# CITY OF CALISTOGA

## STAFF REPORT

TO:

CHAIRMAN MANFREDI AND MEMBERS OF THE

PLANNING COMMISSION

FROM:

KEN MACNAB, SENIOR PLANNER

**MEETING DATE:** 

**JULY 14, 2010** 

SUBJECT:

**HOUSING ELEMENT UPDATE (GPA 2009-01)** 

### REQUEST:

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**GPA 2009-01:** Presentation of the preliminary draft update to the Housing Element for review and comment.

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### **BACKGROUND:**

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The Housing Element is one of seven mandated elements of the General Planthe State-mandated comprehensive, long-term plan that guides the physical growth and development of the City. Housing Element law requires cities and counties to adequately plan to meet their existing and projected housing needs, including their share of the regional housing need. The law recognizes that the most critical decisions regarding housing development occur at the local level within the context of the General Plan. In order for the private sector to adequately address housing needs and demand, the City must adopt land use plans and regulatory schemes that provide opportunities for, and do not unduly constrain, housing development for all income groups.

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Unlike the other mandatory elements of the General Plan, the Housing Element is subject to detailed statutory requirements regarding its contents and must be updated every five years. The Housing Element is also subject to mandatory review by the State Department of Housing and Community Development (HCD). This reflects the statutory recognition that the availability of housing is a matter of statewide importance and that cooperation between the government and private sector is critical to attainment of the State's housing goal of "decent housing and a suitable living environment for every California family."

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The City's current Housing Element was adopted on October 21, 2003, and found to be in full legal compliance by the State Department of Housing and Community Development (HCD) on March 9, 2005.

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76 Key findings in the preliminary draft update of the Housing Element include:

78 1. Calistoga will need to provide additional residential development to house its fair share of Napa County's growing population.

Calistoga has an ample supply of appropriately designated land with public services available to meet its fair share of the regional housing need.

84 Although housing prices in Calistoga have declined in recent years, they 85 3. are expensive when compared to income levels of local residents. 86 Approximately one-third of households devote more than 30 percent of 87 their income for shelter. This affects very-low, low- and moderate-income 88 households, which include service workers in the restaurant and visitor 89 accommodation industry, entry-level teachers, firefighters and police 90 officers. Approximately 30 percent of renters are living in overcrowded 91 conditions. Overcrowding can result in health and safety risks, accelerate 92 deterioration of the City's rental housing stock and create negative 93 community perceptions about lower income housing. 94

96 4. Calistoga supports fair access to housing for all persons and has 97 relationships with or access to local and State organizations that address 98 particular housing needs.

 Housing can be wasteful of natural resources if it is poorly designed, constructed or maintained. City programs should encourage implementation of measures for reducing energy demand through efficiency and conservation.

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105 6. Seniors and the disabled, who comprise large proportions of Calistoga's population, have particular housing needs and also tend to have low incomes. The housing problems for people with disabilities are not just related to costs but also to accessibility.

7. Farmworkers appear to suffer from a particular shortage of housing in the Calistoga Planning Area. Although a portion of this housing demand is generated by land in the unincorporated County, some of it comes from individuals working in Calistoga.

 A review of the City's development and design standards for higher density and/or mixed use development is needed to ensure that development at the higher end of permitted density ranges is achievable.

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- receive a building permit within the required time limit can present a significant constraint.
- Allow for roll-over of un-used Growth Management Allocations between five-year housing cycles (Action A5, Objective H-6.1).
- Larger development projects coming forward towards the end of a fiveyear housing cycle in the Growth Management System may be constrained by the provision that disallows rollover of unused/available allocations between five-year cycles. Allowing roll-over of unused allocations between five-year cycles would eliminate potential project delays.
- Review and update standards of the R-3 Zoning District to ensure development at the maximum permitted density is achievable (Action A3, Objective H-1.2)
  - Current development standards for the R-3 Zoning District (e.g., lot coverage, setbacks, height, etc.) may preclude development at the maximum permitted density allowed by the zone or by the General Plan. A review of the current standards to assess whether they constrain development at the higher end of the permitted density range is warranted.

#### Encourage the Production of Affordable Housing

- 4. Consider amending the R-2 Zoning District to make it a zoning district primarily intended for the development of "for sale" single-family attached homes (Action A4, Objective H-2.1).
  - Attached "for sale" housing is a form of housing that is often more affordable than a traditional single-family detached home for households with moderate incomes. None of the City's current zoning districts have standards that would readily accommodate development of single-family attached homes. Modification of the R-2 Zoning District would accommodate this form of development primarily in areas designated as Medium Density Residential (4 to 10 units per acre).
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  201 5. Consider including incentives in the City's Inclusionary Housing Program
  202 that will stimulate production of housing in the more difficult to achieve
  203 income levels (Action A3, Objective 3.1).
  - The Housing Element Update Advisory Committee supports the idea of revising the City's Inclusionary Housing Ordinance to add incentives that

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Approximately 20% of the City's population is over 65 years in age. Allowing residential care / assisted living facilities by right in the City's higher density zoning districts will accommodate future development of these facilities.

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### Accommodate Housing for the Disabled

 Amend the municipal code to create a procedure wherein persons with disabilities may request reasonable accommodation in the application of zoning standards.

The intent of establishing a procedure for reasonable accommodation is to eliminate the need for a person with a disability to request a variance from development standards to install improvements (e.g., access ramp) needed to make a home accessible.

### Accommodate Development of Shelters

11. Amend the Zoning Ordinance to allow emergency and transitional shelters by right in the R-2 and R-3 zoning districts, and in all other zoning districts with an administrative use permit (Action A5, Objective H-3.2).

Families and persons in need of emergency shelter include those who are without homes as well as those who are temporarily displaced from their homes due to abuse, evictions, or natural disasters. It is difficult to measure the numbers of people in these categories since the situation is often temporary, and those without homes relocate frequently in search of jobs or housing. Government Code Section 65583(a)(4) requires that Calistoga accommodate the development of at least one emergency shelter within the City. Actions called for in this element to address this requirement include amendment of the Zoning Ordinance to allow emergency shelters by right in the in the R-2 and R-3 zoning districts

### Address Climate Change and Energy Use

12. Reduce greenhouse gas production and energy use in new residential and mixed use development (Goal H-8).

 This is a new goal being added to the Housing Element. Implementing policies and actions reflect housing-related directives contained in the draft Calistoga Climate Action Plan.

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Draft minutes from the June 22, 2010, Housing Element Update Advisory Committee meeting will be forwarded to the Planning Commission for review prior to the July 14<sup>th</sup> meeting.

### ISSUES:

### "By-Right" Multi-Family Development

Action A1 under Objective H-1.2 in the 2003 Housing Element calls for amendment of the Zoning Ordinance to permit multi-family housing as a matter of right in areas zoned R-3, Community Commercial and Downtown Commercial, and in the R-2 district where appropriate (currently multi-family housing projects greater than four units require conditional use permit review). The action was adopted as part of the 2003 General Plan Update in effort to streamline review procedures for multi-family development projects. The term "by-right" means the use is allowed without conditional use permit review or other discretionary review in designated zoning districts. It DOES NOT mean that multi-family projects could be constructed outside of zones in which they are permitted, nor does it mean that multi-family projects would be exempted from other code requirements (State or local), including environmental review. An example of a use currently allowed "by-right" would be a new single-family residence in the R-1 zoning district.

The Advisory Committee had concerns that allowing multi-family projects by-right (without conditional use permit review) would lead to development that is inconsistent with or negatively impacts Calistoga's small-town rural character. Complicating the issue is a State law that was passed after adoption of the 2003 Housing Element requiring jurisdictions to have the same "by-right" provision for multi-family development if the jurisdiction fails to identify that it has adequate housing sites to accommodate its regional housing need. While staff is confident that the City has more than enough land to accommodate its regional housing need, it is aware that HCD has great interest in this particular provision as it provides a greater degree of certainty for developers of multi-family projects.

Staff recommended to the Committee that prior to eliminating the requirement for conditional use permit review of new multi-family housing, the City develop design guidelines for multi-family housing projects and then replace the requirement for conditional use permit review with a requirement for non-discretionary design review. After much discussion the Committee ultimately supported this recommendation (see Action A1, Objective H-1.2 in preliminary draft Housing Element, p. 116).

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It should be noted that environmental review will be required prior to adoption of the *final* draft of the updated Housing Element (anticipated later this fall). The appropriate environmental documents will be prepared in accordance with the requirements of CEQA and presented for public review and consideration at the time of adoption proceedings.

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### **RECOMMENDATION:**

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436 437 Staff recommends that the Planning Commission pass a Motion recommending to the City Council that the preliminary draft of the updated Housing Element be forwarded to the State Department of Housing and Community Development for review, and forwarding any comments or suggested revisions for the Council's consideration.

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### **ATTACHMENT:**

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1. Preliminary Draft of Updated Housing Element.