

1 AN ACT relating to housing and declaring an emergency.

2 *Be it enacted by the General Assembly of the Commonwealth of Kentucky:*

3 ➔SECTION 1. A NEW SECTION OF KRS CHAPTER 198A IS CREATED TO  
4 READ AS FOLLOWS:

5 (1) As used in this section:

6 (a) "Affordable housing" means housing that is eligible for state or federal  
7 funds to support its construction, repair, or rehabilitation as a result of its  
8 affordability;

9 (b) "Affordable housing funds" means state or federal funds that directly  
10 finance, in whole or in part, the:

11 1. Construction, repair, or rehabilitation of affordable housing; or

12 2. Rental of housing by eligible low-income persons; and

13 (c) "Agency":

14 1. Means any state agency, local government, quasi-governmental entity,  
15 or other governmental entity in the Commonwealth that expends  
16 affordable housing funds; and

17 2. Includes the Kentucky Housing Corporation.

18 (2) Notwithstanding any law or administrative regulation to the contrary, an agency  
19 that expends affordable housing funds shall expend:

20 (a) At least ninety percent (90%) of those funds on single-family detached  
21 housing; and

22 (b) No more than ten percent (10%) of those funds on multifamily housing;  
23 in any given fiscal year.

24 (3) The requirement in subsection (2) of this section:

25 (a) Supersedes any condition contained in a grant or other appropriation; and

26 (b) Does not apply to funds expended by an agency other than affordable  
27 housing funds, including but not limited to funds used to defray its

1                   *administrative costs and to provide educational or other programs.*

2                   ➔Section 2. Whereas the use of state and federal funds on affordable housing is  
3 having significant impacts on the character of areas that have traditionally contained  
4 single-family homes, an emergency is declared to exist, and this Act takes effect upon its  
5 passage and approval by the Governor or upon its otherwise becoming a law.