



Affordable Housing Committee

AGENDA

Thursday, June 1, 2023

1PM

Town Hall

Conference Room A

1. Approve Minutes
 - A. August 4, 2022
 - B. September 1, 2022
 - C. October 6, 2022
 - D. November 3, 2022
 - E. December 1, 2022
2. Update on Existing Initiatives
 - A. ADU Grant Status Update
 - B. Education Subcommittee Update
3. Feedback & Questions from JLUS Preliminary Housing Study
4. Housing Legislation Update

Next Meeting – Discuss Summer Schedule

Adjourn

Attachments:

- Draft Minutes
- Education Subcommittee Plan
- Legislation Bills and Status Update

This meeting will be held in person. The public may attend in person or view the meeting via Zoom webinar. Register in advance for the webinar by clicking [here](#).



Affordable Housing Committee
AGENDA
Thursday, August 4, 2022
1PM
MINUTES
DRAFT

In attendance: Mary Gibbons-Stevens, Tom Emerson, Russell White, Debbie Driscoll, Adam Causey, Kendra Amaral (Emily Flinkstrom joined after Old Post Road discussion)

1. Project updates

A. Old Post Road

- Reviewed Fair Tide proposal, other proposal was non-responsive and disqualified
- Mary moved to recommend Fair Tide, Russell seconded. Unanimous

B. Town-owned properties

- Provided update on Phelps sale and restrictions
- Update on 3 Walker sale
- 73 Rogers Road not on market yet, will be difficult to sell due to topography and wetlands

C. ADU Grant

- 4 applicants for the grant; clearly a lot of interest

2. Zoning discussion

A. BL/BL1 update on status relative to Council

B. Payment-in-lieu fee discussion

- Russell moved to reconsider the Housing Com recommended payment-in-lieu fee amount change to \$100,000 and 50% cap on number of required affordable units that payment in lieu can be used for. Debbie seconded. Approved unanimously.

C. Other zoning matters

- Committee discussed proposing amendments to draft ordinance:
 1. clarifying 3,000 sqft needed for all residential. B-L and B-L1 proposal states only if 5 or more units, needs commercial for a portion of first floor, has a 50' cap on height
 2. Mary proposed capping the building height at 40'. 3 in favor, one opposed. Passes.

3. Adjourn



Affordable Housing Committee
AGENDA
Thursday, September 1, 2022
1PM
MINUTES
DRAFT

In attendance; Mary Gibbons-Stevens, Tom Emerson, Debbie Driscoll, Adam Causey, Kendra Amaral

1. Accessory Dwelling Unit Grant –
 - A. 6 total applications, 4 met zoning and income eligibility.
 - B. 2 did not qualify due to income.
 - C. Select applicants via random drawing
 - James Foley – Busdick Drive
 - Marybeth Schofield – Priscilla Lane
 - Suzanne Johnson – Cromwell Street
 - Daniel Gipson – Brave Boat Harbor Road
 - D. None have designs ready, so the chosen applicants will be starting at the design phase
 - E. Lessons learned/things to consider
 - Make owner income qualification 120% in accordance with inclusionary zoning
 - A lot of non-conforming lots will test ordinance
 - We are encouraged by number of qualified applicants

2. Adjourn



Affordable Housing Committee

AGENDA

Thursday, October 6, 2022
1PM
MINUTES
DRAFT

In attendance; Debbie Driscoll, Adam Causey, Kendra Amaral, Emily Flinkstrom, Matt Brock, Haley Mock, Kathy Connor, Drew Fitch

1. Zoning update

- A. Lessons from/opportunity to improve process
- B. What we've done – public discussion, member council, 2 planning board meetings, public info session, workshop, KLIC review
- C. Reviewed changes to zone
- D. What we can do better
 - Publish minutes
 - Report out on other zoning changes and pending outcomes
 - Feedback, conversations from development community
 - Planning board to get com updates from their members so at regular intervals they know what's going on and what's coming
 - Community education advocacy to help people understand why and how
- E. Communication
 - How do we inform people through various media and methods
 - Targeted to different stakeholders
 - Allow for loop back with this committee and consider comments/feedback/determinations from Committee and Planning Board
 - Advocacy should focus on how we tackle affordable housing
 1. Reach out to property owners in zones we are looking at amending
 2. Do property owner training on building affordable housing
 3. Talk more about trade offs
 4. Property owners feltly uninformed
 5. Bring in experts to inform discussions

2. Initiatives updates

- A. 42/44 Old Post Road
 - Assessment phase II done – report not issued yet
 - Grant is covering assessment and possible demo/clean up
 - Good convo with Maine Housing
 - Working on agreement
 - 4-6 units
- B. ADU Grant
 - Working with 2 winners
 - Subgrant agreements are being signed
 - Applied for ADU permit
 - Neither has indicated design support needed
 - Will need to intermittently check in as they get ready to rent
 - Will track through Open Gov tracking

3. LD2003 Update
 - A. Legislation in draft to delay, amend, repeal for next session
 - B. Will send "guidance"

4. Next meeting
 - A. Housing reserve fund update
 - B. Discuss uses for reserve fund
 - C. \$50K additional from ARPA, \$150K total

5. Adjourn



Affordable Housing Committee

AGENDA

Thursday, November 3, 2022

12PM

MINUTES

DRAFT

In attendance; Mary Gibbons-Stevens, Tom Emerson, Russell White, Debbie Driscoll, Kendra Amaral, Emily Flinkstrom, Haley Mock, Drew Fitch, Kathy Connor, Matt Brock

1. Housing Reserve Fund Update
 - A. Balance and Encumbrances
 - \$150,000; \$50,000 allocated to ADU grant
 - \$943,227 in real estate sale; \$750,000 allocated to Gorges Road, remainder \$193,227
 - Holding off on transfer of real estate proceeds until Gorges Rd is over finish line.
 - B. Other Uses
 - Emily recommended using the subcommittee to develop ideas
 - Home repairs was an idea from Matt, but acknowledges there are other existing programs – Look at gaps/holes of support
 - Drew recommends holding money for LITC contribution (gains points on app)
 - Flexible gap funding for affordable housing projects (not necessarily LITC)
 - Tom thinks we need to make it known we have this fund
 - Subcommittee start meeting to develop recommendations
2. Continue Discussion – Priorities for the Coming Year
 - A. Prioritize Remaining Potential Zones for Inclusionary Housing
 - Housing at table for business park zoning
 - Potential zones M-U, Foreside, Urban-Residential, need to prioritize
 - Conservation subdivision now has inclusionary zones
 - Committee would like a map of where inclusionary housing regulations apply
 - B. Codify/Formalize a Process for Proposing and Following Zoning Amendments through the Review/Approval Process
 - Matt wants to build in process to bring back or review input from KLIC and Planning Board
 - C. Community Forums and Education
 - Talk about why, how, options, gauge, priorities, focus
 - Property owner education around how to develop/be part of the solution
 - Celebration around ADU completion/ribbon cutting, target to what we have done

- Maybe develop a program around addressing myths, misconceptions, and impacts of affordable housing.
 - Repost forums & “Affordable Housing 101” from KCC online
 - Dispel fear of density
 - Timing is important – Do we wait until a project or initiative is coming or before people are feeling “threatened”
 - Subgroup to work on syllabus/annual plan – Emily, Tom, Kendra, Haley
 1. Bring back to committee for review and approval
- D. Draft Annual Report to Council
- Next meeting will discuss an outline of the report.
- E. Loop Back with Housing Experts on Adopted Affordable Housing Zoning
- Get feedback on two changes - Height + 25% max of PIL
 - Get sense of how it impacts actual project viability
 - Postpone until LD2003 is settled
3. Update on Existing Initiatives
- A. Update provided on ADU Grant implementation
 - B. Update provided on sale of tax acquired property, Rogers Road on market, Phelps title still being addressed.
 - C. Update Old Post Affordable Housing Project – working on brownfields assessment still.
4. Next Steps
- A. What should be on report to Council?
 - B. Uses for funds
 - C. PR for steps taken so far



Affordable Housing Committee

AGENDA

Thursday, December 1, 2022

1 PM

MINUTES

DRAFT

In attendance; Mary Gibbons-Stevens, Russell White, Debbie Driscoll, Kendra Amaral, Emily Flinkstrom, Haley Mock, Kathy Connor, Matt Brock

1. Short Term Rental (STR) Discussion
 - A. Ordinance overview and report to council overview
 - B. Matt disclosed he has one STR license, Debbie disclosed she has two
 - C. Provide list of licenses and waitlist
 - D. Can we identify
 - How many are otherwise diverted long term vs room rental
 - How many are non-resident
 - How many units of each assessing type
 - Cap gives Housing Com comfort
 - Bring back any updates to committee from Council action
2. Review & Approve Minutes
 - A. Matt moved to approve, Russel seconded. Approved unanimously.
 - B. Next chunk of draft minutes coming in January for February vote.
3. Outline for Report to Council
 - A. ADU grant program
 - B. BL-BL-1
 - C. 42-44 Old Post
 - D. Tax acquired property
 - E. State saw Kittery as a model for ADU in LD2003
 - F. Conservation sub-division/inclusionary housing amendments
 - G. May workshop on housing
4. Housing Reserve Fund Brainstorming Cont.
 - A. We don't want to duplicate existing programs
 - B. When previously discussed, wanted to focus on unit generation.
 - C. Do we want to look at "donut hole" support, meaning those who don't qualify for support due to making too much per program means tests but not enough to move forward on affordable housing unit generation.
5. Update on Existing Initiatives
 - A. ADU Grant update provided.
 - B. LD2003 – Committee wants to track the status of draft laws in process.

6. Adjourn



Affordable Housing Committee Education Subcommittee

Knowledge Gaps

- What affordable housing means
- Why do we need affordable housing and why do we need more
- How affordable housing gets created
- What affordable housing looks like, what it looks like in Kittery
- What are Kittery's demographics today and what are the future trends for population, income, age, need, etc.
- What is being a landlord like, what are the resources to add/maintain rental property.
- What types of housing is allowed by zone in Kittery, how does potential LD2003 change this?
- What are we doing and it is working?

Information Delivery Options

- Short snippets, articles, visuals
- Video content
- Interactive apps or tools
- Photo study/visual essay
- Community book club/reading

Potential Partners and Experts

- Maine Housing
- Fair Tide
- HUD
- SMPDC
- Seacoast Workforce Housing Coalition
- Affordable Housing developers (York Housing, Avesta, CHOM, etc)
- Existing voucher landlords
- Local business owners, employers, York Region Chamber of Commerce
- Local officials (School, Town)

Schedule

MONTH	KNOWLEDGE GAP FOCUS	PROGRAMS	LEADS
March	<ul style="list-style-type: none"> • What affordable housing mean • Kittery's demographics and trends 	<ul style="list-style-type: none"> • Launch Community book club recommended read; 4 books selected - COMPLETE • Flyers, video snippets from previous housing presentations reposted - COMPLETE 	Haley Suzanne
April	<ul style="list-style-type: none"> • Why do we need affordable housing and why do we need more • How affordable housing gets created 	<ul style="list-style-type: none"> • Video vignettes about why and how (outreach to localhousingsolutions.org - NYU) 	Jason
May	<ul style="list-style-type: none"> • What affordable housing means • Why do we need affordable housing and why do we need more 	<ul style="list-style-type: none"> • Community book club directed discussions - ONGOING • Development of "Faces of Affordable Housing" • Photo essay of multi-family units in Kittery • Posters, video snippets of the impacts of NIMBYism on businesses and residents 	Haley All Jason & Suzanne All
June	<ul style="list-style-type: none"> • What is being a landlord like, what are the resources to add/maintain rental property 	<ul style="list-style-type: none"> • Webinars on becoming a landlord, programs supporting affordable rentals, etc. 	Emily, YCSA
September	<ul style="list-style-type: none"> • What affordable housing looks like, what it looks like in Kittery • What types of housing is allowed by zone in Kittery 	<ul style="list-style-type: none"> • Graphic/visual tool to understand the types of housing allowed by Zone 	Jason
October	<ul style="list-style-type: none"> • What affordable housing mean • What have we done/is it working 	<ul style="list-style-type: none"> • Talk/lecture series type event • Presentation at Council meeting • Housing Documentary Watch Party followed by discussion with Housing Committee @ RPL 	



131st MAINE LEGISLATURE

FIRST REGULAR SESSION-2023

Legislative Document

No. 214

H.P. 135

House of Representatives, January 20, 2023

**An Act to Amend the Laws Regarding Zoning and Land Use
Restrictions to Limit Certain Requirements to Municipalities with a
Population of More than 10,000**

(EMERGENCY)

Reference to the Committee on Labor and Housing suggested and ordered printed.

A handwritten signature in cursive script that reads "Robert B. Hunt".

ROBERT B. HUNT
Clerk

Presented by Representative CAMPBELL of Orrington.
Cosponsored by Senator LYFORD of Penobscot and
Representatives: SOBOLESKI of Phillips, THORNE of Carmel.

1 **Emergency preamble.** Whereas, acts and resolves of the Legislature do not
2 become effective until 90 days after adjournment unless enacted as emergencies; and

3 **Whereas,** current law requires, beginning July 1, 2023, all municipalities to allow a
4 certain number of dwelling units under certain circumstances and the construction of
5 accessory dwelling units on the same lot as a single-family dwelling unit and to comply
6 with certain other zoning requirements; and

7 **Whereas,** this legislation proposes to limit those requirements to municipalities with
8 a population over 10,000; and

9 **Whereas,** it is the intent of this legislation to exempt municipalities with a population
10 of 10,000 or less from these requirements entirely;

11 **Whereas,** this legislation needs to take effect prior to the end of the 90-day period so
12 that municipalities with a population of 10,000 or less will not be subject to those
13 requirements between July 1, 2023 and the end of the 90-day period; and

14 **Whereas,** in the judgment of the Legislature, these facts create an emergency within
15 the meaning of the Constitution of Maine and require the following legislation as
16 immediately necessary for the preservation of the public peace, health and safety; now,
17 therefore,

18 **Be it enacted by the People of the State of Maine as follows:**

19 **Sec. 1. 30-A MRSA §4364-A, sub-§1,** as enacted by PL 2021, c. 672, §5, is
20 amended to read:

21 **1. Use allowed.** Notwithstanding any provision of law to the contrary, except as
22 provided in Title 12, chapter 423-A, for any area in which housing is allowed, a
23 municipality shall allow structures with up to 2 dwelling units per lot if that lot does not
24 contain an existing dwelling unit, except that a municipality with a population over 10,000
25 shall allow up to 4 dwelling units per lot if that lot does not contain an existing dwelling
26 unit and the lot is located in a designated growth area within a municipality consistent with
27 section 4349-A, subsection 1, paragraph A or B or if the lot is served by a public, special
28 district or other centrally managed water system and a public, special district or other
29 comparable sewer system in a municipality without a comprehensive plan.

30 A municipality shall allow on a lot with one existing dwelling unit the addition of up to 2
31 dwelling units: one additional dwelling unit within or attached to an existing structure or
32 one additional detached dwelling unit, or one of each.

33 A municipality may allow more units than the number required to be allowed by this
34 subsection.

35 **Sec. 2. 30-A MRSA §4364-A, sub-§2,** as enacted by PL 2021, c. 672, §5, is
36 amended to read:

37 **2. Zoning requirements.** With respect to dwelling units allowed under this section,
38 municipal zoning ordinances in municipalities with a population over 10,000 must comply
39 with the following conditions.

1 A. If more than one dwelling unit has been constructed on a lot as a result of the
2 allowance under this section or section 4364-B, the lot is not eligible for any additional
3 increases in density except as allowed by the municipality.

4 B. A municipal zoning ordinance may establish a prohibition or an allowance for lots
5 where a dwelling unit in existence after July 1, 2023 is torn down and an empty lot
6 results.

7 **Sec. 3. 30-A MRSA §4364-A, sub-§10**, as enacted by PL 2021, c. 672, §5, is
8 amended to read:

9 **10. Implementation.** A municipality is not required to implement the requirements
10 of this section until ~~July 1, 2023~~ October 1, 2023.

11 **Sec. 4. 30-A MRSA §4364-B, sub-§1**, as enacted by PL 2021, c. 672, §6, is
12 amended to read:

13 **1. Use permitted.** Except as provided in Title 12, chapter 423-A, a municipality with
14 a population over 10,000 shall allow an accessory dwelling unit to be located on the same
15 lot as a single-family dwelling unit in any area in which housing is permitted.

16 **Sec. 5. 30-A MRSA §4364-B, sub-§13**, as enacted by PL 2021, c. 672, §6, is
17 amended to read:

18 **13. Implementation.** A municipality is not required to implement the requirements
19 of this section until ~~July 1, 2023~~ October 1, 2023.

20 **Sec. 6. 30-A MRSA §4364-B, sub-§14** is enacted to read:

21 **14. Applicability.** The requirements of this section apply only to a municipality with
22 a population over 10,000.

23 **Emergency clause.** In view of the emergency cited in the preamble, this legislation
24 takes effect when approved.

25 SUMMARY

26 This bill makes the following provisions applicable only to a municipality with a
27 population over 10,000:

28 1. The requirement that a municipality allow up to 4 dwelling units per lot if that lot
29 does not contain an existing dwelling unit and the lot is located in a designated growth area
30 within a municipality or if the lot is served by a public, special district or other centrally
31 managed water system and a public, special district or other comparable sewer system in a
32 municipality without a comprehensive plan;

33 2. Certain zoning conditions that apply to dwelling units;

34 3. The requirement that a municipality allow an accessory dwelling unit on the same
35 lot as a single-family dwelling unit in any area in which housing is permitted; and

36 4. Other requirements relating to accessory dwelling units.

131st Maine Legislature, First Special Session

An Act to Amend the Laws Regarding Zoning and Land Use Restrictions to Limit Certain Requirements to Municipalities with a Population of More than 10,000

(EMERGENCY)

LD 214, HP 135

Fiscal Status Not Yet Determined

Amendments to LD 214

C-A (H-179) Fiscal Status Fiscal Impact
Emergency, Change Title

Status In Committee

Referred to Committee on Housing on Feb 28, 2023.

Latest Committee Action: Reported Out, May 18, 2023, ONTP/OTP-AM

Latest Committee Report: May 18, 2023; HOU, MAJ: Ought Not To Pass; HOU, MIN: Ought To Pass As Amended

Public Hearings

Tuesday, April 11, 2023 1:30 PM, Cross Building, Room 216

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Public Hearing Testimony

Work Sessions

Friday, April 28, 2023 9:30 AM, Cross Building, Room 216

Friday, May 5, 2023 9:30 AM, Cross Building, Room 216

Committee Docket

Date	Action	Result
May 5, 2023	Work Session Held	
May 5, 2023	Voted	Divided Report
May 18, 2023	Reported Out	ONTP/OTP-AM

Divided Reports

Report	Report Signer
MAJ - Ought Not To Pass	Representative Traci Gere of Kennebunkport, Chair Senator Teresa Pierce of Cumberland, Chair Representative Mark Blier of Buxton Representative Drew Gattine of Westbrook Representative Cheryl Golek of Harpswell Representative Grayson Lookner of Portland Senator Matthew Pouliot of Kennebec

Representative Ambureen Rana of Bangor

Senator Eloise Vitelli of Sagadahoc

MIN - Ought To Pass As Amended Representative Dick Campbell of Orrington

Representative Joshua Morris of Turner

Affected Statute Titles and Sections

None listed at this time.

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131st MAINE LEGISLATURE

FIRST REGULAR SESSION-2023

Legislative Document

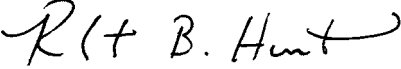
No. 341

H.P. 215

House of Representatives, January 30, 2023

**An Act to Amend the Maine Tree Growth Tax Law to Encourage
Housing Construction**

Reference to the Joint Select Committee on Housing suggested and ordered printed.


ROBERT B. HUNT
Clerk

Presented by Representative DUCHARME of Madison.
Cosponsored by Representatives: ARATA of New Gloucester, CARMICHAEL of Greenbush,
DUNPHY of Embden, LANDRY of Farmington, THORNE of Carmel, Senator: FARRIN of
Somerset.

1 **Be it enacted by the People of the State of Maine as follows:**

2 **Sec. 1. 36 MRSA §581, sub-§3**, as amended by PL 2021, c. 630, Pt. C, §5, is further
3 amended to read:

4 **3. Penalty.** If Except as provided in subsection 3-A, if land is withdrawn from taxation
5 under this subchapter, the assessor shall impose a penalty upon the owner. The penalty is
6 the greater of:

7 A. An amount equal to the taxes that would have been assessed on the land on the first
8 day of April for the 5 tax years, or any lesser number of tax years starting with the year
9 in which the land was first classified, preceding the withdrawal had that land been
10 assessed in each of those years at its just value on the date of withdrawal less all taxes
11 paid on that land over the preceding 5 years, or any lesser number of tax years starting
12 with the year in which the land was first classified, and increased by interest at the
13 prevailing municipal rate from the date or dates on which those amounts would have
14 been payable; and

15 B. An amount computed by multiplying the amount, if any, by which the just value of
16 the land on the date of withdrawal exceeds the 100% valuation of the land pursuant to
17 this subchapter on the preceding April 1st by the following rates.

18 (1) If the land was subject to valuation under this subchapter for 10 years or fewer
19 prior to the date of withdrawal, the rate is 30%.

20 (2) If the land was subject to valuation under this subchapter for more than 10
21 years prior to the date of withdrawal, the rate is 30% reduced by one percentage
22 point for each full year beyond 10 years that the land was subject to valuation under
23 this subchapter prior to the date of withdrawal, except that the minimum rate is
24 20%.

25 For purposes of this subsection and subsection 3-A, just value at the time of withdrawal is
26 the assessed just value of comparable property in the municipality adjusted by the
27 municipality's certified assessment ratio.

28 **Sec. 2. 36 MRSA §581, sub-§3-A** is enacted to read:

29 **3-A. Penalty; use of land for single-family housing construction.** If land is
30 withdrawn from taxation under this subchapter and a portion of the land will be used for
31 construction of single-family residential housing and the conditions required for building
32 construction are met within 2 years of withdrawal, the assessor shall impose a penalty upon
33 the owner that is the lesser of the amounts calculated under subsection 3, paragraphs A and
34 B. If single-family residential housing on the land is not completed within 2 years of
35 withdrawal or the conditions required for building construction are not met, the penalty
36 must be calculated under subsection 3 and a supplemental penalty may be assessed.

37 **SUMMARY**

38 This bill reduces the penalty for withdrawal of land from classification under the Maine
39 Tree Growth Tax Law if the land is used for the construction of single-family residential
40 housing and the conditions required for building construction are met within 2 years of
41 withdrawal.

131st Maine Legislature, First Special Session

An Act to Amend the Maine Tree Growth Tax Law to Encourage Housing Construction

LD 341, HP 215

Fiscal Status Not Yet Determined

Amendments to LD 341

C-A (H-236) Fiscal Status Fiscal Impact

Status In Committee

Referred to Committee on Taxation on Feb 28, 2023.

Latest Committee Action: Voted, Apr 6, 2023, ANT. DIV. REP.

Latest Committee Report: Not Reported Out

Public Hearings

Thursday, March 30, 2023 1:00 PM, State House, Room 127

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Public Hearing Testimony

Work Sessions

Thursday, April 6, 2023 1:45 PM, State House, Room 127

Committee Docket

Date	Action	Result
Apr 6, 2023	Work Session Held	
Apr 6, 2023	Voted	Divided Report

Divided Reports

Report	Report Signer
MAJ - Ought Not To Pass	Senator Nicole Grohoski of Hancock, Chair Representative Joe Perry of Bangor, Chair Senator Ben Chipman of Cumberland Representative Ed Crockett of Portland Representative Ann Matlack of St. George Representative Tracy Quint of Hodgdon
MIN - Ought To Pass As Amended	Representative Micky Carmichael of Greenbush Representative Thomas Lavigne of Berwick Senator James Libby of Cumberland

Affected Statute Titles and Sections

Title Section Subsection Paragraph Effect Law Type Chapter

36	581	3-B	NEW	null
36	581	3-A	NEW	null
36	581	3	AMD	null

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131st MAINE LEGISLATURE

FIRST REGULAR SESSION-2023

Legislative Document

No. 665

H.P. 434

House of Representatives, February 16, 2023

**An Act to Extend the Date by Which Compliance is Required for
Affordable Housing Development, Increased Numbers of Dwelling
Units and Accessory Dwelling Units**

Reference to the Joint Select Committee on Housing suggested and ordered printed.

A handwritten signature in cursive script that reads "Robert B. Hunt".

ROBERT B. HUNT
Clerk

Presented by Representative HEPLER of Woolwich.
Cosponsored by Representatives: CRAY of Palmyra, HALL of Wilton, LANDRY of
Farmington, MATLACK of St. George, MEYER of Eliot, PLUECKER of Warren, ROBERTS
of South Berwick, Senator: BLACK of Franklin.

1 **Be it enacted by the People of the State of Maine as follows:**

2 **Sec. 1. 30-A MRSA §4364, first ¶**, as enacted by PL 2021, c. 672, §4, is amended
3 to read:

4 For an affordable housing development approved on or after July 1, ~~2023~~ 2025, a
5 municipality with density requirements shall apply density requirements in accordance
6 with this section.

7 **Sec. 2. 30-A MRSA §4364-A, sub-§2, ¶B**, as enacted by PL 2021, c. 672, §5, is
8 amended to read:

9 B. A municipal zoning ordinance may establish a prohibition or an allowance for lots
10 where a dwelling unit in existence after July 1, ~~2023~~ 2025 is torn down and an empty
11 lot results.

12 **Sec. 3. 30-A MRSA §4364-A, sub-§10**, as enacted by PL 2021, c. 672, §5, is
13 amended to read:

14 **10. Implementation.** A municipality is not required to implement the requirements
15 of this section until July 1, ~~2023~~ 2025.

16 **Sec. 4. 30-A MRSA §4364-B, sub-§2**, as enacted by PL 2021, c. 672, §6, is
17 amended by amending the first blocked paragraph to read:

18 This subsection does not restrict the construction or permitting of accessory dwelling units
19 constructed and certified for occupancy prior to July 1, ~~2023~~ 2025.

20 **Sec. 5. 30-A MRSA §4364-B, sub-§4, ¶B**, as corrected by RR 2021, c. 2, Pt. A,
21 §110, is amended to read:

22 B. For an accessory dwelling unit located within the same structure as a single-family
23 dwelling unit or attached to or sharing a wall with a single-family dwelling unit, the
24 setback requirements and dimensional requirements must be the same as the setback
25 requirements and dimensional requirements of the single-family dwelling unit, except
26 for an accessory dwelling unit permitted in an existing accessory building or secondary
27 building or garage as of July 1, ~~2023~~ 2025, in which case the requisite setback
28 requirements for such a structure apply. A municipality may establish more permissive
29 dimensional and setback requirements for an accessory dwelling unit.

30 **Sec. 6. 30-A MRSA §4364-B, sub-§13**, as enacted by PL 2021, c. 672, §6, is
31 amended to read:

32 **13. Implementation.** A municipality is not required to implement the requirements
33 of this section until July 1, ~~2023~~ 2025.

34 **SUMMARY**

35 This bill amends, from July 1, 2023 to July 1, 2025, the date by which laws must be
36 implemented regarding affordable housing development, increased numbers of dwelling
37 units and accessory dwelling units enacted by Public Law 2021, chapter 672.

131st Maine Legislature, First Special Session

An Act to Extend the Date by Which Compliance is Required for Affordable Housing Development, Increased Numbers of Dwelling Units and Accessory Dwelling Units

LD 665, HP 434

Fiscal Status No Fiscal Impact

Final Disposition Ought Not to Pass Pursuant To Joint Rule 310, May 18, 2023

Amendments to LD 665

Status In Committee

Referred to Committee on Housing on Feb 16, 2023.

Latest Committee Action: Reported Out, May 10, 2023, ONTP

Latest Committee Report: May 10, 2023; Ought Not To Pass

Public Hearings

Tuesday, April 11, 2023 1:30 PM, Cross Building, Room 216

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Public Hearing Testimony

Work Sessions

Friday, April 28, 2023 9:30 AM, Cross Building, Room 216

Friday, May 5, 2023 9:30 AM, Cross Building, Room 216

Committee Docket

Date	Action	Result
May 5, 2023	Work Session Held	
May 5, 2023	Voted	ONTP
May 10, 2023	Reported Out	ONTP

Divided Reports

No Divided Reports.

Affected Statute Titles and Sections

None listed at this time.

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131st MAINE LEGISLATURE

FIRST REGULAR SESSION-2023

Legislative Document

No. 801

H.P. 490

House of Representatives, February 21, 2023

**An Act to Require Municipalities to Obtain Housing Units for
Residents Experiencing Homelessness**

Reference to the Committee on State and Local Government suggested and ordered printed.

Robert B. Hunt
ROBERT B. HUNT
Clerk

Presented by Representative PERRY of Bangor.

131st Maine Legislature, First Special Session

An Act to Require Municipalities to Obtain Housing Units for Residents Experiencing Homelessness

LD 801, HP 490

Fiscal Status Not Yet Determined

Final Disposition Ought Not to Pass Pursuant To Joint Rule 310, May 18, 2023

Amendments to LD 801

Status In Committee

Referred to Committee on Housing on Feb 28, 2023.

Latest Committee Action: Reported Out, May 10, 2023, ONTP

Latest Committee Report: May 10, 2023; Ought Not To Pass

Public Hearings

Friday, April 28, 2023 9:00 AM, Cross Building, Room 216

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Public Hearing Testimony

Work Sessions

Tuesday, May 2, 2023 1:00 PM, Cross Building, Room 216

Friday, May 5, 2023 9:30 AM, Cross Building, Room 216

Committee Docket

Date	Action	Result
May 2, 2023	Work Session Held	TABLED
May 5, 2023	Work Session Held	
May 5, 2023	Voted	ONTP
May 10, 2023	Reported Out	ONTP

Divided Reports

No Divided Reports.

Affected Statute Titles and Sections

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131st MAINE LEGISLATURE

FIRST REGULAR SESSION-2023

Legislative Document

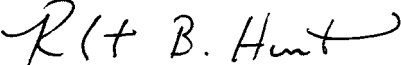
No. 1134

H.P. 720

House of Representatives, March 13, 2023

**An Act to Improve Housing Affordability by Amending the
Definition of "Subdivision" Under the Site Location of Development
Laws**

Reference to the Joint Select Committee on Housing suggested and ordered printed.


ROBERT B. HUNT
Clerk

Presented by Representative BOYLE of Gorham.

1 **Be it enacted by the People of the State of Maine as follows:**

2 **Sec. 1. 38 MRSA §482, sub-§5**, as amended by PL 1997, c. 603, §2, is further
3 amended to read:

4 **5. Subdivision.** A "subdivision" is the division of a parcel of land into 5 or more lots
5 to be offered for sale or lease to the general public during any 5-year period, if the aggregate
6 land area includes more than 20 acres; except that when all lots are for single-family,
7 detached, residential housing, common areas or open space a "subdivision" is the division
8 of a parcel of land into ~~15~~ 20 or more lots to be offered for sale or lease to the general public
9 within any ~~5-year~~ 3-year period, if the aggregate land area includes more than ~~30~~ 50 acres.
10 The aggregate land area includes lots to be offered together with the roads, common areas,
11 easement areas and all portions of the parcel of land in which rights or interests, whether
12 express or implied, are to be offered. This definition of "subdivision" is subject to the
13 following exceptions:

14 C. Lots of 40 or more acres but not more than 500 acres may not be counted as lots
15 except where:

16 (1) The proposed subdivision is located wholly or partly within the shoreland zone;

17 C-1. Lots of more than 500 acres in size may not be counted as lots;

18 D. Five years after a subdivider establishes a single-family residence for that
19 subdivider's own use on a parcel and actually uses all or part of the parcel for that
20 purpose during that period, a lot containing that residence may not be counted as a lot;

21 E. Unless intended to circumvent this article, the following transactions may not be
22 considered lots offered for sale or lease to the general public:

23 (1) Sale or lease of lots to an abutting owner or to a spouse, child, parent,
24 grandparent or sibling of the developer if those lots are not further divided or
25 transferred to a person not so related to the developer within a 5-year period, except
26 as provided in this subsection;

27 (2) Personal, nonprofit transactions, such as the transfer of lots by gift, if those lots
28 are not further divided or transferred within a 5-year period or the transfer of lots
29 by devise or inheritance; or

30 (3) Grant of a bona fide security interest in the whole lot or subsequent transfer of
31 the whole lot by the original holder of the bona fide security interest or that person's
32 successor in interest;

33 F. In those subdivisions that would otherwise not require site location approval, unless
34 intended to circumvent this article, the following transactions may not, except as
35 provided, be considered lots offered for sale or lease to the general public:

36 (1) Sale or lease of common lots created with a conservation easement as defined
37 in Title 33, section 476, ~~provided that~~ as long as the department is made a party;
38 and

39 H. The transfer of contiguous land by a permit holder to the owner of a lot within a
40 permitted subdivision is exempt from review under this article, ~~provided that~~ as long
41 as the land was not owned by the permit holder at the time the department approved

1 the subdivision. Further division of the transferred land must be reviewed under this
2 article.

3 The exception described in paragraph F does not apply, and the subdivision requires site
4 location approval, whenever the use of a lot described in paragraph F changes or the lot is
5 offered for sale or lease to the general public without the limitations set forth in paragraph
6 F. For the purposes of this subsection only, a parcel of land is defined as all contiguous
7 land in the same ownership ~~provided that~~ as long as lands located on opposite sides of a
8 public or private road are considered each a separate parcel of land unless that road was
9 established by the owner of land on both sides of the road subsequent to January 1, 1970.
10 A lot to be offered for sale or lease to the general public is counted, for purposes of
11 determining jurisdiction, from the time a municipal subdivision plan showing that lot is
12 recorded or the lot is sold or leased, whichever occurs first, until 5 years after that recording,
13 sale or lease.

14 **SUMMARY**

15 Under the site location of development laws, the term "subdivision" includes the
16 division of a parcel of land into 15 or more lots to be offered for sale or lease to the general
17 public within any 5-year period if the aggregate land area includes more than 30 acres and
18 when all the lots are for single-family, detached, residential housing, common areas or open
19 space. This bill amends those laws to provide that the term "subdivision" includes the
20 division of a parcel of land into 20 or more lots to be offered for sale or lease to the general
21 public within any 3-year period if the aggregate land area includes more than 50 acres and
22 when all the lots are for single-family, detached, residential housing, common areas or open
23 space.



131st MAINE LEGISLATURE

FIRST REGULAR SESSION-2023

Legislative Document

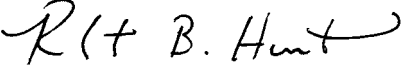
No. 1257

H.P. 805

House of Representatives, March 21, 2023

**An Act to Increase Housing Capacity and Protect the Municipal Tax
Base and Working Lands**

Reference to the Joint Select Committee on Housing suggested and ordered printed.


ROBERT B. HUNT
Clerk

Presented by Representative CRAFTS of Newcastle.
Cosponsored by Senator HICKMAN of Kennebec and
Representatives: ANKELES of Brunswick, DUCHARME of Madison, GEIGER of Rockland,
JAUCH of Topsham, LANDRY of Farmington, PLUECKER of Warren, POLEWARCZYK of
Wiscasset.

1 **Be it enacted by the People of the State of Maine as follows:**

2 **Sec. 1. 30-A MRSA §4301, sub-§1-D** is enacted to read:

3 **1-D. Administrative reviewing authority.** "Administrative reviewing authority"
4 means a municipal employee or other designee of a municipality.

5 **Sec. 2. 30-A MRSA §4301, sub-§12**, as enacted by PL 1989, c. 104, Pt. A, §45
6 and Pt. C, §10, is amended to read:

7 **12. Municipal reviewing authority.** "Municipal reviewing authority" means the
8 municipal planning board, agency office, or administrative reviewing authority or, if
9 none, the municipal officers.

10 **Sec. 3. 30-A MRSA §4401, sub-§2-C** is enacted to read:

11 **2-C. Municipal site plan review.** "Municipal site plan review" means review under
12 a municipal ordinance that sets forth a process for determining whether a development
13 meets certain specified criteria, which must include criteria regarding storm water
14 management, sewage disposal, water supply and vehicular access and that may include
15 criteria regarding other environmental effects, layout, scale, appearance and safety.

16 **Sec. 4. 30-A MRSA §4401, sub-§4**, as amended by PL 2019, c. 174, §1, is further
17 amended to read:

18 **4. Subdivision.** "Subdivision" means the division of a tract or parcel of land into 3 or
19 more lots within any 5-year period that begins on or after September 23, 1971. This
20 definition applies whether the division is accomplished by sale, lease, development,
21 buildings or otherwise. The term "subdivision" also includes the division of a new structure
22 or structures on a tract or parcel of land into 3 or more dwelling units within a 5-year
23 period, the construction or placement of 3 or more dwelling units on a single tract or
24 parcel of land and the division of an existing structure or structures previously used for
25 commercial or industrial use into 3 or more dwelling units within a 5-year period.

26 A. In determining whether a tract or parcel of land is divided into 3 or more lots, the
27 first dividing of the tract or parcel is considered to create the first 2 lots and the next
28 dividing of either of these first 2 lots, by whomever accomplished, is considered to
29 create a 3rd lot, unless:

30 (1) Both dividings are accomplished by a subdivider who has retained one of the
31 lots for the subdivider's own use as a single-family residence that has been the
32 subdivider's principal residence for a period of at least 5 years immediately
33 preceding the 2nd division; or

34 (2) The division of the tract or parcel is otherwise exempt under this subchapter.

35 B. The dividing of a tract or parcel of land and the lot or lots so made, which dividing
36 or lots when made are not subject to this subchapter, do not become subject to this
37 subchapter by the subsequent dividing of that tract or parcel of land or any portion of
38 that tract or parcel. The municipal reviewing authority shall consider the existence of
39 the previously created lot or lots in reviewing a proposed subdivision created by a
40 subsequent dividing.

41 C. A lot of 40 or more acres must be counted as a lot, except:

1 (2) When a municipality has, by ordinance, or the municipal reviewing authority
2 has, by regulation, elected not to count lots of 40 or more acres as lots for the
3 purposes of this subchapter when the parcel of land being divided is located
4 entirely outside any shoreland area as defined in Title 38, section 435 or a
5 municipality's shoreland zoning ordinance.

6 D-1. A division accomplished by devise does not create a lot or lots for the purposes
7 of this definition, unless the intent of the transferor is to avoid the objectives of this
8 subchapter.

9 D-2. A division accomplished by condemnation does not create a lot or lots for the
10 purposes of this definition, unless the intent of the transferor is to avoid the objectives
11 of this subchapter.

12 D-3. A division accomplished by order of court does not create a lot or lots for the
13 purposes of this definition, unless the intent of the transferor is to avoid the objectives
14 of this subchapter.

15 D-4. A division accomplished by gift to a person related to the donor of an interest in
16 property held by the donor for a continuous period of 5 years prior to the division by
17 gift does not create a lot or lots for the purposes of this definition, unless the intent of
18 the transferor is to avoid the objectives of this subchapter. If the real estate exempt
19 under this paragraph is transferred within 5 years to another person not related to the
20 donor of the exempt real estate as provided in this paragraph, then the previously
21 exempt division creates a lot or lots for the purposes of this subsection. "Person related
22 to the donor" means a spouse, parent, grandparent, ~~brother, sister~~ sibling, child or
23 grandchild related by blood, marriage or adoption. A gift under this paragraph ~~can not~~
24 cannot be given for consideration that is more than 1/2 the assessed value of the real
25 estate.

26 D-5. A division accomplished by a gift to a municipality if that municipality accepts
27 the gift does not create a lot or lots for the purposes of this definition, unless the intent
28 of the transferor is to avoid the objectives of this subchapter.

29 D-6. A division accomplished by the transfer of any interest in land to the owners of
30 land abutting that land does not create a lot or lots for the purposes of this definition,
31 unless the intent of the transferor is to avoid the objectives of this subchapter. If the
32 real estate exempt under this paragraph is transferred within 5 years to another person
33 without all of the merged land, then the previously exempt division creates a lot or lots
34 for the purposes of this subsection.

35 E. The division of a tract or parcel of land into 3 or more lots and upon each of which
36 lots permanent dwelling structures legally existed before September 23, 1971 is not a
37 subdivision.

38 F. In determining the number of dwelling units in a structure, the provisions of this
39 subsection regarding the determination of the number of lots apply, including
40 exemptions from the definition of a subdivision of land.

41 H-2. This subchapter may not be construed to prevent a municipality from enacting an
42 ordinance under its home rule authority that otherwise regulates land use activities.

43 A municipality may not enact an ordinance that expands the definition of "subdivision"
44 except as provided in this subchapter. A municipality that has a definition of

1 "subdivision" that conflicts with the requirements of this subsection at the time this
2 paragraph takes effect shall comply with this subsection no later than January 1, 2021.
3 Such a municipality must file its conflicting definition at the county registry of deeds
4 by June 30, 2020 for the definition to remain valid for the grace period ending January
5 1, 2021. A filing required under this paragraph must be collected and indexed in a
6 separate book in the registry of deeds for the county in which the municipality is
7 located.

8 I. The grant of a bona fide security interest in an entire lot that has been exempted from
9 the definition of subdivision under paragraphs D-1 to D-6, or subsequent transfer of
10 that entire lot by the original holder of the security interest or that person's successor
11 in interest, does not create a lot for the purposes of this definition, unless the intent of
12 the transferor is to avoid the objectives of this subchapter.

13 **Sec. 5. 30-A MRSA §4402, sub-§4**, as amended by PL 2017, c. 104, §2, is further
14 amended to read:

15 **4. Airports with an approved airport layout plan.** Any airport with an airport layout
16 plan that has received final approval from the airport sponsor, the Department of
17 Transportation and the Federal Aviation Administration; or

18 **Sec. 6. 30-A MRSA §4402, sub-§5, ¶D**, as amended by PL 2017, c. 104, §3, is
19 further amended to read:

20 D. That has been the subject of an enforcement action or order, and record of the action
21 or order was recorded in the appropriate registry of deeds; ~~or~~.

22 **Sec. 7. 30-A MRSA §4402, sub-§6**, as amended by PL 2019, c. 174, §2, is
23 repealed.

24 **Sec. 8. 30-A MRSA §4402, sub-§7** is enacted to read:

25 **7. Structures on single lots in designated growth areas.** The construction or
26 placement of, or the division of an existing structure into, more than 3 but not more than
27 18 dwelling units on a single lot located in a designated growth area within a municipality,
28 as described in section 4349-A, subsection 1, paragraph A or B, where the project is subject
29 to municipal site plan review.

30 **Sec. 9. 30-A MRSA §4403, sub-§1**, as enacted by PL 1989, c. 104, Pt. A, §45 and
31 Pt. C, §10, is amended to read:

32 **1. Municipal reviewing authority.** The Except as provided in subsection 1-B, the
33 municipal reviewing authority shall review all requests for subdivision approval. On all
34 matters concerning subdivision review, the municipal reviewing authority shall maintain a
35 permanent record of all its meetings, proceedings and correspondence.

36 **Sec. 10. 30-A MRSA §4403, sub-§1-B** is enacted to read:

37 **1-B. Review by administrative reviewing authority.** Notwithstanding any provision
38 of this section to the contrary, the administrative reviewing authority shall review an
39 application for subdivision approval that proposes the construction or placement of, or the
40 division of an existing structure into, more than 3 but not more than 18 dwelling units on a
41 single lot in a designated growth area within a municipality, as described in section 4349-A,
42 subsection 1, paragraph A or B, and, if the municipality has adopted an ordinance providing

1 for municipal site plan review, the administrative reviewing authority shall review the
2 application in accordance with the municipal site plan review process.

3 **Sec. 11. 30-A MRSA §4404, sub-§19**, as amended by PL 2003, c. 622, §3, is
4 further amended to read:

5 **19. Impact on adjoining municipality.** For any proposed subdivision that crosses
6 municipal boundaries, the proposed subdivision will not cause unreasonable traffic
7 congestion or unsafe conditions with respect to the use of existing public ways in an
8 adjoining municipality in which part of the subdivision is located; ~~and~~

9 **Sec. 12. 30-A MRSA §4404, sub-§20**, as enacted by PL 2003, c. 622, §4 and
10 amended by PL 2011, c. 657, Pt. W, §§5, 7 and amended by PL 2013, c. 405, Pt. A, §23,
11 is amended by amending the first blocked paragraph to read:

12 For the purposes of this subsection, "liquidation harvesting" has the same meaning as in
13 Title 12, section 8868, subsection 6 and "parcel" means a contiguous area within one
14 municipality, township or plantation owned by one person or a group of persons in common
15 or joint ownership. This subsection takes effect on the effective date of rules adopted
16 pursuant to Title 12, section 8869, subsection 14-; and

17 **Sec. 13. 30-A MRSA §4404, sub-§21** is enacted to read:

18 **21. Designated rural areas.** The proposed subdivision is not located in an area
19 identified and designated in the municipality's comprehensive plan as a rural area, unless
20 the area is a designated growth area, as described in section 4349-A, subsection 1,
21 paragraph A or B, or an area for which the municipality has adopted a plan governing the
22 approval of subdivisions.

23 SUMMARY

24 This bill makes the following changes to the laws governing subdivisions.

25 1. It removes from subdivision review any projects that would result in the construction
26 or placement of, or the division of an existing structure into, 3 dwelling units on a single
27 tract or parcel of land. Current law provides that any such projects that would result in 3 or
28 more dwelling units may be subject to subdivision review.

29 2. It removes from subdivision review any projects that would result in the construction
30 or placement of, or the division of an existing structure into, more than 3 but not more than
31 18 dwelling units on a single lot located in a designated growth area within a municipality
32 where the project is subject to municipal site plan review.

33 3. It adopts a definition for "administrative reviewing authority," which means a
34 municipal employee or other designee of a municipality. It also provides that the
35 administrative reviewing authority must review any subdivision application that proposes
36 the construction or placement of, or the division of an existing structure into, more than 3
37 but not more than 18 dwelling units on a single lot in a designated growth area and, if the
38 municipality has adopted a municipal site plan review ordinance, the administrative
39 reviewing authority must review the application in accordance with the municipal site plan
40 review process.

41 4. It requires a municipal reviewing authority, when reviewing an application for
42 subdivision approval, to determine that the proposed subdivision is not located in an area

1 identified and designated in the municipality's comprehensive plan as a rural area, unless
2 the area is a designated growth area or an area for which the municipality has adopted a
3 plan governing the approval of subdivisions.



131st MAINE LEGISLATURE

FIRST REGULAR SESSION-2023

Legislative Document

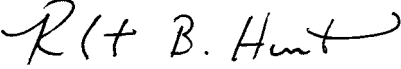
No. 1298

H.P. 823

House of Representatives, March 23, 2023

**An Act to Allow a Local Option Sales Tax on Short-term Lodging to
Fund Affordable Housing**

Reference to the Committee on Taxation suggested and ordered printed.


ROBERT B. HUNT
Clerk

Presented by Representative SKOLD of Portland.
Cosponsored by Senator CHIPMAN of Cumberland and
Representatives: CROCKETT of Portland, DODGE of Belfast, MATLACK of St. George,
RANA of Bangor, TERRY of Gorham, WARREN of Scarborough, WILLIAMS of Bar
Harbor, Senator: BAILEY of York.

1 **Be it enacted by the People of the State of Maine as follows:**

2 **Sec. 1. 36 MRSA §1821** is enacted to read:

3 **§1821. Municipal local option sales tax on short-term lodging**

4 **1. Definitions.** As used in this section, unless the context otherwise indicates, the
5 following terms have the following meanings.

6 A. "Affordable housing" has the same meaning as in Title 30-A, section 5002,
7 subsection 2.

8 B. "Local option sales tax" means a sales tax imposed pursuant to subsection 2.

9 C. "Lower income households" has the same meaning as in Title 30-A, section 5002,
10 subsection 11.

11 D. "Moderate income households" has the same meaning as in Title 30-A, section
12 5002, subsection 12.

13 E. "Participating municipality" means a municipality that has imposed a local option
14 sales tax pursuant to this section.

15 F. "Program for affordable housing" includes a housing development involving
16 construction or renovation that is wholly or partly subsidized by municipal funds for
17 which at least 50% of units are affordable housing units, rental assistance for lower
18 income households and moderate income households and other programs that provide
19 assistance for or support affordable housing.

20 **2. Authorization to impose local option sales tax.** A municipality by referendum
21 conducted pursuant to subsection 9 may impose a local option sales tax of 1% on the value
22 of rental of living quarters in any hotel, rooming house, tourist or trailer camp,
23 accommodations rented via a transient rental platform or any other accommodation for
24 which the rental duration is any single nonrenewable period of less than 30 days.

25 **3. Local option sales tax limited to lodging.** A municipality may not impose a local
26 option sales tax on the value of rental of living quarters of any hotel, rooming house or
27 tourist or trailer camp not subject to tax under section 1811.

28 **4. Notify State Tax Assessor.** A participating municipality shall notify the assessor
29 at least 90 days before the local option sales tax is effective.

30 **5. Administration.** A retailer in a participating municipality shall transfer the revenue
31 from a local option sales tax at the time and in the manner provided in section 1951-A for
32 the transfer of state sales tax revenue. The tax is subject to the same enforcement
33 provisions, interest, penalties and administrative actions as other taxes assessed under this
34 Part.

35 **6. Distribution of revenue.** On a quarterly basis, the assessor shall identify the
36 amount of revenue attributable to each participating municipality under this section,
37 subtract the costs of administering this section and certify the net amount for that
38 municipality to the Treasurer of State for distribution pursuant to this subsection. From the
39 net amount certified for a municipality under this subsection, the Treasurer of State shall
40 make monthly payments to the participating municipality. For the purposes of this
41 subsection, the unorganized territory must receive reimbursement as if it is one
42 municipality and "costs of administering this section" means the lesser of the actual cost to

1 the assessor of administering this section and 2% of the total revenue generated by a local
2 option sales tax.

3 **7. Revenue restricted to affordable housing programs.** Revenue received pursuant
4 to subsection 6 may not be used for any purpose other than programs for affordable housing
5 within the participating municipality.

6 **8. Effect on revenue sharing and other state aid programs.** Revenue distributed
7 pursuant to subsection 6 may not be considered to be receipts from the taxes imposed under
8 this Part for the purpose of transfers to the Local Government Fund under Title 30-A,
9 section 5681. Revenue received pursuant to subsection 6 may not be used to reduce or
10 eliminate any funding otherwise due a municipality under any provision of law providing
11 aid to the municipality, including, but not limited to, aid for schools, roads, public
12 assistance or jails.

13 **9. Referendum.** The question of whether to impose a local option sales tax must be
14 submitted in accordance with this subsection to the legal voters of a municipality that seeks
15 to impose the local option sales tax.

16 A. The referendum question must indicate the rate of the local option sales tax.

17 B. The petition process and voting must be held and conducted in accordance with Title
18 30-A, sections 2528, 2529 and 2532 even if the municipality has not accepted the
19 provisions of Title 30-A, section 2528.

20 C. The voting at elections must be held and conducted in accordance with Title 21-A.

21 D. The municipal clerk shall make a return of the results, certify the results and send
22 them to the Secretary of State. The Secretary of State shall forward the results to the
23 assessor.

24 E. The local option sales tax may be discontinued by referendum conducted in the same
25 manner as the referendum adopting the tax under this subsection.

26 **10. Effective date of tax; acceptance by voters.** A local option sales tax authorized
27 by this section takes effect 120 days after the municipal referendum vote under subsection
28 9 if it is accepted by a majority of the legal voters voting at the election and the total number
29 of votes cast equals or exceeds 20% of the total number of votes cast in the municipality in
30 the most recent gubernatorial election. A local option sales tax may not take effect before
31 July 1, 2024.

32 **SUMMARY**

33 This bill allows a municipality to impose a local option sales tax of 1% on short-term
34 lodging that is subject to the state sales and use tax if approved by referendum of the voters
35 in that municipality. The revenue from the local option sales tax must be distributed to the
36 municipality imposing the local option sales tax. The distributed revenue must be used in
37 municipal programs that support affordable housing development in that municipality,
38 including rental assistance for lower income households or moderate income households.
39 Revenue received by a municipality may not be used to reduce or eliminate funding
40 otherwise due the municipality under other provisions of law. The local option sales tax
41 may not take effect before July 1, 2024.



131st MAINE LEGISLATURE

FIRST REGULAR SESSION-2023

Legislative Document

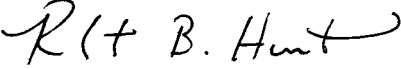
No. 1358

H.P. 872

House of Representatives, March 28, 2023

An Act to Clarify Density Requirements for Affordable Housing Developments

Reference to the Joint Select Committee on Housing suggested and ordered printed.


ROBERT B. HUNT
Clerk

Presented by Representative KUHN of Falmouth.
Cosponsored by Senator BRENNER of Cumberland and
Representatives: GATTINE of Westbrook, GERE of Kennebunkport, GOLEK of Harpswell,
MALON of Biddeford, MORIARTY of Cumberland, MURPHY of Scarborough, STOVER of
Boothbay, ZAGER of Portland.

1 **Be it enacted by the People of the State of Maine as follows:**

2 **Sec. 1. 30-A MRSA §4364, sub-§1**, as enacted by PL 2021, c. 672, §4, is amended
3 to read:

4 **1. Definition.** For the purposes of this section, "affordable housing development"
5 means:

6 A. For rental housing, a development in which a household whose income does not
7 exceed 80% of the median income for the area as defined by the United States
8 Department of Housing and Urban Development under the United States Housing Act
9 of 1937, Public Law 75-412, 50 Stat. 888, Section 8, as amended, can afford a majority
10 of the units ~~that the developer designates as affordable~~ in the development without
11 spending more than 30% of the household's monthly income on housing costs; and

12 B. For owned housing, a development in which a household whose income does not
13 exceed 120% of the median income for the area as defined by the United States
14 Department of Housing and Urban Development under the United States Housing Act
15 of 1937, Public Law 75-412, 50 Stat. 888, Section 8, as amended, can afford a majority
16 of the units ~~that the developer designates as affordable~~ in the development without
17 spending more than 30% of the household's monthly income on housing costs.

18 **SUMMARY**

19 This bill changes the definition of "affordable housing development" in the laws
20 governing affordable housing density to provide that an affordable housing development is
21 a development in which a household whose income does not exceed certain levels can
22 afford a majority of the units in the development without spending more than 30% of the
23 household's monthly income on housing costs.

131st Maine Legislature, First Special Session

An Act to Clarify Density Requirements for Affordable Housing Developments

LD 1358, HP 872

Fiscal Status Not Yet Determined

Final Disposition Ought Not to Pass Pursuant To Joint Rule 310, May 18, 2023

Amendments to LD 1358

Status In Committee

Referred to Committee on Housing on Mar 28, 2023.

Latest Committee Action: Reported Out, May 10, 2023, ONTP

Latest Committee Report: May 10, 2023; Ought Not To Pass

Public Hearings

Tuesday, April 11, 2023 1:30 PM, Cross Building, Room 216

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Public Hearing Testimony

Work Sessions

Friday, April 28, 2023 9:30 AM, Cross Building, Room 216

Friday, May 5, 2023 9:30 AM, Cross Building, Room 216

Committee Docket

Date	Action	Result
May 5, 2023	Work Session Held	
May 5, 2023	Voted	ONTP
May 10, 2023	Reported Out	ONTP

Divided Reports

No Divided Reports.

Affected Statute Titles and Sections

None listed at this time.

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