

General Assembly

Committee Bill No. 6476

January Session, 2019

LCO No. 5172



Referred to Committee on HOUSING

Introduced by: (HSG)

AN ACT ALLOWING A DEDUCTION FOR THE COST OF SERVICE ANIMALS FROM RENTAL PAYMENTS FOR SUBSIDIZED HOUSING.

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

- 1 Section 1. (NEW) (Effective October 1, 2019) In the cases of any tenant
- 2 who is blind, physically disabled or has a mental or intellectual
- disability, as those terms are defined in section 46a-51 of the general
- 4 statutes, and living with a service animal in assisted housing, as
- 5 defined in section 8-30g of the general statutes, the cost of food and
- 6 veterinary care for the service animal shall be considered a medical
- 7 expense deductible from gross family income when calculating the
- 8 tenant's rent. As used in this section, "service animal" means a dog that
- 9 is individually trained to do work or perform tasks for a person who
- 10 has a disability.
- 11 Sec. 2. Section 8-72 of the general statutes is repealed and the
- 12 following is substituted in lieu thereof (*Effective October 1, 2019*):
- 13 (a) Each developer or housing authority shall manage and operate
- 14 its housing projects in an efficient manner so as to enable it to fix the
- 15 rentals for dwelling accommodations at the lowest possible rates

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consistent with providing decent, safe and sanitary dwelling accommodations, and no housing authority or nonprofit corporation shall construct or operate any such project for profit. To this end, an authority or a nonprofit corporation shall fix the rentals for dwelling in its projects at no higher rates than it finds to be necessary in order to produce revenues which, together with all other available money, revenues, income and receipts of the authority or nonprofit corporation from whatever sources derived, will be sufficient [(a)] (1) to pay, as the same become due, the principal and interest on the bonds of the authority or nonprofit corporation; [(b)] and (2) to meet the cost of, and to provide for, maintaining and operating the projects, including the cost of any insurance, and the administrative expenses of the authority or nonprofit corporation; provided nothing in this section shall be construed as prohibiting any authority or nonprofit corporation from providing for variable rentals based on family income. In the operation or management of housing projects an authority or nonprofit corporation shall, at all times, rent or lease the dwelling accommodations therein at rentals within the financial reach of families of low income.

(b) The Commissioner of Housing may establish maximum income limits for admission and continued occupancy of tenants, provided such maximum income limits and all revisions thereof for housing projects operated pursuant to any contract with any agency of the federal government shall be subject to the prior approval of such federal agency. The Commissioner of Housing shall define the income of a family to provide the basis for determining eligibility for the admission, rentals and for the continued occupancy of families under the maximum income limits fixed and approved. The definition of family income, by the Commissioner of Housing, may provide for the exclusion of all or part of the income of family members which, in the judgment of said commissioner, is not generally available to meet the cost of basic living needs of the family, and, in the case where a family member has a disability, shall provide for the exclusion of any maintenance costs for a service animal, as provided in section 1 of this

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- (c) No housing authority or developer shall refuse to rent any dwelling accommodation to an otherwise qualified applicant on the ground that one or more of the proposed occupants are children born out of wedlock.
- (d) Each housing authority and developer shall provide a receipt to each applicant for admission to its housing projects stating the time and date of application and shall maintain a list of such applications, which shall be a public record as defined in section 1-200. The Commissioner of Housing shall, by regulation adopted in accordance with the provisions of chapter 54, provide for the manner in which such list shall be created, maintained and revised.
- (e) No provision of this part shall be construed as limiting the right of the authority to vest in an obligee the right, in the event of a default by such authority, to take possession of a housing project or cause the appointment of a receiver thereof or acquire title thereto through foreclosure proceedings, free from all the restrictions imposed by this chapter with respect to rental rates and tenant selection. The Commissioner of Housing shall approve an operation or management plan of each housing project, which shall provide an income adequate for debt service, if any, administration, including a state service charge, other operating costs and establishment of reasonable reserves for repairs, maintenance and replacements, vacancy and collection losses. Said commissioner shall have the right of inspection of any housing during the period between the date on which construction thereof begins and the date the state loan is fully paid or, in the case of a grant, during the period for which any housing project built pursuant to such grant is used for housing for families of low and moderate income. An authority or developer shall semiannually submit said commissioner a sworn statement setting forth such information with respect to the tenants and rentals for each housing project hereunder and the costs of operating each housing project under its jurisdiction as

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said commissioner requires.

(f) Any person who makes a false statement concerning the income of the family for which application for admission to or continued occupancy of housing projects is made may be fined not more than five hundred dollars or imprisoned not more than six months or both. With regard to a family who, since the last annual recertification, received any public assistance or state-administered general assistance and received earnings from employment, the authority or developer shall not require any interim recertification due to an earnings increase. At the annual recertification, the authority or developer shall base rent levels on such family's average income throughout the preceding twelve months. During the subsequent twelve-month period, the authority or developer shall not require any interim recertifications due to increased earnings from employment. However, if a family's income has decreased, nothing in this section shall preclude an interim recertification or recertification based on the reduced income level.

- Sec. 3. Section 8-45 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective October 1, 2019*):
- (a) Each housing authority shall manage and operate its housing projects in an efficient manner so as to enable it to fix the rentals for dwelling accommodations at the lowest possible rates consistent with providing decent, safe and sanitary dwelling accommodations, and no housing authority shall construct or operate any such project for profit or as a source of revenue to the municipality. To this end, an authority shall fix the rentals for dwelling in its projects at no higher rates than it finds to be necessary in order to produce revenues which, together with all other available money, revenues, income and receipts of the authority from whatever sources derived, will be sufficient [(a)] (1) to pay, as the same become due, the principal and interest on the bonds of the authority; [(b)] (2) to meet the cost of, and to provide for, maintaining and operating the projects, including the cost of any

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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.

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(b) In the operation or management of housing projects, an authority shall, at all times, rent or lease the dwelling accommodations therein at rentals within the financial reach of families of low income. The authority, subject to approval by the Commissioner of Housing, shall fix maximum income limits for the admission and for the continued occupancy of families in such housing, provided such maximum income limits and all revisions thereof for housing projects operated pursuant to any contract with any agency of the federal government shall be subject to the prior approval of such federal agency. The Commissioner of Housing shall define the income of a family to provide the basis for determining eligibility for the admission and for the continued occupancy of families under the maximum income limits fixed and approved. The definition of family income, by the Commissioner of Housing, may provide for the exclusion of all or part of the income of family members which, in the judgment of said commissioner, is not generally available to meet the cost of basic living needs of the family, and, in the case where a family member has a disability, shall provide for the exclusion of any maintenance costs for a service animal, as provided in section 1 of this act.

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

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maintained and revised.

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

Sec. 4. Section 8-48 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective October 1, 2019*):

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

This act shall take effect as follows and shall amend the following		
sections:		
Section 1	October 1, 2019	New section
Sec. 2	October 1, 2019	8-72
Sec. 3	October 1, 2019	8-45
Sec. 4	October 1, 2019	8-48

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Statement of Purpose:

To allow a person with a disability in subsidized housing to deduct the cost of maintenance of service animals as a medical deduction from their rental costs.

[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.]

Co-Sponsors: REP. SANTIAGO H., 84th Dist.; REP. HAMPTON, 16th Dist.

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