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SENATE BILL No. 195

February 23, 2011, Introduced by Senators YOUNG, HUNTER and JOHNSON and referred to the Committee on Local Government and Elections.

A bill to allow inclusionary zoning; to prescribe the powers and duties of certain local agencies and officials; and to provide certain restrictions for dwelling units built within the inclusionary zone.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- Sec. 1. This act shall be known and may be cited as the
 "inclusionary zoning act".
- 3 Sec. 2. As used in this act:
 - (a) "Affordable dwelling unit" means a single-family dwelling or multiple family dwelling that substantially complies with all applicable state and local building and housing laws, ordinances, and codes, and which is appropriately priced for either of the following:
 - (i) Sale to any person or family whose income does not exceed

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- 1 80% of the median family income for the local area, with
- 2 adjustments for family size, according to the latest figures
- 3 available from the United States department of housing and urban
- 4 development.
- 5 (ii) Rent to any person or family whose income does not exceed
- 6 60% of the median family income for the local area, with
- 7 adjustments for family size, according to the latest figures
- 8 available from the United States department of housing and urban
- 9 development.
- 10 (b) "Inclusionary zoning" means a zoning regulation,
- 11 requirement, or condition of development, imposed by ordinance or
- 12 regulation, or pursuant to any special permit, special exception,
- 13 or subdivision plan, that promotes the development of affordable
- 14 dwelling units.
- 15 Sec. 3. (1) A local unit of government may use inclusionary
- 16 zoning to increase the availability of affordable dwelling units
- 17 within its jurisdiction.
- 18 (2) If a local unit of government requires a developer to
- 19 construct 1 or more affordable dwelling units under this act, the
- 20 local unit of government may grant to the developer permission to
- 21 construct a total number of units in excess of the number allowed
- 22 by applicable density limits.
- 23 (3) A local unit of government may enter into agreements with
- 24 developers to restrict rent or sale prices for properties
- 25 designated as affordable dwelling units. An agreement under this
- 26 subsection shall contain the terms of the agreement, including, but
- 27 not limited to, all of the following:

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- 1 (a) Methods of enforcing the agreement.
- 2 (b) Penalties for noncompliance with the agreement.
- 3 Sec. 4. To qualify for inclusionary zoning, an affordable
- 4 dwelling unit shall remain affordable for at least 10 years, but
- 5 not more than 50 years, after development.