# SPECIAL JOINT CITY COUNCIL AND PLANNING COMMISSION MEETING

**FEBRUARY 1, 2022** 

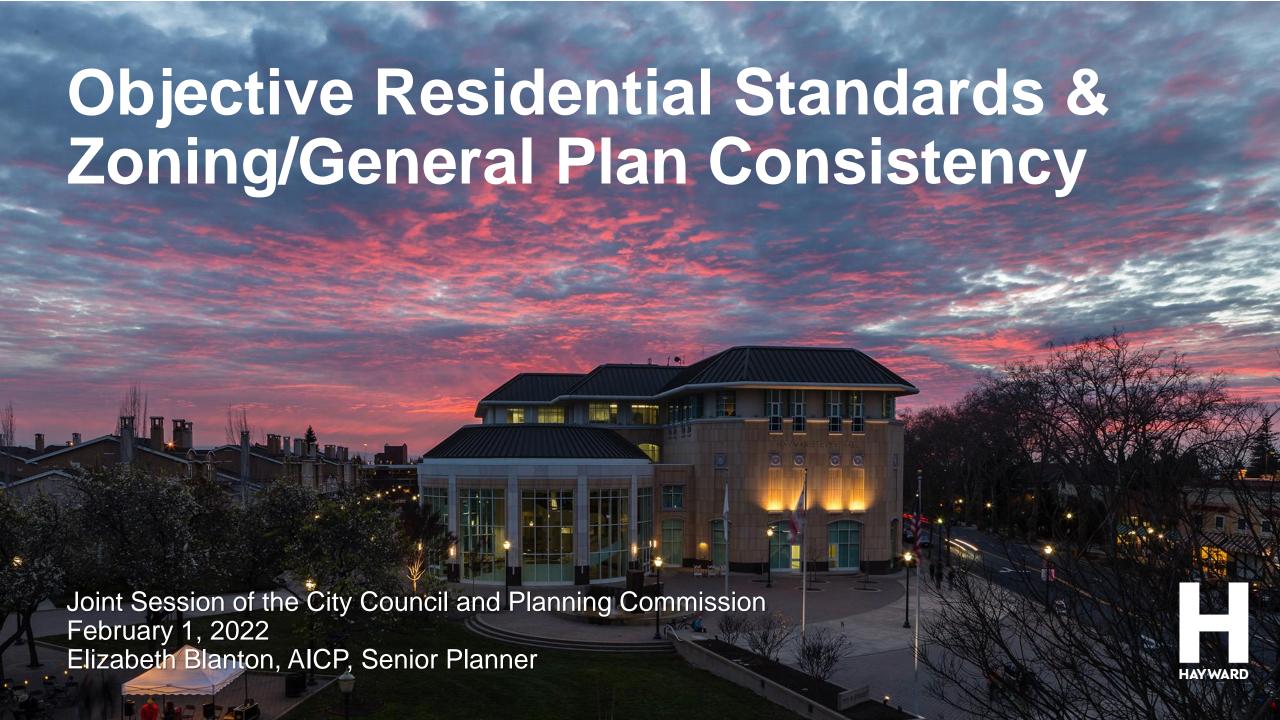
**PRESENTATIONS** 

# SPECIAL JOINT CITY COUNCIL AND PLANNING COMMISSION WORK SESSION

**ITEM #7** 

WS 22-004

# DENSITY BONUS UPDATE AND RESIDENTIAL OBJECTIVE STANDARDS PROJECT





#### The City was awarded SB 2 grant in 2020.

#### ✓ Residential Objective Standards

• Development of more detailed objective residential standards in response to SB 330 and other recent legislation.

#### ✓ Zoning/General Plan Consistency

- Over 1,500 parcels are zoned RS, Single-Family Residential but have General Plan designations that allow/require higher densities.
- Through rezoning or zoning overlay, these parcels will be brought into conformance with the General Plan.

## **Project Scope**

AB 744 – Density Bonus	AB 1771 – RHNA	
AB 1934 – Development Bonus - Mixed Use	AB 686- Affirmatively Further Fair Housing	
AB 2208 – Inventory of Land for Residential Development AB 2162 – Supportive Housing		
AB 2685 – Housing Element Adoption	AB 2372 – Floor Area Ratio Bonus	
SB 35/SB 765 – Affordable Housing Streamlined Approval	AB 2797 – Density Bonuses	
SB 166 – Residential Density and Affordability	AB 3194 – Housing Acct Act: Project Approval	
SB 229 – Accessory Dwelling Units	Accessory Dwelling Units SB 828 - RHNA	
SB 540 – Workforce Housing Opportunity Zone	O – Workforce Housing Opportunity Zone SB 1227 – Density Bonuses	
AB 1505 – Zoning (Inclusionary Housing Ord.)	AB 587 – Separate Sale or Conveyance: ADU	
AB 72 – Housing Element Compliance	AB 670 – ADU; Common Interest Dev.	
AB 678/SB 167 – Housing Accountability Act	AB 1783 H-2A – Worker Housing	
SB 330 – Housing Crisis Act of 2019	AB 879 – Housing Development Fees	







# **Recently Adopted State Housing Legislation**

#### SB 35 (2018)

This law establishes a streamlined, ministerial review process for certain multifamily affordable housing projects that meet adopted objective standards.

Developments must be infill, comply with zoning, have 10% of units for lower-income and requires projects over 10 units use prevailing wage and skilled and trained labor.

Hayward has approved two SB 35 projects and is processing a third application.

#### SB 330 (2019)

Prohibits an affected city or county from enacting a development policy or standard that would:

- Reduce intensity of land use unless an equivalent increase in intensity is provided elsewhere
- Impose design review standards that are not objective
- Limit housing through moratoria, land use approvals or permits, or capping housing units

Cities are prevented from enacting ordinances that would negatively affect housing developments that have already submitted a preliminary application.

Projects shall have no net loss in residential units for affordable housing.

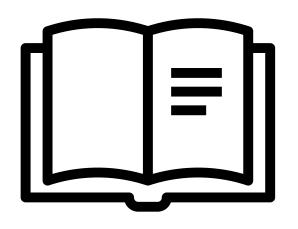
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SB 35/SB 765 – Affordable He	Allows development of duplexes on all single-family zoned properties; and allows single family zoned lots to be split into two separate lots provided that they meet minimum size requirements.		
SB 166 – Residential Density			: Project Approval
SB 229 – Accessory Dwelling			
SB 540 – Workforce Housing			
AB 1505 – Zoning (Inclusion			onveyance: ADU
AB 72 – Housing Element Co			erest Dev.
AB 678/SB 167 – Housing Ac			sing
SB 330 – Housing Crisis Act of	This law limits local control on any		ent Fees
	development that me objective standards.		

# Recently Adopted State Housing Legislation



# "Missing Middle"



"Objective Standards are standards that involve no personal or subjective judgement by a public official"

### **Objective Standards**

Definition

#### **Non-Objective Standard:**

Select colors that are harmonious with surroundings and other building materials. Accent colors are encouraged to enliven buildings



All structures shall include at least one primary color and a maximum of two (2) accent colors, in addition to the color of the roofing material.



# **Objective Standards** *Examples*





#### **Non-Objective Standard:**

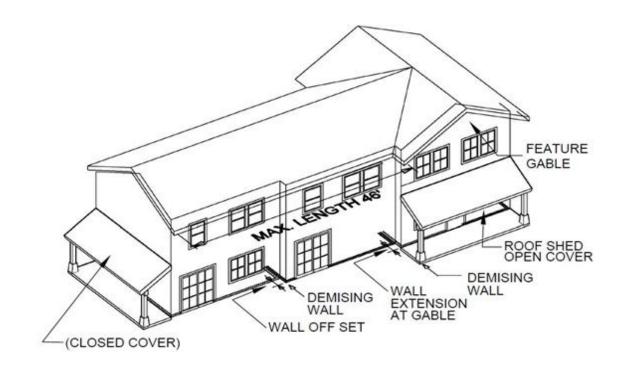
Avoid unrelated bulk in the placement of one- and two-story structures.



The longest dimension of the facade of at least one structure shall include a wall plane-break comprised of an "offset" of at least one foot six inches in finished depth located at every demising wall between living units within a single structure and/or at least every 30 feet.



# **Objective Standards** *Examples*

























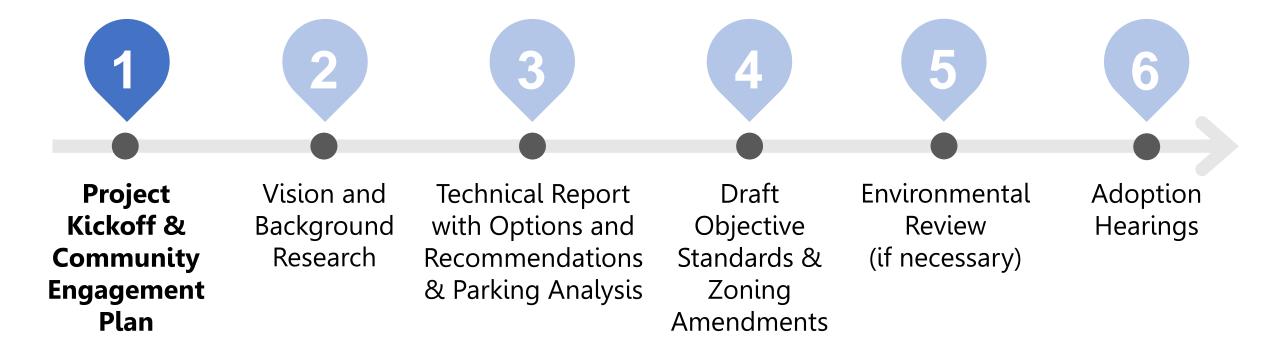








# Potential Stakeholders/Outreach Strategies



#### **Process**



#### **City of Hayward**

OBJECTIVE STANDARDS FOR RESIDENTIAL DEVELOPMENT AND ZONING CONSISTENCY UPDATES

#### PROPOSAL FOR SERVICES

Revised - December 15, 2021

#### SUBMITTED TO:

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#### SUBMITTED BY:

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#### IN ASSOCIATION WITH:

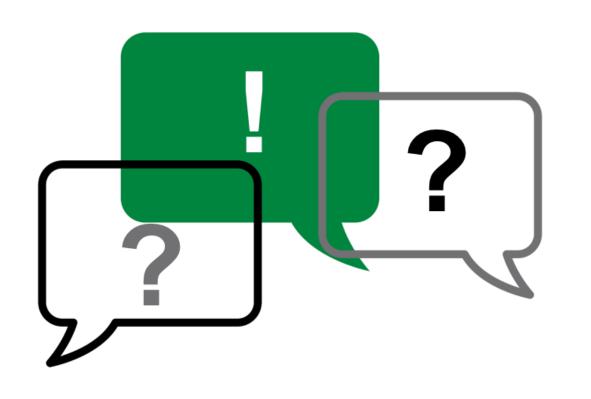
Miller Planning Associates DKS Associates

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#### **Consultant Team**



**Questions for Discussion** 

- 1 Are there parking issues the Planning Commission wants to share with Council?
- What qualities of residential development should the objective standards focus on?
  - Massing (overall, upper stories)
  - Relationship to surrounding development
  - Frontage types
  - Windows/Privacy
  - Landscaping
  - Colors/materials
  - Parking
- What stakeholders should be engaged as part of this process and/or what outreach strategies should be used?



## Background



- City's current Density Bonus Ordinance was adopted in 2005 and does not align with recently adopted State legislation
- The City will need to repeal and replace the existing Ordinance
- Updating the Density Bonus Ordinance is a priority project identified in the City's Strategic Roadmap and identified for implementation in the Hayward 2040 General Plan
- In 2020, the City received SB2 Grant to fund the update the City's Density Bonus Ordinance to align with recently adopted State laws
- The density bonus incentivizes the inclusion of on-site affordable housing

#### Purpose of this Work Session



- ✓ Provide Update & Overview of recent State Density Bonus legislation
- ✓ Explain Discrepancy between current Hayward Ordinance and State Law
- ✓ Review Case Studies from Other Jurisdictions
- ✓ Collect Feedback from City Council and Planning Commission on possible options to include as part of the Ordinance update
- ✓ Discuss Project Timeline and Next Steps

#### **Project Overview**



Density Bonus: entitles a developer to build **more housing units** if they reserve a share of the units for **low income or senior residents**.

	Amount of Bonus Allowed	Maximum # of Incentives	Misc.
Hayward Density Bonus Ordinance	5 to 35% Density Bonus	1 to 3 incentives (parking counts as one incentive)	
California Density Bonus law	20 to 80% Density Bonus	1 to 4 incentives	Relaxed parking requirements

### Options to Consider



- 1. Follow the State's Density Bonus formula with no additional changes
- 2. Offer additional incentives for certain types of housing
- 3. Align the density bonus approval process with the standard entitlement process to streamline housing permitting?

### Recently Adopted State Legislation



2018 2019 2020 2021

AB 1227: Student housing

AB 1763: Increased maximum density bonus to 80%

AB 2345: No parking reqs for 100% affordable projects near transit

SB 728: Moderate for-sale units
SB 290: Low-income students
AB 634: Allows longer affordability

period

### **Current State Density Bonus Law**



- 20% 80% Density Bonus
- Relaxed parking requirements
- 1-4 incentives; burden to prove ineligibility is on the City
- For 100% affordable projects near transit, no parking requirements, threestory height increase, unlimited density within that building envelope

# Examples from Other Jurisdictions



Action	Goal
Default to the State formula	Flexibility to future changes
Offer additional incentives for desirable development types	Strengthen incentive for locally-important housing types
Create guidelines about what constitutes an incentive	Provides consistency and transparency for staff and applicants
Pre-define preferred incentives	Helps expedite staff approval for straightforward projects

### Project Timeline and Next Steps



- Based on feedback received, City staff and our consultant team will prepare an updated Ordinance that meets State laws
- Additional public hearings and expanded community outreach will take place in once a draft Ordinance is completed
  - Housing and Homeless Task Force (May 2022)
  - Planning Commission (May 2022)
  - City Council (June 2022)
- Following Ordinance adoption, City staff and the consultant team will create a checklist and an informational handout to promote the updated program and help City staff and developers better understand their options

#### **Questions For Discussion**



Does the Council and Planning Commission want the updated Ordinance to:

- 1. Follow the State's Density Bonus formula with no additional changes?
- 2. Offer additional incentives for certain types of housing?
  - If so, what types of housing should the ordinance further incentivize?
- 3. Align the density bonus approval process with the standard entitlement process to streamline housing permitting?