLACES OR FACILITIES, 3 INCLUDING PUBLIC SCHOOLS, CULTURALLY, HISTORICALLY, OR 4 ARCHAEOLOGICALLY SIGNIFICANT BUILDINGS, SITES, AND OBJECTS, 5 PLAYGROUNDS, SQUARES, PARKS, AIRPORTS, AVIATION FIELDS, MILITARY 6 INSTALLATIONS, AND OTHER PUBLIC WAYS, GROUNDS, OPEN SPACES, 7 TRAILS, AND DESIGNATED FEDERAL, STATE, AND LOCAL WILDLIFE AREAS. 8 FOR PURPOSES OF THIS SECTION, "MILITARY INSTALLATION" HAS THE SAME 9 MEANING AS SPECIFIED IN SECTION 29-20-105.6 (2)(b).

10 (c) THE GENERAL LOCATION AND EXTENT OF PUBLIC UTILITIES
11 TERMINALS, CAPITAL FACILITIES, AND TRANSFER FACILITIES, WHETHER
12 PUBLICLY OR PRIVATELY OWNED OR OPERATED, FOR WATER, LIGHT,
13 SANITATION, TRANSPORTATION, COMMUNICATION, POWER, AND OTHER
14 PURPOSES AND ANY PROPOSED OR PROJECTED NEEDS FOR CAPITAL
15 FACILITIES AND UTILITIES, INCLUDING THE PRIORITIES, ANTICIPATED
16 COSTS, AND FUNDING PROPOSALS FOR SUCH FACILITIES AND UTILITIES;

(d) THE ACCEPTANCE, REMOVAL, RELOCATION, WIDENING,
NARROWING, VACATING, ABANDONMENT, MODIFICATION, CHANGE OF USE,
OR EXTENSION OF ANY OF THE PUBLIC WAYS, RIGHTS-OF-WAY, INCLUDING
THE COORDINATION OF SUCH RIGHTS-OF-WAY WITH THE RIGHTS-OF-WAY
OF OTHER MUNICIPALITIES, COUNTIES, OR REGIONS, GROUNDS, OPEN
SPACES, BUILDINGS, PROPERTY, UTILITY, OR TERMINALS REFERRED TO IN
SUBSECTIONS (1.5)(c), (1.7)(a), AND (1.7)(b) OF THIS SECTION;

(e) A ZONING PLAN FOR THE CONTROL OF THE HEIGHT, AREA, BULK,
LOCATION, AND USE OF BUILDINGS AND PREMISES. SUCH A ZONING PLAN
MAY PROTECT AND ASSURE ACCESS TO APPROPRIATE CONDITIONS FOR
SOLAR, WIND, OR OTHER ALTERNATIVE ENERGY SOURCES, INCLUDING

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1 GEOTHERMAL ENERGY USED FOR WATER HEATING OR SPACE HEATING OR 2 COOLING IN A SINGLE BUILDING, FOR SPACE HEATING FOR MORE THAN ONE 3 BUILDING THROUGH A PIPELINE NETWORK, OR FOR ELECTRICITY 4 GENERATION; HOWEVER, REGULATIONS AND RESTRICTIONS OF THE HEIGHT, 5 NUMBER OF STORIES, SIZE OF BUILDINGS AND OTHER STRUCTURES, AND 6 THE HEIGHT AND LOCATION OF TREES AND OTHER VEGETATION SHALL NOT 7 APPLY TO EXISTING BUILDINGS, STRUCTURES, TREES, OR VEGETATION 8 EXCEPT FOR NEW GROWTH ON SUCH VEGETATION;

9 THE GENERAL CHARACTER, LOCATION, AND EXTENT OF (f)10 COMMUNITY CENTERS, HOUSING DEVELOPMENTS, WHETHER PUBLIC OR 11 PRIVATE; THE EXISTING, PROPOSED, OR PROJECTED LOCATION OF 12 RESIDENTIAL NEIGHBORHOODS AND SUFFICIENT LAND FOR FUTURE 13 HOUSING DEVELOPMENT FOR THE EXISTING AND PROJECTED ECONOMIC 14 AND OTHER NEEDS OF ALL CURRENT AND ANTICIPATED RESIDENTS OF THE 15 MUNICIPALITY; AND REDEVELOPMENT AREAS. IF A MUNICIPALITY HAS 16 ENTERED INTO A REGIONAL PLANNING AGREEMENT, THE AGREEMENT MAY 17 BE INCORPORATED BY REFERENCE INTO THE MASTER PLAN.

18 (g) A PLAN FOR THE EXTRACTION OF COMMERCIAL MINERAL
19 DEPOSITS PURSUANT TO SECTION 34-1-304;

20 (h) A PLAN FOR THE LOCATION AND PLACEMENT OF PUBLIC
21 UTILITIES THAT FACILITATES THE PROVISION OF SUCH UTILITIES TO ALL
22 EXISTING, PROPOSED, OR PROJECTED DEVELOPMENTS IN THE
23 MUNICIPALITY;

(i) PROJECTIONS OF POPULATION <u>CHANGE</u> AND HOUSING NEEDS TO
ACCOMMODATE THE PROJECTED POPULATION FOR SPECIFIED INCREMENTS
OF TIME. THE MUNICIPALITY MAY BASE THESE PROJECTIONS UPON DATA
FROM THE DEPARTMENT OF LOCAL AFFAIRS AND UPON THE MUNICIPALITY'S

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1 LOCAL OBJECTIVES;

(j) THE AREAS CONTAINING STEEP SLOPES, GEOLOGICAL HAZARDS,
ENDANGERED OR THREATENED SPECIES, WETLANDS, FLOODPLAINS,
FLOODWAYS, AND FLOOD RISK ZONES, HIGHLY ERODIBLE LAND OR
UNSTABLE SOILS, AND WILDFIRE HAZARDS. FOR PURPOSES OF
DETERMINING THE LOCATION OF SUCH AREAS, THE PLANNING COMMISSION
SHOULD CONSIDER THE FOLLOWING SOURCES FOR GUIDANCE:

8 (I) THE COLORADO GEOLOGICAL SURVEY FOR DEFINING AND
9 MAPPING GEOLOGICAL HAZARDS;

(II) THE UNITED STATES FISH AND WILDLIFE SERVICE OF THE
UNITED STATES DEPARTMENT OF THE INTERIOR AND THE PARKS AND
WILDLIFE COMMISSION CREATED IN SECTION 33-9-101 FOR LOCATING
AREAS INHABITED BY ENDANGERED OR THREATENED SPECIES;

14 (III) THE UNITES STATES ARMY CORPS OF ENGINEERS AND THE
15 UNITED STATES FISH AND WILDLIFE SERVICE NATIONAL WETLANDS
16 INVENTORY FOR DEFINING AND MAPPING WETLANDS;

17 (IV) THE FEDERAL EMERGENCY MANAGEMENT AGENCY FOR
18 DEFINING AND MAPPING FLOODPLAINS, FLOODWAYS, AND FLOOD RISK
19 ZONES;

(V) THE NATURAL RESOURCES CONSERVATION SERVICE OF THE
 UNITED STATES DEPARTMENT OF AGRICULTURE FOR DEFINING AND
 MAPPING UNSTABLE SOILS AND HIGHLY ERODIBLE LAND; AND

23 (VI) THE COLORADO STATE FOREST SERVICE FOR LOCATING
24 WILDFIRE HAZARD AREAS.

(8) THE COMMISSION SHALL SUBMIT THE MASTER PLAN AND ANY
SEPARATELY APPROVED WATER <u>SUPPLY</u> ELEMENT AND STRATEGIC
GROWTH ELEMENT TO THE DIVISION OF LOCAL GOVERNMENT IN THE

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DEPARTMENT OF LOCAL AFFAIRS. THE DIVISION OF LOCAL GOVERNMENT
 SHALL REVIEW MASTER PLANS AND MAY PROVIDE COMMENTS TO THE
 COMMISSION.

4 SECTION 4. In Colorado Revised Statutes, 38-33.3-106.5, add
5 (3) as follows:

6 38-33.3-106.5. Prohibitions contrary to public policy -7 patriotic, political, or religious expression - public rights-of-way - fire 8 prevention - renewable energy generation devices - affordable 9 housing - drought prevention measures - child care - definitions. 10 AN ASSOCIATION SHALL NOT PROHIBIT OR RESTRICT THE (3) (a) 11 CONSTRUCTION OF ACCESSORY DWELLING UNITS OR MIDDLE HOUSING IF 12 THE ZONING LAWS OF THE LOCAL JURISDICTION WOULD OTHERWISE ALLOW 13 SUCH USES ON A PROPERTY. THIS SUBSECTION (3)(a) APPLIES ONLY TO ANY 14 DECLARATION RECORDED ON OR AFTER JULY 1, 2024, OR IN ANY BYLAWS 15 OR RULES AND REGULATIONS OF THE ASSOCIATION ADOPTED OR AMENDED 16 ON OR AFTER JULY 1, 2024, UNLESS THE DECLARATION, BYLAWS, OR RULES 17 AND REGULATIONS CONTAINED SUCH A RESTRICTION AS OF THE EFFECTIVE 18 DATE OF THIS SUBSECTION (3)(a).

19 (b) As used in this subsection (3), unless the context20 otherwise requires:

21 (I) "ACCESSORY DWELLING UNIT" MEANS AN INTERNAL,
22 ATTACHED, OR DETACHED DWELLING UNIT THAT IS LOCATED ON THE SAME
23 LOT AS A PROPOSED OR EXISTING PRIMARY RESIDENCE.

(II) "MIDDLE HOUSING" MEANS A RESIDENTIAL STRUCTURE OR
STRUCTURES THAT INCLUDE BETWEEN TWO AND FOUR SEPARATE
DWELLING UNITS IN A STRUCTURE, A TOWNHOME BUILDING, OR A COTTAGE
CLUSTER OF UP TO FOUR UNITS.

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SECTION 5. Appropriation. For the 2024-25 state fiscal year, 1 2 \$583,864 is appropriated to the office of the governor for use by the office of information technology. This appropriation is from 3 4 reappropriated funds received from the department of local affairs from 5 the housing needs planning technical assistance fund created in section 6 24-32-3709 (6)(a), C.R.S. To implement this act, the office may use this appropriation to provide information technology services for the 7 department of local affairs. 8 9 SECTION 6. Safety clause. The general assembly finds, 10 determines, and declares that this act is necessary for the immediate 11 preservation of the public peace, health, or safety or for appropriations for

the support and maintenance of the departments of the state and stateinstitutions.