

**1. Amend Definitions in 25-1-721 to include "Sleeping Unit":**

Define "sleeping unit" to read: SLEEPING UNIT means a bedroom in a structure that serves as a dwelling unit for seven or more unrelated individuals who share amenities, such as a kitchen, bathrooms, or living areas

**2. Amend Subsection 25-1-722 (A)(1)(Eligibility) to read as follows:**

(A) A proposed development qualifies as a Type 1 development and is eligible for this program if:

(1) it includes:

(a) three or more dwelling units;

(b) only affordable dwelling units; or

(c) one or more structures that serve as a dwelling unit for seven or more unrelated individuals who share amenities, such as a kitchen, bathrooms, or living areas.

**3. Amend Section 25-1-722(C)(2) & (3) (Eligibility) as follows:**

(2) for a rental development:

(a) at least 75 percent of the total units or sleeping units serve households whose incomes average 60 percent MFI or below, rounded up to the nearest unit or sleeping unit; or

(b) at least 10 percent of the affordable units or sleeping units serve households with incomes of 30 percent MFI or below, rounded up to the nearest unit or sleeping unit;

(3) for an owner-occupied development, at least 75 percent of the owner-occupied dwelling units or sleeping units serve households whose incomes average 80 MFI or below;

**4. Amend Section 25-1-723(B)(1) & (2) (Affordability Requirements) as follows:**

(1) at least 50 percent of the total units or sleeping units serve households whose incomes average 60 percent MFI or below; and

(2) at least 20 percent of the total units or sleeping units serve households with incomes of 50 percent MFI or below.