SB 382 Montana Land Use and Planning Act

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SB 382

WHY did we need these changes?

- Montana's land use and planning statutes are outdated, inconsistent with each other, duplicative, and bureaucratic
- Cities, staff, developers, consultants, and public all frustrated with the slow, expensive, risky process set forth in the statutes
- No alignment between growth policy elements, zoning (Lowe) criteria, or subdivision -608 criteria; every level of permitting must duplicate full review
- Administrative review and other streamlining processes are prohibited under current statutes
- No ability to rely on previous planning or analysis in permitting

SB 382

WHO does it apply to? (Section 76-25-105)

- Belgrade
- Billings
- Bozeman
- Columbia Falls
- Great Falls

- > Helena
- Kalispell
- Laurel
- Missoula
- Whitefish

All other jurisdictions may OPT IN - Lewistown

Other cities under 5,000 in a county of 70,000 be mandatory after next decennial census.

SB 382

WHEN does it apply? (Section 76-25-105)

- Must adopt land use plan, zoning, and subdivision regulations that meet the new framework within 3 years from effective date of the Act
- IF growth policy adopted in previous 5 years, then 5 years from adoption or 3 years from effective date of Act, whichever is later

WHAT is in it?

Entirely new statutes for:

- Land Use Plan and Map (Title 76, Chapter 25, Part 2)
- Zoning Regulations and Map (Title 76, Chapter 25, Part 3)
- Subdivision Regulations and Map (Title 76, Chapter 25, Part 4)

Planning Commission

(Section 76-25-104)

- Consolidates all existing boards and commissions
- Responsible for recommendations on all legislative land use and planning decisions:
 - land use plan and future land use map
 - zoning regulations and map
 - subdivision regulations; and
 - any other legislative land use planning document the local governing body designates
- Hears appeals from administrative decisions

Public Participation Plan

(Section 76-25-106)

- Used throughout the framework. Must identify how you will provide:
 - dissemination of documents;
 - opportunity for comments;
 - public meetings;
 - electronic communication and access; and
 - analysis of and response to public comments.
- Must emphasize that public comment will be narrowed as the process moves to site-specific development

Land Use Plan

(Sections 76-25-203 through 209)

- Existing conditions, future estimates, and anticipated needs for:
 - Housing
 - Population projections for 20 years
 - Number of housing units needed for that population
 - Local Services and Facilities
 - Public safety and emergency services
 - > Water, wastewater, solid waste
 - Transportation network
 - Coordinate with school systems
 - Economic Development
 - Natural Resources, Environment, and Hazards

Future Land Use Map

(Section 76-25-213)

- Identify preferred and anticipated pattern and intensities of development within the jurisdiction and any areas anticipated for future annexation
- Must reflect adequate area to accommodate the housing units and other needs reflected in the plan

Implementation Plan

(Section 76-25-216)

- Analysis of inconsistencies in current regulation with plan and map
- Steps to bring them into compliance
- Schedule for adopting or amending CIP
- Schedule for updating plan for extension of services
- Procedures for monitoring and evaluating progress

Update Review

(Section 76-25-202)

- Every 5 years, PC must review plan and map to determine whether an update must be performed
 - Staff prepares determination regarding new or increased impacts
 - Public participation and comment provided
- If no new or increased impacts from original analysis, no update necessary
- If new or increased impacts, staff conducts analysis necessary to provide opportunity to comment on and consider all potential impacts resulting from the changes to the plan or map

Zoning Regulations

(Sections 76-25-301 and -302)

- Authority to regulate:
 - uses of land;
 - density and types of uses;
 - size, character, number, form, and mass of structures; and
 - development standards mitigating the impacts of development, as identified and analyzed in review and adoption of land use plan and zoning regulations
- Must adopt 5 of 14 housing reforms identified in Section 19. If your code already meets them or doesn't have such regulations, you can count those towards the 5.

Subdivision Regulations

(Sections 76-25-402 and -404)

- Authority to adopt standards for:
 - grading and erosion control;
 - design and arrangement of lots, streets, and roads;
 - location and installation of public utilities, including water supply and sewage and solid waste disposal;
 - provision of other public improvements; and
 - legal and physical access to all lots
- Same exemptions to subdivision but consolidated and made consistent (all must meet zoning)

Miscellaneous Provisions

(Sections 76-25-201, -304, -403)

- Adoption of these documents all follows same process:
 - PC adopts PPP
 - PC follows PPP in drafting and revising plan/regulations/map; recommends drafts to CC for approval
 - CC adopts final plan/regulations/map
- Amendments to any of these documents follow same process
 - Amendment may be initiated by petition, applicant, or governing body;
 - Consistency with plan and map made with each amendment to zoning regulations and map or subdivision regulation

Miscellaneous Provisions

(Sections 76-25-301, -502, -503, -504)

- Authority to adopt and set fees.
- New enforcement section that provides for civil enforcement with notice of violation.
- Variances all treated under consistent language and administrative decision (Section 35)
- Appeals to all administrative decisions (including variances) can be made by applicant or aggrieved person to PC. All decisions by PC can be appealed to CC (Section 37)
- Administrative exhaustion process for filing in DC, limited to administrative record in DC, 30-day statute of limitations.

Site-Specific Review

- Development proposal comes in
- Administrative review to determine if, with or without variances (Sections 22 and 29), the proposal is:
 - In substantial compliance with zoning regs, map/subdivision regs; AND
 - Impacts resulting from development previously analyzed and underwent public review and comment.
- If meets both, staff issues permit/prelim plat

Site Specific Review, cont.

- If in substantial compliance with regs/map, BUT there are new or significantly increased potential impacts not previously analyzed or considered, then:
 - 15-day written comment period
 - Staff issues permit/prelim plat
- If not in substantial compliance with regs/map, then must follow land use/zoning/subreg amendment process.

MAID v State of Montana

- Challenge to SB 245, 323, 528, and 382 in Gallatin County
- Allege violation of due process, equal protection, and public's right to know and participate:
 - "The public has the right to expect governmental agencies to afford such reasonable opportunity for citizen participation in the operation of the agencies prior to the final decision as may be provided by law." (Art. II, § 8)
 - "No person shall be deprived of the right to examine documents or to observe the deliberations of all public bodies or agencies of state government and its subdivisions..." (Art. II, § 9)
- Declaratory relief that bills do not interfere with private covenants

MAID v State of Montana

- Court issued TRO then permanent injunction against SB 528 and SB 323; state appealed to MSC and that is being briefed.
- State's opening brief raises questions about whether plaintiffs have suffered any injury to support an injunction (or whether they can establish any standing at all?)
- Last Friday MAID withdrew its objection to a stay on merits while MSC hears and decides on injunction, so likely no movement until that issue decided.

MAID v State of Montana

- SB 245 (effective May 17) and SB 382 (effective May 18, compliance required by May 18, 2026) must be complied with at this time unless court rules to modify or void.
- Existing zoning authority already allows municipalities to allow duplexes in SF zones and ADUs on lots with SF homes. Bozeman, Missoula, Whitefish already moved/moving ahead; Helena has allowed duplexes in SF zones for over a decade.