## AMENDMENT TO RULES COMMITTEE PRINT 119-8

## OFFERED BY MS. WATERS OF CALIFORNIA

At the end of subtitle A of title XVII, add the following new section:

| 1  | SEC. 17 PRESERVING PUBLIC HOUSING PROPERTY FOR      |
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| 2  | AFFORDABLE HOUSING.                                 |
| 3  | (a) Prioritizing Use of Covered Properties          |
| 4  | FOR AFFORDABLE HOUSING.—                            |
| 5  | (1) In General.—The Secretary of Housing            |
| 6  | and Urban Development shall give priority to use of |
| 7  | any covered property for which an application for   |
| 8  | demolition or disposition under section 18 of the   |
| 9  | United States Housing Act of 1937 (42 U.S.C.        |
| 10 | 1437p) has been submitted to the Secretary on or    |
| 11 | after the date of the enactment of this section for |
| 12 | replacing, creating, preserving, improving, or ex-  |
| 13 | panding public or affordable housing, including     |

under a community land trust model, as provided

under this section, and such covered property, in

whole or in part, shall not be used for sporting, pri-

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| 1  | (2) Secretary's determination.—In pro-             |
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| 2  | viding priority pursuant to paragraph (1) with re- |
| 3  | spect to a covered property, the Secretary shall   |
| 4  | make an independent determination under both of    |
| 5  | the following subparagraphs—                       |
| 6  | (A) NEED.—Whether there is an existing             |
| 7  | need for or shortage of fair and affordable site-  |
| 8  | based housing in the area served by the public     |
| 9  | housing agency, including a need or shortage       |
| 10 | evidenced by one or more of the following fac-     |
| 11 | tors:  |
| 12 | (i) Increased homelessness, resident               |
| 13 | displacement, or cost burden in the area           |
| 14 | served by the public housing agency.               |
| 15 | (ii) The public housing agency having              |
| 16 | a waiting list or lists for public housing or      |
| 17 | rental assistance under section 8 of the           |
| 18 | United States Housing Act of 1937 (42              |
| 19 | U.S.C. 1437f), or both, in the area served         |
| 20 | by the public housing agency.                      |
| 21 | (iii) The public housing agency not                |
| 22 | having met one-for-one replacement of              |
| 23 | public housing.                                    |
| 24 | (iv) The number of remaining site-                 |
| 25 | based fair and affordable housing units in         |

| 1  | the area served by the public housing agen-   |
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| 2  | cy are insufficient to accommodate unmet      |
| 3  | affordable housing needs or the households    |
| 4  | on the public housing agency's waiting list   |
| 5  | or lists for public housing or rental assist- |
| 6  | ance.   |
| 7  | (v) 20 percent or more of vouchers            |
| 8  | under section 8(o) of the United States       |
| 9  | Housing Act of 1937 issued by the public      |
| 10 | housing agency have not been successfully     |
| 11 | utilized.                                     |
| 12 | (vi) 50 percent or more of households         |
| 13 | currently assisted with vouchers issued by    |
| 14 | the public housing agency reside in racially  |
| 15 | or ethnically concentrated areas of poverty.  |
| 16 | (vii) A private market analysis, as           |
| 17 | provided by the public housing agency,        |
| 18 | demonstrates that—                            |
| 19 | (I) there is a low vacancy rate               |
| 20 | among units that are affordable and           |
| 21 | meet or exceed housing quality stand-         |
| 22 | ards, as determined by the Secretary,         |
| 23 | within the area served by the public          |
| 24 | housing agency; and                           |

| 1  | (II) such low vacancy rate is ex-                     |
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| 2  | pected to continue for at least the                   |
| 3  | next 5 years.   |
| 4  | (B) Feasibility.—Whether it is feasible               |
| 5  | to develop the covered property for public or af-     |
| 6  | fordable housing, as evidenced by—                    |
| 7  | (i) the public housing agency having                  |
| 8  | solicited and received a proposal to develop          |
| 9  | the covered property for the priority pur-            |
| 10 | pose through a public, transparent request-           |
| 11 | for-proposals process, as required in para-           |
| 12 | graph (4); and  |
| 13 | (ii) the public housing agency having                 |
| 14 | not exhausted all public or private partner-          |
| 15 | ships and funding opportunities to replace            |
| 16 | or create public or affordable housing.               |
| 17 | (3) Use for affordable housing.—If there              |
| 18 | is an affirmative determination under both subpara-   |
| 19 | graphs (A) and (B) of paragraph (2) with respect to   |
| 20 | a covered property, such property shall be used for   |
| 21 | providing public or affordable housing.               |
| 22 | (4) Section 18 requirements.—The Sec-                 |
| 23 | retary shall require, as part of the application sub- |
| 24 | mission requirement under section 18 of the United    |
| 25 | States Housing Act of 1937 (42 U.S.C. 1437p) for      |

| 1  | demolition and disposition of public housing, that |
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| 2  | public housing agencies—                           |
| 3  | (A) establish a public, transparent request-       |
| 4  | for-proposals process for the use of covered       |
| 5  | property;  |
| 6  | (B) demonstrate that the public housing            |
| 7  | agency held at least two accessible hearings,      |
| 8  | open to residents and the general public, re-      |
| 9  | garding the agency's draft application under       |
| 10 | section 18, including the request-for-proposal     |
| 11 | process under subparagraph (A), provided rea-      |
| 12 | sonable outreach to encourage broad public par-    |
| 13 | ticipation at the hearing, and took actions to in- |
| 14 | form residents and community members of the        |
| 15 | right to provide oral and written comments         |
| 16 | about the application, that the agency is re-      |
| 17 | quired to respond to their comments in writing,    |
| 18 | and that the agency is required to provide writ-   |
| 19 | ten responses to such comments to the Depart-      |
| 20 | ment; and  |
| 21 | (C) certify that no action will be taken to        |
| 22 | relocate any residents or to demolish or dispose   |
| 23 | of the covered property, or a portion thereof,     |
| 24 | without obtaining the final approval of the Sec-   |
| 25 | retary under section 18 and satisfying all condi-  |

| 1  | tions set forth under this section, and until     |
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| 2  | after the Declaration of Trust or Declaration of  |
| 3  | Restrictive Covenant has been released by the     |
| 4  | Secretary.  |
| 5  | (5) Public availability of demolition and         |
| 6  | DISPOSITION APPLICATIONS.—Section 18(a) of the    |
| 7  | United States Housing Act of 1937 (42 U.S.C.      |
| 8  | 1437p(a)) is amended—                             |
| 9  | (A) in the matter preceding paragraph (1),        |
| 10 | by inserting after "the Secretary shall" the fol- |
| 11 | lowing: "within 30 days, make the application,    |
| 12 | with such redactions and modifications as nec-    |
| 13 | essary to protect personally identifiable infor-  |
| 14 | mation, publicly available online on a website of |
| 15 | the Department and shall"; and                    |
| 16 | (B) in paragraph (3), by inserting after          |
| 17 | "that the public housing agency has" the fol-     |
| 18 | lowing: "within 30 days made the complete ap-     |
| 19 | plication for demolition and disposition, with    |
| 20 | such redactions and modifications as necessary    |
| 21 | to protect personally identifiable information,   |
| 22 | publicly available online on a website of the     |
| 23 | public housing agency and made such applica-      |
| 24 | tion available in hardcopy at the office of the   |

| 1  | public housing agency or by mail upon request,  |
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| 2  | and has".                                       |
| 3  | (6) Definitions.—For purposes of this sub-      |
| 4  | section, the following definitions shall apply: |
| 5  | (A) Affordable Housing.—The term                |
| 6  | "affordable housing" means decent, safe, and    |
| 7  | sanitary housing that is income-eligible for    |
| 8  | households whose incomes do not exceed 80       |
| 9  | percent of the median income for the area at    |
| 10 | initial occupancy of such housing and whose     |
| 11 | maximum housing-related payments meet the       |
| 12 | requirements under section 3 of the United      |
| 13 | States Housing Act of 1937 (42 U.S.C. 1437a).   |
| 14 | (B) COMMUNITY LAND TRUST.—The term              |
| 15 | "community land trust" means a nonprofit or-    |
| 16 | ganization or State or local governments or in- |
| 17 | strumentalities that—                           |
| 18 | (i) use a ground lease or deed cov-             |
| 19 | enant with an affordability period of at        |
| 20 | least 30 years or more to—                      |
| 21 | (I) make rental and homeowner-                  |
| 22 | ship units affordable to households;            |
| 23 | and   |
| 24 | (II) stipulate a preemptive option              |
| 25 | to purchase the affordable rentals or           |

| 1  | homeownership units so that the af-             |
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| 2  | fordability of the units is preserved           |
| 3  | for successive income-eligible house-           |
| 4  | holds; and                                      |
| 5  | (ii) monitor properties to ensure af-           |
| 6  | fordability is preserved.                       |
| 7  | (C) COVERED PROPERTY.—The term "cov-            |
| 8  | ered property" means the low-income housing     |
| 9  | and all appurtenances thereto developed, ac-    |
| 10 | quired, or assisted by a public housing agency  |
| 11 | with capital or operating assistance under sec- |
| 12 | tion 9 of the United States Housing Act of      |
| 13 | 1937 (42 U.S.C. 1437g), including all real and  |
| 14 | personal property, tangible and intangible, and |
| 15 | without exception including any such dwelling   |
| 16 | and non-dwelling property, structure, or land,  |
| 17 | including any vacant or unused property which   |
| 18 | is—   |
| 19 | (i) bound by a Declaration of Trust or          |
| 20 | a Declaration of Restrictive Covenant, or       |
| 21 | subject to a Consolidated Annual Contribu-      |
| 22 | tions Contract; and                             |
| 23 | (ii) subject to the demolition and dis-         |
| 24 | position application process under section      |

| 1  | 18 of the United States Housing Act of                |
|----|---|
| 2  | 1937 (42 U.S.C. 1437p).                               |
| 3  | (D) Secretary.—The term "Secretary"                   |
| 4  | means the Secretary of Housing and Urban De-          |
| 5  | velopment.  |
| 6  | (b) Pre-approval Review.—                             |
| 7  | (1) In general.—In connection with and im-            |
| 8  | mediately upon receiving any application for the      |
| 9  | demolition or disposition of covered property (as     |
| 10 | such term is defined in subsection (a)(6)), the Sec-  |
| 11 | retary of Housing and Urban Development, acting       |
| 12 | through the Assistant Secretary of the Office of Fair |
| 13 | Housing and Equal Opportunity, shall without ex-      |
| 14 | ception conduct a review of all proposed demolition   |
| 15 | or disposition of covered property before approval of |
| 16 | such application to ensure compliance with civil      |
| 17 | rights requirements.                                  |
| 18 | (2) Scope of Review.—In accordance with the           |
| 19 | relevant laws referred to in paragraph (1), the re-   |
| 20 | view shall also consider determinations made under    |
| 21 | subsection (a)(2) of this section.                    |
| 22 | (3) Duration of Review.—A review con-                 |
| 23 | ducted under paragraph (1) shall be completed with-   |
| 24 | in 60 business days after such review commences,      |
| 25 | except that the Secretary shall grant an extension at |

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the request of the Assistant Secretary of the Office

| 2 | of Fair Housing and Equal Opportunity.               |
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| 3 | (4) Determination.—The conclusions reached           |
| 4 | as a result of the pre-disposition review under this |
| 5 | section shall be the final decision of the Secretary |
| 6 | for purposes of the determination under subsection   |
| 7 | (a)(2).  |

