Adequate Housing, Where Art Thou?



What Housing Crisis?

700000									
600000									
500000									
400000									
300000									
200000									
100000									
0	2007	2022							
	- Population - Housing Units								

Vermont Has A Collapsing Workforce Participation Rate

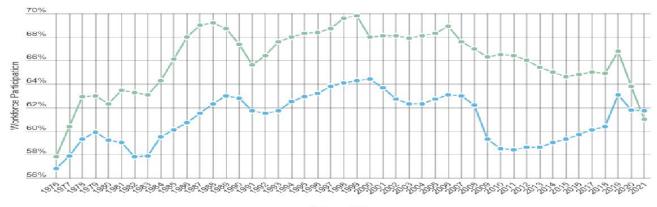
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WORKFORCE & TALENT -

Participation Rates

Source: Bureau of Labor Standards (LAUS)

As much of the nation's population ages, the percentage of the population participating in the workforce is trending down. Vermont has a high proportion of its yearround residents in the workforce, however the proportion is falling as the so-called "baby boomer" generation moves into retirement. The downward trend is expected to continue as those who deferred retirement due to the recession finally leave employment. The pandemic reinforced this trend further with layoffs and the Great Resignation. In Vermont, net in-migration favors older cohorts, leaving the state's workforce particularly vulnerable to a supply shortage in the coming decade.



VT US

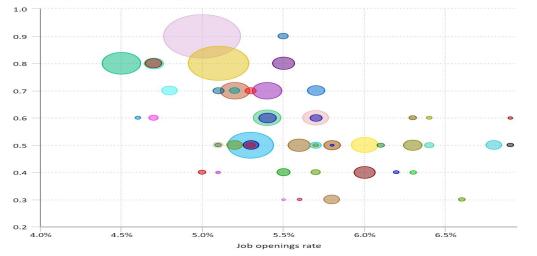
Which Means We Have a Workforce Shortage

Unemployed persons per job opening and job openings rate, by state, July 2023

Size of bubble indicates number of job openings



Unemployed persons per job opening



Note: These data are seasonally adjusted.

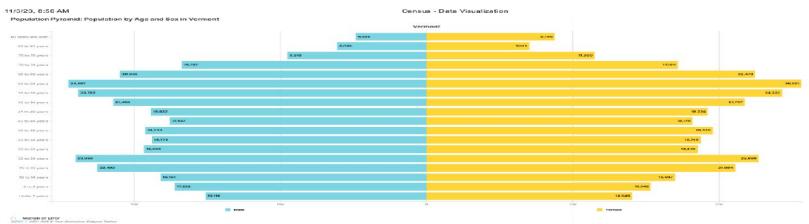
Click legend items to change data display. Hover over chart to view data. Source: U.S. Bureau of Labor Statistics.

Which Means We Have to Find One Housing Unit for Every New Worker

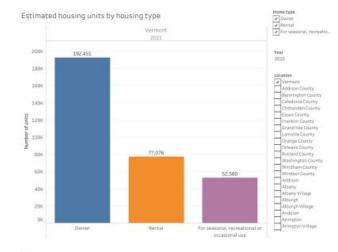
> Really, 0.99:1.00 or 339,034:342,369

Even if we employed all 7,000 job seekers, we would still have 13,000 jobs still open We need to find12,870 housing units

What Housing Units Are Not in the Workforce (Boomer Housing)



What Housing Units Are Not in the Workforce (Second Homes)



Source:

U.S. Census Bureau: American Community Survey 5-year estimates (Table B25003, B25004)

Description:

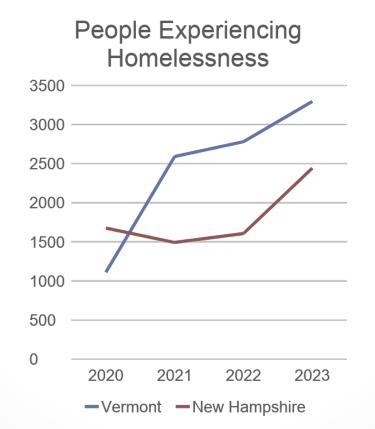
A housing unit is a house, an apartment, a mobile home or brailer, a group of rooms, or a single room occupied as separate living quarters, or if vacant, intended for occupancy as separate living quarters.

A housing unit is defined as owner occupied if the owner or co-owner lives in the unit, even if it is mortgaged or not fully gaid for. The owner units in this data set include owner occupied units, vacant units for sale, and units that have been sold but not yet occupied.

All occupied units which are not owner units, whether they are rented for cash rent, occupied without payment of cash rent, or vacant for rent, are classified as renter units. The renter units in this data set include renter occupied units, vacant units for rent, or units rented but not yet occupied.

Seasonal, recreational, or occasional use units are units used or intended for use only in certain seasons or for occasional use throughout the year. They are considered to be vacant units by the Census Bureau. Interval ownership units, such as timesharing condominiums, are included in this category.

What Housing Units Are Not Is Not in the Workforce (Supportive Housing)



Or We Could Just Build More Housing Units

Who I Am

- Political Science and IPE
- Trade and Technology
- Intersection of Markets and Regulation
- Issue Framing
- Economic Geography

Competitiveness and Death

Trade and Politics in Cars, Beef, and Drugs

Gary Winslett



The Flow of Housing Regulation

3) Regulatory Details

1) Politics

2) Policy

	olitics						
The N	/lythology	Anti-Capitalism			Discretionary Review as Ransomware		
Change version	1970s Ideas	Dislike of Profit	Weak Property Rights Norms		Filtering Denial	Belief in Political Supremac	

The "But Only If" Approach Isn't Working

- Yes to new housing, but
 - o Only if it changes nothing, and
 - Only if no one makes a profit, and
 - Only if the developer pay a king's ransom in concessions to be allowed to build it
- Means <u>NO NEW HOUSING</u>
- So then how do we get better housing politics?

Each Underpinning Needs a Response

- 1) Model Cities, Neighborhoods
- 2) An Environmentalism That Builds
- 3) Developers are Grocers of Housing
- 4) No to a Permission Slip Society
- 5) Musical Chairs in Reverse- That's How Filtering Works
- 6) Stop the Extortion





































- For Chittenden Co.
- 1) Repeal Act 250
- 2) State-Mandated By-Right Zoning
- 3) State Restrictions on IZ and other policy ransomware
- 4) Vacancy Rate Targets

Legislative "Developments"



Legislative "Developments"

- Act 47 (S.100) enacted by General Assembly this last session that mostly took effect on July 1, 2023
- Implemented some changes to municipal zoning, Act 250, and other housing-related statutes



Zoning Changes

- Cannot require more than one parking space per unit when served by town sewer and water (effective Dec. 1, 2024)
- Duplexes must be allowed where single-family homes allowed
- Four-unit multiunit structures an allowed use in residential districts served by town sewer and water
- In residential districts served by town sewer and water, 5+ units per acre
- 40% density bonus and one-story height bonus for affordable housing
- 10-person right of appeal cannot appeal "character of the area" determination for affordable housing



Zoning Changes

- No appeal of "character of the area" determination for residential development within (1) designated downtown development district, (2) designated growth center, or (3) designated neighborhood development area
- DRBs cannot impose restrictions regarding lot sizes, parking requirements, building height, or density that are more restrictive than zoning standards without specific findings regarding special circumstances
- Rural towns no longer mandated to enact zoning bylaw amendments through Australian ballot (but can still choose to do so)



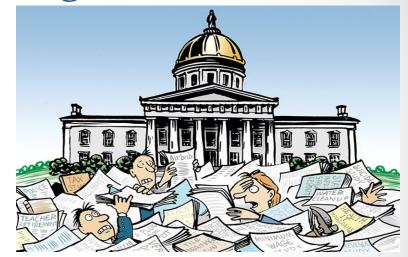
Act 250 Changes

- Act 250 threshold for housing units raised from 10 to 25 for downtowns, neighborhood development areas, village centers with zoning and subdivision bylaws, and growth centers (sunsets July 1, 2026)
- Removes cap on priority housing projects that are exempt from Act 250 within downtowns, neighborhood development areas, and growth centers (sunsets July 1, 2026)
- Must request a jurisdictional opinion confirming exemption, with project to be substantially completed by June 30, 2029 (right to appeal?)
- Allows towns to pursue master plan permits for designated downtowns or neighborhood development areas even without ownership or control



Other Changes

- VAPDA and NRB to study municipal delegation process for Act 250
- NRB to study alteration to Act 250 housing jurisdictional triggers
- ANR and NRB to study how to eliminate permitting redundancies with respect to State and local permits
- Division of Fire and Safety to review fire and life safety codes to see if changes might facilitate construction of more housing
- Starting July 1, 2023, new deed restrictions which require minimum dwelling unit size and more than one parking space are prohibited (not retroactive)



Costs Associated with Permit Process

- Current permitting of residential development frequently requires State environmental permits, town zoning permits, and Act 250 approval
- Substantial overlap of subjects being regulated requires duplicative applications and review (with attendant costs and delays), and provides multiple opportunities to appeal the same general issue
- Party status and public opportunity to be heard devised as if each citizen-participant has the purest of intentions (most do, but many don't)
- Provides opportunity to slow walk projects through the process by invoking procedures that unavoidably take time – can literally add up to years of delay in the final analysis
- Citizen board for Act 250 appeals would exacerbate
 this situation



QUESTIONS?

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