| 1  | SENATE BILL NO. 528  |  |  |
|----|--|--|--|
| 2  | INTRODUCED BY G. HERTZ   |  |  |
| 3  |  |  |  |
| 4  | A BILL FOR AN ACT ENTITLED: "AN ACT REVISING MUNICIPAL ZONING LAWS TO ALLOW FOR                      |  |  |
| 5  | ACCESSORY DWELLING UNITS; REQUIRING MUNICIPALITIES TO ADOPT CERTAIN REGULATIONS IN                   |  |  |
| 6  | RELATION TO ACCESSORY DWELLING UNITS; PROHIBITING CERTAIN REGULATIONS IN RELATION                    |  |  |
| 7  | TO ACCESSORY DWELLING UNITS; ALLOWING A MUNICIPALITY TO CHARGE A FEE TO REVIEW                       |  |  |
| 8  | APPLICATIONS TO CREATE ACCESSORY DWELLING UNITS; AND PROVIDING A DELAYED EFFECTIVE                   |  |  |
| 9  | DATE."   |  |  |
| 10 |  |  |  |
| 11 | BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:  |  |  |
| 12 |  |  |  |
| 13 | NEW SECTION. Section 1. Accessory dwelling units regulations restrictions. (1) (A) A                 |  |  |
| 14 | municipality shall adopt regulations under this chapter that:  |  |  |
| 15 | (a) allow a minimum of one accessory dwelling unit by right on a lot or parcel that contains a       |  |  |
| 16 | single-family dwelling.;   |  |  |
| 17 | (b) allow an accessory dwelling unit that is:  |  |  |
| 18 | (i) attached to a single-family dwelling;  |  |  |
| 19 | (ii) detached from a single-family dwelling;   |  |  |
| 20 | (iii) contained within the single-family dwelling; or  |  |  |
| 21 | (iv) currently constructed or may be constructed;  |  |  |
| 22 | (c) set a maximum gross floor area for accessory dwelling units that is the lesser of 1,000 square   |  |  |
| 23 | feet or the gross floor area of the single-family dwelling; and                                      |  |  |
| 24 | (d) allow an accessory dwelling unit to be used as rental housing.                                   |  |  |
| 25 | (B) AN ACCESSORY DWELLING UNIT MAY BE ATTACHED, DETACHED, OR INTERNAL TO THE SINGLE-FAMILY           |  |  |
| 26 | DWELLING ON A LOT OR PARCEL.   |  |  |
| 27 | (C) IF THE ACCESSORY DWELLING UNIT IS DETACHED FROM OR ATTACHED TO THE SINGLE-FAMILY                 |  |  |
| 28 | DWELLING, IT MAY NOT BE MORE THAN 75% OF THE GROSS FLOOR AREA OF THE SINGLE-FAMILY DWELLING OR 1,000 |  |  |



| 1  | SQUARE FEET, WHICHEVER IS LESS.  |  |  |  |
|----|--|--|--|--|
| 2  | (2)  | A municipality may not:  |  |  |
| 3  | (a)  | require that a lot or parcel have additional parking to accommodate an accessory dwelling unit   |  |  |
| 4  | or require fees in lieu of additional parking;   |  |  |  |
| 5  | (b)  | require that an accessory dwelling unit match the exterior design, roof pitch, or finishing      |  |  |
| 6  | materials of the single-family dwelling;   |  |  |  |
| 7  | (c)  | require that the single-family dwelling or the accessory dwelling unit be occupied by the owner; |  |  |
| 8  | (d)  | require a familial, marital, or employment relationship between the occupants of the single-     |  |  |
| 9  | family dwelling and the occupants of the accessory dwelling unit;  |  |  |  |
| 10 | <del>(e)</del>   | require periodic license renewal of an accessory dwelling unit;                                  |  |  |
| 11 | <u>(f)(E)</u>  | assess impact fees on the construction of an accessory dwelling unit;                            |  |  |
| 12 | <del>(g)</del> (F)   | require improvements to public streets as a condition of permitting an accessory dwelling unit,  |  |  |
| 13 | EXCEPT AS NECESSARY TO RECONSTRUCT OR REPAIR A PUBLIC STREET THAT IS DISTURBED AS A RESULT OF THE              |  |  |  |
| 14 | CONSTRUCTION OF THE ACCESSORY DWELLING UNIT;   |  |  |  |
| 15 | <del>(h)</del> (G)   | set maximum building heights, minimum setback requirements, minimum lot sizes, maximum           |  |  |
| 16 | lot coverages, or minimum building frontages for accessory dwelling units that are more restrictive than those |  |  |  |
| 17 | for THE single-family dwellings DWELLING ON THE LOT;   |  |  |  |
| 18 | <del>(i)</del> ( <u>Н)</u>   | impose more onerous zoning regulations-DEVELOPMENT STANDARDS on an accessory dwelling            |  |  |
| 19 | unit beyond those set forth in this section; or  |  |  |  |
| 20 | <del>(j)</del> (I)   | require a restrictive covenant concerning an accessory dwelling unit on a parcel zoned for       |  |  |
| 21 | residential use  | by a single-family dwelling. This subsection (2)(j) (2)(I) may not be construed to prohibit      |  |  |
| 22 | restrictive covenants concerning accessory dwelling units entered into between private parties, but the        |  |  |  |
| 23 | municipality may not condition a permit, license, or use of an accessory dwelling unit on the adoption or      |  |  |  |
| 24 | implementation   | of a restrictive covenant entered into between private parties.                                  |  |  |
| 25 | (3)  | NOTHING IN THIS SECTION PROHIBITS A MUNICIPALITY FROM REGULATING SHORT-TERM RENTALS AS           |  |  |
| 26 | DEFINED IN 15-6  | <u>88-101.</u>   |  |  |



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28

The one-time application fee for the license-may be up to \$250 for each accessory dwelling unit. Nothing in this

(3)(4) A municipality may require a fee for reviewing applications to create accessory dwelling units.

| 1  | section prohibits a municipality from requiring its usual building fees in addition to the application fee.      |  |  |  |
|----|--|--|--|--|
| 2  | <del>(4)</del> (5)   | A municipality that has not adopted or amended regulations pursuant to this section by January   |  |  |
| 3  | 1, 2024, shall r   | eview and permit accessory dwelling units in accordance with the requirements of this section    |  |  |
| 4  | until regulations are adopted or amended. Regulations in effect on or after January 1, 2024, THAT APPLY TO       |  |  |  |
| 5  | ACCESSORY DW   | ELLING UNITS AND do not comply with this section are void.                                       |  |  |
| 6  | <del>(5)</del> (6)   | The provisions of this section do not supersede applicable building codes, fire codes, or public |  |  |
| 7  | health and safety regulations adopted pursuant to Title 50, chapter 2.   |  |  |  |
| 8  | <u>(7)</u>   | A MUNICIPALITY MAY REQUIRE AN ACCESSORY DWELLING UNIT TO HAVE A WILL-SERVE LETTER FROM           |  |  |
| 9  | BOTH A MUNICIPAL WATER SYSTEM AND A MUNICIPAL SEWER SYSTEM.  |  |  |  |
| 10 | <u>(8)</u>   | NOTHING IN THIS SECTION PROHIBITS A MUNICIPALITY FROM ADOPTING REGULATIONS THAT ARE MORE         |  |  |
| 11 | PERMISSIVE THAN THE ACCESSORY DWELLING UNIT PROVISIONS PROVIDED IN THIS SECTION.                                 |  |  |  |
| 12 | <del>(6)</del> (9)   | For the purposes of this section:  |  |  |
| 13 | (a)  | "accessory dwelling unit" means a self-contained living unit on the same parcel as a single-     |  |  |
| 14 | family dwelling of greater square footage that includes its own cooking, sleeping, and sanitation facilities and |  |  |  |
| 15 | complies with or is otherwise exempt from any applicable building code, fire code, and public health and safety  |  |  |  |
| 16 | regulations adopted pursuant to Title 50, chapter 2.   |  |  |  |
| 17 | (b)  | "by right" means the ability to be approved without requiring:                                   |  |  |
| 18 | (i)  | a public hearing;  |  |  |
| 19 | (ii)   | a variance, conditional use permit, special permit, or special exception; or                     |  |  |
| 20 | (iii)  | other discretionary zoning action other than a determination that a site plan conforms with      |  |  |
| 21 | applicable zoning regulations;   |  |  |  |
| 22 | (c)  | "gross floor area" means the interior habitable area of a single-family dwelling or an accessory |  |  |
| 23 | dwelling unit; <del>and</del>  |  |  |  |
| 24 | (d)  | "municipality" means an incorporated city, town, or consolidated city-county that exercises      |  |  |
| 25 | zoning powers under this part; AND   |  |  |  |
| 26 | <u>(E)</u>   | "SINGLE-FAMILY DWELLING" MEANS A BUILDING WITH ONE OR MORE ROOMS DESIGNED FOR                    |  |  |
| 27 | RESIDENTIAL LIV  | ING PURPOSES BY ONE HOUSEHOLD THAT IS DETACHED FROM ANY OTHER DWELLING UNIT.                     |  |  |



28

SB0528.3

| 1 | NEW SECTION. Section 2. Codification instruction. [Section 1] is intended to be codified as an                         |
|---|--|
| 2 | integral part of Title 76, chapter 2, part 3, and the provisions of Title 76, chapter 2, part 3, apply to [section 1]. |
| 3 |  |
| 4 | NEW SECTION. Section 3. Effective date. [This act] is effective January 1, 2024.                                       |
| 5 | - END -  |

