(Original Signature of Member)

118th CONGRESS 2d Session

H.R.

To reduce regulatory barriers to housing, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

Ms. BLUNT ROCHESTER introduced the following bill; which was referred to the Committee on ______

A BILL

To reduce regulatory barriers to housing, and for other purposes.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,

3 SECTION 1. SHORT TITLE.

- 4 This Act may be cited as the "Reducing Regulatory
- 5 Barriers to Housing Act".

6 SEC. 2. FINDINGS.

- 7 Congress finds the following:
- 8 (1) As of 2021 in the United States, there was
 9 an estimated housing shortage of 3,890,000 homes.

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This housing supply shortage has resulted in a
 record number of cost-burdened households across
 regions and spanning the large and small cities,
 towns, and coastal and rural communities of the
 United States.

6 (2) Several factors contribute to the under-7 supply of housing in the United States, particularly 8 workforce housing, including rising costs of con-9 struction, a shortage of labor, supply chain disrup-10 tions, and a lack of reliable funding sources.

(3) Regulatory barriers at the State and local
levels, such as zoning and land use regulations, also
inhibit the creation of new housing to meet local and
regional housing needs.

(4) State and local governments are proactively
exploring solutions for reforming regulatory barriers,
but additional resources, data, and models are needed to adequately address these challenges.

(5) While land use regulation is the responsibility of State and local governments, Federal support for necessary reforms is not a preemption of existing authority, and there is a need for the Federal
Government to provide support and assistance to
State and local governments that wish to undertake

necessary reforms in a manner that fits their com munities' needs.

3 (6) It is the policy of the United States to pro4 vide for fair housing throughout the country, and it
5 is in the regional and national interest to have a
6 supply of housing that is fair, affordable, adequate,
7 and near opportunity.

8 (7) Therefore, zoning ordinances or systems of 9 land use regulation that have the intent or effect of 10 restricting housing opportunities based on economic 11 status or income without interests that are substan-12 tial, legitimate, nondiscriminatory and that outweigh 13 the regional need for housing are contrary to the re-14 gional and national interest.

15 SEC. 3. DEFINITIONS.

16 In this Act:

(1) ASSISTANT SECRETARY.—The term "Assistant Secretary" means the Assistant Secretary for
Policy Development and Research of the Department of Housing and Urban Development.

21 (2) SECRETARY.—The term "Secretary" means
22 the Secretary of Housing and Urban Development.

1 SEC. 4. LAND USE AND PLANNING.

2 (a) IN GENERAL.—Section 4 of the Department of
3 Housing and Urban Development Act (42 U.S.C. 3533)
4 is amended by adding at the end the following:

- 5 "(i) LAND USE AND PLANNING.—
- 6 "(1) DEFINITIONS.—In this subsection:

7 "(A) AFFORDABLE HOUSING.—The term
8 'affordable housing' means housing for which
9 the monthly payment is less than 30 percent of
10 the monthly income of a household.

11 "(B) LOCAL ZONING FRAMEWORK.—The
12 term 'local zoning framework' means the local
13 zoning codes and other ordinances, procedures,
14 and policies governing zoning and land-use at
15 the local level.

"(C) STATE ZONING FRAMEWORK.—The
term 'State zoning framework' means the State
legislation or State agency and department procedures enabling local planning and zoning authorities and establishing and guiding related
policies and programs.

22 "(D) UNIT OF GENERAL LOCAL GOVERN23 MENT.—The term 'unit of general local govern24 ment'—

25 "(i) has the meaning given the term26 in section 102 of the Housing and Commu-

1	nity Development Act of 1974 (42 U.S.C.
2	5302); and
3	"(ii) includes regional planning enti-
4	ties.
5	"(2) LAND USE AND PLANNING.—The Sec-
6	retary, acting through the Assistant Secretary,
7	shall—
8	"(A) provide technical assistance upon re-
9	quest to States and localities on zoning and
10	planning to—
11	"(i) eliminate discriminatory land use
12	policies and reduce barriers to housing
13	construction, including construction of
14	housing attainable for low-income and
15	moderate-income renters and homeowners;
16	and
17	"(ii) promote sustainable and resilient
18	land development;
19	"(B) work across the Department and with
20	the Department of the Treasury, the Depart-
21	ment of Justice, the Department of Transpor-
22	tation, the Department of Agriculture, the De-
23	partment of Health and Human Services, the
24	Environmental Protection Agency, the Depart-
25	ment of Energy, the Department of the Inte-

1	rior, and the Council on Environmental Quality
2	to—
3	"(i) coordinate efforts relating to or
4	impacting housing development; and
5	"(ii) as relevant, streamline permit-
6	ting, including by aligning the imple-
7	menting procedures of those agencies
8	under the National Environmental Policy
9	Act of 1969 (42 U.S.C. 4321 et seq.) to
10	promote housing production and transit-
11	oriented development;
12	"(C) conduct, support, and disseminate re-
13	search on local zoning and planning measures
14	to improve access to affordable housing and in-
15	crease housing supply across a range of urban,
16	suburban, exurban, and rural communities, in-
17	cluding by establishing a research program to
18	perform research, collect data, and evaluate—
19	"(i) best practices in zoning and plan-
20	ning to expand opportunities for housing
21	affordability and fair housing across a
22	range of housing types, sizes, and afford-
23	ability;
24	"(ii) the effects of land-use reform
25	measures on—

1	"(I) neighborhood, jurisdictional,
2	and regional housing conditions;
3	"(II) residential stability; and
4	"(III) access to affordable hous-
5	ing at all incomes levels;
6	"(iii) methods of community engage-
7	ment to improve the public engagement
8	process to reform land-use planning and
9	regulatory practices;
10	"(iv) systems and standards for data
11	collection; and
12	"(v) other topics related to zoning and
13	planning as determined by the Secretary;
14	and
15	"(D) develop the necessary expertise and
16	capacity within the Office to carry out this
17	paragraph; and
18	"(E) not preempt local zoning.
19	"(3) GUIDELINES ON STATE ZONING FRAME-
20	WORKS.—
21	"(A) ESTABLISHMENT.—Not later than 3
22	years after the date of enactment of this sub-
23	section, the Assistant Secretary shall publish a
24	document outlining guidelines and best prac-
25	tices for State zoning frameworks to support

1	production of adequate housing to meet the
2	needs of communities and provide housing op-
3	portunities for individuals at every income level
4	across communities.
5	"(B) CONSULTATION; PUBLIC COMMENT.—
6	During the 1-year period beginning on the date
7	of enactment of this subsection, in developing
8	the guidelines and best practices required under
9	subparagraph (A), the Assistant Secretary
10	shall—
11	"(i) publish draft guidelines in the
12	Federal Register for public comment; and
13	"(ii) establish a task force for the
14	purpose of providing consultation with the
15	Department of the draft guidelines pub-
16	lished under clause (i), the members of
17	which shall include—
18	"(I) planners and architects;
19	"(II) advocates with experience
20	in affordable housing, community de-
21	velopment efforts, and fair housing;
22	"(III) housing developers, includ-
23	ing affordable and market-rate hous-
24	ing developers, manufactured housing

1	developers, and other business inter-
2	ests;
3	"(IV) community engagement ex-
4	perts and community members im-
5	pacted by zoning decisions;
6	"(V) public housing authorities
7	and transit authorities;
8	"(VI) members of local zoning
9	and planning boards and local and re-
10	gional transportation planning organi-
11	zations;
12	"(VII) State officials responsible
13	for housing or land use, including
14	members of State zoning boards of
15	appeals; and
16	"(VIII) academic researchers.
17	"(C) CONTENTS.—The guidelines and best
18	practices required under subparagraph (A)
19	shall—
20	"(i) outline potential models for up-
21	dated State enabling legislation or State
22	agency and department procedures;
23	"(ii) include recommendations regard-
24	ing—

	10
1	"(I) the reduction or elimination
2	of parking minimums;
3	"(II) the increase in maximum
4	floor area ratio requirements and
5	maximum building heights and the re-
6	duction in minimum lot size and set-
7	back requirements;
8	"(III) the elimination of restric-
9	tions against accessory dwelling units;
10	"(IV) increasing by-right uses,
11	including duplex, triplex, or quadplex
12	buildings, across cities or metropolitan
13	areas, including mechanisms, such as
14	proximity to transit, to determine the
15	jurisdictional level for rezoning and
16	ensures development that does not

- 17 disproportionately burden residents of
- 18 economically distressed areas;
- 19 "(V) provisions regarding review
 20 of by-right development proposals to
 21 streamline review and reduce uncer22 tainty, including non-discretionary,
 23 ministerial review;

24 "(VI) the reduction of obstacles25 to a range of housing types at all lev-

	11
1	els of affordability, including manu-
2	factured and modular housing;
3	"(VII) State model codes for di-
4	recting local reforms, including mech-
5	anisms to encourage adoption;
6	"(VIII) provisions to encourage
7	transit-oriented development, includ-
8	ing but not limited to, increased per-
9	missible units per structure and re-
10	duced minimum lot sizes near existing
11	or planned public transit stations;
12	"(IX) improvements to the public
13	engagement processes, including—
14	"(aa) meaningful access for
15	limited English proficient persons
16	and effective communication im-
17	provements for persons with dis-
18	abilities;
19	"(bb) leveraging of virtual
20	meeting technologies; and
21	"(cc) proactive outreach in
22	communities;
23	"(X) the elimination of or re-
24	forms to protest petition statutes;

12
"(XI) the standardization, reduc-
tion, or elimination of impact fees;
"(XII) the standardization of
building codes;
"(XIII) models for community
benefit agreements;
"(XIV) mechanisms to preserve
affordability, limit disruption of low-
income communities, and prevent dis-
placement of existing residents;
"(XV) a model for a State zoning
appeals process, which would—
"(aa) create a process for
developers or builders requesting
a variance, conditional use, or
zoning district change or other-
wise petitioning a local zoning or
planning board for a project in-
cluding a State-defined amount
of affordable housing to appeal a
rejection to a State body or re-
gional body empowered by the
State;
"(bb) establish qualifications
for communities to be exempted

1	from the appeals process based
2	on their available stock of afford-
3	able housing; and
4	"(cc) establish a State zon-
5	ing appeals board to consider ap-
6	peals to a variance rejection and
7	objectively evaluate petitions
8	based on the potential for envi-
9	ronmental damage and
10	infrastructural capacity;
11	"(XVI) best practices on the dis-
12	position of land owned by State gov-
13	ernments for affordable housing devel-
14	opment; and
15	"(XVII) other land use measures
16	that promote access to new housing
17	opportunities identified by the Sec-
18	retary; and
19	"(iii) consider—
20	"(I) local housing needs, includ-
21	ing ways to set and measure housing
22	goals and targets;
23	"(II) a range of affordability for
24	rental units, with a prioritization of
25	units attainable to extremely low-in-

1	come, low-income, and moderate-in-
2	come residents;
3	"(III) a range of affordability for
4	homeownership units attainable to
5	low-income and moderate-income resi-
6	dents;
7	"(IV) distinctions between States
8	providing constitutional or statutory
9	home rule authority to municipalities
10	and States operating under the Dillon
11	rule, as articulated in Hunter v. Pitts-
12	burgh, 207 U.S. 161 (1907);
13	"(V) accountability measures;
14	"(VI) the long-term cost to resi-
15	dents and businesses if more housing
16	is not constructed;
17	"(VII) barriers to individuals
18	seeking to access affordable housing
19	in growing communities and commu-
20	nities with economic opportunity;
21	"(VIII) consistency with respect
22	to fair housing and civil rights re-
23	quirements;

	19
1	"(IX) coordination between infra-
2	structure investments and housing
3	planning;
4	"(X) statewide mechanisms to
5	preserve existing affordability over the
6	long term, including support for land
7	banks and community land trusts;
8	"(XI) guidance to States on col-
9	lecting and maintaining proactive data
10	on the current rental housing market
11	and rental registries; and
12	"(XII) other considerations, as
13	identified by the Secretary.
14	"(4) STATE ZONING FRAMEWORKS.—
15	"(A) IN GENERAL.—Not later than 180
16	days after the date on which the Assistant Sec-
17	retary receives a request from a State for tech-
18	nical assistance, the Assistant Secretary may
19	provide technical assistance to States that seek
20	to adopt a State zoning framework that incor-
21	porates, in whole or in part, the guidelines and
22	best practices described in paragraph (4).
23	"(B) GUIDANCE.—In adopting a State
24	zoning framework under subparagraph (A), the
25	Assistant Secretary shall not provide technical

1	assistance to include measures the net effect of
2	which would promote exclusionary zoning prac-
3	tices, restrict net production, or otherwise in-
4	crease barriers to housing construction.
5	"(5) GUIDELINES ON LOCAL ZONING FRAME-
6	WORKS.—
7	"(A) ESTABLISHMENT.—Not later than 3
8	years after the date of enactment of this sub-
9	section, the Assistant Secretary shall publish
10	best practices for local zoning frameworks using
11	the same public comment and consultation
12	process described in paragraph (3)(B) with re-
13	spect to State zoning frameworks.
14	"(B) CONTENTS.—The best practices re-
15	quired under subparagraph (A) shall—
16	"(i) include recommendations regard-
17	ing
18	"(I) the simplification and stand-
19	ardization of existing zoning codes;
20	"(II) the reduction or elimination
21	of parking minimums;
22	"(III) the increase in maximum
23	floor area ratio requirements and
24	maximum building heights and the re-

	1
1	duction in minimum lot size and set-
2	back requirements;
3	"(IV) the elimination of restric-
4	tions against accessory dwelling units;
5	"(V) increasing by-right uses, in-
6	cluding duplex, triplex, or quadplex
7	buildings;
8	"(VI) the reduction of obstacles
9	to a range of housing types, including
10	manufactured and modular housing;
11	"(VII) provisions to encourage
12	transit-oriented development, includ-
13	ing increased permissible units per
14	structure and reduced minimum lot
15	sizes near existing or planned public
16	transit stations;
17	"(VIII) improvements to the pub-
18	lic engagement processes, including—
19	"(aa) meaningful access for
20	limited English proficient persons
21	and effective communication im-
22	provements for persons with dis-
23	abilities;
24	"(bb) leveraging of virtual
25	meeting technologies; and

1	"(cc) proactive outreach in
2	communities;
3	"(IX) provisions regarding review
4	of by-right development proposals to
5	streamline review and reduce uncer-
6	tainty, including non-discretionary,
7	ministerial review;
8	"(X) recommendations regarding
9	maximum review timelines;
10	"(XI) models for standardized
11	community benefit agreements;
12	"(XII) best practices on the dis-
13	position of land owned by local gov-
14	ernments and transit authorities for
15	affordable housing development;
16	"(XIII) mechanisms and incen-
17	tives to preserve affordability, limit
18	disruption of low-income communities,
19	and prevent or reduce displacement of
20	existing residents;
21	"(XIV) other regulatory reforms
22	to increase housing construction and
23	reduce housing costs; and
24	"(XV) other land use measures
25	that promote access to new housing

1	opportunities identified by the Sec-
2	retary; and
3	"(ii) consider—
4	"(I) local housing needs;
5	"(II) a range of affordability for
6	rental units, with a prioritization of
7	units attainable to extremely low-in-
8	come, low-income, and moderate-in-
9	come residents;
10	"(III) a range of affordability for
11	homeownership units attainable to
12	low- and moderate-income residents;
13	"(IV) the long-term cost to resi-
14	dents and businesses if more housing
15	is not constructed;
16	"(V) barriers to accessing afford-
17	able housing in growing communities
18	and communities with economic op-
19	portunities; and
20	"(VI) other policies or methods,
21	as identified by the Secretary.
22	"(C) TECHNICAL ASSISTANCE.—Not later
23	than 180 days after the date on which the As-
24	sistant Secretary receives a request for tech-
25	nical assistance from a local government or re-

1gional planning entity, the Assistant Secretary2may provide technical assistance to those enti-3ties seeking to rehaul, reform, or otherwise up-4date local zoning frameworks in line with the5guidelines described in paragraph (3), including6assisting in hosting community engagement ses-7sions.

8 "(D) GUIDANCE.—In adopting a local zon-9 ing framework in accordance with guidance 10 issued under subparagraph (A), the Assistant 11 Secretary shall not provide technical assistance 12 to a local government or regional planning enti-13 ty to include measures the net effect of which 14 would promote exclusionary zoning practices, 15 restrict net production, or otherwise increase 16 barriers to housing construction.

17 "(6) REPORTING.—Not later than 2 years after
18 the date on which the Assistant Secretary publishes
19 the guidelines and best practices described in para20 graphs (3) and (5), the Assistant Secretary shall
21 submit to Congress a report describing—

"(A) the States that have adopted a
version of the guidelines and best practices, including those that developed and adopted a
State zoning framework;

1	"(P) the localities that have adopted a
1	"(B) the localities that have adopted a
2	version of the guidelines;
3	"(C) a summary of the modifications that
4	each such State made in their State zoning
5	framework; and
6	"(D) a general summary of the types of
7	updates localities have made to their local zon-
8	ing framework.
9	"(7) Authorization of appropriations.—
10	There is authorized to be appropriated \$10,000,000
11	to carry out the technical assistance in paragraphs
12	(4)(A) and $(5)(C)$, and $$10,000,000$ to carry out
13	this subsection, for each of fiscal years 2025
14	through 2029.".
15	(b) Abolishment of Regulatory Barriers
16	Clearinghouse.—
17	(1) IN GENERAL.—The Regulatory Barriers
18	Clearinghouse established pursuant to section 1205
19	of the Housing and Community Development Act of
20	1992 (42 U.S.C. 12705d) is abolished.
21	(2) REPEAL.—Section 1205 of the Housing and
22	Community Development Act of 1992 (42 U.S.C.
23	12705d) is repealed.

1 SEC. 5. QUALIFIED ALLOCATION PLANS.

2 The selection criteria under a qualified allocation
3 plan under section 42 of the Internal Revenue Code of
4 1986) shall not include consideration of—

5 (1) any opposition with respect to the project
6 from local or elected officials; or

7 (2) any local government contribution to the
8 project, except to the extent such contribution is
9 taken into account as part of a broader consider10 ation of the project's ability to leverage outside
11 funding sources, and is not prioritized over any
12 other source of outside funding.

13 SEC. 6. NATIONAL ZONING MAPPING.

(a) IN GENERAL.—The Secretary shall establish a
grant program under which the Secretary provides funding to academic institutions, research collaboratives, nonprofit organizations, or other entities to conduct zoningdistrict-level digitization of zoning codes.

(b) PRIORITY.—In awarding grants under this sec-tion, the Secretary shall prioritize projects that will—

21 (1) create a plan to maintain the database for22 such information;

23 (2) establish a portal for State entities and
24 local governments to input zoning-related informa25 tion;

1	(3) prioritize mapping areas whose zoning has
2	not previously been digitized;
3	(4) coordinate with State or local government
4	entities, provide a plan for long-term maintenance of
5	the database, and establish a protocol for data shar-
6	ing; and
7	(5) develop tools to test the impact of various
8	zoning and land use regulation reforms on the over-
9	all supply of new housing.
10	(c) Authorization of Appropriations.—There is
11	authorized to be appropriated to the Secretary to carry
12	out this section $$3,500,000$ for fiscal years 2025 through
13	2027.
13 14	2027. SEC. 7. GRANTS FOR ESTABLISHING PRE-APPROVED DE-
14	SEC. 7. GRANTS FOR ESTABLISHING PRE-APPROVED DE-
14 15	SEC. 7. GRANTS FOR ESTABLISHING PRE-APPROVED DE- SIGNS FOR AFFORDABLE HOUSING.
14 15 16	SEC. 7. GRANTS FOR ESTABLISHING PRE-APPROVED DE- SIGNS FOR AFFORDABLE HOUSING. (a) DEFINITIONS.—In this section:
14 15 16 17	 SEC. 7. GRANTS FOR ESTABLISHING PRE-APPROVED DE- SIGNS FOR AFFORDABLE HOUSING. (a) DEFINITIONS.—In this section: (1) COVERED STRUCTURE.—The term "covered
14 15 16 17 18	 SEC. 7. GRANTS FOR ESTABLISHING PRE-APPROVED DE- SIGNS FOR AFFORDABLE HOUSING. (a) DEFINITIONS.—In this section: (1) COVERED STRUCTURE.—The term "covered structure" means—
14 15 16 17 18 19	 SEC. 7. GRANTS FOR ESTABLISHING PRE-APPROVED DE- SIGNS FOR AFFORDABLE HOUSING. (a) DEFINITIONS.—In this section: (1) COVERED STRUCTURE.—The term "covered structure" means— (A) a low-rise or mid-rise structure with
14 15 16 17 18 19 20	 SEC. 7. GRANTS FOR ESTABLISHING PRE-APPROVED DE- SIGNS FOR AFFORDABLE HOUSING. (a) DEFINITIONS.—In this section: (1) COVERED STRUCTURE.—The term "covered structure" means— (A) a low-rise or mid-rise structure with between 2 and 8 dwelling units; and
 14 15 16 17 18 19 20 21 	 SEC. 7. GRANTS FOR ESTABLISHING PRE-APPROVED DE- SIGNS FOR AFFORDABLE HOUSING. (a) DEFINITIONS.—In this section: (1) COVERED STRUCTURE.—The term "covered structure" means— (A) a low-rise or mid-rise structure with between 2 and 8 dwelling units; and (B) includes—
 14 15 16 17 18 19 20 21 22 	 SEC. 7. GRANTS FOR ESTABLISHING PRE-APPROVED DE- SIGNS FOR AFFORDABLE HOUSING. (a) DEFINITIONS.—In this section: (1) COVERED STRUCTURE.—The term "covered structure" means— (A) a low-rise or mid-rise structure with between 2 and 8 dwelling units; and (B) includes— (i) an accessory dwelling unit;

	- 1
1	(v) a cottage court;
2	(vi) a courtyard building; and
3	(vii) any other structure the Secretary
4	considers appropriate.
5	(2) ELIGIBLE ENTITY.—The term "eligible enti-
6	ty" means a unit of general local government.
7	(b) AUTHORITY.—The Secretary may award grants
8	to eligible entities to establish and implement designs for
9	use of covered structures in the jurisdiction of the eligible
10	entity that the eligible entity preapproves as affordable
11	housing.
12	(c) Set-aside for Smaller or Rural Areas.—
13	Of the amount made available in each fiscal year for
14	grants under this section, the Secretary shall ensure that
15	not less than 10 percent shall be used for grants to eligible
16	entities that are smaller eligible entities or are located in
17	rural areas.
18	(d) REPORTS.—The Secretary shall require eligible
19	entities receiving grants under this section to report on—
20	(1) the impacts of the activities carried out
21	using such grant amounts in improving the produc-
22	tion and supply of affordable housing;
23	(2) the pre-approved designs established and
24	implemented using such grant amounts in their com-
25	munities; and

(3) the impact of the activities funded with
 grant amounts.

3 (e) AVAILABILITY OF INFORMATION.—The Secretary4 shall—

5 (1) make publicly available information on the
6 pre-approved designs submitted by eligible entities
7 receiving grants under this section, including infor8 mation on the benefits of use of such designs; and
9 (2) collect, identify, and disseminate best prac10 tices regarding such designs to interested localities
11 and parties.

(f) AUTHORIZATION OF APPROPRIATIONS.—There is
authorized to be appropriated to the Secretary to carry
out this section \$10,000,000 for fiscal years 2025 through
2027.