





## HOUSING ELEMENT BACKGROUND

- Required 6<sup>th</sup> Cycle Housing Element Update
  - Plan for city's housing needs from 2023 to 2031
  - Updates made to goals, policies, and programs to preserve, improve, and develop housing for all income categories and affirmatively further fair housing
  - Certified by state in March 2024





## 2023-2031 RHNA

 City's required housing production increased almost 350% from previous planning period

Income Category	2015-2023	2023-2031
Very Low (50% Area Median Income (AMI))	233	740
Low (80% AMI)	129	426
Moderate (120% AMI)	143	496
Above Moderate	150	1,284
Total	655 units	2,946 units

- \$186,600 is current AMI for household of 4
  - Very Low AMI is up to \$97,900





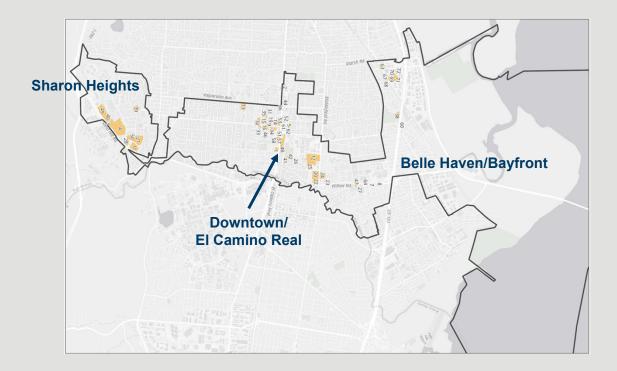
## SITE SELECTION FACTORS

- Ideal site size of 0.5 acres to 10 acres
- Distribution throughout city
  - Council Districts 2 through 5
- Close to transit, schools, and other services
- Realistic development potential
- 30 dwelling units per acre density
  - Density set by state to provide low and very low income housing





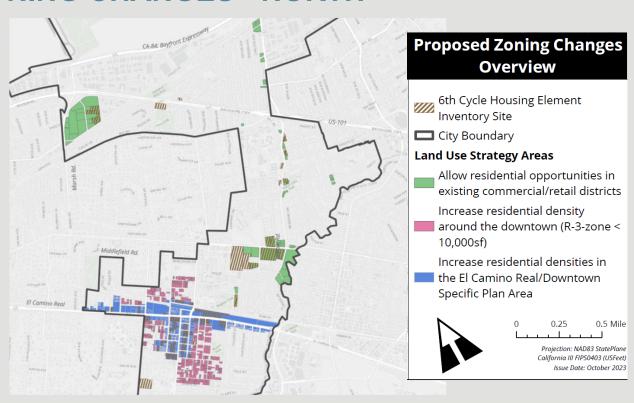
## **OPPORTUNITY SITES**







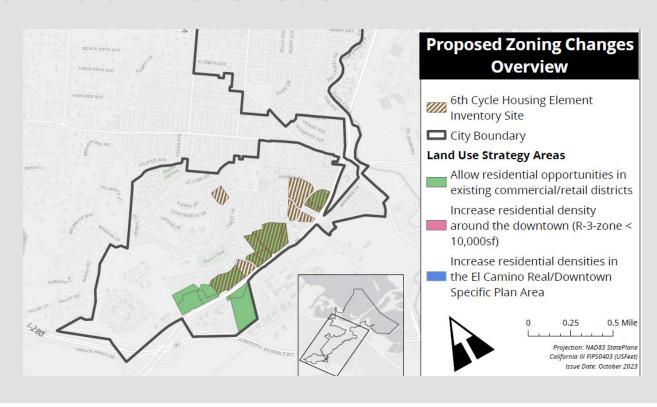
## **ZONING CHANGES - NORTH**





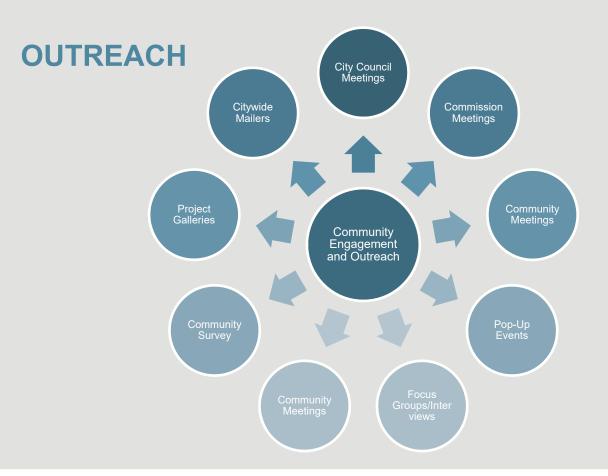


## **ZONING CHANGES - SOUTH**









Enlarge text size Chan, Calvin, 11/13/2024 CC2





#### PROGRAM BACKGROUND

- Program H4.G prioritizes development of 345+ very low-income units on downtown City-owned parking lots
- Key to meeting Regional Housing Needs Allocation (RHNA)
- Timeline
  - Feasibility study (completed Aug. 2024)
  - Issue RFP, or other selection process (2024)
  - Complete entitlements (2025)
  - Develop 345+ units (2027)
- City Council directed focus on Parking Plazas 1, 2, and 3 at Aug. 27 City Council meeting





# **PARKING PLAZA MAP**







## **KEY INFORMATION**

- 345-unit goal from Housing Element
- Three selected plazas could accommodate 483+ units at bonus level density
  - Affordable Housing Overlay (AHO) and state laws could increase totals
- Any development should balance housing goals with downtown parking needs
  - Downtown parking study underway





#### **FEEDBACK**

- Nov. 6: Housing Commission meeting
  - Consider downtown parking needs, other modes of travel
  - Evaluate parking maximums for residents of new affordable housing
  - Allow commercial ground floor uses, but do not require
- Nov. 14: downtown business community meeting
  - Ensure adequate downtown parking at pre-pandemic levels with added buffer
  - Provide parking for new residents, separate from customers and employees
  - Broaden community engagement efforts
  - Consider other sites to meet Housing Element goals
  - Provide service lanes and loading zones
- Community correspondence
  - Concerns regarding changes to parking and downtown vitality impacts
  - Concerns regarding type and massing of housing development
  - Requests for more outreach and additional time
  - Some letters of support for affordable housing and Housing Element implementation





## **DISPOSITION PROCESS**

- Must follow state Surplus Land Act
- Exemptions available when City's affordable housing goals align with state priorities
- City Council asked staff to prepare an exemption at Aug. 27 City Council meeting
  - 80%+ of land area for residential uses
  - 40%+ of units for households making 60% of AMI or less, inclusive of 20%+ units for households making 50% of AMI or less
  - Affordability restrictions for 30+ years
- HCD reviewed exemption and confirmed applicability with minor revisions





## **DRAFT RFQ PARAMETERS**

#### Minimum requirements:

- 1. 345+ very low-income units
- 2. Replacement public parking spaces
- 3. Compliance with Specific Plan development standards

#### Development objectives:

- 1. Maximum affordable units through density bonuses
- 2. Community engagement in development process, especially local businesses
- 3. Deeper affordability levels
- 4. Diverse unit mix with multiple bedrooms
- 5. Sustainable design features
- 6. Public open space





## STAFF RECOMMENDATION

- Approve Surplus Land Act exemption for Parking Plazas 1, 2, and
- Provide feedback on draft RFQ
- Authorize staff to finalize and issue RFQ





## **NEXT STEPS**

- If approved, next steps would be:
  - Early Dec.: RFQ issuance
  - Winter 2025: City Council review of submittals, direction to staff
  - SLA exemption would be sent to HCD when a qualified developer is selected





# **THANK YOU**

