

General Assembly

Raised Bill No. 877

January Session, 2021

LCO No. 2842



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 Section 8-45 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective October 1, 2021*):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

(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.

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

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circumstances.

- (d) 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 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 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.
- 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*):

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) of said section] <u>subdivisions (2) and (3) of said 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 rentals shall govern forsaid rental year.

This act sha sections:	ll take effect as follows	and shall amend the following
Section 1	October 1, 2021	8-45
Sec. 2	October 1, 2021	8-48

HSG Joint Favorable