52:27D-311

LEGISLATIVE HISTORY CHECKLIST

Compiled by the NJ State Law Library

LAWS OF: 2001 **CHAPTER:** 441

NJSA: 52:27D-311 (Zoning ordinances—amendment)

BILL NO: A2454 (Substituted for S2061)

SPONSOR(S): Carroll and Murphy

DATE INTRODUCED: May 22, 2000

COMMITTEE: ASSEMBLY: Housing

SENATE: Community and Urban Affairs

AMENDED DURING PASSAGE: Yes

DATE OF PASSAGE: ASSEMBLY: January 29, 2001

SENATE: January 7, 2002

DATE OF APPROVAL: January 11, 2002

FOLLOWING ARE ATTACHED IF AVAILABLE:

FINAL TEXT OF BILL (1st reprint enacted)

(Amendments during passage denoted by superscript numbers)

A2454

SPONSORS STATEMENT: (Begins on page 3 of original bill)

Yes

COMMITTEE STATEMENT: ASSEMBLY: Yes

SENATE: Yes

FLOOR AMENDMENT STATEMENTS: No

LEGISLATIVE FISCAL ESTIMATE: No

S2061

SPONSORS STATEMENT: (Begins on page 4 of original bill)

Yes

COMMITTEE STATEMENT: ASSEMBLY: No

SENATE: Yes

FLOOR AMENDMENT STATEMENTS: No

LEGISLATIVE FISCAL ESTIMATE: No

VETO MESSAGE: No

GOVERNOR'S PRESS RELEASE ON SIGNING: No

FOLLOWING WERE PRINTED:

To check for circulating copies, contact New Jersey State Government Publications at the State Library 278-2640 ext.103 or mailto:refdesk@njstatelib.org

REPORTS:

No

HEARINGS:

974.90 New Jersey. Legislature. General Assembly. Task Force to Study the Fair Housing Act and State Planning H842 Act. Public meeting to study the Fair Housing Act, held 6-19-2001, Trenton, NJ, 2001 (See especially pp. 61)

NEWSPAPER ARTICLES:

No

ASSEMBLY, No. 2454

STATE OF NEW JERSEY

209th LEGISLATURE

INTRODUCED MAY 22, 2000

Sponsored by:

Assemblyman MICHAEL PATRICK CARROLL District 25 (Morris) Assemblywoman CAROL J. MURPHY District 26 (Essex, Morris and Passaic)

Co-Sponsored by:

Assemblyman DeCroce

SYNOPSIS

Permits municipalities to amend zoning ordinances without COAH approval under certain circumstances.

CURRENT VERSION OF TEXT

As introduced.



(Sponsorship Updated As Of: 6/16/2000)

1 **AN ACT** concerning zoning for affordable housing and amending P.L.1985, c. 222.

3

4 **BE IT ENACTED** by the Senate and General Assembly of the State of New Jersey:

6

21

22

23

24

25

26

27

28

29

30

31

32

33

39

40

- 7 1. Section 11 of P.L.1985, c.222 (C. 52:27D-311) is amended to 8 read as follows:
- 9 11. a. In adopting its housing element, the municipality may 10 provide for its fair share of low and moderate income housing by 11 means of any technique or combination of techniques which provide 12 a realistic opportunity for the provision of the fair share. The housing element shall contain an analysis demonstrating that it will provide 13 14 such a realistic opportunity, and the municipality shall establish that its land use and other relevant ordinances have been revised to 15 16 incorporate the provisions for low and moderate income housing. In 17 preparing the housing element, the municipality shall consider the 18 following techniques for providing low and moderate income housing 19 within the municipality, as well as such other techniques as may be published by the council or proposed by the municipality: 20
 - (1) Rezoning for densities necessary to assure the economic viability of any inclusionary developments, either through mandatory set-asides or density bonuses, as may be necessary to meet all or part of the municipality's fair share;
 - (2) Determination of the total residential zoning necessary to assure that the municipality's fair share is achieved;
 - (3) Determination of measures that the municipality will take to assure that low and moderate income units remain affordable to low and moderate income households for an appropriate period of not less than six years;
 - (4) A plan for infrastructure expansion and rehabilitation if necessary to assure the achievement of the municipality's fair share of low and moderate income housing;
- 34 (5) Donation or use of municipally owned land or land condemned 35 by the municipality for purposes of providing low and moderate 36 income housing;
- 37 (6) Tax abatements for purposes of providing low and moderate income housing;
 - (7) Utilization of funds obtained from any State or federal subsidy toward the construction of low and moderate income housing; and
- 41 (8) Utilization of municipally generated funds toward the 42 construction of low and moderate income housing.
- b. The municipality may provide for a phasing schedule for the

EXPLANATION - Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and is intended to be omitted in the law.

A2454 CARROLL, MURPHY

achievement of its fair share of low and moderate income housing which is not inconsistent with section 23 of this act.

- c. The municipality may propose that a portion of its fair share be met through a regional contribution agreement. The housing element shall demonstrate, however, the manner in which that portion will be provided within the municipality if the regional contribution agreement is not entered into. The municipality shall provide a statement of its reasons for the proposal.
- d. Nothing in this act shall require a municipality to raise or expend municipal revenues in order to provide low and moderate income housing.
- e. When a municipality's housing element includes the provision of rental housing units in a community residence for the developmentally disabled, as defined in section 2 of P.L.1977, c.448 (C.30:11B-2), which will be affordable to persons of low and moderate income, and for which adequate measures to retain such affordability pursuant to paragraph (3) of subsection a. of this section are included in the housing element, those housing units shall be fully credited as permitted under the rules of the council towards the fulfillment of the municipality's fair share of low and moderate income housing
 - f. It having been determined by the Legislature that the provision of housing under this act is a public purpose, a municipality or municipalities may utilize public monies to make donations, grants or loans of public funds for the rehabilitation of deficient housing units and the provision of new or substantially rehabilitated housing for low and moderate income persons, providing that any private advantage is incidental.
 - g. Nothing in this act shall prevent a municipality from amending its housing element or zoning ordinances without the approval of the council, provided substantive certification has been granted by the council to the municipality, and the proposed amendments will not affect the provision of affordable housing units to which the certification applies.
- 35 (cf: P.L. 1998, c.89, s.1)

2. This act shall take effect immediately.

STATEMENT

This bill would permit a municipality, after meeting its affordable housing fair share and receiving substantive certification from the Council on Affordable Housing (COAH), to subsequently amend its housing element and zoning ordinances concerning areas designated for affordable housing without seeking the approval of COAH.

A2454 CARROLL, MURPHY

4

Currently, COAH regulations require a municipality to seek approval from the council prior to amending its housing element or zoning ordinances, even if a municipality has met its affordable housing obligation and has received substantive certification. If a municipality has met its affordable housing obligation, it should be able to redesignate property for other use, particularly if it is no longer needed to satisfy an affordable housing requirement that was met in

8

some other fashion.

ASSEMBLY HOUSING COMMITTEE

STATEMENT TO

ASSEMBLY, No. 2454

with committee amendments

STATE OF NEW JERSEY

DATED: SEPTEMBER 25, 2000

The Assembly Housing Committee reports favorably and with committee amendments Assembly Bill No. 2454.

This bill, as amended, would permit a municipality which has received substantive certification from the council, and which has actually effected the construction of the affordable housing units it is obligated to provide, to amend its affordable housing element or zoning ordinances without the approval of the Council on Affordable Housing.

Currently, COAH regulations require a municipality to seek approval from the council prior to amending its housing element or zoning ordinances, even if a municipality has met its affordable housing obligation and has received substantive certification. If a municipality has met its affordable housing obligation, it should be able to redesignate property for other use, particularly if it is no longer needed to satisfy an affordable housing requirement that was met in some other fashion.

The committee amended the bill to require that the construction of the affordable housing units be actually effected in order for a change in zoning ordinances or housing elements to be permitted without COAH approval.

The committee also amended the bill to bring the text of section 11 of P.L.1985, c.222 (C.52:27D-311), which is being amended by the bill, up to date. This section recently was amended by P.L.2000, c.126, s.30.

[First Reprint]

ASSEMBLY, No. 2454

STATE OF NEW JERSEY 209th LEGISLATURE

INTRODUCED MAY 22, 2000

Sponsored by:

Assemblyman MICHAEL PATRICK CARROLL District 25 (Morris) Assemblywoman CAROL J. MURPHY District 26 (Essex, Morris and Passaic)

Co-Sponsored by:

Assemblymen DeCroce, Merkt, Senators Bucco and Cardinale

SYNOPSIS

Permits municipalities to amend zoning ordinances without COAH approval under certain circumstances.

CURRENT VERSION OF TEXT

As reported by the Assembly Housing Committee on September 25, 2000, with amendments.



(Sponsorship Updated As Of: 1/8/2002)

1 **AN ACT** concerning zoning for affordable housing and amending P.L.1985, c.222.

3

4 **BE IT ENACTED** by the Senate and General Assembly of the State of New Jersey:

6 7

8

21

22

2324

25

26

27

28 29

30

31

3233

- 1. Section 11 of P.L.1985, c.222 (C. 52:27D-311) is amended to read as follows:
- 9 11. a. In adopting its housing element, the municipality may provide for its fair share of low and moderate income housing by 10 means of any technique or combination of techniques which provide 11 12 a realistic opportunity for the provision of the fair share. The housing element shall contain an analysis demonstrating that it will provide 13 such a realistic opportunity, and the municipality shall establish that its 14 15 land use and other relevant ordinances have been revised to incorporate the provisions for low and moderate income housing. In 16 preparing the housing element, the municipality shall consider the 17 18 following techniques for providing low and moderate income housing 19 within the municipality, as well as such other techniques as may be 20 published by the council or proposed by the municipality:
 - (1) Rezoning for densities necessary to assure the economic viability of any inclusionary developments, either through mandatory set-asides or density bonuses, as may be necessary to meet all or part of the municipality's fair share;
 - (2) Determination of the total residential zoning necessary to assure that the municipality's fair share is achieved;
 - (3) Determination of measures that the municipality will take to assure that low and moderate income units remain affordable to low and moderate income households for an appropriate period of not less than six years;
 - (4) A plan for infrastructure expansion and rehabilitation if necessary to assure the achievement of the municipality's fair share of low and moderate income housing;
- 34 (5) Donation or use of municipally owned land or land condemned 35 by the municipality for purposes of providing low and moderate 36 income housing;
- (6) Tax abatements for purposes of providing low and moderateincome housing;
- 39 (7) Utilization of funds obtained from any State or federal subsidy 40 toward the construction of low and moderate income housing; ¹[and]¹
- 41 (8) Utilization of municipally generated funds toward the 42 construction of low and moderate income housing ¹;and ¹

EXPLANATION - Matter enclosed in **bold-faced** brackets [thus] in the above bill is not enacted and is intended to be omitted in the law.

¹ Assembly AHO committee amendments adopted September 25, 2000.

- 1 1(9) The purchase of privately owned real property used for 2 residential purposes at the value of all liens secured by the property; 3 excluding any tax liens, notwithstanding that the total amount of debt 4 secured by liens exceeds the appraised value of the property, pursuant 5 to regulations promulgated by the Commissioner of Community 6 Affairs pursuant to subsection b. of section 41 of P.L. , c. (C.) 7 (now pending before the Legislature as this bill)¹.
 - b. The municipality may provide for a phasing schedule for the achievement of its fair share of low and moderate income housing ¹[which is not inconsistent with section 23 of this act]¹.

8

9

10

11

12

13

14

15

16

17 18

19

20

21

2223

24

25

26

27

28

29

30

31

32

33

34

35

46 47

- c. The municipality may propose that a portion of its fair share be met through a regional contribution agreement. The housing element shall demonstrate, however, the manner in which that portion will be provided within the municipality if the regional contribution agreement is not entered into. The municipality shall provide a statement of its reasons for the proposal.
- d. Nothing in this act shall require a municipality to raise or expend municipal revenues in order to provide low and moderate income housing.
- e. When a municipality's housing element includes the provision of rental housing units in a community residence for the developmentally disabled, as defined in section 2 of P.L.1977, c.448 (C.30:11B-2), which will be affordable to persons of low and moderate income, and for which adequate measures to retain such affordability pursuant to paragraph (3) of subsection a. of this section are included in the housing element, those housing units shall be fully credited as permitted under the rules of the council towards the fulfillment of the municipality's fair share of low and moderate income housing.
- f. It having been determined by the Legislature that the provision of housing under this act is a public purpose, a municipality or municipalities may utilize public monies to make donations, grants or loans of public funds for the rehabilitation of deficient housing units and the provision of new or substantially rehabilitated housing for low and moderate income persons, providing that any private advantage is incidental.
- 36 g. ¹[Nothing in this act shall prevent a municipality from amending 37 its housing element or zoning ordinances without the approval of the 38 council, provided substantive certification has been granted by the 39 council to the municipality, and the proposed amendments will not 40 affect the provision of affordable housing units to which the 41 <u>certification applies.</u>] A municipality which has received substantive 42 certification from the council, and which has actually effected the 43 construction of the affordable housing units it is obligated to provide, 44 may amend its affordable housing element or zoning ordinances without the approval of the council.¹ 45 (cf: P.L.1998, c.89, s.1)
- 48 2. This act shall take effect immediately.

SENATE COMMUNITY AND URBAN AFFAIRS COMMITTEE

STATEMENT TO

[First Reprint] ASSEMBLY, No. 2454

STATE OF NEW JERSEY

DATED: JUNE 11, 2001

The Senate Community and Urban Affairs Committee reports without recommendation Assembly Bill No. 2454 (1R).

This bill would permit a municipality that has received substantive certification from the Council on Affordable Housing (COAH) to amend its affordable housing element or zoning ordinances without the approval of the council so long as the municipality has actually met its affordable housing obligation.

Currently, COAH regulations require a municipality to seek approval from the council prior to amending its housing element or zoning ordinances, even if a municipality has met its affordable housing obligation and has received substantive certification.

Assembly Bill No. 2454 (1R) is identical to Senate Bill No. 2061, which bill was also reported by the committee without recommendation on this date, June 11, 2001.

SENATE, No. 2061

STATE OF NEW JERSEY

209th LEGISLATURE

INTRODUCED JANUARY 22, 2001

Sponsored by: Senator ANTHONY R. BUCCO District 25 (Morris) Senator GERALD CARDINALE

SYNOPSIS

Permits municipalities to amend zoning ordinances without COAH approval under certain circumstances.

CURRENT VERSION OF TEXT

As introduced.

District 39 (Bergen)



1 **AN ACT** concerning zoning for affordable housing and amending P.L.1985, c.222.

3

4 **BE IT ENACTED** by the Senate and General Assembly of the State of New Jersey:

6

21

22

23

24

25

26

27

28

29

30

31

32

33

34

35

36

- 7 1. Section 11 of P.L.1985, c.222 (C. 52:27D-311) is amended to 8 read as follows:
- 9 11. a. In adopting its housing element, the municipality may 10 provide for its fair share of low and moderate income housing by 11 means of any technique or combination of techniques which provide 12 a realistic opportunity for the provision of the fair share. The housing 13 element shall contain an analysis demonstrating that it will provide 14 such a realistic opportunity, and the municipality shall establish that its land use and other relevant ordinances have been revised to 15 16 incorporate the provisions for low and moderate income housing. In 17 preparing the housing element, the municipality shall consider the 18 following techniques for providing low and moderate income housing 19 within the municipality, as well as such other techniques as may be published by the council or proposed by the municipality: 20
 - (1) Rezoning for densities necessary to assure the economic viability of any inclusionary developments, either through mandatory set-asides or density bonuses, as may be necessary to meet all or part of the municipality's fair share;
 - (2) Determination of the total residential zoning necessary to assure that the municipality's fair share is achieved;
 - (3) Determination of measures that the municipality will take to assure that low and moderate income units remain affordable to low and moderate income households for an appropriate period of not less than six years;
 - (4) A plan for infrastructure expansion and rehabilitation if necessary to assure the achievement of the municipality's fair share of low and moderate income housing;
 - (5) Donation or use of municipally owned land or land condemned by the municipality for purposes of providing low and moderate income housing;
- 37 (6) Tax abatements for purposes of providing low and moderate income housing;
- (7) Utilization of funds obtained from any State or federal subsidy
 toward the construction of low and moderate income housing;
- 41 (8) Utilization of municipally generated funds toward the 42 construction of low and moderate income housing; and

EXPLANATION - Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and intended to be omitted in the law.

- 1 (9) The purchase of privately owned real property used for 2 residential purposes at the value of all liens secured by the property; 3 excluding any tax liens, notwithstanding that the total amount of debt 4 secured by liens exceeds the appraised value of the property, pursuant 5 to regulations promulgated by the Commissioner of Community 6 Affairs pursuant to subsection b. of section 41 of P.L.2000, c.126 7 (C.52:27D-311.2) (now pending before the Legislature as this bill).
 - b. The municipality may provide for a phasing schedule for the achievement of its fair share of low and moderate income housing.
 - c. The municipality may propose that a portion of its fair share be met through a regional contribution agreement. The housing element shall demonstrate, however, the manner in which that portion will be provided within the municipality if the regional contribution agreement is not entered into. The municipality shall provide a statement of its reasons for the proposal.
 - d. Nothing in this act shall require a municipality to raise or expend municipal revenues in order to provide low and moderate income housing.
 - e. When a municipality's housing element includes the provision of rental housing units in a community residence for the developmentally disabled, as defined in section 2 of P.L.1977, c.448 (C.30:11B-2), which will be affordable to persons of low and moderate income, and for which adequate measures to retain such affordability pursuant to paragraph (3) of subsection a. of this section are included in the housing element, those housing units shall be fully credited as permitted under the rules of the council towards the fulfillment of the municipality's fair share of low and moderate income housing.
 - f. It having been determined by the Legislature that the provision of housing under this act is a public purpose, a municipality or municipalities may utilize public monies to make donations, grants or loans of public funds for the rehabilitation of deficient housing units and the provision of new or substantially rehabilitated housing for low and moderate income persons, providing that any private advantage is incidental.
 - g. A municipality which has received substantive certification from the council, and which has actually effected the construction of the affordable housing units it is obligated to provide, may amend its affordable housing element or zoning ordinances without the approval of the council.
- 40 (cf: P.L.2000, c.126, s.30)

42 2. This act shall take effect immediately.

S2061 BUCCO, CARDINALE

-

1	STATEMENT
2	
3	This bill would permit a municipality which has received substantive
4	certification from the Council on Affordable Housing, and which has
5	actually effected the construction of the affordable housing units it is
6	obligated to provide, to amend its affordable housing element or
7	zoning ordinances without the approval of the Council on Affordable
8	Housing.
9	Currently, COAH regulations require a municipality to seek
10	approval from the council prior to amending its housing element or
11	zoning ordinances, even if a municipality has met its affordable
12	housing obligation and has received substantive certification. If a
13	municipality has met its affordable housing obligation, it should be able
14	to redesignate property for other use, particularly if that property is no
15	longer needed to satisfy an affordable housing requirement that was
16	met in some other fashion.

SENATE COMMUNITY AND URBAN AFFAIRS COMMITTEE

STATEMENT TO

SENATE, No. 2061

STATE OF NEW JERSEY

DATED: JUNE 11, 2001

The Senate Community and Urban Affairs Committee reports without recommendation Senate Bill No. 2061.

This bill would permit a municipality that has received substantive certification from the Council on Affordable Housing (COAH) to amend its affordable housing element or zoning ordinances without the approval of the council so long as the municipality has actually met its affordable housing obligation.

Currently, COAH regulations require a municipality to seek approval from the council prior to amending its housing element or zoning ordinances, even if a municipality has met its affordable housing obligation and has received substantive certification.

Senate Bill No. 2061 is identical to Assembly Bill No. 2454 (1R), which bill was also reported by the committee without recommendation on this date, June 11, 2001.

P.L. 2001, CHAPTER 441, approved January 11, 2002 Assembly, No. 2454 (First Reprint)

1 **AN ACT** concerning zoning for affordable housing and amending P.L.1985, c.222.

3

BE IT ENACTED by the Senate and General Assembly of the State of New Jersey:

5 6

21

22

23

24

25

26

27

2829

30

31

32

33

- 7 1. Section 11 of P.L.1985, c.222 (C. 52:27D-311) is amended to 8 read as follows:
- 9 11. a. In adopting its housing element, the municipality may provide for its fair share of low and moderate income housing by 10 11 means of any technique or combination of techniques which provide 12 a realistic opportunity for the provision of the fair share. The housing 13 element shall contain an analysis demonstrating that it will provide 14 such a realistic opportunity, and the municipality shall establish that its land use and other relevant ordinances have been revised to 15 16 incorporate the provisions for low and moderate income housing. In 17 preparing the housing element, the municipality shall consider the 18 following techniques for providing low and moderate income housing 19 within the municipality, as well as such other techniques as may be 20 published by the council or proposed by the municipality:
 - (1) Rezoning for densities necessary to assure the economic viability of any inclusionary developments, either through mandatory set-asides or density bonuses, as may be necessary to meet all or part of the municipality's fair share;
 - (2) Determination of the total residential zoning necessary to assure that the municipality's fair share is achieved;
 - (3) Determination of measures that the municipality will take to assure that low and moderate income units remain affordable to low and moderate income households for an appropriate period of not less than six years;
 - (4) A plan for infrastructure expansion and rehabilitation if necessary to assure the achievement of the municipality's fair share of low and moderate income housing;
- 34 (5) Donation or use of municipally owned land or land condemned 35 by the municipality for purposes of providing low and moderate 36 income housing;
- 37 (6) Tax abatements for purposes of providing low and moderate 38 income housing;
- 39 (7) Utilization of funds obtained from any State or federal subsidy 40 toward the construction of low and moderate income housing; ¹[and]¹
- 41 (8) Utilization of municipally generated funds toward the

EXPLANATION - Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and is intended to be omitted in the law.

Matter underlined <u>thus</u> is new matter.

Matter enclosed in superscript numerals has been adopted as follows:

¹ Assembly AHO committee amendments adopted September 25, 2000.

1 construction of low and moderate income housing ¹:and ¹

¹(9) The purchase of privately owned real property used for residential purposes at the value of all liens secured by the property; excluding any tax liens, notwithstanding that the total amount of debt secured by liens exceeds the appraised value of the property, pursuant to regulations promulgated by the Commissioner of Community Affairs pursuant to subsection b. of section 41 of P.L. , c. (C.) (now pending before the Legislature as this bill)¹.

- b. The municipality may provide for a phasing schedule for the achievement of its fair share of low and moderate income housing ¹[which is not inconsistent with section 23 of this act]¹.
 - c. The municipality may propose that a portion of its fair share be met through a regional contribution agreement. The housing element shall demonstrate, however, the manner in which that portion will be provided within the municipality if the regional contribution agreement is not entered into. The municipality shall provide a statement of its reasons for the proposal.
- d. Nothing in this act shall require a municipality to raise or expend municipal revenues in order to provide low and moderate income housing.
- e. When a municipality's housing element includes the provision of rental housing units in a community residence for the developmentally disabled, as defined in section 2 of P.L.1977, c.448 (C.30:11B-2), which will be affordable to persons of low and moderate income, and for which adequate measures to retain such affordability pursuant to paragraph (3) of subsection a. of this section are included in the housing element, those housing units shall be fully credited as permitted under the rules of the council towards the fulfillment of the municipality's fair share of low and moderate income housing.
- f. It having been determined by the Legislature that the provision of housing under this act is a public purpose, a municipality or municipalities may utilize public monies to make donations, grants or loans of public funds for the rehabilitation of deficient housing units and the provision of new or substantially rehabilitated housing for low and moderate income persons, providing that any private advantage is incidental.
- g. ¹[Nothing in this act shall prevent a municipality from amending its housing element or zoning ordinances without the approval of the council, provided substantive certification has been granted by the council to the municipality, and the proposed amendments will not affect the provision of affordable housing units to which the certification applies.] A municipality which has received substantive certification from the council, and which has actually effected the construction of the affordable housing units it is obligated to provide, may amend its affordable housing element or zoning ordinances without the approval of the council.¹
- 47 (cf: P.L.1998, c.89, s.1)

A2454 [1R]

1	2. This act shall take effect immediately.
2	
3	
1	
5	
5	Permits municipalities to amend zoning ordinances without COAH
7	approval under certain circumstances

CHAPTER 441

AN ACT concerning zoning for affordable housing and amending P.L.1985, c.222.

BE IT ENACTED by the Senate and General Assembly of the State of New Jersey:

1. Section 11 of P.L.1985, c.222 (C.52:27D-311) is amended to read as follows:

C.52:27D-311 Provision of fair share by municipality.

- 11. a. In adopting its housing element, the municipality may provide for its fair share of low and moderate income housing by means of any technique or combination of techniques which provide a realistic opportunity for the provision of the fair share. The housing element shall contain an analysis demonstrating that it will provide such a realistic opportunity, and the municipality shall establish that its land use and other relevant ordinances have been revised to incorporate the provisions for low and moderate income housing. In preparing the housing element, the municipality shall consider the following techniques for providing low and moderate income housing within the municipality, as well as such other techniques as may be published by the council or proposed by the municipality:
- (1) Rezoning for densities necessary to assure the economic viability of any inclusionary developments, either through mandatory set-asides or density bonuses, as may be necessary to meet all or part of the municipality's fair share;
- (2) Determination of the total residential zoning necessary to assure that the municipality's fair share is achieved;
- (3) Determination of measures that the municipality will take to assure that low and moderate income units remain affordable to low and moderate income households for an appropriate period of not less than six years;
- (4) A plan for infrastructure expansion and rehabilitation if necessary to assure the achievement of the municipality's fair share of low and moderate income housing;
- (5) Donation or use of municipally owned land or land condemned by the municipality for purposes of providing low and moderate income housing;
 - (6) Tax abatements for purposes of providing low and moderate income housing;
- (7) Utilization of funds obtained from any State or federal subsidy toward the construction of low and moderate income housing;
- (8) Utilization of municipally generated funds toward the construction of low and moderate income housing; and
- (9) The purchase of privately owned real property used for residential purposes at the value of all liens secured by the property; excluding any tax liens, notwithstanding that the total amount of debt secured by liens exceeds the appraised value of the property, pursuant to regulations promulgated by the Commissioner of Community Affairs pursuant to subsection b. of section 41 of P.L.2001, c.126 (C.52:27D-311.2).
- b. The municipality may provide for a phasing schedule for the achievement of its fair share of low and moderate income housing.
- c. The municipality may propose that a portion of its fair share be met through a regional contribution agreement. The housing element shall demonstrate, however, the manner in which that portion will be provided within the municipality if the regional contribution agreement is not entered into. The municipality shall provide a statement of its reasons for the proposal.
- d. Nothing in P.L.1985, c.222 shall require a municipality to raise or expend municipal revenues in order to provide low and moderate income housing.
- e. When a municipality's housing element includes the provision of rental housing units in a community residence for the developmentally disabled, as defined in section 2 of P.L.1977, c.448 (C.30:11B-2), which will be affordable to persons of low and moderate income, and for which adequate measures to retain such affordability pursuant to paragraph (3) of subsection a. of this section are included in the housing element, those housing units shall be fully credited as permitted under the rules of the council towards the fulfillment of the municipality's fair share of low and moderate income housing.
- f. It having been determined by the Legislature that the provision of housing under this act is a public purpose, a municipality or municipalities may utilize public monies to make donations, grants or loans of public funds for the rehabilitation of deficient housing units and the provision of new or substantially rehabilitated housing for low and moderate income persons, providing

P.L. 2001, CHAPTER 441

2

that any private advantage is incidental.

- g. A municipality which has received substantive certification from the council, and which has actually effected the construction of the affordable housing units it is obligated to provide, may amend its affordable housing element or zoning ordinances without the approval of the council.
 - 2. This act shall take effect immediately.

Approved January 11, 2002.