

General Assembly

January Session, 2021

Raised Bill No. 877

Referred to Committee on HOUSING

Introduced by: (HSG)

AN ACT CONCERNING TRANSPARENCY OF RENTAL RATES FOR TENANTS RECEIVING RENTAL ASSISTANCE.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

Section 1. Section 8-45 of the general statutes is repealed and the
 following is substituted in lieu thereof (*Effective October 1, 2021*):

3 (a) Each housing authority shall manage and operate its housing 4 projects in an efficient manner so as to enable it to fix the rentals for 5 dwelling accommodations at the lowest possible rates consistent with 6 providing decent, safe and sanitary dwelling accommodations, and no 7 housing authority shall construct or operate any such project for profit 8 or as a source of revenue to the municipality. To this end an authority 9 shall fix the rentals for dwelling in its projects at no higher rates than it 10 finds to be necessary in order to produce revenues which, together with 11 all other available money, revenues, income and receipts of the 12 authority from whatever sources derived, will be sufficient [(a)] (1) to 13 pay, as the same become due, the principal and interest on the bonds of 14 the authority; [(b)] (2) to meet the cost of, and to provide for, 15 maintaining and operating the projects, including the cost of any

insurance, and the administrative expenses of the authority; and [(c)] (3)
to create, during not less than six years immediately succeeding its
issuance of any bonds, a reserve sufficient to meet the largest principal
and interest payments which will be due on such bonds in any one year
thereafter and to maintain such reserve.

21 (b) In the operation or management of housing projects an authority 22 shall, at all times, rent or lease the dwelling accommodations therein at rentals within the financial reach of families of low income. The 23 24 authority, subject to approval by the Commissioner of Housing, shall fix 25 maximum income limits for the admission and for the continued occupancy of families in such housing, provided such maximum income 26 27 limits and all revisions thereof for housing projects operated pursuant 28 to any contract with any agency of the federal government shall be 29 subject to the prior approval of such federal agency. The Commissioner 30 of Housing shall define the income of a family to provide the basis for 31 determining eligibility for the admission and for the continued 32 occupancy of families under the maximum income limits fixed and 33 approved. The definition of family income, by the Commissioner of 34 Housing, may provide for the exclusion of all or part of the income of 35 family members which, in the judgment of said commissioner, is not 36 generally available to meet the cost of basic living needs of the family.

37 (c) Any housing authority administering a tenant-based rental 38 assistance program, such as the federal Housing Choice Voucher program, 42 USC 1437f(o), shall, not later than thirty days after setting 39 40 or updating the payment standard, as defined in 24 CFR 982.4, or any 41 similar maximum monthly assistance payment for an assisted unit, (1) post such payment standard in a prominent and publicly accessible 42 43 location on its Internet web site or the Internet web site of the 44 municipality in which it is located, and (2) submit such revised payment 45 standard to the 2-1-1 Infoline program for posting on its Internet web 46 site. Such posting shall include a disclaimer alerting program participants that the maximum allowable payment standard may not be 47 48 applied in full to the actual rental rate paid by the applicant in certain 49 circumstances.

50 (d) No housing authority shall refuse to rent any dwelling 51 accommodation to an otherwise qualified applicant on the ground that 52 one or more of the proposed occupants are children born out of 53 wedlock. Each housing authority shall provide a receipt to each 54 applicant for admission to its housing projects stating the time and date of application and shall maintain a list of such applications which shall 55 56 be a public record as defined in section 1-200. The Commissioner of 57 Housing shall, by regulation adopted in accordance with the provisions 58 of chapter 54, provide for the manner in which such list shall be created, 59 maintained and revised.

60 (e) No provision of this chapter shall be construed as limiting the 61 right of the authority to vest in an obligee the right, in the event of a 62 default by such authority, to take possession of a housing project or 63 cause the appointment of a receiver thereof or acquire title thereto 64 through foreclosure proceedings, free from all the restrictions imposed 65 by this chapter with respect to rental rates and tenant selection.

66 Sec. 2. Section 8-48 of the general statutes is repealed and the 67 following is substituted in lieu thereof (*Effective October 1, 2021*):

68 In the cases of any tenants who are the recipients of one hundred per 69 cent social services aid from the Department of Social Services of the 70 state or any municipality and who have no income from any other 71 source, rentals shall be fixed by each housing authority for the ensuing 72 rental year established by the authority based on one-half of the costs 73 and expenses set forth in <u>subdivision (1) of</u> subsection (a) of section 8-74 45, as amended by this act, plus the full amount of costs and expenses 75 set forth in [subsections (b) and (c) of said section] subdivisions (2) and 76 (3) of said subsection as set forth in the operating statements of the 77 authority for the preceding fiscal year, which total amount shall be divided by the total number of rooms contained in all low-rent housing 78 79 projects operated by such housing authority to establish the rental cost 80 per room per annum for such tenants, from which figure shall be 81 computed the rent per month per room. Said rentals shall govern for 82 said rental year.

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| sections: | | | |
| This act shall take effect as follows and shall amend the following | | | |

| Section 1 | October 1, 2021 | 8-45 |
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| Sec. 2 | October 1, 2021 | 8-48 |

Statement of Purpose:

To require housing authorities administering a housing voucher program to post the maximum allowable rental rate for units on their Internet web sites and submit such rates to the 2-1-1 Infoline program for posting on its Internet web site.

[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]