

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.