CITY OF OAKLAND

BILL ANALYSIS

**Date:** March 29, 2007

2017 MAT 15 FM 3: 26



Bill Number: SB2

Bill Author: Cedillo

### **DEPARTMENT INFORMATION**

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**RECOMMENDED POSITION:** (SUPPORT, SUPPORT IF AMENDED, NEUTRAL, WATCH, OPPOSE, NOT RELEVANT)

<u>Watch and oppose current version</u>. Over-concentration of such facilities and other important local context factors in a community must be taken into account. Local discretion is critical. The current "by right" provisions would eliminate or severely restrict Oakland's discretion.

#### Summary of the Bill

(1) Currently the State's Planning and Zoning Law requires the housing element of the general plan of a city, county, or city and county to contain, among other things, an assessment of housing needs, including an inventory of land suitable for residential development, and a program with a 5-year schedule of actions that the local government is undertaking or intends to undertake to implement the goals and objectives of the housing element. This program is also required to identify adequate sites with zoning that permits owner-occupied and multifamily residential use by right, including the development of farmworker housing for low- and very low income households.

This bill would add <u>emergency shelters</u>, <u>transitional housing</u>, and <u>rental</u> multifamily residential development to these provisions, as specified, and would add provisions by which a local government may identify sites suitable for the development of emergency shelters under these provisions as a use by right.

The bill would also require local agencies to designate zones where special needs facilities and transitional housing are a permitted use, either by right or subject to a conditional use permit. The bill would also delete multifamily residential use from these provisions.

(2) The Planning and Zoning Law requires that a local agency not disapprove a housing development project, including farmworker housing, for very low, low-, or moderate-income

Item: \_\_\_\_\_ Rules & Legislation Comte. March 29, 2007 households or condition its approval, including through the use of design review standards, in a manner that renders the project infeasible for development for those households unless it makes written findings, based upon substantial evidence in the record, as to one of a number of specified conditions.

This bill would add <u>special needs facilities</u> and <u>emergency shelters</u> to these provisions and would revise the conditions upon which a denial or a conditional approval of a special needs facility or an emergency shelter is based. The bill would define "special needs facility" as including community care facilities, residential facilities, social rehabilitation facilities, community treatment facilities, transitional shelter care facilities, transitional housing placement facilities, residential care facilities for the elderly.

# **Positive Factors for Oakland**

This bill would require <u>all</u> cities to include within their Housing Elements plans and specific sites to accommodate shelter, transitional housing or special needs housing. This would be consistent with the City Council's policy to encourage all cities to do their share to meet regional needs for affordable housing, including housing for homeless families and individuals.

# Negative Factors for Oakland

This bill would require the City to identify specific sites where emergency shelters and transitional housing would be permitted "by right." The City would not be able to require a conditional use permit for such facilities on these sites, although it would be able to impose development standards and management standards, provided such standards do not render a project infeasible. This would limit the City's ability to regulate the siting of such facilities.

The bill would also limit the City's ability to disapprove or approve conditionally emergency shelters and special needs facilities. The City would be required to approve such projects unless a very narrow set of findings can be made.

Both these provisions would eliminate the City's ability to account for over-concentration of such facilities and other important, intervening factors such as public safety concerns. It is unfortunate this proposal, in its present form, is aimed at those communities that have not accepted their local and regional responsibilities at the expense of communities that have incorporated these facilities into their neighborhoods. By limiting local discretion, those cities that have such facilities would be denied regulatory tools that are an important part of assuring successful integration into neighborhoods. Factors such as public safety, over-concentration of facilities in one area, site security, proximity to schools, etc. are all important considerations.

## PLEASE RATE THE EFFECT OF THIS MEASURE ON THE CITY OF OAKLAND:

- Critical (top priority for City lobbyist, city position required ASAP)
- X Very Important (priority for City lobbyist, city position necessary)
- Somewhat important (City position desirable if time and resources are available)
- Minimal or \_\_\_\_\_ None (do not review with City Council, position not required)

#### Known support:

None identified yet

### Known Opposition:

None identified yet

### Attach bill text and state/federal legislative committee analysis, if available.

See attachment

Respectfully Submitted,

Claudia Capbio **Development Director** Community and Economic Development Agency

Approved for Forwarding to **Rules** Committee

Office of City Administrator

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# AMENDED IN SENATE MARCH 8, 2007 AMENDED IN SENATE JANUARY 22, 2007

## **SENATE BILL**

No. 2

#### Introduced by Senator Cedillo

December 4, 2006

An act to amend Sections 65582, 65583, 65583.2, and 65589.5 of, and to add Section 65852.12 to, the Government Code, relating to local planning.

#### LEGISLATIVE COUNSEL'S DIGEST

SB 2, as amended, Cedillo. Local planning.

(1) The Planning and Zoning Law requires the housing element of the general plan of a city, county, or city and county to contain, among other things, an assessment of housing needs, including an inventory land suitable for residential development, and a program with a 5-year schedule of actions that the local government is undertaking or intends to undertake to implement the goals and objectives of the housing element. This program is also required to identify adequate sites with zoning that permits owner-occupied and multifamily residential use by right, including the development of farmworker housing for low- and very low income households.

This bill would add emergency shelters, transitional housing, and rental multifamily residential development to these provisions, as specified, and would add provisions by which a local government may identify sites suitable for the development of emergency shelters under these provisions as a use by right. The bill would also require local agencies to designate zones where special needs facilities and transitional housing are a permitted use, either by right or subject to a conditional use permit. The bill would also delete multifamily residential use from these provisions. By increasing the duties of local public officials, the bill would create a state-mandated local program.

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(2) The Planning and Zoning Law requires that a local agency not disapprove a housing development project, including farmworker housing, for very low, low-, or moderate-income households or condition its approval, including through the use of design review standards, in a manner that renders the project infeasible for development for those households unless it makes written findings, based upon substantial evidence in the record, as to one of a number of specified conditions.

This bill would add special needs facilities and emergency shelters to these provisions and would revise the conditions upon which a disapproval or a conditional approval of a special needs facility or an emergency shelter is based. The bill would define "special needs facility" as including community care facilities, residential facilities, social rehabilitation facilities, community treatment facilities, transitional shelter care facilities, transitional housing placement facilities, residential care facilities, and residential care facilities for the elderly. By increasing the duties of local public officials, the bill would impose a state-mandated local program.

(3) The bill would also make other technical and conforming changes to these provisions.

(4) The California Constitution requires the state to reimburse local agencies and school districts for certain costs mandated by the state. Statutory provisions establish procedures for making that reimbursement.

This bill would provide that no reimbursement is required by this act for a specified reason.

(1) The Planning and Zoning Law requires each eity, county, or eity and county to prepare and adopt a general plan for its jurisdiction that contains certain mandatory elements, including a housing element. One part of the housing element is an assessment of housing needs, including an inventory of adequate sites for residential development, and an inventory of resources and constraints relevant to the meeting of these needs.

This bill would add emergency shelters and transitional housing to these provisions and would add provisions by which a local government may satisfy the requirement to identify sites suitable for the development of emergency shelters as a use by right, as defined.

(2) The Planning and Zoning Law also provides that any amendment to the statutory provisions governing the housing element and the locality's existing and projected need for housing that alters the required content of the housing element shall apply to any housing element or housing element amendment prepared pursuant to specified provisions where the eity, county, or eity and county submits the first draft to the department for review more than 90 days after the effective date of the amendment or fails to submit the first draft before a specified date.

This bill would revise these provisions.

(3) The Planning and Zoning Law requires the housing element of the general plan of a city or county to include, among other things, a program with a 5-year schedule of actions that the local government is undertaking or intends to undertake to implement the goals and objectives of the housing element. The program is also required to provide for sufficient sites with zoning that permits owner-occupied and multifamily residential use by right, including the development of farmworker housing for low- and very low income households.

This bill would, in addition, add emergency shelters, transitional housing, and rental multifamily residential developments to these provisions, as specified, and would revise the requirements by which a local government may identify sites suitable for the development of emergency shelters under these provisions. The bill would delete multifamily residential use from these provisions. The bill would also require a local agency to designate zones where special needs facilities and transitional housing are a permitted use, either by right or subject to a conditional use permit. By increasing the duties of local public officials, the bill would create a state-mandated local program.

(4) The Planning and Zoning Law requires that a local agency not disapprove a housing development project, including farmworker housing, for very low, low-, or moderate-income households, a special needs facility or an emergency shelter, or condition its approval, including through the use of design review standards, in a manner that renders the project infeasible for development for those households unless it makes written findings, based upon substantial evidence in the record, as to one of a number of specified conditions.

This bill would make technical changes to these provisions.

(5) The California Constitution requires the state to reimburse local agencies and school districts for certain costs mandated by the state. Statutory provisions establish procedures for making that reimbursement.

This bill would provide that no reimbursement is required by this act for a specified reason.

Vote: majority. Appropriation: no. Fiscal committee: yes. State-mandated local program: yes.

The people of the State of California do enact as follows:

1 SECTION 1. The Legislature finds and declares all of the 2 following:

3 (a) Homelessness is a statewide problem that affects many cities and counties. There are an estimated 360,000 homeless individuals 4 5 and families in California. In some counties, like Los Angeles, an estimated 254,000 men, women, and children experience 6 homelessness over the course of each year. Some of the causes of 7 8 homelessness are mental illness, substance abuse, prison release, 9 and lack of affordable housing. (b) Because homelessness affects people of all races, gender, 10

(b) Because nomelessness affects people of all faces, gender,
age, and geographic location there is a growing need for every city
and county to plan for the location of adequate emergency shelters
and special needs facilities. Many people experiencing
homelessness, primarily youth and single individuals, need shelter
but also have a need for residential substance abuse and mental
health services.

(c) The lack or shortage of emergency shelters and special needs
facilities for homeless individuals and families in cities and
counties across the state leads to the concentration of services in
inner cities and poor communities, like skid row area in downtown
Los Angeles.
(d) In order to ensure access to services in every city and county

for homeless individuals and families, it is important that cities and counties plan for these services to address the special needs and circumstances of this threatened population.

26 (e) It is the responsibility of cities and counties to plan and

identify areas to locate special needs facilities. Cities and countiesshould include this as part of their planning process and locate

these facilities where most appropriate in their community. The

30 state should not dictate where these residential special needs

31 facilities should be located.

32 (f) It is the responsibility of the Legislature to promote strong

33 communities and ensure that housing and residential services are

34 available in all communities.

1 SEC. 2. Section 65582 of the Government Code is amended 2 to-read: 3 65582. As used in this article, the following definitions apply: 4 (a) "Community," "locality," "local government," or 5 "jurisdiction" means a city, city and county, or county. (b) "Council of governments" means a single or multicounty 6 7 council created by a joint powers agreement pursuant to Chapter 8 5 (commencing with Section 6500) of Division 1 of Title 1. 9 (c) "Department" means the Department of Housing and 10 Community Development. (d) "Emergency-shelter" has the same meaning as defined in 11 12 subdivision (c) of Section 50801 of the Health and Safety Code. 13 (c) "Housing element" or "element" means the housing element of the community's general plan, as required pursuant to this article 14 15 and subdivision (c) of Section 65302. 16 (f) "Transitional housing" has the same meaning as defined in 17 subdivision (i) of Section 50801 of the Health and Safety Code. 18 SEC. 3. Section 65583 of the Government Code is amended 19 to read: 2065583. The housing element shall consist of an identification 21 and analysis of existing and projected housing needs and a 22 statement of goals, policies, quantified objectives, financial 23 resources, and scheduled programs for the preservation, 24 improvement, and development of housing. The housing element 25 shall identify adequate sites for housing, including rental housing, 26 factory-built housing, mobilehomes, and emergency shelters, and 27 shall make adequate provision for the existing and projected needs 28 of all economic segments of the community. The element shall 29 contain all of the following: 30 (a) An assessment of housing needs and an inventory of resources and constraints relevant to the meeting of these needs. 31 32 The assessment and inventory shall include all of the following: 33 (1) An analysis of population and employment trends and 34 documentation of projections and a quantification of the locality's existing and projected housing needs for all income levels; 35 36 including extremely low income households, as defined in 37 subdivision (b) of Section 50105 and Section 50106 of the Health 38 and Safety Code. These existing and projected needs shall include 39 the locality's share of the regional housing need in accordance 40with Section 65584. Local agencies shall calculate the subset of

1 very low income households allotted under Section 65584 that

2 qualify as extremely low income households. The local agency

3 may either use available census data to calculate the percentage

4 of very low income households that qualify as extremely low

5 income households or presume that 50 percent of the very low

6 income households qualify as extremely low income households.

7 The number of extremely low income households and very low

8 income households shall equal the jurisdiction's allocation of very

9 low income households pursuant to Section 65584.

10 (2) An analysis and documentation of household characteristics,

including level of payment compared to ability to pay, housing
 characteristics, including overcrowding, and housing stock
 condition.

14 (3) An inventory of land suitable for residential development,
 15 including vacant sites and sites having potential for redevelopment,

and an analysis of the relationship of zoning and public facilities
 and services to these sites.

17 and services to these sites.

18 (4) An analysis of potential and actual governmental constraints

19 upon the maintenance, improvement, or development of housing

20 for all income levels, including the types of housing identified in 21 paragraph (1) of subdivision (c), and for persons with disabilities

22 as identified in the analysis pursuant to paragraph (6), including

land-use controls, building codes and their enforcement, site

24 improvements, fees and other exactions required of developers,

25 and local processing and permit procedures. The analysis shall

26 also demonstrate local efforts to remove governmental constraints

27 that hinder the locality from meeting its share of the regional

28 housing need in accordance with Section 65584 and from meeting

29 the need for housing for persons with disabilities identified

30 pursuant to paragraph (6).

31 (5) An analysis of potential and actual nongovernmental

32 constraints upon the maintenance, improvement, or development

33 of housing for all income levels, including the availability of

34 financing, the price of land, and the cost of construction.

35 (6) An analysis of any special housing needs, such as those of

36 the elderly, persons with disabilities, large families, farmworkers,

37 families with female heads of households, and families and persons

38 in need of emergency shelter and transitional housing.

39 (7) An inventory of sites suitable for the development within

40 the planning period of emergency shelters that are zoned to permit

**—**7**—** 

1 the development of these shelters as a use by right, as defined in 2 subdivision (i) of Section 65583.2. The sites shall be zoned with

3 appropriate development and management standards and served

4 with appropriate infrastructure to accommodate the community's

need for emergency shelters identified pursuant to paragraph (6). 5

6 (8) An analysis of opportunitics for energy conservation with 7 respect to residential development.

8 (9) An analysis of existing assisted housing developments that 9 are eligible to change from low-income housing uses during the 10 next-10 years due to termination of subsidy contracts, mortgage 11 prepayment, or expiration of restrictions on use. "Assisted housing 12 developments," for the purpose of this section, shall mean 13 multifamily rental housing that receives governmental assistance 14 under federal programs listed in subdivision (a) of Section 15 65863.10, state and local multifamily revenue bond programs; local redevelopment programs, the federal Community 16 17 Development Block Grant Program, or local in-licu fees. "Assisted 18 housing developments" shall also include multifamily rental units 19 that were developed pursuant to a local inclusionary housing 20program or used to qualify for a density bonus pursuant to Section 21 <del>65916.</del> 22 (A) The analysis shall include a listing of each development by 23 project name and address, the type of governmental assistance 24 received, the earliest possible date of change from low-income use

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and the total number of elderly and nonelderly units that could be 26 lost from the locality's low-income housing stock in each year

27 during the 10-year period. For purposes of state and federally

28 funded projects, the analysis required by this subparagraph need

29 only contain information available on a statewide basis.

30 (B) The analysis shall estimate the total cost of producing new

31 rental housing that is comparable in size and rent levels, to replace

32 the units that could change from low-income use, and an estimated

33 cost of preserving the assisted housing developments. This cost

34 analysis for replacement housing may be done aggregately for

35 each five-year period and does not have to contain a

36 project-by-project cost estimate.

37 (C) The analysis shall identify public and private nonprofit

38 corporations known to the local government which have legal and

39 managerial capacity to acquire and manage these housing

40 developments.

1 (D) The analysis shall identify and consider the use of all federal. 2 state, and local financing and subsidy programs which can be used 3 to preserve, for lower income households, the assisted housing 4 developments, identified in this paragraph, including, but not 5 limited to, federal Community Development Block Grant Program 6 funds, tax increment funds received by a redevelopment agency 7 of the community, and administrative fees received by a housing 8 authority operating within the community. In considering the use 9 of these financing and subsidy programs, the analysis shall identify 10 the amounts of funds under each available program which have 11 not been legally obligated for other purposes and which could be 12 available for use in preserving assisted housing developments.

(b) (1) A statement of the community's goals, quantified
 objectives, and policies relative to the maintenance, preservation,
 improvement, and development of housing.

16 (2) It is recognized that the total housing needs identified 17 pursuant to subdivision (a) may exceed available resources and the community's ability to satisfy this need within the content of 18 19 the general plan requirements outlined in Article 5 (commencing 20 with Section 65300). Under these circumstances, the quantified 21 objectives need not be identical to the total housing needs. The 22 quantified objectives shall establish the maximum number of 23 housing units by income category, including extremely low income, 24 that can be constructed, rehabilitated, and conserved over a 25 five-vear time period. 26 (c) A program which sets forth a five-year schedule of actions 27 the local government is undertaking or intends to undertake to 28 implement the policies and achieve the goals and objectives of the 29 housing element through the administration of land-use and 30 development controls, provision of regulatory concessions and 31 incentives, and the utilization of appropriate federal and state 32 financing and subsidy programs when available and the utilization 33 of moneys in a low- and moderate-income housing fund of an 34 agency if the locality has established a redevelopment project area 35 pursuant to the Community Redevelopment Law (Division-24

36 (commencing with Section 33000) of the Health and Safety Code).

37 In order to make adequate provision for the housing needs of all

38 economic segments of the community, the program shall do all of

39 the following:

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1 (1) Identify actions that will be taken to make sites available 2 during the planning period of the general plan with appropriate 3 zoning and development standards and with services and facilities 4 to accommodate that portion of the city's or county's share of the 5 regional housing need for each income level that could not be 6 accommodated on sites identified in the inventory completed 7 pursuant to paragraph (3) of subdivision (a) without rezoning, and to comply with the requirements of Section 65584.09. Sites shall 8 9 be identified as needed to facilitate and encourage the development of a variety of types of housing for all income levels, including 10 11 multifamily rental housing, factory-built housing, mobilehomes, 12 housing for agricultural employees, supportive housing single-room 13 occupancy units, emergency shelters, and transitional housing. 14 (A) Where the inventory of sites, pursuant to paragraph (3) of 15 subdivision (a), does not identify adequate sites to accommodate the need for groups of all household income levels pursuant to 16

Section 65584, the program shall identify sites that can be
 developed for housing within the planning period pursuant to
 subdivision (h) of Section 65583.2.

20 (B) Where the inventory of sites pursuant to paragraph (3) of

21 subdivision (a) does not identify adequate sites to accommodate

22 the need for farmworker housing, the program shall provide for 23 sufficient sites to meet the need with zoning that permits

24 farmworker housing use by right, including density and

25 development standards that could accommodate and facilitate the

26 feasibility of the development of farmworker housing for low- and

27 very low income households.

28 (C) Where the inventory of sites pursuant to paragraph (7) of

29 subdivision (a) does not identify adequate sites to accommodate

30 the need for emergency shelters identified pursuant to paragraph

31 (6) of subdivision (a), the program shall identify actions that will

32 be taken to make available adequate sites that can be developed

33 within the planning period to meet the need for emergency shelters.

34 The sites shall be zoned to permit the development of shelters as 35 a use by right, as defined in subdivision (i) of Section 65583.2.

a use by right, as defined in subdivision (i) of Section 65583.2,
 and shall be zoned with appropriate development and management

37 standards and served with appropriate infrastructure to

38 accommodate the community's need for emergency shelters.

1 (2) Assist in the development of adequate housing to meet the

2 needs of extremely low, very low, low- and moderate-income
 3 households.

4 (3) Address and, where appropriate and legally possible, remove
 5 governmental constraints to the maintenance, improvement, and
 6 development of housing, including housing for all income levels
 7 and housing for persons with disabilities. The program shall remove
 8 constraints to, or provide reasonable accommodations for housing
 9 designed for, intended for occupancy by, or with supportive
 10 services for, persons with disabilities.

(4) Conserve and improve the condition of the existing
 affordable housing stock, which may include addressing ways to
 mitigate the loss of dwelling units demolished by public or private
 action.

(5) -Promote housing opportunities for all persons regardless of
 race, religion, sex, marital status, ancestry, national origin, color,
 familial status, or disability.

18 (6) (A) Preserve for lower income households the assisted 19 housing developments identified pursuant to paragraph (9) of 20subdivision (a). The program-for-preservation of the assisted 21 housing developments shall-utilize, to the extent-necessary, all 22 available federal, state, and local financing and subsidy programs 23 identified in paragraph (8) of subdivision (a), except where a 24 community has other urgent needs for which alternative funding 25 sources are not available. The program may include strategies that 26 involve local regulation and technical assistance. 27 (B) The program shall include an identification of the ageneies 28 and officials responsible for the implementation of the various 29 actions and the means by which consistency will be achieved with 30 other general plan elements and community goals. The local 31 government shall make a diligent effort to achieve public 32 participation of all economic segments of the community in the

33 development of the housing element, and the program shall
 34 describe this effort.

35 (d) A local government may satisfy the requirements to identify

36 sites suitable for the development of emergency shelters pursuant

37 to paragraph (7) of subdivision (a) and to include a program to

38 identify sufficient sites for these shelters pursuant to subparagraph

39 (C) of paragraph (1) of subdivision (c) by adopting and

40 implementing a multijurisdictional agreement with adjacent

communities that commits the participating jurisdictions to identify
 sufficient sites suitable for development within the planning period

sufficient sites suitable for development within the planning period
 of emergency shelters that are zoned to permit the development

4 of these shelters as a use by right, as defined in subdivision (i) of

5 Section 65583.2. The sites shall be zoned with appropriate

6 development and management standards and served with

7 appropriate infrastructure to accommodate the combined need for

8 emergency shelters of all the participating jurisdictions, as

9 identified by-each-jurisdiction pursuant-to-paragraph (6) of 10 subdivision (a):

(c) Except as otherwise provided in this article, amendments to
 this article that alter the required content of a housing element or
 housing element amendment shall apply to both of the following:

14 (1) A housing element or housing element amendment prepared

15 pursuant to subdivision (c) of Section 65588 or Section 65584.02,

16 where a city, county, or city and county submits a first draft to the

17 department for review pursuant to Section 65585 more than 90

18 days after the effective date of the amendment to this section.

19 (2) A housing element or housing element amendment prepared

20 pursuant to subdivision (c) of Section 65588 or Section 65584.02,

21 where the city, county, or city and county fail to submit the first

22 draft to the department before the due date specified in Section

23 65588 or 65584.02.

SEC. 4. Section 65583.2 of the Government Code is amended
to read:

26 65583.2: (a) A eity's or county's inventory of land suitable

27 for residential development pursuant to paragraph (3) of

28 subdivision (a) of Section 65583 shall be used to identify sites that

29 can be developed for housing within the planning period and that

30 are sufficient to provide for the jurisdiction's share of the regional

31 housing need for all income levels pursuant to Section 65584. As

32 used in this section, "land suitable for residential development"

33 includes all of the following:

34 (1) Vacant sites zoned for residential use.

35 (2) Vacant-sites-zoned for nonresidential use that allows
 36 residential development.

37 (3) Residentially zoned sites that are capable of being developed
 38 at a higher density.

39 (4) Sites zoned for nonresidential use that can be redeveloped

40 for, and as necessary, rezoned for, residential use.

1 (b) The inventory of land shall include all of the following:

2 (1) A listing of properties by parcel number or other unique 3 reference.

4 (2) The size of each property listed pursuant to paragraph (1),
 5 and the general plan designation and zoning of each property.

6 (3) For nonvacant sites, a description of the existing use of each 7 property.

8 (4) A general description of any environmental constraints to 9 the development of housing within the jurisdiction, the

10 documentation for which has been made available to the

11 jurisdiction. This information need not be identified on a

12 site-specific basis.

13 (5) A general description of existing or planned water, sewer,

and other dry utilities supply, including the availability and access
 to distribution facilities. This information need not be identified

16 on a site-specific basis.

17 (6) Sites identified as available for housing for above-moderate

18 income households in areas not served by public sewer systems.

19 This information need not be identified on a site-specific basis.

20 (7) A-map that shows the location of the sites included in the

inventory, such as the land use map from the jurisdiction's general
 plan for reference purposes only.

22 plan for reference purposes only.
 23 (c) Based on the information provided in subdivision (b), a city
 24 or county shall determine whether each site in the inventory can

25 accommodate some portion of its share of the regional housing

26 need by income level during the planning period, as determined

27 pursuant to Section 65584. The analysis shall determine whether

28 the inventory can provide for a variety of types of housing,

29 including multifamily rental housing, factory-built housing,

30 mobilehomes, housing for agricultural employees, emergency

31 shelters, and transitional housing. The city or county shall

32 determine the number of housing units that can be accommodated

33 on each site as follows:

34 (1) If local law or regulations require the development of a site

35 at a minimum density, the department shall accept the planning

36 agency's calculation of the total housing unit capacity on that site

37 based on the established minimum density. If the city or county

38 does not adopt a law or regulations requiring the development of

39 a site at a minimum density, then it shall demonstrate how the

number of units determined for that site pursuant to this subdivision
 will be accommodated.

3 (2) The number of units calculated pursuant to paragraph (1) 4 shall be adjusted as necessary, based on the land use controls and

5 site improvements requirement identified in paragraph (4) of
 6 subdivision (a) of Section 65583.

7 (3) For the number of units calculated to accommodate its share 8 of the regional housing need for lower income households pursuant 9 to paragraph (2), a city or county shall do either of the following: 10 (A)-Provide an analysis demonstrating how the adopted densities 11 accommodate this need. The analysis shall include, but is not 12 limited to, factors such as market demand, financial feasibility, or 13 information based on development project experience within a 14 zone or zones that provide housing for lower income households. 15 (B) The following densities shall be deemed appropriate to 16 accommodate housing for lower income households: 17 (i) For incorporated cities within nonmetropolitan counties and 18 for nonmetropolitan counties that have micropolitan areas: sites 19 allowing at least 15 units per acre. 20 (ii) For unincorporated areas in all nonmetropolitan counties 21 not included in clause (i): sites allowing at least 10 units per acre. 22 (iii) For suburban jurisdictions: sites allowing at least 20 units 23 per acre. 24 (iv) For jurisdictions in metropolitan counties: sites allowing 25 at least 30 units per acre. 26 (d) For purposes of this section, metropolitan counties, 27 nonmetropolitan counties, and nonmetropolitan counties-with 28 micropolitan areas are as determined by the United States Census 29 Bureau. Nonmetropolitan counties with micropolitan areas include 30 the following counties: Del Norte, Humboldt, Lake, Mendoeino, 31 Nevada, Tehama, and Tuolumne and such other counties as may 32 be determined by the United States Census Bureau to be 33 nonmetropolitan counties with micropolitan areas in the future. 34 (c) A jurisdiction is considered suburban if the jurisdiction does 35 not meet the requirements of clauses (i) and (ii) of subparagraph 36 (B) of paragraph (3) of subdivision (c) and is located in a 37 Metropolitan Statistical Area (MSA) of less than 2,000,000 in

38 population, unless that jurisdiction's population is greater than

39 100,000, in which case it is considered metropolitan. Counties,

40 not including the City and County of San Francisco, will be

1 considered suburban unless they are in a MSA of 2,000,000 or

2 greater in population in which case they are considered
 3 metropolitan.

4 (f) A jurisdiction is considered metropolitan if the jurisdiction 5 does not meet the requirements for "suburban area" above and is 6 located in a MSA of 2,000,000 or greater in population, unless 7 that jurisdiction's population is less than 25,000 in which case it 8 is considered suburban.

9 (g) For sites described in paragraph (3) of subdivision (b) the 10 city or county shall specify the additional development potential 11 for each site within the planning period and shall provide an 12 explanation of the methodology used to determine the development potential. The methodology shall consider factors including the 13 14 extent to which existing uses may constitute an impediment to 15 additional residential development, development trends, market 16 conditions, and regulatory or other incentives or standards to 17 encourage additional residential development on these sites. (h) The program required by subparagraph (A) of paragraph (1) 18 19 of subdivision (c) of Section 65583 shall accommodate 100 percent 20 of the need for housing for very low and low-income households allocated pursuant to Section 65584 for which site capacity has 21 22 not been identified in the inventory of sites pursuant to paragraph 23 (3) of subdivision (a) on sites that shall be zoned to permit 24 owner-occupied and rental multifamily residential use by right 25 during the planning-period. These sites shall be zoned with 26 minimum density and development standards that permit at least 27 16 units per site at a density of at least 16 units per acre in 28 jurisdictions described in clause (i) of subparagraph (B) of 29 paragraph (3) of subdivision (c) and at least 20-units per acre in 30 jurisdictions described in clauses (iii) and (iv) of subparagraph (B) 31 of paragraph (3) of subdivision (c). At least 50 percent of the very 32 low and low-income housing need shall be accommodated on sites

33 designated for residential use and for which nonresidential uses

34 or mixed-uses are not permitted.

35 (i) For purposes of this section and Section 65583, the phrase

36 "use by right" shall mean that the local government's review of

37 the use for an emergency shelter or an owner-occupied or rental

38 multifamily residential development may not require a conditional

39 use permit, planned unit development permit, or other discretionary

40 local government review or approval that would constitute a

1 "project" for purposes of Division-13 (commencing with Section 2 21000) of the Public Resources Code. Any subdivision of the sites

3 shall be subject to all laws, including, but not limited to, the local

4 government ordinance implementing the Subdivision Map Act. A

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local ordinance may provide that "use by right" does not exempt 6 the use from design review. However, that design review shall not

constitute a "project" for purposes of Division 13 (commencing 7

8 with Section 21000) of the Public Resources Code. Use by right

9 for all rental multifamily residential housing shall be provided in

10 accordance with subdivision (f) of Section 65589.5.

SEC. 5. Section 65589.5 of the Government Code is amended 11 12 to read:

13 65589.5. (a) The Legislature finds and declares all of the 14 following:

15 (1) The lack of housing and emergency shelters is a critical 16 problem that threatens-the economic, environmental, and social 17

quality of life in California.

18 (2)-California housing has become the most expensive in the

19 nation. The excessive cost of the state's housing supply is partially 20 caused by activities and policies of many-local governments that

21 limit the approval of housing, increase the cost of land for housing,

22 and require that high fees and exactions be paid by producers of

23 housing.

24 (3) Among the consequences of those actions are discrimination 25 against low-income and minority households, lack of housing to 26 support employment growth, imbalance in jobs and housing, 27 reduced mobility, urban sprawl, excessive commuting, and air 28 quality deterioration.

29(4) Many local governments do not give adequate attention to

30 the economic, environmental, and social costs of decisions that 31 result in disapproval of housing projects and emergency shelters,

32 reduction in density of housing projects, and excessive standards 33 for housing projects.

34 (b)-It is the policy of the state that a local government not reject

35 or make infeasible emergency shelters and housing developments

that contribute to meeting the housing need determined pursuant 36

37 to this article without a thorough analysis of the economic, social,

38 and environmental effects of the action and without complying

39 with subdivision (d).

1 (c) The Legislature also recognizes that premature and 2 unnecessary development of agricultural lands for urban uses 3 continues to have adverse effects on the availability of those lands 4 for food-and fiber production and on the economy of the state. 5 Furthermore, it is the policy of the state that development should 6 be guided away from prime agricultural lands; therefore, in 7 implementing this section, local jurisdictions should encourage, 8 to the maximum extent practicable, in filling existing urban areas. 9 (d) A local agency shall not disapprove a housing development 10 project, including farmworker housing as defined in subdivision 11 (d) of Section 50199.50 of the Health and Safety Code, for very 12 low, low-, or moderate-income households, a special needs facility, 13 an emergency-shelter, or condition approval; in a manner that 14 renders the project infeasible for development for the use of very 15 low, low-, or moderate-income households, including through the 16 use of design review standards, unless it makes written findings, 17 based upon substantial evidence in the record, as to one of the 18 following: 19 (1) The jurisdiction has adopted a housing element pursuant to 20 this article that has been revised in accordance with Section 65588, 21 is in substantial compliance with this article, and the jurisdiction 22 has met-or-exceeded its share of the regional housing need 23 allocation pursuant to Section 65584 for the planning period for 24 the income category proposed for the housing development project, 25 provided that any disapproval or conditional approval shall not be 26 based on any of the reasons-prohibited by Section 65008. If the 27 housing development project includes a mix of income categories, 28 and the jurisdiction has not met or exceeded its share of the regional 29 housing need for one or more of those categories, then this 30 paragraph shall not be used to disapprove or conditionally approve 31 the project. The share of the regional housing need met by the 32 jurisdiction-shall be calculated consistently with the forms and 33 definitions that may be adopted by the Department of Housing and 34 Community Development pursuant to Section 65400. In the case 35 of transitional housing or an emergency shelter, the jurisdiction 36 shall have met or exceeded the need for transitional housing or 37 emergency shelter, as identified pursuant to paragraph (6) of 38 subdivision (a) of Section 65583. Any disapproval or conditional 39 approval pursuant to this paragraph shall be in accordance with

40 applicable law, rule, or standards.

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1 (2) The development project, special needs facility, or 2 emergency shelter as proposed would have a specific, adverse 3 impact upon the public health or safety, and there is no feasible 4 method to satisfactorily mitigate or avoid the specific adverse impact without rendering the development unaffordable to low-5 and moderate-income households or rendering the development 6 7 of the special needs facility or emergency shelter financially 8 infeasible. As used in this paragraph, a "specific, adverse impact" 9 means a significant, quantifiable, direct, and unavoidable impact, 10based on objective, identified written public health or safety 11 standards, policies, or conditions as they existed on the date the 12 application was deemed complete. Inconsistency with the zoning 13 ordinance or general plan land use designation shall not constitute 14 a specific, adverse impact upon the public health or safety.

15 (3) The denial of the project or imposition of conditions is required in order to comply with specific state or federal law, and there is no feasible method to comply without rendering the development unaffordable to low- and moderate-income households or rendering the development of the special needs facility or emergency shelter financially infeasible.

(4) The development project, special needs facility, or
 emergency shelter is proposed on land zoned for agriculture or
 resource preservation that is surrounded on at least two sides by
 land being used for agricultural or resource preservation purposes,
 or which does not have adequate water or wastewater facilities to
 serve the project.

27 (5) The development project, special needs facility, or 28 emergency shelter is inconsistent with both the jurisdiction's zoning 29 ordinance and general plan land use designation as specified in 30 any element of the general plan as it existed on the date the 31 application was deemed complete, and the jurisdiction has adopted 32 a revised housing element in accordance with Section 65588 that 33 is in substantial compliance with this article. 34 (A) This paragraph cannot be utilized to disapprove or

35 conditionally approve a housing development project if the

36 development project is proposed on a site that is identified as

37 suitable or available for very low, low-, or moderate-income

38 households in the jurisdiction's housing element, and consistent

39 with the density specified in the housing element, even though it

40 is inconsistent with both the jurisdiction's zoning ordinance and

1 general plan land use designation. This paragraph cannot be utilized 2 to disapprove or conditionally approve an emergency shelter if the 3 shelter is proposed on a site that is identified as suitable for 4 emergency shelters in the housing element, even though it-is 5 inconsistent with both the jurisdiction's zoning ordinance and 6 general plan land use designation. 7 (B) If the local agency has failed, in accordance with Section 8 65583.2, to identify in the inventory of land in its housing element 9 sites that can be developed for housing within the planning period and that are sufficient to provide for the jurisdiction's share of the 10 11 regional housing need for all income levels pursuant to Section 65584, then this paragraph shall not be utilized to disapprove or 12 conditionally approve a housing development project proposed 13 14 for a site designated in any element of the general plan for 15 residential uses or designated in any element of the general plan 16 for commercial uses if residential uses are permitted or 17 conditionally permitted within commercial designations. In any 18 action in court, the burden of proof shall be on the local agency to 19 show that its housing element does identify adequate sites with 20 appropriate zoning and development standards and with services 21 and facilities to accommodate the local agency's share of the 22 regional housing need for the very low and low-income categories. 23 (c) Nothing in this section shall be construed to relieve the local 24 agency from complying with the Congestion Management Program 25 required by Chapter 2:6 (commencing with Section 65088) of 26Division 1 of Title 7 or the California Coastal Act (Division 20 27 (commencing with Section 30000) of the Public-Resources Code). 28 Neither shall anything in this section be construed to relieve the 29 local agency from making one or more of the findings required 30 pursuant to Section 21081 of the Public-Resources Code or 31 otherwise complying with the California-Environmental Quality 32 Act (Division-13 (commencing with Section 21000) of the Public 33 Resources Code). 34 (f) Nothing in this section shall be construed to prohibit a local 35 agency from requiring the housing development project, special 36 needs facility, or emergency shelter to comply with objective, 37

quantifiable, written development standards, conditions, and
 policies appropriate to, and consistent with, meeting the

39 jurisdiction's share of the regional housing need pursuant to Section

40 65584. A local-agency may also require special needs facilities

1 and emergency shelters to comply with objective, quantifiable, written management standards. However, the development and 2 3 management standards, conditions, and policies shall be applied 4 to facilitate and accommodate development at the density permitted 5 on the site and proposed by housing development project, special 6 needs facility, or emergency shelter. Nothing in this section shall 7 be construed to prohibit a local agency from imposing fees and 8 other exactions otherwise authorized by law that are essential to 9 provide necessary public services and facilities to housing 10 development project, special needs facility, or emergency shelter. (g) This section shall be applicable to charter cities because the 11 12 Legislature-finds that the lack of housing is a critical statewide 13 problem. 14 (h) The following definitions apply for the purposes of this section: 15 16 (1) "Feasible" means capable of being accomplished in a 17 successful manner within a reasonable period of time, taking into

18 account economic, environmental, social, and technological factors.
 19 (2) "Housing development project" means a use consisting of
 20 either of the following:

- 21 (A) Residential units only.
- 22 (B) Mixed-use developments consisting of residential and
- 23 nonresidential uses in which nonresidential uses are limited to
- 24 neighborhood commercial uses and to the first floor of buildings
- 25 that are two or more stories. As used in this paragraph,
- 26 "neighborhood commercial" means small-scale general or specialty
   27 stores that furnish goods and services primarily to residents of the
- 28 neighborhood.
- 29 (3) "Housing for very low, low-, or moderate-income
- 30 households" means that either (A) at least 20 percent of the total
- 31 units shall be sold or rented to lower income households, as defined
- 32 in Section 50079.5 of the Health and Safety Code, or (B) 100
- 33 percent of the units shall be sold or rented to moderate-income
- 34 households as defined in Section 50093 of the Health and Safety
- 35 Code, or middle-income households, as defined in Section 65008
- 36 of this code. Housing units targeted for lower income households
- 37 shall be made available at a monthly housing cost that does not 38 exceed 30 percent of 60 percent of area median income with
- 38 exceed 30 percent of 60 percent of area median income with 39 adjustments for household size made in accordance with the
- 39 adjustments for household-size made in accordance with the 40 adjustment factors on which the lower income cligibility-limits

1 are based. Housing units targeted for persons and families of

2 moderate income shall be made available at a monthly housing

3 cost that does not exceed 30 percent of 100 percent of area median

4 income with adjustments for household size made in accordance

5 with the adjustment factors on which the moderate income

6 eligibility limits are based.

7 (4) "Special needs facility" includes all of the following if the 8 facility is licensed and serves seven or more persons:

9 (A) A "community care facility," "residential facility," "social

10 rehabilitation facility," "community treatment facility,"

11 "transitional shelter care facility," and "transitional housing

placement facility," as those terms are defined in Section 1502 of
 the Health and Safety Code.

(B) A "residential care facility," as defined in Section 1568.01
 of the Health and Safety Code.

16 (C) A "residential care facility for the elderly," as defined in
 17 Section 1569.2 of the Health and Safety Code.

18 (5) "Area median income" means area median income as

19 periodically established by the Department of Housing and

20 Community Development pursuant to Section 50093 of the Health

21 and Safety Code. The developer shall provide sufficient legal

22 commitments to ensure continued availability of units for very low
 23 or low-income households in accordance with the provisions of

24 this subdivision for 30 years.

(6) "Disapprove the development project" includes any instance
 in which a local agency does either of the following:

27 (A) Votes on a proposed housing development project
 28 application and the application is disapproved.

29 (B) Fails to comply with the time periods specified in

30 subparagraph (B) of paragraph (1) of subdivision (a) of Section

31 65950. An extension of time pursuant to Article 5 (commencing

32 with Section 65950) shall be deemed to be an extension of time

33 pursuant to this paragraph.

34 (i) If any city, county, or city and county denies approval or

35 imposes restrictions, including design changes, a reduction of

36 allowable densities or the percentage of a lot that may be occupied

37 by a building or structure under the applicable planning and zoning

38 in force at the time the application is deemed complete pursuant

39 to Section 65943, that have a substantial adverse effect on the

40 viability or affordability of a housing development for very low,

low-, or moderate-income households, and the denial of the
 development or the imposition of restrictions on the development
 is the subject of a court action which challenges the denial, then
 the burden of proof shall be on the local legislative body to show
 that its decision is consistent with the findings as described in
 subdivision (d) and that the findings are supported by substantial
 evidence in the record.

8 (j) When a proposed housing development project complies 9 with applicable, objective general plan and zoning standards and eriteria, including design review standards, in effect at the time 10 that the housing development-project's application is determined 11 12 to be complete, but the local agency proposes to disapprove the 13 project-or-to approve it upon the condition that the project be 14 developed at a lower density, the local agency shall base-its 15 decision regarding the proposed housing development project upon written findings supported by substantial evidence on the record 16 17 that both of the following conditions exist: (1) The housing development project would have a specific, 18

19 adverse impact upon the public health or safety unless the project 20 is disapproved or approved upon the condition that the project be 21 developed at a lower density. As used in this paragraph, a "specific, 22 adverse impact" means a significant, quantifiable, direct, and 23 unavoidable impact, based on objective, identified written publie 24 health or safety standards, policies, or conditions as they existed 25 on the date the application was deemed complete. 26 (2) There is no feasible method to satisfactorily mitigate or 27 avoid the adverse impact identified pursuant to paragraph (1), other

than the disapproval of the housing development project or the
 approval of the project upon the condition that it be developed at
 a lower density.

31 (k) The applicant or any person who would be eligible to apply

for residency in the development, special needs facility, or
 cmergency shelter may bring an action to enforce this section. If

34 in any action brought to enforce the provisions of this section, a

35 court finds that the local agency disapproved a project or

36 conditioned its approval in a manner rendering it infeasible for the

37 development of a special needs facility, emergency shelter, or

38 housing for very low, low-, or moderate-income households,

39 including farmworker housing, without making the findings

40 required by this section or without making sufficient findings

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1 supported by substantial evidence, the court shall issue an order 2 or judgment compelling compliance with this section within 60 3 days, including, but not limited to, an order that the local agency 4 take action on the development project, special needs facility or 5 emergency shelter. The court shall retain jurisdiction to ensure 6 that its order or judgment is carried out and shall award reasonable 7 attorney's fees and costs of suit to the plaintiff or petitioner who 8 proposed-the housing development, special needs facility, or 9 emergency shelter, except under extraordinary circumstances in 10 which the court finds that awarding fees would not further the 11 purposes of this section. If the court determines that its order or 12 judgment has not been carried out within 60 days, the court may 13 issue further orders as provided by law to ensure that the purposes and policies of this section are fulfilled, including, but not limited 14 15 to, an order to vacate the decision of the local agency, in which 16 ease the application for the project, as constituted at the time the 17 local agency took the initial action determined to be in violation 18 of this section, along with any standard conditions determined by 19 the court to be generally imposed by the local agency on similar 20projects, shall be deemed approved unless the applicant consents 21 to a different decision or action by the local agency. 22 (1) If the court finds that the local agency (1) acted in bad faith 23 when it disapproved or conditionally approved the housing 24 development, special-needs facility, or emergency shelter in 25 violation of this section and (2) failed to carry out the court's order 26 or judgment within 60 days as described in paragraph (k), the court 27 in-addition to any other remedies provided by this section, may 28 impose fines upon the local agency that the local-agency shall be 29 required to deposit into a housing trust fund. Fines shall not be 30 paid from funds that are already dedicated for affordable housing, 31 including, but not limited to, redevelopment or low- and 32 moderate-income housing-funds and federal HOME and CDBG 33 funds. The local agency shall commit the money in the trust fund 34 within five years for the sole purpose of financing-newly 35 constructed housing units affordable to extremely low, very low, 36 or low-income households. For purposes of this section, "bad faith" 37 shall mean an action that is frivolous or otherwise entirely without 38 merit. 39 (m) Any action brought to enforce the provisions of this section

shall be brought pursuant to Section 1094.5 of the Code of Civil

1 Procedure, and the local agency shall prepare and certify the record 2 of proceedings in accordance with subdivision (c) of Section 1094.6 3 of the Code of Civil-Procedure no later than 30 days after the 4 petition is served, provided that the cost of preparation of the record 5 shall be borne by the local agency. Upon entry of the trial court's 6 order, a party shall, in order to obtain appellate review of the order, 7 file a petition within 20 days after service upon it of a written 8 notice of the entry of the order, or within such further time not 9 exceeding an additional 20 days as the trial court may for good 10 cause allow. If the local agency appeals the judgment of the trial 11 court, the local agency shall post a bond, in an amount to be 12 determined by the court, to the benefit of the plaintiff if the plaintiff 13 is the project applicant. 14 (n) In any action, the record of the proceedings before the local 15 agency shall be filed as expeditiously as possible and;

16 notwithstanding Section 1094.6 of the Code of Civil Procedure or subdivision (m) of this section, all or part of the record may be prepared (1) by the petitioner with the petition or petitioner's points

18 prepared (1) by the petitioner with the petition or petitioner's points 19 and authorities, (2) by the respondent with respondent's points and

20 authorities, (2) by the respondent with respondent's points and 21 authorities, (3) after payment of costs by the petitioner, or (4) as

21 otherwise directed by the court. If the expense of preparing the

22 record has been borne by the petitioner and the petitioner is the

23 prevailing party, the expense shall be taxable as costs.

(o) This section shall be known, and may be eited, as the
 Housing Accountability Act.

26 SEC. 6. Section 65852.12 is added to the Government Code,
27 to read:

28 65852.12. A local agency shall designate zones where special

29 needs facilities, as defined in Section 65589.5, and transitional

30 housing, as defined in Section 50801 of the Health and Safety

31 Code, are a permitted use, either by right or subject to a conditional

32 use permit. A local agency shall not enact or enforce an ordinance,

33 regulation, or resolution that would prohibit special needs facilities

34 and transitional housing from locating within the jurisdiction.

35 SEC. 2. Section 65582 of the Government Code is amended to 36 read:

37 65582. As used in this article, *the following definitions apply*:

38 (a) "Community," "locality," "local government," or

39 "jurisdiction" means a city, city and county, or county.

(b) "Council of governments" means a single or multicounty
council created by a joint powers agreement pursuant to Chapter
5 (commencing with Section 6500) of Division 1 of Title 1.

4 (c) "Department" means the Department of Housing and
 5 Community Development.

6 (d) "Emergency shelter" has the same meaning as defined in
7 subdivision (e) of Section 50801 of the Health and Safety Code.
8 (d)

9 (e) "Housing element" or "element" means the housing element 10 of the community's general plan, as required pursuant to this article 11 and subdivision (c) of Section 65302.

12 (f) "Transitional housing" has the same meaning as defined in 13 subdivision (i) of Section 50801 of the Health and Safety Code.

14 SEC. 3. Section 65583 of the Government Code is amended to 15 read:

16 65583. The housing element shall consist of an identification and analysis of existing and projected housing needs and a 17 statement of goals, policies, quantified objectives, financial 18 resources, and scheduled programs for the preservation, 19 20 improvement, and development of housing. The housing element 21 shall identify adequate sites for housing, including rental housing, 22 factory-built housing, and mobilehomes, and emergency shelters. 23 and shall make adequate provision for the existing and projected 24 needs of all economic segments of the community. The element 25 shall contain all of the following:

(a) An assessment of housing needs and an inventory of
resources and constraints relevant to the meeting of these needs.
The assessment and inventory shall include all of the following:

29 (1) An analysis of population and employment trends and 30 documentation of projections and a quantification of the locality's existing and projected housing needs for all income levels, 31 32 including extremely low income households, as defined in 33 subdivision (b) of Section 50105 and Section 50106 of the Health 34 and Safety Code. These existing and projected needs shall include 35 the locality's share of the regional housing need in accordance with Section 65584. Local For the purposes of the analysis 36 37 required by paragraph (3) of this subdivision and paragraph (1) 38 of subdivision (c), local agencies shall calculate the subset of very

38 *by subdivision (c), local* agencies shall calculate the subset of very 39 low income households allotted under Section 65584 that qualify

40 as extremely low income households. The local agency may either

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use available census data to calculate the percentage of very low
 income households that qualify as extremely low income
 households or presume that 50 percent of the very low income
 households qualify as extremely low income households. The
 number of extremely low income households and very low income
 households shall equal the jurisdiction's allocation of very low
 income households pursuant to Section 65584.

8 (2) An analysis and documentation of household characteristics, 9 including level of payment compared to ability to pay, housing 10 characteristics, including overcrowding, and housing stock 11 condition.

(3) An inventory of land suitable for residential development,
including vacant sites and sites having potential for redevelopment,
and an analysis of the relationship of zoning and public facilities
and services to these sites.

16 (4) An analysis of potential and actual governmental constraints 17 upon the maintenance, improvement, or development of housing 18 for all income levels, including the types of housing identified in 19 paragraph (1) of subdivision (c), and for persons with disabilities 20 as identified in the analysis pursuant to paragraph (6), including 21 land use controls, building codes and their enforcement, site 22 improvements, fees and other exactions required of developers. 23 and local processing and permit procedures. The analysis shall 24 also demonstrate local efforts to remove governmental constraints 25that hinder the locality from meeting its share of the regional 26 housing need in accordance with Section 65584 and from meeting 27 the need for housing for persons with disabilities identified 28 pursuant to paragraph (6).

(5) An analysis of potential and actual nongovernmental
constraints upon the maintenance, improvement, or development
of housing for all income levels, including the availability of
financing, the price of land, and the cost of construction.

(6) An analysis of any special housing needs, such as those of
 the elderly, persons with disabilities, large families, farmworkers,

35 families with female heads of households, and families and persons

36 in need of emergency shelter and transitional housing.

37 (7) An inventory of sites suitable for the development within the

38 planning period of emergency shelters that are zoned to permit

39 the development of these shelters as a use by right, as defined in

40 subdivision (i) of Section 65583.2. The sites shall be zoned with

1 appropriate development and management standards and served

2 with appropriate infrastructure to accommodate the community's

3 need for emergency shelters identified pursuant to paragraph (6).

4 (7)

5 (8) An analysis of opportunities for energy conservation with 6 respect to residential development.

7 (8)

8 (9) An analysis of existing assisted housing developments that 9 are eligible to change from low-income housing uses during the 10 next 10 years due to termination of subsidy contracts, mortgage prepayment, or expiration of restrictions on use. "Assisted housing 11 developments," for the purpose of this section, shall mean 12 13 multifamily rental housing that receives governmental assistance under federal programs listed in subdivision (a) of Section 14 15 65863.10, state and local multifamily revenue bond programs, 16 local redevelopment programs, the federal Community 17 Development Block Grant Program, or local in-lieu fees. "Assisted 18 housing developments" shall also include multifamily rental units 19 that were developed pursuant to a local inclusionary housing 20 program or used to qualify for a density bonus pursuant to Section 21 65916.

22 (A) The analysis shall include a listing of each development by 23 project name and address, the type of governmental assistance 24 received, the earliest possible date of change from low-income use 25 and the total number of elderly and nonelderly units that could be 26 lost from the locality's low-income housing stock in each year 27 during the 10-year period. For purposes of state and federally 28 funded projects, the analysis required by this subparagraph need 29 only contain information available on a statewide basis.

30 (B) The analysis shall estimate the total cost of producing new 31 rental housing that is comparable in size and rent levels, to replace 32 the units that could change from low-income use, and an estimated 33 cost of preserving the assisted housing developments. This cost 34 analysis for replacement housing may be done aggregately for 35 each five-year period and does not have to contain a 36 project-by-project cost estimate.

37 (C) The analysis shall identify public and private nonprofit
38 corporations known to the local government which have legal and
39 managerial capacity to acquire and manage these housing
40 developments.

1 (D) The analysis shall identify and consider the use of all federal, 2 state, and local financing and subsidy programs which can be used 3 to preserve, for lower income households, the assisted housing 4 developments, identified in this paragraph, including, but not 5 limited to, federal Community Development Block Grant Program 6 funds, tax increment funds received by a redevelopment agency 7 of the community, and administrative fees received by a housing 8 authority operating within the community. In considering the use 9 of these financing and subsidy programs, the analysis shall identify the amounts of funds under each available program which have 10 11 not been legally obligated for other purposes and which could be 12 available for use in preserving assisted housing developments.

(b) (1) A statement of the community's goals, quantified
objectives, and policies relative to the maintenance, preservation,
improvement, and development of housing.

16 (2) It is recognized that the total housing needs identified pursuant to subdivision (a) may exceed available resources and 17 18 the community's ability to satisfy this need within the content of 19 the general plan requirements outlined in Article 5 (commencing 20 with Section 65300). Under these circumstances, the quantified 21 objectives need not be identical to the total housing needs. The 22 quantified objectives shall establish the maximum number of 23 housing units by income category, including extremely low income, 24 that can be constructed, rehabilitated, and conserved over a 25 five-year time period.

26(c) A program which sets forth a five-year schedule of actions 27 the local government is undertaking or intends to undertake to 28 implement the policies and achieve the goals and objectives of the 29 housing element through the administration of land use and 30 development controls, provision of regulatory concessions and 31 incentives, and the utilization of appropriate federal and state 32 financing and subsidy programs when available and the utilization 33 of moneys in a low- and moderate-income housing fund of an 34 agency if the locality has established a redevelopment project area 35 pursuant to the Community Redevelopment Law (Division 24 36 (commencing with Section 33000) of the Health and Safety Code). 37 In order to make adequate provision for the housing needs of all 38 economic segments of the community, the program shall do all of

39 the following:

1 (1) Identify actions that will be taken to make sites available 2 during the planning period of the general plan with appropriate 3 zoning and development standards and with services and facilities 4 to accommodate that portion of the city's or county's share of the 5 regional housing need for each income level that could not be accommodated on sites identified in the inventory completed 6 7 pursuant to paragraph (3) of subdivision (a) without rezoning, and 8 to comply with the requirements of Section 65584.09. Sites shall 9 be identified as needed to facilitate and encourage the development of a variety of types of housing for all income levels, including 10 multifamily rental housing, factory-built housing, mobilehomes, 11 housing for agricultural employees, supportive housing single-room 12 occupancy units, emergency shelters, and transitional housing. 13

(A) Where the inventory of sites, pursuant to paragraph (3) of subdivision (a), does not identify adequate sites to accommodate the need for groups of all household income levels pursuant to Section 65584, the program shall identify sites that can be developed for housing within the planning period pursuant to subdivision (h) of Section 65583.2.

(B) Where the inventory of sites pursuant to paragraph (3) of 20 21 subdivision (a) does not identify adequate sites to accommodate 22 the need for farmworker housing, the program shall provide for 23 sufficient sites to meet the need with zoning that permits 24 farmworker housing use by right, including density and development standards that could accommodate and facilitate the 25 26 feasibility of the development of farmworker housing for low- and 27 very low income households.

28 (C) Where the inventory of sites pursuant to paragraph (7) of 29 subdivision (a) does not identify adequate sites to accommodate the need for emergency shelters identified pursuant to paragraph 30 (6) of subdivision (a), the program shall identify actions that will 31 32 be taken to make available adequate sites that can be developed 33 within the planning period to meet the need for emergency shelters. 34 The sites shall be zoned to permit the development of shelters as 35 a use by right, as defined in subdivision (i) of Section 65583.2, 36 and shall be zoned with appropriate development and management 37 standards and served with appropriate infrastructure to

38 accommodate the community's need for emergency shelters.

1 (2) Assist in the development of adequate housing to meet the 2 needs of extremely low, very low, low-, and moderate-income 3 households.

4 (3) Address and, where appropriate and legally possible, remove 5 governmental constraints to the maintenance, improvement, and 6 development of housing, including housing for all income levels 7 and housing for persons with disabilities. The program shall remove 8 constraints to, or provide reasonable accommodations for housing 9 designed for, intended for occupancy by, or with supportive 10 services for, persons with disabilities.

(4) Conserve and improve the condition of the existing
affordable housing stock, which may include addressing ways to
mitigate the loss of dwelling units demolished by public or private
action.

(5) Promote housing opportunities for all persons regardless of
race, religion, sex, marital status, ancestry, national origin, color,
familial status, or disability.

18 (6) Preserve for lower income households the assisted housing 19 developments identified pursuant to paragraph-(8) (9) of 20 subdivision (a). The program for preservation of the assisted 21 housing developments shall utilize, to the extent necessary, all 22 available federal, state, and local financing and subsidy programs 23 identified in paragraph (8) (9) of subdivision (a), except where a 24 community has other urgent needs for which alternative funding 25 sources are not available. The program may include strategies that 26involve local regulation and technical assistance. 27 (7) The program shall include an identification of the agencies

and officials responsible for the implementation of the various actions and the means by which consistency will be achieved with other general plan elements and community goals. The local government shall make a diligent effort to achieve public participation of all economic segments of the community in the development of the housing element, and the program shall describe this effort.

(d) A local government may satisfy the requirements to identify
sites suitable for the development of emergency shelters pursuant
to paragraph (7) of subdivision (a) and to include a program to
identify sufficient sites for these shelters pursuant to subparagraph
(C) of paragraph (1) of subdivision (c) by adopting and
implementing a multijurisdictional agreement with adjacent

1 communities that commits the participating jurisdictions to identify

2 sufficient sites suitable for development within the planning period

3 of emergency shelters that are zoned to permit the development of

4 these shelters as a use by right, as defined in subdivision (i) of

5 Section 65583.2. The sites shall be zoned with appropriate

6 development and management standards and served with

7 appropriate infrastructure to accommodate the combined need for 8 emergency shelters of all the participating jurisdictions, as

8 emergency shelters of all the participating jurisdictions, as 9 identified by each jurisdiction pursuant to paragraph (6) of

10 subdivision (a). Except as otherwise provided in this article,

amendments to this article that alter the required content of a housing element shall apply to both of the following:

(1) A housing element or housing element amendment prepared
 pursuant to subdivision (e) of Section 65588 or Section 65584.02,

15 where when a city, county, or city and county submits a first draft

16 to the department for review pursuant to Section 65585 more than

17 90 days after the effective date of the amendment to this section.

18 (2) Any housing element or housing element amendment 19 prepared pursuant to subdivision (e) of Section 65588 or Section

20 65584.02, where when the city, county, or city and county fails to

21 submit the first draft to the department before the due date specified

22 in Section 65588 or 65584.02.

23 SEC. 4. Section 65583.2 of the Government Code is amended 24 to read:

25 65583.2. (a) A city's or county's inventory of land suitable 26 for residential development pursuant to paragraph (3) of 27 subdivision (a) of Section 65583 shall be used to identify sites that 28 can be developed for housing within the planning period and that 29 are sufficient to provide for the jurisdiction's share of the regional 30 housing need for all income levels pursuant to Section 65584. As used in this section, "land suitable for residential development" 31 32 includes all of the following:

33 (1) Vacant sites zoned for residential use.

34 (2) Vacant sites zoned for nonresidential use that allows 35 residential development.

36 (3) Residentially zoned sites that are capable of being developed37 at a higher density.

38 (4) Sites zoned for nonresidential use that can be redeveloped

39 for, and as necessary, rezoned for, residential use.

40 (b) The inventory of land shall include all of the following:

1 (1) A listing of properties by parcel number or other unique 2 reference.

3 (2) The size of each property listed pursuant to paragraph (1), 4 and the general plan designation and zoning of each property.

5 (3) For nonvacant sites, a description of the existing use of each 6 property.

7 (4) A general description of any environmental constraints to 8 the development of housing within the jurisdiction, the 9 documentation for which has been made available to the jurisdiction. This information need not be identified on a 10 11 site-specific basis.

12 (5) A general description of existing or planned water, sewer, and other dry utilities supply, including the availability and access 13 14 to distribution facilities. This information need not be identified 15 on a site-specific basis.

16 (6) Sites identified as available for housing for above-moderate 17 income households in areas not served by public sewer systems. This information need not be identified on a site-specific basis. 18

19 (7) A map that shows the location of the sites included in the 20 inventory, such as the land use map from the jurisdiction's general 21 plan for reference purposes only.

22 (c) Based on the information provided in subdivision (b), a city 23 or county shall determine whether each site in the inventory can 24 accommodate some portion of its share of the regional housing 25 need by income level during the planning period, as determined 26 pursuant to Section 65584. The analysis shall determine whether 27 the inventory can provide for a variety of types of housing, including multifamily rental housing, factory-built housing, 28 29 mobilehomes, housing for agricultural employees, emergency 30 shelters, and transitional housing. The city or county shall determine the number of housing units that can be accommodated 31 32 on each site as follows:

33 (1) If local law or regulations require the development of a site 34 at a minimum density, the department shall accept the planning 35 agency's calculation of the total housing unit capacity on that site 36 based on the established minimum density. If the city or county 37 does not adopt a law or regulations requiring the development of a site at a minimum density, then it shall demonstrate how the 38 39 number of units determined for that site pursuant to this subdivision 40 will be accommodated.

1 (2) The number of units calculated pursuant to paragraph (1) 2 shall be adjusted as necessary, based on the land use controls and 3 site improvements requirement identified in paragraph (4) of 4 subdivision (a) of Section 65583.

5 (3) For the number of units calculated to accommodate its share
6 of the regional housing need for lower income households pursuant
7 to paragraph (2), a city or county shall do either of the following:
8 (A) Provide an analysis demonstrating how the adopted densities

8 (A) Provide an analysis demonstrating how the adopted densities 9 accommodate this need. The analysis shall include, but is not 10 limited to, factors such as market demand, financial feasibility, or 11 information based on development project experience within a 12 zone or zones that provide housing for lower income households.

13 (B) The following densities shall be deemed appropriate to 14 accommodate housing for lower income households:

(i) For incorporated cities within nonmetropolitan counties and
for nonmetropolitan counties that have micropolitan areas: sites
allowing at least 15 units per acre.

(ii) For unincorporated areas in all nonmetropolitan counties
not included in clause (i): sites allowing at least 10 units per acre.
(iii) For suburban jurisdictions: sites allowing at least 20 units
per acre.

(iv) For jurisdictions in metropolitan counties: sites allowingat least 30 units per acre.

24 (d) For purposes of this section, metropolitan counties, 25 nonmetropolitan counties, and nonmetropolitan counties with micropolitan areas are as determined by the United States Census 26 27 Bureau. Nonmetropolitan counties with micropolitan areas include 28 the following counties: Del Norte, Humboldt, Lake Mendocino, Nevada, Tehama, and Tuolumne and such other counties as may 29 30 be determined by the United States Census Bureau to be 31 nonmetropolitan counties with micropolitan areas in the future. 32

(e) A jurisdiction is considered suburban if the jurisdiction does
not meet the requirements of clauses (i) and (ii) of subparagraph
(B) of paragraph (3) of subdivision (c) and is located in a
Metropolitan Statistical Area (MSA) of less than 2,000,000 in
population, unless that jurisdiction's population is greater than
100,000, in which case it is considered metropolitan. Counties,
not including the City and County of San Francisco, will be

39 considered suburban unless they are in a MSA of 2,000,000 or

1 greater in population in which case they are considered 2 metropolitan.

(f) A jurisdiction is considered metropolitan if the jurisdiction
does not meet the requirements for "suburban area" above and is
located in a MSA of 2,000,000 or greater in population, unless
that jurisdiction's population is less than 25,000 in which case it
is considered suburban.

8 (g) For sites described in paragraph (3) of subdivision (b), the 9 city or county shall specify the additional development potential for each site within the planning period and shall provide an 10 11 explanation of the methodology used to determine the development 12 potential. The methodology shall consider factors including the 13 extent to which existing uses may constitute an impediment to 14 additional residential development, development trends, market 15 conditions, and regulatory or other incentives or standards to encourage additional residential development on these sites. 16

17 (h) The program required by subparagraph (A) of paragraph (1)of subdivision (c) of Section 65583 shall accommodate 100 percent 18 19 of the need for housing for very low and low-income households 20allocated pursuant to Section 65584 for which site capacity has 21 not been identified in the inventory of sites pursuant to paragraph 22 (3) of subdivision (a) on sites that shall be zoned to permit 23 owner-occupied and rental multifamily residential use by right 24 during the planning period. These sites shall be zoned with 25 minimum density and development standards that permit at least 26 16 units per site at a density of at least 16 units per acre in 27 jurisdictions described in clause (i) of subparagraph (B) of 28 paragraph (3) of subdivision (c) and at least 20 units per acre in 29 jurisdictions described in clauses (iii) and (iv) of subparagraph (B) 30 of paragraph (3) of subdivision (c). At least 50 percent of the very 31 low and low-income housing need shall be accommodated on sites 32 designated for residential use and for which nonresidential uses 33 or mixed-uses are not permitted.

(i) For purposes of this section and Section 65583, the phrase
"use by right" shall mean that the local government's review of
the *use for an emergency shelter or an* owner-occupied or *rental*multifamily residential—use *development* may not require a
conditional use permit, planned unit development permit, or other
discretionary local government review or approval that would
constitute a "project" for purposes of Division 13 (commencing)

1 with Section 21000) of the Public Resources Code. Any subdivision

2 of the sites shall be subject to all laws, including, but not limited

3 to, the local government ordinance implementing the Subdivision

4 Map Act. A local ordinance may provide that "use by right" does

5 not exempt the use from design review. However, that design

review shall not constitute a "project" for purposes of Division 13
(commencing with Section 21000) of the Public Resources Code.

8 Use by right for all rental multifamily residential housing shall be

9 provided in accordance with subdivision (f) of Section 65589.5.

10 SEC. 5. Section 65589.5 of the Government Code is amended 11 to read:

12 65589.5. (a) The Legislature finds and declares all of the 13 following:

14 (1) The lack of housing, *including special needs facilities and* 15 *emergency shelters*, is a critical problem that threatens the 16 economic, environmental, and social quality of life in California.

17 (2) California housing has become the most expensive in the 18 nation. The excessive cost of the state's housing supply is partially

19 caused by activities and policies of many local governments that

20 limit the approval of housing, increase the cost of land for housing,

and require that high fees and exactions be paid by producers of housing.

(3) Among the consequences of those actions are discrimination
against low-income and minority households, lack of housing to
support employment growth, imbalance in jobs and housing,
reduced mobility, urban sprawl, excessive commuting, and air
quality deterioration.

(4) Many local governments do not give adequate attention to
the economic, environmental, and social costs of decisions that
result in disapproval of housing projects, reduction in density of

31 housing projects, and excessive standards for housing projects.

(b) It is the policy of the state that a local government not reject
or make infeasible *emergency shelters and* housing developments
that contribute to meeting the housing need determined pursuant
to this article without a thorough analysis of the economic, social,
and environmental effects of the action and without complying
with subdivision (d).

38 (c) The Legislature also recognizes that premature and
 39 unnecessary development of agricultural lands for urban uses
 40 continues to have adverse effects on the availability of those lands

1 for food and fiber production and on the economy of the state. 2 Furthermore, it is the policy of the state that development should 3 be guided away from prime agricultural lands; therefore, in 4 implementing this section, local jurisdictions should encourage, 5 to the maximum extent practicable, in filling existing urban areas. 6 (d) A local agency shall not disapprove a housing development 7 project, including farmworker housing as defined in subdivision 8 (d) of Section 50199.50 of the Health and Safety Code, for very 9 low, low-, or moderate-income households, a special needs facility, 10 or an emergency shelter, or condition approval in a manner that 11 renders the project infeasible for development for the use of very 12 low, low-, or moderate-income households, a special needs facility, 13 or an emergency shelter, including through the use of design 14 review standards, unless it makes written findings, based upon 15 substantial evidence in the record, as to one of the following: 16

(1) The jurisdiction has adopted a housing element pursuant to 17 this article that has been revised in accordance with Section 65588. 18 is in substantial compliance with this article, and the jurisdiction 19 has met or exceeded its share of the regional housing need 20 allocation pursuant to Section 65584 for the planning period for 21 the income category proposed for the housing development project, 22 provided that any disapproval or conditional approval shall not be 23 based on any of the reasons prohibited by Section 65008. If the 24 housing development project includes a mix of income categories, 25 and the jurisdiction has not met or exceeded its share of the regional 26 housing need for one or more of those categories, then this 27 paragraph shall not be used to disapprove or conditionally approve 28 the project. The share of the regional housing need met by the 29 jurisdiction shall be calculated consistently with the forms and 30 definitions that may be adopted by the Department of Housing and 31 Community Development pursuant to Section 65400. In the case 32 of transitional housing or an emergency shelter, the jurisdiction 33 shall have met or exceeded the need for transitional housing or 34 emergency shelter, as identified pursuant to paragraph (6) of 35 subdivision (a) of Section 65583. Any disapproval or conditional 36 approval pursuant to this paragraph shall be in accordance with 37 applicable law, rule, or standards. 38 (2) The development project, special needs facility, or

39 emergency shelter as proposed would have a specific, adverse 40 impact upon the public health or safety, and there is no feasible

method to satisfactorily mitigate or avoid the specific adverse 1

2 impact without rendering the development unaffordable to low-

3 and moderate-income households or rendering the development 4 of the special needs facility or emergency shelter financially

5

infeasible. As used in this paragraph, a "specific, adverse impact"

6 means a significant, quantifiable, direct, and unavoidable impact, 7 based on objective, identified written public health or safety 8 standards, policies, or conditions as they existed on the date the 9 application was deemed complete. Inconsistency with the zoning 10 ordinance or general plan land use designation shall not constitute

11 a specific, adverse impact upon the public health or safety.

12 (3) The denial of the project or imposition of conditions is 13 required in order to comply with specific state or federal law, and 14 there is no feasible method to comply without rendering the 15 development unaffordable to low- and moderate-income 16 households or rendering the development of the special needs 17 facility or emergency shelter financially infeasible.

18 (4) The development project, special needs facility, or 19 emergency shelter is proposed on land zoned for agriculture or 20 resource preservation that is surrounded on at least two sides by 21 land being used for agricultural or resource preservation purposes, 22 or which does not have adequate water or wastewater facilities to

23 serve the project.

24 (5) The development project, special needs facility, or 25 *emergency shelter* is inconsistent with both the jurisdiction's zoning 26 ordinance and general plan land use designation as specified in 27 any element of the general plan as it existed on the date the 28 application was deemed complete, and the jurisdiction has adopted 29 a revised housing element in accordance with Section 65588 that 30 is in substantial compliance with this article.

31 (A) This paragraph cannot be utilized to disapprove or 32 conditionally approve a housing development project if the 33 development project is proposed on a site that is identified as 34 suitable or available for very low, low-, or moderate-income 35 households in the jurisdiction's housing element, and consistent 36 with the density specified in the housing element, even though it 37 is inconsistent with both the jurisdiction's zoning ordinance and 38 general plan land use designation. This paragraph cannot be 39 utilized to disapprove or conditionally approve an emergency 40 shelter if the shelter is proposed on a site that is identified as

1 suitable for emergency shelters in the housing element, even though

2 it is inconsistent with both the jurisdiction's zoning ordinance and

4 (B) If the local agency has failed in accordance with Section 5 65583.2, to identify in the inventory of land in its housing element 6 sites that can be developed for housing within the planning period 7 and that are sufficient to provide for the jurisdiction's share of the 8 regional housing need for all income levels pursuant to Section 9 65584, then this paragraph shall not be utilized to disapprove or 10 conditionally approve a housing development project proposed 11 for a site designated in any element of the general plan for 12 residential uses or designated in any element of the general plan 13 for commercial uses if residential uses are permitted or 14 conditionally permitted within commercial designations. In any 15 action in court, the burden of proof shall be on the local agency to 16 show that its housing element does identify adequate sites with 17 appropriate zoning and development standards and with services 18 and facilities to accommodate the local agency's share of the 19 regional housing need for the very low and low-income categories. 20 (e) This Nothing in this section does not shall be construed to 21 relieve the local agency from complying with the Congestion 22 Management Program required by Chapter 2.6 (commencing with 23 Section 65088) of Division 1 of Title 7 or the California Coastal 24 Act (Division 20 (commencing with Section 30000) of the Public 25 Resources Code). This Neither shall anything in this section also 26 does not be construed to relieve the local agency from making one 27 or more of the findings required pursuant to Section 21081 of the 28 Public Resources Code or otherwise complying with the California 29 Environmental Quality Act (Division 13 (commencing with Section 30 21000) of the Public Resources Code). 31 (f) This Nothing in this section does not shall be construed to 32 prohibit a local agency from requiring the development project, 33 special needs facility, or emergency shelter to comply with 34 objective, quantifiable, written development standards, conditions, 35 and policies appropriate to, and consistent with, meeting the 36 jurisdiction's share of the regional housing need pursuant to Section 37 65584. A local agency may also require special needs facilities 38

and emergency shelters to comply with objective, quantifiable,written management standards. However, the development

40 standards, conditions, and policies shall be applied to facilitate

<sup>3</sup> general plan land use designation.

1 and accommodate development at the density permitted on the site

2 and proposed by the development project. This section does not

3 prohibit a local agency from imposing fees and other exactions

4 otherwise authorized by law that are essential to provide necessary

5 public services and facilities to the development project, special

6 needs facility, or emergency shelter.

7 (g) This section shall be applicable to charter cities because the 8 Legislature finds that the lack of housing, *including special needs* 

9 facilities and emergency shelter, is a critical statewide problem.

10 (h) The following definitions apply for the purposes of this 11 section:

(1) "Feasible" means capable of being accomplished in a
 successful manner within a reasonable period of time, taking into
 account economic, environmental, social, and technological factors.
 (2) "Housing development project" means a use consisting of

15 (2) "Housing development project" means a use consisting of 16 either of the following:

17 (A) Residential units only.

18 (B) Mixed-use developments consisting of residential and 19 nonresidential uses in which nonresidential uses are limited to 20 neighborhood commercial uses and to the first floor of buildings

21 that are two or more stories. As used in this paragraph,

22 "neighborhood commercial" means small-scale general or specialty

stores that furnish goods and services primarily to residents of theneighborhood.

25 (3) "Housing for very low, low-, or moderate-income households" means that either (A) at least 20 percent of the total 26 27 units shall be sold or rented to lower income households, as defined 28 in Section 50079.5 of the Health and Safety Code, or (B) 100 29 percent of the units shall be sold or rented to moderate-income 30 households as defined in Section 50093 of the Health and Safety 31 Code, or middle-income households, as defined in Section 65008 32 of this code. Housing units targeted for lower income households 33 shall be made available at a monthly housing cost that does not 34 exceed 30 percent of 60 percent of area median income with 35 adjustments for household size made in accordance with the 36 adjustment factors on which the lower income eligibility limits 37 are based. Housing units targeted for persons and families of 38 moderate income shall be made available at a monthly housing 39 cost that does not exceed 30 percent of 100 percent of area median 40 income with adjustments for household size made in accordance

1 with the adjustment factors on which the moderate-income 2 eligibility limits are based.

3 (4) "Special needs facility" includes all of the following if the 4 facility is licensed and serves seven or more persons:

5 (A) A "community care facility," "residential facility," "social 6 rehabilitation facility," "community treatment facility," 7 "transitional shelter care facility," and "transitional housing 8 placement facility," as those terms are defined in Section 1502 of 9 the Health and Safety Code.

10 (B) A "residential care facility," as defined in Section 1568.01

11 of the Health and Safety Code.

(C) A "residential care facility for the elderly," as defined in
Section 1569.2 of the Health and Safety Code.

14 (4)

15 (5) "Area median income" means area median income as 16 periodically established by the Department of Housing and 17 Community Development pursuant to Section 50093 of the Health 18 and Safety Code. The developer shall provide sufficient legal 19 commitments to ensure continued availability of units for very low 20 or low-income households in accordance with the provisions of 21 this subdivision for 30 years.

22 (5)

*(6)* "Disapprove the development project" includes any instancein which a local agency does either of the following:

25 (A) Votes on a proposed housing development project 26 application and the application is disapproved.

(B) Fails to comply with the time periods specified in
subparagraph (B) of paragraph (1) of subdivision (a) of Section
65950. An extension of time pursuant to Article 5 (commencing
with Section 65950) shall be deemed to be an extension of time
pursuant to this paragraph.

32 (i) If any city, county, or city and county denies approval or 33 imposes restrictions, including design changes, a reduction of 34 allowable densities or the percentage of a lot that may be occupied 35 by a building or structure under the applicable planning and zoning 36 in force at the time the application is deemed complete pursuant 37 to Section 65943, that have a substantial adverse effect on the 38 viability or affordability of a housing development for very low, 39 low-, or moderate-income households, and the denial of the 40 development or the imposition of restrictions on the development

1 is the subject of a court action which challenges the denial, then

2 the burden of proof shall be on the local legislative body to show

3 that its decision is consistent with the findings as described in

4 subdivision (d) and that the findings are supported by substantial5 evidence in the record.

6 (i) When a proposed housing development project complies 7 with applicable, objective general plan and zoning standards and 8 criteria, including design review standards, in effect at the time 9 that the housing development project's application is determined 10 to be complete, but the local agency proposes to disapprove the project or to approve it upon the condition that the project be 11 12 developed at a lower density, the local agency shall base its 13 decision regarding the proposed housing development project upon 14 written findings supported by substantial evidence on the record 15 that both of the following conditions exist:

16 (1) The housing development project would have a specific, 17 adverse impact upon the public health or safety unless the project 18 is disapproved or approved upon the condition that the project be 19 developed at a lower density. As used in this paragraph, a "specific, 20 adverse impact" means a significant, quantifiable, direct, and 21 unavoidable impact, based on objective, identified written public 22 health or safety standards, policies, or conditions as they existed 23 on the date the application was deemed complete.

(2) There is no feasible method to satisfactorily mitigate or
avoid the adverse impact identified pursuant to paragraph (1), other
than the disapproval of the housing development project or the
approval of the project upon the condition that it be developed at
a lower density.

29 (k) The applicant or any person who would be eligible to apply 30 for residency in the development, special needs facility, or 31 emergency shelter may bring an action to enforce this section. If 32 in any action brought to enforce the provisions of this section, a 33 court finds that the local agency disapproved a project or 34 conditioned its approval in a manner rendering it infeasible for the 35 development of a special needs facility, or emergency shelter, or 36 housing for very low, low-, or moderate-income households, including farmworker housing, without making the findings 37 required by this section or without making sufficient findings 38 39 supported by substantial evidence, the court shall issue an order 40 or judgment compelling compliance with this section within 60

1 days, including, but not limited to, an order that the local agency 2 take action on the development project, special needs facility, or 3 emergency shelter. The court shall retain jurisdiction to ensure 4 that its order or judgment is carried out and shall award reasonable 5 attorney's fees and costs of suit to the plaintiff or petitioner who 6 proposed the housing development, special needs facility, or 7 *emergency shelter*, except under extraordinary circumstances in 8 which the court finds that awarding fees would not further the 9 purposes of this section. If the court determines that its order or 10 judgment has not been carried out within 60 days, the court may 11 issue further orders as provided by law to ensure that the purposes 12 and policies of this section are fulfilled, including, but not limited 13 to, an order to vacate the decision of the local agency, in which 14 case the application for the project, as constituted at the time the 15 local agency took the initial action determined to be in violation 16 of this section, along with any standard conditions determined by 17 the court to be generally imposed by the local agency on similar 18 projects, shall be deemed approved unless the applicant consents 19 to a different decision or action by the local agency. 20 (1) If the court finds that the local agency (1) acted in bad faith 21 when it disapproved or conditionally approved the housing 22 development, special needs facility, or emergency shelter in

23 violation of this section and (2) failed to carry out the court's order 24 or judgment within 60 days as described in paragraph (k), the court 25 in addition to any other remedies provided by this section, may 26 impose fines upon the local agency that the local agency shall be 27 required to deposit into a housing trust fund. Fines shall not be 28 paid from funds that are already dedicated for affordable housing, 29 including, but not limited to, redevelopment or low- and 30 moderate-income housing funds and federal HOME and CDBG 31 funds. The local agency shall commit the money in the trust fund 32 within five years for the sole purpose of financing newly 33 constructed housing units affordable to extremely low, very low, 34 or low-income households. For purposes of this section, "bad faith" 35 shall mean an action that is frivolous or otherwise entirely without

36 merit.

37 (m) Any action brought to enforce the provisions of this section

- 38 shall be brought pursuant to Section 1094.5 of the Code of Civil
- 39 Procedure, and the local agency shall prepare and certify the record
- 40 of proceedings in accordance with subdivision (c) of Section 1094.6

1 of the Code of Civil Procedure no later than 30 days after the

2 petition is served, provided that the cost of preparation of the record 3 shall be borne by the local agency. Upon entry of the trial court's 4 order, a party shall, in order to obtain appellate review of the order, 5 file a petition within 20 days after service upon it of a written 6 notice of the entry of the order, or within such further time not 7 exceeding an additional 20 days as the trial court may for good 8 cause allow. If the local agency appeals the judgment of the trial 9 court, the local agency shall post a bond, in an amount to be 10 determined by the court, to the benefit of the plaintiff if the plaintiff

is the project applicant. 11

12 (n) In any action, the record of the proceedings before the local agency shall be filed as expeditiously as possible and, 13 notwithstanding Section 1094.6 of the Code of Civil Procedure or 14 15 subdivision (m) of this section, all or part of the record may be prepared (1) by the petitioner with the petition or petitioner's points 16 17 and authorities, (2) by the respondent with respondent's points and 18 authorities, (3) after payment of costs by the petitioner, or (4) as 19 otherwise directed by the court. If the expense of preparing the 20 record has been borne by the petitioner and the petitioner is the prevailing party, the expense shall be taxable as costs. 21

22 (o) This section shall be known, and may be cited, as the 23 Housing Accountability Act.

24 SEC. 6. Section 65852.12 is added to the Government Code, 25 to read:

26 65852.12. A local agency shall designate zones where special needs facilities, as defined in Section 65589.5, and transitional 27 housing, as defined in Section 50801 of the Health and Safety 28 Code, are a permitted use, either by right or subject to a 29

30 conditional use permit. A local agency shall not enact or enforce

31 an ordinance, regulation, or resolution that would prohibit special

32 needs facilities and transitional housing from locating within the

33 jurisdiction.

34 SEC. 7. No reimbursement is required by this act pursuant to

35 Section 6 of Article XIIIB of the California Constitution because

a local agency or school district has the authority to levy service 36 37

charges, fees, or assessments sufficient to pay for the program or

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level of service mandated by this act, within the meaning of Section

17556 of the Government Code. 2