Item 10: Local Density Bonus and Affordable Housing Overlay

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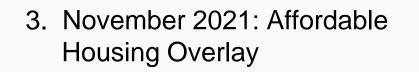
Outline

- 1. Introduction and Background
- 2. Local Density Bonus
- 3. Affordable Housing Overlay
- 4. Questions and Discussion



Introduction Referrals:

- July 2016: Increase development potential in Telegraph Commercial District
- 2. May 2017: Pilot Density Bonus Program in the Telegraph Commercial District







Existing State Density Bonus Programs

	State Density Bonus	AB 1763 (100% Affordable)
Additional Density	Up to 50%	Up to 80%
Incentives/Concessions	Up to 3	Up to 4, even if density bonus not taken
Waivers	Unlimited	
Height Increase		Within 0.5 miles of transit: 3 stories or 33 feet.
All affordable units must be on-site		



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State Density Bonus in the Southside

- On-site units and student housing in the Southside
- Funding sources for extremely low income and homeless housing and services
- Student density bonus (SB 1227) not used because of requirement for master lease with UC
- Alternative: In-lieu fee instead of on-site units, targeted to extremely low income and homeless households

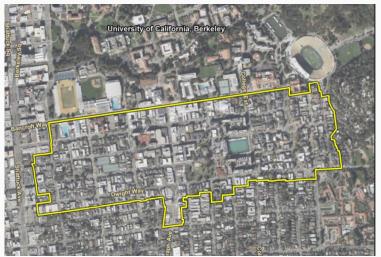


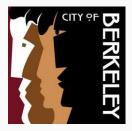


Local Density Bonus in the Southside

Policy Questions

- Setting the fee.
- How to equate on-site affordable units to in-lieu fee?
- How many incentives/concessions should be granted?
- Should a bonus be limited to the C-T or expanded throughout Southside?
- How does fee relate to anticipated upzoning?





- 1. Exceed the standards set in AB 1763 for additional density and incentives/concessions
- 2. Increase lot coverage, eliminate FAR in most districts
- 3. General Plan amendments
- 4. No streamlining for historical landmarks and lots in fire zones
- 5. Workforce requirements
- 6. Special application processing timelines
- 7. Objective design standards for ministerial review



- 1. <u>Exceed</u> the standards set in AB 1763 for additional density and incentives/concessions
- **Density**: AB 1763 permits up to 80% density bonus.
- Incentives/concessions: AB 1763 allows up to 4 incentives/concessions.
- Height: AB 1763 allows 3 stories or 33 feet more within 0.5
 miles of transit



2. Increase lot coverage to 80%, eliminate FAR in most districts

R-1, R-1A, R-2, R-2A and MU-R districts (Middle Housing)

- Multi-unit residential development with a Zoning Certificate
- Increase lot coverage and reduced setbacks
- FAR retained for "affordability by design"

R-3, R-4 and C districts (Multi-Unit)

• Work to begin in Fall 2022



3. General Plan Amendments

- Projects are not evaluated for consistency with General Plan densities
- Housing Element is consistent with the General Plan densities



- 4. No streamlining for historical landmarks and lots in fire zones
- 5. Workforce requirements for projects 50,000 sf or greater
- 6. Special administrative timelines

SB 35 streamlining already includes many of these provisions

- Landmarks and Fire Zones: Already exempt
- Workforce requirements: Included for projects of 10+ units and for most projects receiving State affordable housing funds.
- Application Processing: Timelines included



7. Objective design standards for ministerial review

- **Referral**: Ministerial approval for projects that comply with objective <u>design</u> standards for architecture, massing, neighborhood context, open space, color, finishes, public art, and environmental sustainability.
- Current Objective <u>Development</u> Standards:
 - Includes ministerial review (ZC);
 - Includes massing, open space and neighborhood context;
 - No new standards for color, finishes or architecture
 - No changes in public art or environmental standards.



Local Density Program

- 1. Should a local density program be created?
- 2. For purposes of **calculating the fee**, what are the thresholds / metrics for affordable units / density bonuses / fees/concessions?
- 3. What should be the **geography** of the local density bonus program, i.e. the C-T District or the Southside Plan Area (R-S, R-SMU)?

Affordable Housing Overlay

Are there aspects of the Affordable Housing Overlay that staff should keep in mind moving forward with Housing Element Update?



Questions

