CITY OF SANTA ROSA PLANNING AND ECONOMIC DEVELOPMENT DEPARTMENT STAFF REPORT FOR PLANNING COMMISSION March 13, 2025

PROJECT TITLE

<u>APPLICANT</u>

Not Applicable

Housing Element Amendment

ADDRESS/LOCATION

PROPERTY OWNER

Not Applicable

Not Applicable

ASSESSOR'S PARCEL NUMBER

Not Applicable

APPLICATION DATE

Not Applicable

FILE NUMBER

Not Applicable

APPLICATION COMPLETION DATE

Not Applicable

REQUESTED ENTITLEMENTS

Not Applicable

FURTHER ACTIONS REQUIRED **City Council Approval**

PROJECT SITE ZONING

Not Applicable

PROJECT PLANNER Jessica Jones

GENERAL PLAN DESIGNATION Not Applicable

RECOMMENDATION Recommend Approval to City Council

Agenda Item # 11.1 (b) For Planning Commission Meeting of: March 13, 2025

CITY OF SANTA ROSA PLANNING COMMISSION

TO: FROM:

SUBJECT:

CHAIR AND MEMBERS OF THE PLANNING COMMISSION JESSICA JONES, DEPUTY DIRECTOR – PLANNING PLANNING AND ECONOMIC DEVELOPMENT HOUSING ELEMENT AMENDMENT

AGENDA ACTION: RESOLUTION

RECOMMENDATION

It is recommended by the Planning and Economic Development Department that the Planning Commission, by resolution, recommend that the City Council amend the 2023-2031 Housing Element to reflect a transfer of Regional Housing Needs Allocation (RHNA) units related to the annexation of 34.93 acres, and two clerical edits to correct the title of Table 5-2 and correct a mathematical error in Table 5-11.

EXECUTIVE SUMMARY

On August 7, 2024, the Local Agency Formation Commission (LAFCO) approved the annexation of 34.93 acres, located on Lance Drive in northwest Santa Rosa, which was recorded by the Sonoma County Clerk's Office on September 25, 2024. Following annexation, and pursuant to Government Code Section 65584.07(d), the City received a request from the County of Sonoma to initiate a transfer of Regional Housing Needs Allocation (RHNA) units from the County to the City related to the annexation. On March 4, 2025, the City Council adopted a resolution authorizing the Mayor to sign a joint agreement letter with the County outlining the agreed upon RHNA transfer. On March 20, 2025, the Association of Bay Area Governments (ABAG) Executive Board will take action on the agreed upon transfer. As part of the transfer, the City is required to amend its 2023-2031 Housing Element to reflect the new RHNA units. In reviewing the Housing Element, staff identified two minor clerical errors related to the title of Table 5-2 and a mathematical error in Table 5-11, which will also be addressed. This proposed General Plan Housing Element amendment is part of the First 2025 General Plan Amendment Package.

BACKGROUND

1. <u>Project Description</u>

The project includes an update to the 2023-2031 Housing Element to reflect

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changes to City's RHNA obligations, as a result of a resent annexation, as well as two clerical edits to correct the title of Table 5-2 and correct a mathematical error in Table 5-11.

2. <u>Project History</u>

On February 14, 2023, the City Council adopted the 2023-2031 Housing Element, which included the City's obligations for the 6th Cycle RHNA.

On August 22, 2023, the Sonoma County Board of Supervisors adopted the County of Sonoma's Housing Element, which included the properties located at 1601, 1680, 1696 and 1705 Lance Drive, in northwest Santa Rosa, in the County's Sites Inventory. At that time, the County assumed a total RHNA obligation of 641 units for this area, broken down into 163 lower income units, 238 moderate income units and 240 above moderate-income units.

On August 7, 2024, Sonoma LAFCO approved an annexation of the Lance Drive properties, which was recorded by the Sonoma County Clerk's Office on September 25, 2024.

On October 18, 2024, pursuant to Government Code Section 65584.07(d), the City received a request from the County of Sonoma to initiate a transfer of RHNA units from the County to the City related to the Lance Drive annexation.

On November 14, 2024, the Planning Commission approved a Tentative Map and Conditional Use Permit for a small lot subdivision for the Lane Drive Housing Development project, located on the subject properties. The project included a request to construct a 672-unit apartment complex, 98 single-family homes (Small Lot Subdivision), and 4,800-square-foot community-serving retail building and outdoor plaza on approximately 34.93 acres. The conditions of approval included a requirement to provide 34 of the units at the Very Low-Income affordability category.

On December 4, 2024, the Zoning Administrator approved Design Review for the multi-family residential and retail building portions of the project.

On December 18, 2024, a joint City/County letter was sent to ABAG requesting a 90-day extension of the initial 90-day deadline to submit a mutually acceptable RHNA transfer agreement following annexation.

On February 3, 2025, ABAG approved the 90-day extension to March 24, 2025.

On March 4, 2025, the City Council adopted a resolution authorizing the Mayor to sign a joint agreement letter with the County outlining the agreed upon RHNA transfer.

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On March 20, 2025, the ABAG Executive Board will take action on the agreed upon transfer.

ANALYSIS

As noted, on March 4, 2025, the City Council adopted a resolution authorizing the Mayor to sign a joint agreement letter with the County of Sonoma addressing the following transfer of RHNA units from the County to the City:

- 641 total RHNA unit transfer, with the following breakdown:
 - o 34 Very Low Income Units
 - 607 Above Moderate Income Units

Table 1, below, includes the City's current 6th Cycle RHNA obligations, and the obligations with the transfer:

Income Category	2023 - 2031 RHNA Adopted	2023 - 2031 RHNA After Transfer
Very Low	1,218	1,252
Low	701	701
Moderate	771	771
Above Moderate	1,995	2,602
Total	4,685	5,326

Table 1: City of Santa Rosa 6th Cycle RHNA

Table 2, below, includes the County of Sonoma's current 6th Cycle RHNA obligations, and the obligations with the transfer:

Table 2: County of Sonoma 6th Cycle RHNA			
Income Category	2023 - 2031 RHNA Adopted	2023 - 2031 RHNA After Transfer	
Very Low	1,024	990	
Low	584	584	
Moderate	627	627	
Above Moderate	1,589	982	
Total	3,824	3,183	

Table 2: County of Sonoma 6th Cycle RHNA

As part of the RHNA transfer, the Housing Element is required to be updated. The proposed amendments, which are shown in Exhibit A to the draft Resolution in strikeout and underline format (excerpt of affected Housing Element pages only), includes the RHNA transfer, as well as two clerical edits to correct the title of Table 5-2 and correct a mathematical error in Table 5-11. No other changes are proposed.

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FISCAL IMPACT

There is no fiscal impact related to the Housing Element amendment.

ENVIRONMENTAL IMPACT

The proposed Housing Element amendment has been reviewed in compliance with the California Environmental Quality Act (CEQA). It has been determined that the proposed action falls within the scope of the Addendum to the General Plan EIR that was prepared for the 2023-2031 Housing Element Update. The Addendum concluded that adoption of the Housing Element would not result in new or more severe significant environmental impacts compared to the impacts previously disclosed and evaluated in the 2035 General Plan EIR. Similarly, the proposed minor amendments would not result in new or more sever significant impacts. As a result, no additional environmental review is required.

It has been further determined that the proposed action is statutorily exempt from CEQA pursuant to CEQA Guidelines section 15283, Housing Needs Allocations, as CEQA does not apply to regional housing needs determinations made by a city or country pursuant to Government Code Section 65584.

BOARD/COMMISSION/COMMITTEE REVIEW AND RECOMMENDATIONS

Not applicable.

NOTIFICATION

State law requires posting of draft amendments to the Housing Element on a jurisdictions website, and e-mailing the website link to all individuals and organizations that have previously requested notices relating to the Housing Element, at least seven days prior to submitting the draft revision to the California Department of Housing and Community Development (HCD). The proposed revisions have been posted on the City's website (<u>https://www.srcity.org/392/General-Plan</u>), and an e-mail was distributed on February 20, 2025 to the City's General Plan Housing Element distribution list. The proposed amendments are currently under review by HCD.

In addition, pursuant to Zoning Code Section 20-66.020(D), Alternative to Mailing, if the number of property owners to whom notice would be mailed would exceed 1,000, the City may, as an alternative to mailing and on-site posting, provide notice by placing an advertisement of one-eighth page in at least one newspaper of general circulation 10 days prior to the hearing. While the proposed RHNA transfer was necessitated by the annexation of a 34.93 acre site in northwest Santa Rosa, the proposed Housing Element amendment affects the City as a whole, and, as such, a one-eighth page advertisement was placed in the Press Democrat. The notice was also sent through the City's various social media sites, and was posted at City Hall and the City website. Pursuant to Government Code Section 65091, where necessary, the City has

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incorporated notice procedures to the blind, aged, and disabled communities. These procedures include audio amplifier/assistive listening device support at public meetings, closed captioning, and optical character recognition conversion of electronic notices.

PUBLIC COMMENT

No public comments have been received as of the writing of this staff report.

LEVINE ACT

This project is subject to the Levine Act (Gov. Code Section 84308) which prohibits city officials from participating in certain decisions regarding licenses, permits, and other entitlements for use if the official has received a campaign contribution of more than \$250 from a party, participant, or agent of a party or participant in the previous 12 months. The Levine Act is intended to prevent financial influence on decisions that affect specific, identifiable persons or participants. For more information see the FPPC website: www.fppc.ca.gov/learn/pay-to-play-limits-and-prohibitions.html

ATTACHMENTS

- Attachment 1 Annexation Area Ariel
- Attachment 2 Annexation Certificate of Completion
- Attachment 3 Annexation Final Map
- Attachment 4 Government Code Section 65584.07
- Attachment 5 RHNA Transfer Extension Letter
- Attachment 6 HCD Extension Approval Letter
- Attachment 7 City Council Resolution No. RES-2025-034
- Attachment 8 RHNA Transfer Letter
- Attachment 9 Addendum to the General Plan EIR for the Housing Element
- Resolution
- Resolution Exhibit A Housing Element Redline Revisions (affected pages only)

PRESENTER

Jessica Jones, Deputy Director - Planning