COUNTY OF SAN BENITO AFFORDABLE HOUSING AD HOC COMMITTEE CERTIFICATE OF POSTING

Pursuant to California Government Code Section 59454.2(a), the meeting agenda for the San Benito County Affordable Housing Ad Hoc Committee Meeting Wednesday, October 5, 2020 was posted on the 2nd of October, 2020 at the following location freely accessible to the public:

The bulletin board outside the front entrance of the San Benito County Administration Building, 481 Fourth Street, Hollister, CA.

I, Jamila Saqqa, Housing Programs Coordinator, certify under penalty of perjury, that the foregoing is true and correct.

JAMILA SAQQA HOUSING PROGRAMS COORDINATOR COUNTY OF SAN BENITO, CA



SAN BENITO COUNTY Affordable Housing Ad Hoc Committee

Jaime De La Cruz	Mark Medina Chair	Robert Gibson	Robert Eggers
Board of Supervisors	Board of Supervisors	Planning Commission	Planning Commission

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- 4. Public Comment: select the "Participants Tab" and click "Raise hand" icon, the zoom facilitator will unmute you when your turn arises.

REGULAR MEETING Monday, October 5, 2020 5:00 PM

AGENDA

1. Call to Order

- a. Pledge of Allegiance
- **b.** Roll Call
- c. Acknowledge Certificate of Posting
- 2. **Public Comment:** This is an opportunity for the public to address the commission on items of interest not appearing on the agenda or not scheduled for public hearing. No action may be taken unless provided for by GC 56954.2. Each speaker is limited to five minutes.

3. Discussion

- **a.** Draft Affordable Housing Ordinance, please note the draft has not been reviewed or approved by County Counsel.
- b. Draft Inclusionary Requirement Breakdown

4. Additions to Future Agenda

- 5. Schedule of Upcoming Meetings
- 6. Adjournment

BEFORE THE BOARD OF SUPERVISORS, COUNTY OF SAN BENITO

AN ORDINANCE OF THE COUNTY OF SAN BENITO AMENDING CHAPTER 21.03 OF TITLE 21 OF THE SAN BENITO COUNTY CODE ("AFFORDABLE HOUSING REGULATIONS")

) Ordinance No.

)

)

The Board of Supervisors ordains as follows:

Section 1. Chapter 21.03 of Title 21 of the San Benito County Code shall be amended to read as follows:

CHAPTER 21.03: AFFORDABLE HOUSING REGULATIONS

- 21.3.1 Findings
- 21.3.2 Purpose
- 21.3.3 Definitions
- 21.3.4 Development requiring inclusionary contribution
- 21.3.5 Inclusionary requirements
- 21.3.6 On-site units
- 21.3.7 Off-site units
- 21.3.8 In-lieu fees
- 21.3.9 Development project approval
- 21.3.10 Occupancy and continuing availability of units
- 21.3.11 Housing Advisory Committee
- 21.3.12 Collection and use of in-lieu fees
- 21.3.13 Density bonus and incentives
- 21.3.14 Affordable By Design
- 21.3.15 Development Standards
- 21.10.016 Additional Standards
- 21.3.17 Enforcement
- 21.3.18 Monitoring

§ 21.03.001 FINDINGS.

(A) San Benito County Goals and General Plan.

(1) The Board of Supervisors finds that a decent home and suitable living environment for all is a priority of the highest order; this priority conforms to state and federal policies. A key goal of the County is to achieve a balanced community with housing available for persons of all economic levels, with priority given to those persons currently residing or working within the County.

(2) The Board of Supervisors finds there is an inadequate supply of housing in San Benito County that is affordable to very low, low, and moderate-income households. Federal and state housing finance and subsidy programs are not sufficient in themselves to meet that need.

(3) The Board of Supervisors finds that the cost of housing in new developments has increased and will continue to perpetuate this housing shortage. Further, land for residential development in

the County is limited, and the amount of land which can be used for development of housing for very low, low, and moderate-income households is being depleted by development of high cost housing.

(4) The Board of Supervisors finds that the provision of housing affordable to very low, low, and moderate-income households is a County-wide responsibility, and the provision of such housing is a goal of the housing element of the County general plan. A County-wide inclusionary housing program will assist in alleviating the use of available residential land solely for the benefit of households that are able to afford market rate housing because such market rate development will be required to contribute to the provision of affordable housing for the entire San Benito community.

(B) <u>Provide forWorkforce.</u>

(1) The Board of Supervisors finds that the housing shortage for persons of very low, low, and moderate-income is detrimental to the public health, safety and welfare, and particularly finds that provision of very low, low, and moderate-income housing is fundamental to the maintenance of an adequate, growing workforce and market place for the local economy, as well as to provide housing for additional employees whose jobs serve the increasing population living in new market-rate housing.

(2) The Board of Supervisors acknowledges that if very low, low, and moderate income workers cannot find housing in the County, then employers will have difficulty in securing a labor force; and employees will be forced to commute. Employee commutes use limited gasoline resources and increase air pollution.

- (C) <u>Benefit to the County.</u> The Board of Supervisors finds that a County-wide affordable housing program will benefit the County as a whole. Each property that contributes to inclusionary housing augments the housing mix, increases the supply of housing for all economic segments of the community, and thereby provides for a balanced community, which is deemed to be in the public interest.
- (D) <u>Resale Restrictions/Shared Equity Recapture</u>. The Board of Supervisors finds that the effect of an affordable housing program is severely diminished if it benefits only the first occupants of very low, low, and moderate-income housing, and affordable for-sale and rental units are resold at market prices. Therefore, the Board of Supervisors recognizes that resale control, to ensure the continuing availability of affordable units to extremely low, very low, low, and moderate-income households, is a necessary consideration in order to prevent undermining of the credibility of the whole program, particularly because of the loss of the unit itself as an affordable for sale and rental unit.

(1) If the project site is receiving State administered funding and the State Housing & Community Development Agency does not allow Resale Restriction requirements the project must develop a supplemental requirement to maintain the affordability of the unit and recapture any loan funding.

(E) <u>*Public Purpose.*</u> The Board of Supervisors finds that public housing programs and housing subsidy programs can meet only a small portion of the need for very low, low, and moderate-income housing. The vast majority of housing units has been and will continue to be produced by

the private housing industry. This industry has the knowledge and ability to produce housing affordable to extremely low, very low, low, and moderate-income households given supportive government policies, including incentives and public investment as appropriate. Therefore, the Board of Supervisors finds it is a public purpose of the County to seek assistance and cooperation from the private sector and non-profit agencies in making available an adequate supply of housing for persons of all economic segments of the community.

(F) *Benefits of the Application of this Chapter*. Application of this chapter may benefit the public through increased housing opportunities in all areas of the County, an increased supply of very low, low, and moderate-income housing, and an increased availability of funds for very low, low, and moderate-income housing projects.

(G) *Collection of Fees.* Fees can be paid in lieu of building units and will be based on an in-lieu fee study. The fees permitted by this chapter will be fair and effective because:

(1) The fee amount will be based on the amount necessary to construct or subsidize an affordable unit or affordable units as called for by this chapter, so that when a developer elects to pay an inlieu fee, funds will be available to reach the County's overall affordability target, without excessive payments and without setting varying fee standards on a case-by-case basis;

(2) The fees collected will be used in a specific time frame for the provision of extremely-low, very low, low, and or moderate-income housing;

(3) Fees will be adjusted annually based on the Construction Cost Index or CPI (Shelter Only). A new in-lieu study will be conducted every five years; and

(<u>H</u>) <u>Other Objectives</u>. The Board of Supervisors finds that an objective of this chapter is to meet the housing needs of all types of very low, low, and moderate-income groups in a manner that is economically feasible and consistent with their needs.

(1) The Board of Supervisors further finds that extremely low, very low, low, and moderate income housing best achieves the broader community goal of integrating households of all economic levels into the community when such housing is provided throughout the community and that a specific objective of this chapter is to provide housing opportunities throughout the community, in all planning areas of the County for very low, low, and moderate-income households.

(2) The Board of Supervisors further finds that an objective of this chapter is to provide housing opportunities for very low, low, and moderate-income household members currently residing or working in San Benito County, on a priority basis.

§ 21.03.002 PURPOSE.

The purposes of this chapter are to enhance the public welfare, benefit the property being developed, assure compatibility between future housing development and the housing units affordable to persons of very low, low, and moderate-income and ensure that remaining developable land in the County is utilized in a manner consistent with state and local housing

policies and needs.

§ 21.03.003 DEFINITIONS.

For the purposes of this chapter, the following definitions shall apply:

(a) **ADMINISTRATIVE MANUAL**. The manual prepared pursuant to subsection 21.03.010 (g).

(b) **AFFORDABLE.** A cost for housing, whether for an owner-occupied or rental unit, that does not exceed "affordable housing cost" as set forth in California Health and Safety Code Section 50052.5. Adjustments for household size based on the number of bedrooms in the unit and other monthly housing cost factors, including assumed mortgage interest rates, loan insurance fees, maintenance and repair allowances, utility allowances, homeowners insurance, property tax and assessment costs, and homeowners association dues, shall be as provided by the County in the administrative manual.

(c) **AFFORDABLE HOUSING PLAN**. A plan demonstrating how a specific development project will meet the requirements of this chapter.

(d) **AFFORDABLE HOUSING AGREEMENT.** An inclusionary housing agreement between the County and an applicant, governing how the applicant shall comply with this chapter.

(d) **APPLICANT.** A person or entity that applies for a residential development and, if the applicant does not own the property on which development is proposed, also means the owner or owners of the property.

(e) **APPROPRIATE AUTHORITY**. That person, official, or body designated by County regulations to hear, grant, deny, modify, condition, revoke or otherwise act on permits required by the County's regulations.

(f) **APPROVAL.** Any approval by the appropriate authority of a discretionary permit for residential development, including, but not limited to, planned unit development or planned community development approval, subdivision approval, use permit, building permit or combined development permit, and if no discretionary approval is required, also means a building permit for residential development.

- (g) **APPROVED DOCUMENTS.** Affordable Housing Agreement or Development Agreement.
- (h) AREA MEDIAN INCOME. The Area Median Income is the median annual income for San Benito County, adjusted for household size, as published annually in the California Code of Regulations, Tile 25, Section 6932, or its successor provision, or as established by the County of San Benito

(i) **BUILDING PERMIT.** A permit issued by the San Benito County department of planning and building authorizing the construction of new dwellings.

(j) **DIRECTOR**. The Director of the Resource Management Agency (or a County officer with similar responsibilities designated by the County administrative officer), or his or her designee.

(k) **DWELLING OR UNIT.** Any structure or portion thereof designed or used as the residence.

(1) **ELIGIBLE HOUSEHOLD**. An eligible household is defined as a household whose gross annual household income does not exceed the applicable maximum for a given Inclusionary Unit

(m)**FIRST APPROVAL.** The first approval, as the term "Approval" is defined in this chapter, to occur with respect to a residential project.

(n)**FOR SALE INCLUSIONARY UNIT.** An inclusionary unit which is designated in an inclusionary housing agreement to be sold to a household eligible under this chapter.

(o) **HOUSEHOLD.** One or more individuals who occupy one dwelling unit as a single housekeeping unit, whether or not related by blood or marriage.

(p) **HUD.** The United States Department of Housing and Urban Development.

(q) **INCLUSIONARY UNIT.** A housing unit, which is required by an approval to meet affordability and occupancy limits under this chapter.

(r) **IN-LIEU PAYMENT**. An In-lieu Payment is the amount payable pursuant to this Chapter as an alternative to the construction of fractional on-site or off-site Inclusionary Units. In addition, the In-Lieu Fee Payment can be paid as an alternative to the construction of an on-site unit, or off-site unit.

HOUSEHOLD INCOME GROUPS

EXTREMELY LOW-INCOME HOUSEHOLD. A household with an annual income which does not exceed the State of California Department of Finance annual determination for extremely low-income households earning no more than 30% of area median income, adjusted for household size.

(s) **VERY LOW-INCOME HOUSEHOLD.** A household with an annual income which does not exceed the State of California Department of Finance annual determination for very low-income households earning no more than 50% of area median income, adjusted for household size.

(t) **LOWER-INCOME HOUSEHOLD.** A household with an annual income, which does not exceed State of California Department of Finance annual determination for lower-income households with incomes earning no more than 80% of the area median income, adjusted for household size.

(u) **MEDIAN INCOME.** The median household income as determined by the State of California Department of Finance and updated on an annual basis.

(v) **MODERATE INCOME HOUSEHOLD**. A household, including a low-income household and a very low-income household, with an annual income which does not exceed one hundred twenty percent of the median income, adjusted for household size.

(w) **OWNER OCCUPIED DEVELOPMENT**. A residential development in which the same person or persons are sole or majority owner(s) of the property at the time of first approval of the development and at the time the development receives its building permit, and those persons make and record a legally binding agreement, acceptable to the director and approved as to form by County Counsel, to reside in the residential development for not less than one year from the recordation of the notice of completion, and where the proposed owner-occupant has not previously been an owner-occupant under this chapter during a period of ten years prior to application for a first approval.

(x) **PENDING DEVELOPMENT**. A residential development for which an application has been approved by the County on or before the effective date of this chapter, so long as the number of dwellings does not increase after the first approval.

(y) **PLANNING AREA.** The Planning Area is the unincorporated area of the County of San Benito. Residential development projects in the Planning Area that require any approval, submit application or applications to the County. New construction projects or alteration of structures which create five or more new or additional dwelling units and/or lots are subject to this Ordinance

(z) **RENTAL INCLUSIONARY UNIT.** An inclusionary unit which is designated in an inclusionary housing agreement to be rented to a household eligible under this chapter.

(aa) **RESIDENTIAL DEVELOPMENT MINIMUM PROJECT SIZES**. Any project requiring any approval, for which an application or applications are submitted to the County and which would by construction or alteration of structures create five or more new or additional dwelling units and/or lots.

(bb) **SUBDIVISION**. A "Subdivision" as that term is defined by the California Subdivision Map Act.

§ 21.03.004 INCLUSIONARY CONTRIBUTION REQUIREMENTS & ALTERNATIVE DEVELOPMENT OPTIONS

(A) The requirements of this chapter are minimum requirements and shall not preclude a residential development from providing additional affordable units and/or affordable units with lower rents or sales prices. Except as expressly provided in paragraphs (b) and (c) of this section, all residential developments shall contribute to the provision of housing for very low, low, and moderate-income households in the County of San Benito as provided in this chapter.

(B) Pending developments, as that term is defined by this chapter, shall be subject to the requirements of the inclusionary housing ordinance in effect when the application for the development is first approved by the appropriate authority, with the exception that vesting

tentative maps shall be subject to the requirements of the inclusionary housing ordinance in effect when the application for the vesting tentative map was deemed complete.

(C) Residential developments which meet one of the following criteria shall not be required to comply with this chapter:

(1) Residential developments that form part of a larger residential development as to which the requirements of this chapter have previously been fully satisfied and as to which there is no default in continuing obligations under this chapter, where the new residential development results in no increase in the number of previously approved lots or units;

(2) Development as to which the applicant demonstrates that there is no reasonable relationship between the development and the requirements imposed by this chapter, that the requirements of this chapter would take property in violation of the United States or California Constitutions, or that as a result of unusual or unforeseen circumstances, it would not be appropriate to apply, or would be appropriate to modify, the requirements of this chapter, provided that the Board of Supervisors makes the determination to approve or disapprove an exemption or modification, and makes written findings, based on substantial evidence, supporting that determination;

- (3) Development for farmworkers;
- (4) Mobile-Home Park

(D) Notwithstanding any other provision of this chapter, an applicant may propose an alternative means of compliance with this chapter by submitting an Affordable Housing Plan that achieves the purpose and intent of this chapter. The Board of Supervisors may approve such alternative method of meeting the County's inclusionary housing requirement by means of a Development Agreement or an Affordable Housing Agreement or other appropriate means if the Board of Supervisors finds and determine that, based on substantial evidence in the record, the proposed new residential development is consistent with the general plan, will assist in the attainment of the County's identified housing needs and regional fair share responsibilities for very low, low, and moderate income households, and the number of affordable housing units will provide an acceptable level of affordable housing while providing public benefits consistent with compliance with the express requirements of this chapter.

(5) Payment of in-lieu fees

(6) Developers may reserve or set-aside the right to land to be transferred to an affordable housing developer to satisfy an affordable housing requirement. Land may be part of the market-rate development being constructed, or may be provided off-site in a high-density residential zone. Priority will be given to development projects that satisfy affordable requirements through land set-aside and dedicated to high-density affordable housing.

(7) Build affordable multi-family rental units within the development rather than affordable for-sale, single-family homes.

(8) Inclusionary requirement can be met through a combination of providing inclusionary units and in-lieu fees.

(9) Townhomes can meet for-sale housing requirements.

(10) Off-Site construction – Require a higher percentage of inclusionary units if the developer selects this option.

(11) Land donation – Value of the land should not be lower than the total fees that would have been paid.

§ 21.03.005 INCLUSIONARY REQUIREMENTS.

All residential development consisting of five or more lots, inclusive, in San Benito County shall provide inclusionary units on-site or off-site, except that a fee may be paid in-lieu of providing fractional units and in other circumstances specified in § 21.03.008. The size, design, and location of inclusionary units shall be consistent with a project-specific Affordable Housing Plan, the County General Plan, zoning ordinance, and other County ordinances and building standards. To satisfy the inclusionary requirement the inclusionary housing type is not limited to single family units and based on the appropriate zoning can include: mixed-use residential, townhome, duplex, and other housing types proposed by the Affordable Housing Plan. The size, design, and location of inclusionary units shall be consistent with a project-specific affordable housing plan, the County general plan, zoning ordinance, and other County ordinances and building standards. To satisfy the inclusionary units shall be consistent with a project-specific affordable housing plan, the County general plan, zoning ordinance, and other County ordinances and building standards. To satisfy the inclusionary requirement the inclusionary housing type is not limited to single family units and based on the appropriate zoning can include: mixed-use residential, townhome, duplex, and other housing trequirement the inclusionary housing type is not limited to single family units and based on the appropriate zoning can include: mixed-use residential, townhome, duplex, and other housing types proposed by the Affordable Housing Plan. Compliance may be accomplished by the applicant alone or in combination with others, including a non-profit housing corporation, as specified in Section 21.03.006 and 21.03.007

§ 21.03.006 ON-SITE UNITS.

(A)To satisfy its inclusionary requirement on-site, a residential development must construct inclusionary units in an amount equal to or greater than 15 percent of the total number of units approved for the residential development (except to the extent a fraction of a unit would be required, for which the applicant may elect to substitute a fractional unit fee). Initial and subsequent affordability levels and eligible occupants of the inclusionary units shall conform to the requirements of Section 21.03.010, as applicable.

(B) On-site affordable units must:

(1) Receive building permits and certificates of occupancy concurrently with the remainder of the residential development, as set forth in and except as otherwise provided by the affordable housing agreement;

(2) Will be compatible in exterior appearance with the other units in the residential development (though interiors may differ to the extent authorized in the affordable housing agreement) and be dispersed throughout the residential development to the extent feasible or

as otherwise provided by the inclusionary housing agreement;

(3) Have a similar number of bedrooms as the market rate homes in which the affordable units are located.

(4) Minimum unit sizes are defined as 80% of the average market rate unit sizes for rental and ownership units in the specified development

(C) The percentage of required inclusionary units is the same for both rental and for-sale housing, but income targeting for rental housing and for-sale housing are not the same. See the tables below for both on-site and off-site affordability target for-sale and rental inclusionary units.

§ 21.03.007 OFF-SITE AFFORDABLE UNITS.

(a) Off-site inclusionary units, in place of or combined with on-site units, may be approved upon a showing by the applicant for the residential development, approved by the appropriate authority, that off-site units will provide a greater contribution to the County's affordable housing needs. If a developer chooses off-site affordable housing, the inclusionary requirement shall be 20%.

(b) Off-site affordable units, to the greatest extent possible, should be located within the same planning area as the market rate project.

(c) Off-site units may be allowed only if their location is identified and is owned, or site control is demonstrated by the applicant, at the time of first approval.

(d) Except as otherwise provided in the affordable housing agreement for the residential development, building permits for corresponding market-rate units will not be issued until building permits have been issued for off-site units, and final inspections for occupancy will not occur for corresponding market-rate units until final inspections for occupancy have occurred for off-site units.

(e) The off-site inclusionary housing requirements of this chapter are summarized in the following table. Should there be any discrepancy between this table and the text of this ordinance, the text shall control (Table to be provided)

§ 21.03.008 IN-LIEU PAYMENT AND OTHER ALTERNATIVE COMPLIANCE MECHANISMS.

(A) For both on-site and off-site construction, unless an exemption is approved by the Board of Supervisors pursuant to subparagraph (c) below, the applicant shall be required to build the whole number of inclusionary units as determined in subparagraph (b) below. The Director of Resource Management Agency or his/her designee shall calculate and update the In-Lieu Fees on an annual basis based on _Refer to section where fees are presented_____. The Board of Supervises

shall then adopt the fees annually as part of the Master Fee Schedule. Please refer to the department fee schedule for the annual in-lieu fee.

(B) <u>Fractions of units</u>. Residential developments required to construct fractions of a unit under this chapter may pay an in-lieu fee in an amount corresponding to the fractional unit, computed by multiplying the in-lieu fee amount determined under subsection (c) below by the fraction.

(C) <u>Qualification for in-lieu payment.</u> The developer of a residential development containing twenty- one or more units may elect to pay a fee in-lieu of providing some or all of the required inclusionary units if the developer demonstrates, based on evidence in the record, in connection with the first approval for the residential development, that specific characteristics of the development site, such as lack of access to services, zoning which requires large lot development, or potentially high site maintenance costs, make the site unsuitable for households at the required income levels. The evidence must be reviewed by the Planning Commission for first approval and the qualification for an In-lieu Payment must be approved by the Board of Supervisors.

(D) <u>Payment Amount</u>. Inclusionary fees shall be set forth by Resolution of the Board of Supervisors and shall reflect the findings found in Section 21.03.001(g).

(E) <u>Time of payment</u>. Payment of in-lieu fees shall be made in full to the County prior to issuance of a certificate of occupancy and final inspection, unless an affordable housing agreement otherwise provides.

(F) Alternative compliance mechanisms should be used only when they will lead to the production of more affordable units than would otherwise be provided on-site, while still being consistent with the ordinance's other goals. Also, alternatives should be made available where on-site production of units is less feasible, rather than as a default option for all developments. Examples of alternative mechanisms include (but are not limited to the following: land donation, construction of rental units adjacent to for-sale projects, provision of subsidies to non-profit developers for affordable rental housing,

§ 21.03.009 DEVELOPMENT PROJECT APPROVAL.

(A) A residential development application will not be deemed complete until the applicant has submitted plans and proposals which demonstrate the manner in which the applicant proposes to meet the requirements of this chapter, including any plans for the construction of on-site units, commitment of off-site units, and/or intent to pay in-lieu fees.

(B) Conditions to carry out this chapter shall be imposed on the first approval of a residential development. When granting the first approval, the appropriate authority shall determine and include as a condition of approval: (1) the method of compliance with this chapter, including whether the residential development will comply with this chapter through provision of on-site units or off-site units or payment of an in-lieu fee or combination thereof; (2) if inclusionary units are to be provided, the number of units required and fractional amount of units for which an in-lieu fee may be paid; and (3) such other matters as the appropriate authority deems proper.

The condition of approval shall further provide that prior to the recordation of the parcel map or final map in the case of subdivisions and or prior to the issuance of building permits in the case of all other land use permits to which this chapter applies, the applicant shall enter into an affordable housing agreement acceptable to the director that contains specific requirements implementing the condition of approval including, but not limited to, as applicable, the number of inclusionary units, the level of affordability, location and type of inclusionary units, timing of construction of inclusionary units in relation to the construction of the market rate units contained in the development, and amount of the in-lieu fee, if any. The affordable housing agreement may be amended by the parties, provided the amendment is consistent with the condition of approval imposed as part of the first approval and the existing County approvals.

If the proposed amendment is minor or technical in nature, the director shall have authority to approve or disapprove the amendment on behalf of the County. If the proposed amendment makes a substantive or material change to the affordable housing agreement, the amendment shall be effective only if, following notice and hearing and such other procedures as may be required by law, approved by the appropriate authority who gave the first approval on the project.

(C) Where a residential development receives a subdivision approval, the final subdivision map or parcel map, which is to be filed and recorded, shall include a notation, in a form acceptable under the Subdivision Map Act, describing the condition of approval to comply with this chapter.

(D) Where the party subject to a fully executed affordable housing agreement or other document regulating or limiting the operation, price or rent of an inclusionary unit, entered into under this chapter or any previous version of this chapter, believes that the document requires modification as a result of unusual circumstances which could not have been foreseen at the time the document was entered into, the affected party may apply to the County Board of Supervisors for modification of the document. Such modification shall be considered at a public hearing during a regularly scheduled meeting.

(E) Any determination made by the appropriate authority to implement this chapter in connection with granting a first approval may be appealed pursuant to the appeal provisions of San Benito County Code, Title 25, Chapter 47.

§ 21.03.010 OCCUPANCY AND CONTINUING AVAILABILITY OF UNITS.

The occupancy and continuing availability of inclusionary units shall be provided for in the following manner:

(A) The number and type of rental inclusionary units and for-sale inclusionary units shall be determined for each application or approval under the standards of this chapter and set forth in the Affordable Housing or Development Agreement as approved by the Board. On-site and off-site for-sale and/or rental inclusionary units shall be sold/rented only to eligible households and only to extremely low, very low, low, or moderate income households, as applicable, at prices affordable to such households and pursuant to further requirements of resale restrictions,

a promissory note, second deed of trust naming the County of San Benito as beneficiary, deed restrictions and/or other documents pursuant to this chapter.

Where the number of required very low-income units is not a whole number, the fractional units required shall be added to the number of low-income inclusionary units required. If the resultant number of low-income units is not a whole number, the fractional units required shall be added to the number of moderate-income inclusionary units required. Where (after any addition of fractional units under the preceding sentences) the number of moderate income inclusionary units required is not a whole number, the applicant shall include the next higher whole number of moderate-income and inclusionary units, or may elect to pay a fractional unit in-lieu fee in the amount provided in Section 21.03.008.

(B)The initial maximum sale price of the inclusionary unit to the first purchaser shall be determined by the director, pursuant to a method set forth in the administrative manual. Similar restrictions shall be required of subsequent owners at the time they acquire the unit. The initial maximum rental price of the rental inclusionary unit shall be determined by the Health & Safety Code related to Section 8 or by the director, pursuant to a method set forth in the Administrative Manual, or as established by ordinance from time to time, at the discretion of County Counsel

(C)<u>Resale Value for an Inclusionary For-Sale Unit</u>: The maximum resale price shall be determined under the approved documents, consistent with the administrative manual and the following:

- (1) The maximum permitted resale price of an inclusionary unit shall not be increased above the purchase price within one year of purchase.
- (2) The maximum permitted resale price shall be the initial sale price of the inclusionary unit, increased at the same rate as the median income has increased, with the following modifications.
- (3) Where an owner has lawfully added a bedroom to a for sale inclusionary unit, the maximum resale price of the unit shall be calculated based on an assumed household size corresponding to the total number of bedrooms, including the added bedroom.
- (4) The administrative manual and/or approved documents may provide for a ceiling which limits the resale price increases resulting from the modifications in subsections (C) and (D).

(D) Transfer: Transfer of a for-sale inclusionary unit to a child or step-child upon the death of one or more of the prior owners shall be permitted without payment of any amount otherwise due to the County based on the sales price or appreciation of the unit, and without regard to any otherwise applicable preferences or waiting list priority for successor owners, if, but only if, the household of the child or step-child would be eligible to purchase the unit and will occupy the unit. A child or step-child, whether or not his or her household is income eligible or will occupy the unit and regardless of any otherwise applicable preferences or waiting list priority, shall be entitled to own and/or occupy a for-sale inclusionary unit after the death of the prior parent owner, for a period not to exceed one year, without regard to otherwise applicable resale requirements of this chapter but subject to any applicable provisions of the administrative manual or County documents regulating the project. Not later than the expiration of the one-year period, the unit shall be transferred to the child or step-child (if the household is eligible and wishes to keep the unit) or shall be offered for sale in

conformance with this chapter, with appropriate restrictions recorded against the unit under this chapter for the County's benefit.

(E) Refinancing: For sale inclusionary units may be refinanced, to the extent provided in the administrative manual. A separate notice to of that restriction shall be recorded to prevent lenders from by-passing this requirement

(F) Terms of Affordability.

- (1)Terms of Affordability New and Existing For-Sale Inclusionary Units: New and Existing Inclusionary for-sale inclusionary units, affordability and occupancy restrictions shall remain in effect for thirty years and shall apply to any replacement structure or structures constructed if a structure containing an inclusionary unit or units is demolished or destroyed. If demolition or destruction of a structure containing inclusionary units occurs thirty years or more after recording of the restrictions and said demolition or destruction was unintentional, restrictions on the units in the structure shall terminate on demolition or destruction. Where a for-sale inclusionary unit is transferred and the new owner is required to enter into new regulatory documents under this chapter, the new regulatory documents will provide for an affordability period of thirty years.
- (2)Terms of Affordability New and Existing Rental Inclusionary Units: New and existing inclusionary rental units, affordability and occupancy restrictions shall remain in effect for a minimum of fifty-five years and shall apply to any replacement structure or structures constructed if a structure containing an inclusionary unit or units is demolished or destroyed. If demolition or destruction of a structure containing inclusionary units occurs fifty-five or more after recording of the restrictions and said demolition or destruction was unintentional, restrictions on the units in the structure shall terminate on demolition or destruction.

(G) <u>Maintenance</u>. Regulatory agreements and recorded restrictions on resale shall include maintenance and insurance requirements for affordable units.

(H) <u>Approval and Recording of Documents.</u> The director, in consultation with County counsel, shall establish the form and content of agreements and restrictions authorized under this chapter. Regulatory agreements and resale restriction documents may provide for specific affordability and/or occupancy requirements for particular affordable units, consistent with this chapter and with the terms of the project's affordable housing agreement. Restrictions on resale are required and shall be recorded against title to the affordable units and shall prohibit or limit leasing of inclusionary units.

(I) These documents shall be executed by the record owners of affected property, approved as to form by County Counsel and recorded in the official records of the County.

(J) <u>Occupancy</u>. Initial and subsequent occupancy of inclusionary units shall be in accord with conditions and requirements stated in the administrative manual.

(K) <u>Marketing/Selection of Participants.</u> The administrative manual shall set forth marketing

and selection policies and/or procedures for inclusionary for-sale and rental units and identify County staff responsible for supervising marketing. If the County maintains an eligible list(s), it may select households first from an eligibility list for newly available affordable units prior to other applicants.

(L) Changes in a Renter's Income. If, the monitoring process conducted by County staff reveals that the income of the household occupying the inclusionary rental unit exceeds the maximum amount of income for the restricted unit for the specific household size, the renter-household can remain in the home for an additional year

(M) <u>Administrative Manual.</u> The Board of Supervisors shall adopt and may from time to time amend an administrative manual, approved as to form by County counsel, to establish guidelines to interpret and implement this chapter, including without limitation income and maximum asset guidelines for inclusionary units and units assisted by in-lieu fee proceeds. All mandatory provisions of the manual, when adopted, shall bind applicants and other private parties subject to this chapter. Maximum permitted sales prices shall be governed by the administrative manual. The Board of Supervisors shall conduct a duly noticed public hearing prior to the adoption or any amendment of the administrative manual.

§ 21.03.011 HOUSING ADVISORY COMMITTEE.

(A) <u>Creation.</u> The Housing Advisory Committee, comprised of two members of the Board of Supervisors, two members of the Planning Commission, and three members of the public appointed by the Chair of the Board of Supervisors. Of the three members appointed by the Board of Supervisors Chair, it is recommended, but not required, to have one member from the affordable housing development, , one member from the builder development community, and one of the members with a financial or accounting background. This is created pursuant to this chapter for the purpose of advising the Board of Supervisors on matters relating to the housing element of the general plan and the inclusionary housing ordinance, and such other matters as the Board of Supervisors or County staff shall direct. The housing advisory committee shall also evaluate proposals for disbursal of in-lieu fees in accordance with the procedures set forth in this chapter.

(B) <u>Adoption of Bylaws.</u> The Board of Supervisors shall adopt bylaws containing rules and procedures for the transaction of business of the housing advisory committee. The Board of Supervisors may amend the bylaws from time to time.

§ 21.03.012 COLLECTION AND USE OF IN-LIEU FEES.

(A) UseofFees. To the maximum extent possible, any monies received by the County pursuant to this Chapter shall be used to increase, improve and preserve the supply of affordable housing and services to provide extreamly low, very low, low, and/or moderate income housing. Any monies received pursuant to this Chapter may be used for appropriate monitoring, enforcement and administrative costs. Monies received may also be used to assist the County with all costs associated for construction, acquisition, unit purchase, development and rehabilitation of property for rental or homeownership purposes as long as the property is offered for very low, low, and moderate income housing. Monies received may also be used to provide subsidies for equity participation loans, low interest loans, rent subsidies, grants or down payment assistance to eligible participants of

extremely low, very low, low, or moderate income housing. Monies received may also be used for related activities that promote affordable housing such as homebuyer education, grant writing workshops, credit management workshops, financial literacy workshops and foreclosure prevention education. Any monies received by the County pursuant to this Chapter shall be used to provide reasonable reimbursement to approved governmental agencies or non profit organizations for related expenses associated with preserving an affordable "At-risk" unit for very low, low, or moderate income in order to prevent foreclosure. All such monies on deposit with the County including in-lieu fees, fees, promissory note repayments, shared appreciation payments, penalties, interest generated or other funds collected shall be separately accounted for and shall not be used for purposes not authorized by Section 21.03.002.

(B) Funding Proposals. At least once a year when the County holds unappropriated in lieu fees, the County shall advertise by notice in newspapers of local circulation and other such written notice as deemed necessary by the housing advisory committee, availability of funds for the provision of very low, low, and/or moderate-income housing in the County. Included in the notice shall be an invitation to submit proposals and requests for funds to provide such housing in the County. Proposals submitted for funding shall be in accordance with the Board of Supervisors' housing priorities set for the year. Proposals shall be reviewed by the housing advisory committee to be submitted with its recommendations to the Board of Supervisors for final approval. The requests may be for grants, low interest loans and other funding mechanisms deemed appropriate to secure the purpose of this chapter. The proposals may be for pre- development projects and services, projects to promote very low, low, or moderate-income housing unit(s), rehabilitation, land acquisition, unit purchase, and development of infrastructure or other projects deemed appropriate to secure the purpose of this chapter to secure the purpose of this chapter.

(C) <u>Director's Authority.</u> All proposals and requests for funding shall be referred initially to the director or designee. The director or designee shall make recommendations for funding to the housing advisory committee, who shall make a funding recommendation to the Board of Supervisors in accordance with the procedures in this section. The Board of Supervisors, at its discretion, may elect to fund none, any, or all of proposals received and may attach conditions of approval, performance standards, or mitigation measures to any such approval. For proposals which have received final approval in accordance with the procedures set forth in this section, the director or designee shall have the authority to execute all documents necessary to implement the approval on behalf of the County, subject to the approval of County Counsel.

(D) <u>Grant Contract.</u> Upon authorization for funding, the director on behalf of the County shall enter into a contract to assure to the greatest extent possible that the approved proposals and requests are satisfactorily completed. No warrant shall be issued until such contract is completed and signed by the appropriate parties.

(E) <u>Household Eligibility.</u> The director shall establish standards for eligibility of extremely low, very low, low, and/or moderate-income households in units assisted with the proceeds of in-lieu fees. Priority for occupancy shall be granted to residents of San Benito County and those employed in San Benito County.

- (F) Impact Fees. If approved by the Board of Supervisors, developments projects which that provide affordable housing shall have a pro rata reduction of Impact Fees as follows:
- (1) Moderate income units shall require payment of 25% of the Impact Fees
- (2) Low income units shall require payment of 15% of the Impact Fees.
- (3) Very low and Extremely Low income units shall be exempt from the Impact Fees.

§ 21.03.013 DENSITY BONUS AND INCENTIVES.

(a) The County of San Benito shall provide density bonuses, incentives or concessions for the production of housing units and/or child care facilities in accordance with Cal. Govt. Code §65915 through §65916. The County may, in its discretion, grant a density bonus greater than required by Cal. Govt. Code §65915 for a development that meets the requirements of Cal. Govt. Code §65915 or grant a proportionately lower density bonus than what is required by Cal. Govt. Code §65915 for developments that do not meet the requirements of Cal. Govt. Code §65915.

(1) Twenty percent of the total units of a housing development for lower-income households, as defined in section 50079.5 of the Health and Safety Code;

(2) Ten percent of the total units of a housing development for very low-income households, as defined in section 50105 of the Health and Safety Code;

(3) Fifty percent of the total dwelling units of a housing development for qualifying residents, as defined in section 51.3 of the Civil Code; or

(4) Twenty percent of the total dwelling units in a condominium project as defined in subdivision (f) of section 1351 of the Civil Code, for persons or families of moderate income, as defined in section 50093 of the Health and Safety Code.

(b) The County shall grant the additional concession or incentive required by this section unless the County makes a written finding, based upon substantial evidence, that the additional concession or incentive is not required in order to provide for affordable housing costs, as defined in section 50052.5 of the Health and Safety Code.

(c) The applicant/developer shall agree to, and the County shall ensure, continued affordability of the moderate-income units that are directly related to the receipt of the density bonus for ten years if the housing is in a condominium project as defined in subdivision (f) of section 1351 of the Civil Code.

(d) An applicant/developer may submit to the County a proposal for the specific incentives or concessions that the applicant requests pursuant to this section, and may request a meeting with the County. The County shall grant the concession or incentive requested by the applicant developer unless the County makes a written finding, based upon substantial evidence, of either of the following:

(I) The concession or incentive is not required in order to provide for affordable housing costs, as defined in section 50052.5 of the Health and Safety Code.

(2) The concession or incentive would have a specific adverse impact, as defined in paragraph (2) of subdivision (d) of section 65589.5 of the Government Code, upon public health and safety or the physical environment or on any real property that is listed in the California Register of Historical Resources and for which there is no feasible method to satisfactorily mitigate or avoid the specific adverse impact without rendering the development unaffordable to low and moderate-income households.

(e) Nothing in this section shall be interpreted to require the County to grant an incentive or concession that has a specific, adverse impact, as defined in paragraph (2) of subdivision (d) of section 65589.5 of the Government Code, upon health, safety, or the physical environmental, and for which there is no feasible method to satisfactorily mitigate or avoid the specific adverse impact. Nothing in this section shall be interpreted to require the County to grant an incentive or concession that would have an adverse impact on any real property that is listed in the California Register of Historical Resources.

(f) In no case shall the County apply any development standard that will have the effect of precluding the construction of a development at the densities or with the concessions or incentives permitted by this section. An applicant/developer may submit to the County a proposal for the waiver or reduction of development standards and may request a meeting with the County.

(g) It shall be the responsibility of the applicant/developer to show that the waiver or modification is necessary to make the housing units economically feasible.

(h) For the purposes of this chapter, except as provided in subsection (i), "density bonus" means a density increase of at least twenty-five percent, unless a lesser percentage is elected by the applicant/developer, over the otherwise maximum allowable residential density under the applicable zoning ordinance and land use element of the general plan as of the date of application by the applicant/developer to the County. All density calculations resulting in fractional units shall be rounded up to the next whole number. The granting of a density bonus shall not be interpreted, in and of itself, to require a general plan amendment, zone change, or other discretionary approval. The density bonus shall not be included when determining the number of housing units which is equal to ten, twenty or fifty percent of the total. The density bonus shall apply to housing developments consisting of five or more dwelling units.

(i) For the purposes of this chapter, if a development does not meet the requirements of subsections (a)(1), (a)(2) or (a)(3) of this section, but the applicant/developer agrees or proposes to construct a condominium project as defined in subdivision (f) of section 1351 of the Civil Code, in which at least twenty percent of the total dwelling units are reserved for persons and families of moderate income, as defined in section 50093 of the Health and Safety Code, a "density bonus" of at least ten percent shall be granted, unless a lesser percentage is elected by the applicant/developer, over the otherwise maximum allowable residential density under the applicable zoning ordinance and land use element of the general plan as of the date of application by the applicant/developer to the County. All density calculations resulting in fractional units shall be rounded up to the next whole number.

(j) "Housing development," as used in this section, means one or more groups of projects for residential units constructed in the County. For the purposes of this section, "housing

development" also includes either (1) a project to substantially rehabilitate and convert an existing non-residential building to residential use, or (2) the substantial rehabilitation of an existing multi-family dwelling, as defined in subdivision (d) of section 65863.4 of the Government Code, where the result of the rehabilitation would be a net increase in available residential units. For the purpose of calculating a density bonus, the residential units do not have to be based upon individual subdivision maps or parcels. Density bonus units need not be constructed in the same project area as affordable units.

(k) For the purposes of this chapter, concession or incentive means any of the following:

(1) A reduction in site development standards or a modification of zoning code requirements or architectural design requirements that exceed the minimum building standards approved by the California Building Standards Commission as provided in part 2.5 (commencing with section 18901) of division 13 of the Health and Safety Code, including, but not limited to, a reduction in setback and square footage requirements and in the ratio of parking spaces that would otherwise be required.

(2) Approval of mixed use zoning in conjunction with the housing project if commercial, office, industrial or other land uses will reduce the cost of the housing development and if the commercial, office, industrial or other land uses are compatible with the housing project and the existing or planned development in the area where the proposed housing project will be located.

(3) Other regulatory incentives or concessions proposed by the applicant/developer or the County that result in identifiable and actual cost reductions. This section does not limit or require the provision of direct financial incentives for the housing development, including the provision of publicly owned land, by the County, or the waiver of fees or dedication requirements.

(m) If an applicant/developer agrees to construct both twenty percent of the total units for lowerincome households and ten percent of the total units for very low-income households, the developer is entitled to only one density bonus and at least one additional concession or incentive identified in section 65913.4 of the Government Code, although the County may, at its discretion, grant more than one density bonus.

(n) For the purposes of this section, the following definitions shall apply:

(1) "Development standard" means any ordinance, general plan element, specific plan or other local condition, law, policy, resolution or regulation.

(2) "Maximum allowable residential density" means the density allowed under the zoning ordinance, excluding bonus units permitted under this section.

§ 21.03.014 AFFORDABLE BY DESIGN

RESERVED

§ 21.03.015 DEVELOPMENT STANDARDS

RESERVED

§ 21.03.016 ADDITIONAL STANDARDS

RESERVED

§ 21.03.017 ENFORCEMENT.

(A) No permit, license, subdivision approval or map, or other approval or entitlement for a residential development shall be issued, including without limitation a final inspection for occupancy or certificate of occupancy, until all applicable requirements of this chapter have been satisfied.

(B) In the event of a violation of any provision of this chapter or any requirement imposed pursuant to this chapter, the County may in its discretion, in addition to all other remedies, take such enforcement action as is authorized under the San Benito County Code and/or any other action authorized by law or by any regulatory document, restriction or agreement executed under this chapter.

§ 21.03.018 MONITORING.

- (A) Owners and occupants of property subject to restrictions pursuant to this chapter shall permit County employees or others designated by the County to inspect the property in order to ensure compliance with restrictions on the property upon two business days' advance written notice. Owners of property subject to restrictions pursuant to this chapter shall retain all records related to compliance with obligations under this chapter for a period not less than five years, and make such records available to County employees or others designated by the County for inspection and copying upon five business days' advance written notice. The County shall be further entitled to monitor compliance on an annual basis with this chapter as provided in the administrative manual and documents executed with respect to any residential development and/or inclusionary unit.
- (B) Homeowners will receive an annual monitoring notice from San Benito County to confirm the owner occupancy requirement and prohibitions against rental of the dwelling. The review will provide owners with an opportunity to become familiar with the guidelines of the Inclusionary Housing Program and any changes in adopted policies and procedures. For rental units an annual monitoring notice from San Benito County will be sent to all management agencies to confirm residents are eligible to affordable units.
- (C) <u>Periodic Evaluation</u>. Unless funding or staff is not available, the director shall at five-year intervals, or more often at the director's discretion, at Board request, and any time the County Housing Element is updated as required by State law, prepare and submit to the Board of Supervisors an evaluation of this chapter and its effects.

Section 2. General Provisions

(A) Severability: If any sentence, subsection, sentence, clause, or phrase of this ordinance is for any reason held by a court of competent jurisdiction to be invalid or unconstitutional, such decision shall not affect the validity of the remaining portions of the ordinance. The Board of Supervisors hereby declares that it would have enacted this ordinance and each section, subsection, sentences, clauses or phrases thereof, irrespective of the fact that any one or more sections, subsections, sentences, clauses or phrases be declared invalid or unconstitutional.

- (B) Captions: The titles and headings to sections of this ordinance are not part of this ordinance and shall have no effect upon the construction or interpretation of any part hereof.
- (C) Effective Date and Codification: This ordinance shall be effective thirty (30) days after adoption. Section 1 shall be codified, and the remaining sections shall not be codified.
- (D) Publication: Within ten (10) days after its adoption, this ordinance shall be published pursuant to California Government Code 6061 in its entirety in a newspaper of general circulation which is printed, published and circulated within San Benito County, or a summary or display ad may be published as allowed by the Government Code.

The foregoing ordinance was introduced at a regular meeting of the Board of Supervisors on November 17th, 2020, and passed and adopted by the Board of Supervisors of the County of San Benito at the regular meeting of said Board held on the 15th day of December, 2020, by the following vote:

AYES: Supervisors: NOES: Supervisors ABSENT: Supervisors ABSTAIN: Supervisors

By:_____ Jaime De La Cruz, Chair

APPROVED AS TO LEGAL FORM Barbara Thompson, County Counsel

ATTEST:
Jennifer Frechette, Clerk of the Board
By:

By:_____ Joel Ellinwood, Assistant County Counsel

Date:_____ Date:_____

Current Ordina	ance - On-Site			
Size of	Requirement			
Development	(15%)	Moderate-Income	Low-Income	Very Low-Income
1-4	None			
5 - 6	fee			
	Provide 15%	I unit + payment of in-lieu fee		
7 - 13	inclusionary units	for fractional difference		
	Provide 15%	l unit+ payment of in-lieu fee for		
14 - 19	inclusionary units	fractional difference	1 unit	
	Provide 15%			
20	inclusionary units	1 unit	1 unit	I unit
	Provide 15%	I unit+ payment of in-lieu fee for		
21 - 26	inclusionary units	fractional difference	1 unit	I unit
	Provide 15%	2 unit+ payment of in-lieu fee		
21 - 33	inclusionary units	for fractional difference	1 unit	I unit
	Provide 15%	2 unit+ payment of in-lieu fee		
34 - 39	inclusionary units	for fractional difference	2 unit	1 unit
	Provide 15%			
40	inclusionary units	2 units	2 units	2 units
	Provide 15%	5% of all units - 2 units	5% of all units - 2	5% of all units - 2
41 or More	inclusionary units	minimum	units minimum	units minimum

Current Ordina	nce - Off-Site			
Size of	Inclusionary			
Development	Requirement (20%)	Moderate-Income	Low-Income	Very Low-Income
1-4	None			
	Provide 20%			
5	inclusionary units	1 unit		
	Provide 20%	I unit+ payment of in-lieu fee for		
6 - 9	inclusionary units	fractional difference		
	Provide 20%			
10	inclusionary units	1 unit	1 unit	
	Provide 20%	I unit+ payment of in-lieu fee for		
11 - 14	inclusionary units	fractional difference	1 unit	
	Provide 20%			
15	inclusionary units	1 unit	1 unit	1 unit
	Provide 20%	I unit+ payment of in-lieu fee for		
16 - 19	inclusionary units	fractional difference	1 unit	1 unit
		8% of all units (1 unit minimum)		
	Provide 20%	+ payment of in-lieu fee for	6% of all units (1	6% of all units (1
20 lots or More	inclusionary units	fractional difference	unit minimum)	unit minimum)

Proposed Ordina	nce - On-Site						
1	Inclusionary						
Size of	Requirement		Low-Income (51%				
Development	(15%)	Moderate-Income (81%-120%)	- 80%)				
1-4	None	Mourfult=Income (01/0-120/0)	00707				
1-4	Payment of in-lieu						
5 - 6	fee						
5-0	Provide 15%						
7 - 13 *	inclusionary units	1 unit					
7 - 15	Provide 15%	1 unit					
14 - 19	inclusionary units	l unit	1 unit				
14 - 19	Provide 15%	1 unit	1 unit				
20	inclusionary units	2 units	1 unit				
20	Provide 15%	2 units	1 unit				
21 - 26 *	inclusionary units	2 units	1 unit				
21-20	Provide 15%	2 units	1 unit				
27 - 33	inclusionary units	2 units	2 units				
21 33	Provide 15%	2 unito	- amo				
34 - 39 *	inclusionary units	3 units	2 units				
51 57	Provide 15%	5 unito					
40	inclusionary units	3 units	3 units				
-10	Provide 15%	5 units	5 units				
41 lots or More *	inclusionary units	10% of all units	5% of all units				
	inerasional y anno		o vo or un unito				
Proposed Ordina	nce - Off-Site						
Troposed Oruma	Inclusionary						
Size of	<i>Requirement</i>		Low-Income (51%				
Development	(20%)	Moderate Income (819/ 1209/)	- 80%)				
^		Moderate-Income (81%-120%)	- 00 /0)				
1-4	None Provide 20%						
~		1 4					
5	inclusionary units Provide 20%	1 unit					
6 - 9 *		T it					
0-9."	inclusionary units Provide 20%	I unit					
10	inclusionary units	1 unit	1 unit				
10	Provide 20%	i unit	i ullit				
11 - 14 *	inclusionary units	I unit	1 unit				
11 17	Provide 20%	1 unit	1 unit				
15	inclusionary units	2 units	1 unit				
	Provide 20%						
16 - 19 *	inclusionary units	2 units	1 unit				
				<u> </u>			
	Provide 20%						
20 lots or More *	inclusionary units	12% of all units	8% of all units				
On-site				1			
Assume that 10% will be affordable at the Moderate-Income Level (up to 120% AMI) and 5% affordable at the Lower-Income Level (Up to 80% AMI)							
Off-Site			, 2.1.00,			<u>, , , , , , , , , , , , , , , , , , , </u>	
	will be affordable at	the Moderate-Income Level (up	to 120% (MII) and 59	% affordable at the	lower-Income Level	(1 In to 80% AMI)	
* Note: Fractional Units, regardless of project size or on-site or off-site still pay in-lieu fees.							

Proposed Ordina	nce - On-Site								
r roposeu Ordinal									
<i>c</i> : <i>c</i>	Inclusionary		T T (F10)	14 I' I					
Size of	Requirement		Low-Income (51%	Median-Income					
Development	(15%)	Very Low-Income (50% AMI)	- 80%)	(100%)					
1-4	None								
	Payment of in-lieu								
5 - 6	fee								
	Provide 15%								
7 - 13 *	inclusionary units	I unit							
	Provide 15%								
14 - 19 *	inclusionary units	1 unit	1 unit						
	Provide 15%								
20	inclusionary units	1 unit	1 unit	I unit					
	Provide 15%								
21 - 26 *	inclusionary units	I unit	1 unit	I unit					
	Provide 15%								
21 - 33 *	inclusionary units	2 units	1 unit	I unit					
	Provide 15%								
34 - 39 *	inclusionary units	2 units	2 unit	1 unit					
	Provide 15%	-							
40	inclusionary units	2 units	2 units	2 units					
10	Provide 15%	2 dino	2 dints	2 4114.5					
41 or More *	inclusionary units	5% of all units	5% of all units	5% of all units					
41 of More	inclusional y anto	570 of all allas	570 of all allas	o /o or un unito					
Proposed Ordina	non Off Site								
r roposeu Orumai	Inclusionary								
<i>a</i> : <i>c</i>			T T (510/	16 I' T					
Size of	Requirement		Low-Income (51%	Median-Income					
Development	(20%)	Very Low-Income (50% AMI)	- 80%)	(100%)					
1-4	None								
	Provide 20%								
5	inclusionary units	1 unit							
	Provide 20%								
6 - 9 *	inclusionary units	I unit							
	Provide 20%								
10	inclusionary units	1 unit	1 unit						
	Provide 20%								
11 - 14 *	inclusionary units	I unit	1 unit						
17	Provide 20%		1 2						
15	inclusionary units	1 unit	1 unit	1 unit					
16 10 *	Provide 20%	T 1	1 2						
16 - 19 *	inclusionary units	I unit	1 unit	1 unit					
	Provide 20%								
20 lata an Man *		50 of all write	10% of all units	5% of all units					
20 lots or More *	inclusionary units	5% of all units	10% of all units	5% of all units					
On-Site	L	<u> </u>						L	
Assume that 5% will be affordable at the Very-Low-Income Level (50% AMI), 5% affordable at the Lower-Income Level (Up to 80% AMI), and 5% affordable at the Median-Income Level (up to 100% AMI)									
Off-Site									
Assume that 5% will be affordable at the Very-Low-Income Level (50% AMI), 10% affordable at the Lower-Income Level (Up to 80% AMI), and 5% affordable at the Median-Income Level (up to 100% AMI)									
* Note: Fractional Units, regardless of project size or on-site or off-site still pay in-lieu fees.									
		• •							