

# Town of Fairfax: Changes to Housing and Land Use Law 2019 Legislative Update

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# **Overview: Housing Legislation**

- 1. The "Housing Crisis Act" and impacts to Town's housing pre-application and application processes;
- 2. Stricter State enforcement of Town's housing laws;
- 3. Changes to Density Bonus law to promote 100% affordable housing developments; and
- 4. Changes to how Town disposes of surplus land to bolster housing efforts.





## The "Housing Crisis Act" and impacts to Town's housing pre-application and application processes (SB 330)

- Overview:
  - Limits Town's ability to regulate "housing developments," defined as:
    - Residential units only;
    - Mixed-use developments with at least two-thirds of the square footage designated for residential use; or
    - Transitional/supportive housing.
  - SB 330 makes changes to existing housing laws (the Permit Streamlining Act and Housing Accountability Act) and codifies the new "Housing Crisis Act."
  - Most of the provisions within SB 330 remain in effect only until January 1, 2025.



## The "Housing Crisis Act" and impacts to Town's housing pre-application and application processes (SB 330) New Preliminary Application Process:

- Creates a "Freeze"
  - Existing development ordinances as those in effect when a preliminary application is submitted

#### Checklist

- Town must have a checklist for information included in the pre application (on website)
- Cannot request anything not on checklist
- Must disclose why rejecting a pre application as incomplete





## The "Housing Crisis Act" and impacts to Town's housing pre-application and application processes (SB 330)

- Contents of preliminary application (includes but is not limited to):
  - Project description;
  - Site characteristics, including existing use;
  - Certain environmental concerns;
  - Potential density bonus based on affordable units;
  - Coastal zone concerns;
  - Number of units to be demolished; and
  - Location of recorded public easements.

# The "Housing Crisis Act" and impacts to Town's housing pre-application and application processes (SB 330)

#### Hearing limitation

- No more than 5 hearings if project complied with GP and zoning objective standards when application deemed complete
- "Hearing" includes meeting and workshops.

#### <u>Rezoning limitation</u>

- Cannot require rezoning if consistent with objective GP standards
- Can only comply with objective zoning standards to extent they facilitate density allowed by GP

#### <u>Approval timeframes</u>

- Shortened from 120 days to 90 days following EIR certification
- 60 days for low-income projects seeking tax credit or public funding







# The "Housing Crisis Act" and impacts to Town's housing pre-application and application processes (SB 330)

#### **Housing Crisis Act:**

- Freezes many development standards in "Urbanized areas" as defined by HCD (6/30/20)
  - Applies starting January 1, 2020 (may be revised in light of the 2020 Census)
- No reduction of density
  - GP/zone densities for housing cannot be reduced below January 2018 numbers
  - Exception if concurrent change resulting in no net loss
  - No approval of projects demolishing residential units unless equal number are replaced
- No moratoriums
  - Only exception for imminent threats to public health and safety, if approved by HCD
  - No growth control measures limiting housing
- Objective design standards
  - Applies starting January 1, 2020
  - · Cannot include design standards that involve personal or subjective judgment



# Stricter State enforcement of Town's housing laws (Assembly Bill 101)

#### Overview:

- Stepped up enforcement of Town's Housing Element compliance, including referral to California Attorney General ("Cal AG").
- Noncompliance can result in loss of access to certain State funds
- Also creates a "low barrier navigation center," a use by right allowed in certain zones







# Stricter State enforcement of Town's housing laws (Assembly Bill 101)

#### **Judicial Enforcement Broadened.**

- Cal AG *must* seek court order that Housing Element not substantially compliant with State law upon referral from HCD.
- Enforcement by the court, after retaining jurisdiction would proceed as follows:
  - 1. Status conference within 1 year to determine substantial compliance with court order;
  - 2. Imposition of fines for continued failure to correct; and
  - 3. Appointment of court receiver possible.

#### Access to Funding at Risk:

• Compliant municipalities have preference in grant funding.



# Stricter State enforcement of Town's housing laws (Assembly Bill 101)

**Creation of new "Low Barrier Navigation Center":** 

- A new use-by right in area zoned for mixed use and nonresidential zones permitting multifamily uses.
- A "service-enriched shelter focused on moving people into permanent housing ..." with "low barriers" to entries
- Local jurisdiction has <u>30 days</u> to notify a developer of a Low Barrier Navigation Center whether the application is complete, and <u>60 days</u> to decide whether to approve or disapprove the application.
- Sunsets on January 1, 2027.



# Changes to Density Bonus law to promote 100% affordable housing

## developments (AB 1763)

#### **Background:**

Existing density bonus law allows developers to increase density and receive other concessions in exchange for affordability restrictions of a percentage of units.



**Overview:** AB 1763 increases density bonus and other concessions for 100% affordable housing projects.





# Changes to Density Bonus law to promote 100% affordable housing developments (AB 1763)

## Applies to:

- 100% affordable housing projects
  - Up to 20% may be moderate income units
  - At least 80% must be low income

### **New Density Bonus:**

- Up to 80% of the otherwise maximum allowable density
- If within ½ mile of a "major transit stop," then there is no density limit.

## Changes to Density Bonus law to promote 100% affordable housing developments (AB 1763) New Regulatory Concessions:

- Qualifying affordable housing projects will receive at least 4 concessions/incentives
- No minimum parking requirements
- If within ½ mile of major transit stop, then given a height increase of up to three stories or 33 feet

Town may consider updating its existing density bonus ordinance to incorporate new provisions for 100% affordable housing projects

# Changes to how Town disposes of surplus land to bolster housing efforts (AB 1486)

**Overview**: Local agencies have new reporting and negotiation requirements before disposing of surplus property in an effort to increase affordable housing. State may enforce penalties if new requirements are not met.







# Changes to how Town disposes of surplus land to bolster housing efforts (AB 1486)

- For all eligible surplus land, Town must now take formal action, and send a "notice of availability" to specific entities within whose jurisdiction the surplus land is located (for purposes of developing affordable housing).
- Exemptions for existing ENAs (as of 9/30/19); certain Redevelopment Agency Property; properties exchanged between public agencies necessary for agency's use; certain mixed-use developments with affordability covenants; etc.
- "Good Faith negotiations" following "Notice of Availability" responses (90 days required)
- Must send reported information re: surplus land disposal to HCD; who may begin enforcing monetary penalties for violation starting 1/1/2021





# Fin! Questions?



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