

131st MAINE LEGISLATURE

SECOND REGULAR SESSION-2024

Legislative Document

No. 2158

H.P. 1382

House of Representatives, January 9, 2024

An Act to Improve the Housing Voucher System

Approved for introduction by a majority of the Legislative Council pursuant to Joint Rule 203.

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

ROBERT B. HUNT

R(+ B. Hunt

Clerk

Presented by Representative GOLEK of Harpswell.
Cosponsored by Senator DAUGHTRY of Cumberland and
Representatives: ANKELES of Brunswick, CLUCHEY of Bowdoinham, GATTINE of
Westbrook, JAUCH of Topsham, RANA of Bangor, ROEDER of Bangor, Senator:
ROTUNDO of Androscoggin.

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

- Sec. 1. 30-A MRSA §4702, sub-§8-A is enacted to read:
 - **8-A.** Housing voucher. "Housing voucher" means a tenant-based housing choice voucher issued under Section 8 of the United States Housing Act of 1937, Public Law 75-412, 50 Stat. 888, as amended.
 - Sec. 2. 30-A MRSA §4722, sub-§1, ¶GG, as amended by PL 2021, c. 322, §2, is further amended by amending subparagraph (3) to read:
 - (3) Perform other functions and duties necessary for the proper administration of the credit, including providing any necessary certifications and notices to taxpayers and to the Department of Administrative and Financial Services, Bureau of Revenue Services containing information required by the State Tax Assessor necessary for determining eligibility and the amount of the credit for each taxable year; and.
 - **Sec. 3. 30-A MRSA §4722, sub-§1, ¶GG,** as amended by PL 2021, c. 322, §2, is further amended by amending the first blocked paragraph to read:

Rules adopted under this paragraph are routine technical rules-;

- **Sec. 4. 30-A MRSA §4722, sub-§1, ¶HH,** as enacted by PL 2021, c. 322, §3, is amended to read:
 - HH. Provide the joint standing committee of the Legislature having jurisdiction over housing matters copies of any reports required to be submitted to the United States Department of the Treasury or the Governor regarding the administration of the emergency rental assistance programs established by Section 501 of Division N of the federal Consolidated Appropriations Act, 2021 and Section 3201(a) of the federal American Rescue Plan Act of 2021. Copies of any reports required to be submitted to the United States Department of the Treasury or the Governor must be submitted to the joint standing committee of the Legislature having jurisdiction over housing matters no later than 7 days after the reports are submitted to the United States Department of the Treasury or the Governor. If no such reports are required to be submitted to the United States Department of the Treasury or the Governor, the Maine State Housing Authority shall submit, beginning January 15, 2022 and annually thereafter, to the joint standing committee of the Legislature having jurisdiction over housing matters a report on any rental assistance distributed by the Maine State Housing Authority.
- Sec. 5. 30-A MRSA §4722, sub-§1, ¶II is enacted to read:
- II. Enter into contracts with landlords of residential housing at the highest rental rates permitted by the United States Department of Housing and Urban Development for residential housing;
- Sec. 6. 30-A MRSA §4722, sub-§1, ¶JJ is enacted to read:
- 38 JJ. Establish reasonable time limits for the use of housing vouchers issued by the authority and allow municipal housing authorities to establish reasonable time limits for the use of housing vouchers issued by those municipal authorities; and
- **Sec. 7. 30-A MRSA §4722, sub-§1, ¶KK** is enacted to read:

KK. Permit the use of a housing voucher issued to a resident of this State to be used anywhere within the State and require municipal housing authorities that issue housing vouchers to allow those housing vouchers to be used upon issuance anywhere within the State.

- Sec. 8. Collection of data for waiver requests for payment of rate higher than fair market rental rate; time limits; and geographical expansion. The Maine State Housing Authority shall collect any data necessary, in addition to that required pursuant to the Maine Revised Statutes, Title 30-A, section 4722, subsection 1, paragraph A, to prepare and submit to the United States Department of Housing and Urban Development a request for a waiver that:
- 1. Waiver for exceeding fair market rental rate. Allows the Maine State Housing Authority to enter into contracts with landlords of residential housing for the rental of that residential housing at a higher rate than the fair market rental rate as established by the United States Department of Housing and Urban Development. A waiver obtained pursuant to this subsection may not require a housing authority to issue a lower number of housing vouchers to residents of this State than the number issued prior to the waiver;
- 2. Waiver for time limits for securing housing under federal housing voucher. Allows the Maine State Housing Authority or a municipal housing authority to determine the appropriate length of time a person holding a housing voucher has to secure housing; and
- **3.** Waiver for expansion of geographical use. Allows the Maine State Housing Authority to allow a resident of the State who is issued a housing voucher by a municipal housing authority to use that voucher upon issuance anywhere in the State.

For purposes of this section, "housing voucher" has the same meaning as in the Maine Revised Statutes, Title 30-A, section 4702, subsection 8-A and "municipal housing authority" means a housing authority or public corporation created or authorized pursuant to Title 30-A, chapter 201.

The Maine State Housing Authority shall submit requests for waivers pursuant to this section no later than 120 days after the effective date of this section.

- **Sec. 9. Conformity of voucher assistance; report.** The Maine State Housing Authority shall submit to the joint standing committee of the Legislature having jurisdiction over housing matters during the 132nd Legislature in 2025:
- 1. Suggested legislation. Suggested legislation that requires all housing authorities or public corporations created or authorized pursuant to the Maine Revised Statutes, Title 30-A, chapter 201 to conform their housing voucher programs to the housing voucher program administered by the Maine State Housing Authority; and
- **2. Report.** A report detailing the Maine State Housing Authority's efforts to obtain waivers from the United States Department of Housing and Urban Development regarding:
 - A. Contracting with landlords to pay rental rates that are more than the fair market rental rate as established by the United States Department of Housing and Urban Development;
 - B. Allowing the Maine State Housing Authority or another housing authority or public corporation created or authorized pursuant to the Maine Revised Statutes, Title 30-A,

chapter 201 to establish reasonable time limits for the use of housing vouchers issued by the Maine State Housing Authority or another housing authority or public corporation; and

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C. Allowing the Maine State Housing Authority or another housing authority or public corporation created or authorized pursuant to Title 30-A, chapter 201 to issue housing vouchers that may be used upon issuance anywhere within the State.

The Maine State Housing Authority shall submit the suggested legislation and report required pursuant to this section to the joint standing committee of the Legislature having jurisdiction over housing matters by December 4, 2024. The joint standing committee may report out legislation related to the suggested legislation and the report to the 132nd Legislature in 2025.

- **Sec. 10.** Contingent effective date. Those sections of this Act that amend the Maine Revised Statutes, Title 30-A, section 4722, subsection 1, paragraphs GG and HH do not take effect unless:
- **1. Waivers granted.** The United States Department of Housing and Urban Development grants a waiver to:
 - A. Allow the Maine State Housing Authority to enter into contracts at a higher rate than the fair market rental rate as established by the United States Department of Housing and Urban Development;
 - B. Allow the Maine State Housing Authority or another housing authority or public corporation created or authorized pursuant to Title 30-A, chapter 201 to establish reasonable time limits for the use of housing vouchers issued by the Maine State Housing Authority or another housing authority; or
 - C. Allow the Maine State Housing Authority or another housing authority or public corporation created or authorized pursuant to Title 30-A, chapter 201 to issue housing vouchers that may be used upon issuance anywhere within the State; and
- **2. Notice.** The chief administrative officer of the Maine State Housing Authority notifies the Secretary of the Senate, the Clerk of the House of Representatives and the Revisor of Statutes of the receipt of a waiver pursuant to subsection 1, paragraph A, B or C.
- **Sec. 11.** Contract rates; contingent effective date. That section of this Act that enacts the Maine Revised Statutes, Title 30-A, section 4722, subsection 1, paragraph II does not take effect unless the United States Department of Housing and Urban Development grants a waiver to allow the Maine State Housing Authority to enter into contracts at a higher rate than the fair market rental rate as established by the United States Department of Housing and Urban Development and the chief administrative officer of the Maine State Housing Authority notifies the Secretary of the Senate, the Clerk of the House of Representatives and the Revisor of Statutes of the receipt of that waiver.
- **Sec. 12. Reasonable time limits; contingent effective date.** That section of this Act that enacts the Maine Revised Statutes, Title 30-A, section 4722, subsection 1, paragraph JJ does not take effect unless the United States Department of Housing and Urban Development grants a waiver to allow the Maine State Housing Authority or another housing authority or public corporation created or authorized pursuant to Title 30-A,

chapter 201 to establish reasonable time limits for the use of housing vouchers issued by the Maine State Housing Authority or another housing authority and the chief administrative officer of the Maine State Housing Authority notifies the Secretary of the Senate, the Clerk of the House of Representatives and the Revisor of Statutes of the receipt of that waiver.

Sec. 13. Geographic expansion; contingent effective date. That section of this Act that enacts the Maine Revised Statutes, Title 30-A, section 4722, subsection 1, paragraph KK does not take effect unless the United States Department of Housing and Urban Development grants a waiver to allow housing vouchers issued by the Maine State Housing Authority or another housing authority or public corporation created or authorized pursuant to Title 30-A, chapter 201 to be used upon issuance anywhere within the State and the chief administrative officer of the Maine State Housing Authority notifies the Secretary of the Senate, the Clerk of the House of Representatives and the Revisor of Statutes of the receipt of that waiver.

15 SUMMARY

 This bill does the following regarding housing vouchers.

- 1. It requires the Maine State Housing Authority to collect data regarding and to submit applications to the United States Department of Housing and Urban Development for waivers that:
 - A. Allow the Maine State Housing Authority to enter into contracts at a higher rate than the fair market rental rate as established by the United States Department of Housing and Urban Development. The waiver may not result in fewer housing vouchers being issued than before the waiver was obtained;
 - B. Allow the Maine State Housing Authority or a municipal housing authority to establish reasonable time limits for the use of housing vouchers issued by the Maine State Housing Authority or the municipal housing authority; and
 - C. Allow the Maine State Housing Authority or a municipal housing authority to issue housing vouchers that may be used upon issuance anywhere within the State.
- 2. Contingent upon approval of a waiver, it codifies under the powers and duties of the Maine State Housing Authority the power authorized by each waiver.
 - 3. It requires the Maine State Housing Authority to submit:
 - A. Suggested legislation that requires all housing authorities or public corporations created or authorized pursuant to the Maine Revised Statutes, Title 30-A, chapter 201 to conform their housing voucher programs to the housing voucher program administered by the Maine State Housing Authority; and
 - B. A report detailing its efforts to obtain the 3 waivers from the United States Department of Housing and Urban Development.
- The joint standing committee of the Legislature having jurisdiction over housing matters is authorized to report out to the 132nd Legislature in 2025 legislation related to the report and suggested legislation submitted by the Maine State Housing Authority.