6th Cycle Housing Element Update

Public Review Draft May 26, 2023

CITY OF DEL REY OAKS



6th Cycle Update (2023-2031) City of Del Rey Oaks

Prepared by Denise Duffy & Associates

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Draft 6th Cycle HOUSING

ELEMENT

City of Del Rey Oaks

6th Cycle Housing Element

Prepared for the City of Del Rey Oaks for submittal to the Housing and Community Development Department (HCD) Comments

City Review Draft: May 2023

Prepared by Denise Duffy & Associates





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CHAPTER 1.0 INTRODUCTION

Under the requirements of State law, every city and county in California must prepare a housing element as part of its general plan. The law recognizes that an adequate supply of affordable housing for all income levels is an essential need for all communities and that all local governments share in the responsibility of implementing solutions to address local and regional housing needs. To that end, all California local governments are required to prepare a housing element that lays out how the community will plan for its housing needs. The housing element is directed by the policy framework of the general plan and attempts to balance needs and values of a community while accomplishing the goals of housing element legislation.

Housing elements are developed to identify and analyze a city's housing needs; identify various governmental and non-governmental constraints to meeting those needs; establish reasonable goals, objectives and policies based on those needs; and set forth a comprehensive list of actions to achieve the identified goals and objectives. The detailed statutory requirements for preparing a housing element are codified in the California Government Code (sections 65580–65589). By law, a housing element must also be updated on a regular basis to facilitate the improvement and development of housing within a community and must also be reviewed and certified by the State Department of Housing and Community Development (HCD).

The official definition of housing needs is provided by HCD for each city and county within its geographic jurisdiction. The process to update a housing element must include an evaluation of the community's "Regional Housing Needs Allocation" (RHNA), which provides an estimate of the number of housing units that should be provided in the community to meet its share of new households in the region. As the regional planning agency, the Association of Monterey Bay Area Governments (AMBAG), is responsible for allocating the region's share of the statewide housing need to each jurisdiction based on population projections and regional population.

The City of Del Rey Oaks (City) Housing Element is one of the seven State mandated elements of the City's General Plan. In accordance with State Housing Law, this Housing Element has been prepared for the 6th Planning Cycle Housing Element Update, 2023-2031.

Housing Element Contents

In general, a housing element must at least include the following components:

Existing Needs and Projected Needs Analysis

Existing needs are the number of households overpaying for housing, living in overcrowded conditions, or special housing needs (such as the elderly or homeless). Projected needs analysis looks at the City's share of regional housing needs established in the RHNA Plan prepared by AMBAG.

Housing element law requires local governments to adequately plan to meet their existing and projected housing needs, including their share of the RHNA. A complete analysis should include a quantification and a descriptive analysis of the specific needs and resources available to address these needs.

Sites Inventory and Analysis

A sites inventory is a detailed land analysis of available sites including specific properties, parcel size and existing conditions, availability of infrastructure, and an evaluation of suitability and potential development capacity that can be used in addressing the RHNA and/or population growth.

Analysis of Constraints

An analysis of constraints includes an evaluation of land use controls, fees and exactions, permits and processing procedures and its impact on housing development. The housing element must identify and analyze potential and actual governmental constraints to the maintenance, improvement, or development of housing for all income levels, including housing for people with disabilities. The analysis should identify the specific standards and processes of these constraints and evaluate their impact on the supply and affordability of housing. The analysis should determine whether local regulatory standards pose an actual constraint and must also demonstrate local efforts to remove constraints that hinder a jurisdiction from meeting its housing needs.

Housing Programs

Housing programs address various programs to accommodate the locality's share of RHNA, remove or mitigate governmental constraints, conserve or improve housing stock, and promote fair and equal housing. Programs must include specific action steps the City will take to implement its policies and achieve its goals. Programs must also include a specific timeframe for implementation, identify the

agencies or officials responsible for implementation, describe the jurisdiction's specific role in implementation, and (whenever possible) identify specific, measurable outcomes. This also includes a description of what has been learned based on the analysis of progress and effectiveness of the previous element.

Housing element law requires local governments to be accountable for ensuring that projected housing needs reflected by the RHNA Plan can be accommodated.

Quantified Objectives

Each jurisdiction must identify specific programs in its housing element that will allow it to implement the stated policies and achieve the stated goals and objectives. An example of a quantified objective may be an estimate of the number of units by income level to be constructed, rehabilitated, and conserved over a planning period.

Organization of this Document

This document is organized into seven sections to address the required contents of a housing element pursuant to state law:

Chapter 1, Introduction, provides the statutory authority for housing elements, the City's planning framework, and an overview of the public outreach process.

Chapter 2, Housing and Population Profile, provides an analysis of demographic, social, and housing characteristics; current and future housing needs due to population growth and change; and a variety of

information including employment, income, housing costs, special needs housing, and other factors affecting affordable housing in the City and region.

Chapter 3, Housing Needs and Resources, presents the City's RHNA. This section satisfies the "Existing Needs and Projected Needs Analysis" under required contents above. This section also describes the City's housing resources and includes a listing and analysis of the City's vacant and underutilized sites suitable for development of affordable housing. In addition, this section satisfies the requirements for a "Sites Inventory and Analysis" identified under the "Housing Element Contents" subsection presented above. Per Housing element law, **Chapter 3** identifies how the City's projected housing needs reflected by the RHNA Plan can be accommodated.

Chapter 4, Housing Constraints, describes how the available land inventory can meet the regional needs and also identifies potential constraints to the development of affordable housing in two categories: governmental and non-governmental constraints. This section satisfies the requirements for an "Analysis of Constraints" identified under the "Housing Element Contents" subsection presented above. This section also provides a listing of public and non-profit agencies that can serve as resources in the implementation of housing activities in the City.

Chapter 5, Assessment of Current Programs, identifies current programs and references the previous Housing Element. This chapter also includes a matrix that evaluates the progress of programs from the previous Housing Element.

Chapter 6, Energy Conservation, outlines current programs and opportunities for energy conservation for residents of Del Rey Oaks.

Chapter 7, Housing Plan, presents the updated goals, policies, programs, and quantified objectives for the Housing Element update with an implementation timeline, an assigned department or agency, and the expected funding source for each program. This section satisfies the requirements of "Housing Programs" and "Quantified Objectives" identified under the "Housing Element Contents" subsection, as described above.

Data and Methodology

This Housing Element contains a review and analysis of the community's population characteristics and housing stock to better understand the context of local housing in the City. The primary data source for the Housing Element Update is the City of Del Rey Oaks 6th Planning Cycle Housing Element Data Package prepared by HCD staff. Additional data sources include the U.S. Census Bureau (2020 U.S. Census), and available data from the American Community Survey (ACS), California Department of Finance (DOF), California Employment Development Department, and other sources as noted in the document. Mapping tools for identification of Disadvantaged Communities (DACs) were also sourced as part of this documentation research.¹

¹ Review of the sources shows that there are no DACs within the City limits or Sphere of Influence.

Public Participation

The update to the Housing Element has provided residents and other interested parties with opportunities to review draft documents and proposed policies, and to provide recommendations for consideration by decision-makers pursuant to Government Code section 65583. A broad community commitment is essential to the City's ability to establish and carry out programs addressing local housing issues. Accordingly, a key objective of the Housing Element is to increase the public's awareness of specific housing-related needs and problems of the community, as well as programs that will effectively meet those needs. The adoption of this Housing Element is only one step toward ensuring the provision of suitable housing for all residents of Del Rey Oaks. Continued pursuit of the programs set forth in this Housing Element must take on the form of active participation by both the public and private sectors in a variety of projects addressing local housing needs.

Throughout the process of preparing the Draft Housing Element Update, the public has been provided the opportunity to review draft documents and provide input to ensure all housing concerns in the community have been included and addressed.

Public input was received through a series of workshops conducted in March and May 2023. The Draft Housing Element update meetings were preceded by specific mailings to residents, local businesspersons, representatives of public agencies and non-profit organizations, developers, members of the community and members of the Planning Commission and City Council. These recipients represent a wide range of personal experience, incomes, special needs, and professional knowledge of the housing industry and housing availability in the City and surrounding region.

Notices were both emailed and sent through the U.S. mail to individuals, organizations, and public agencies as listed in **Appendix B** of this document. Notices were also published in the newspaper and posted at various locations within the City and through the City's social media. In addition, organizations that represent the interests of low-income and special needs households or are otherwise involved in the development of affordable housing, were specifically contacted during the preparation of this Housing Element as specified above. The City also had a Spanish translator in attendance or available upon request to ensure all members of the Del Rey Oaks community could participate in workshops. No surveys were taken for this process. City staff and the consultant were able to engage with the community members through this workshop, outreach via letters, and additional meetings/public workshops.

The following provides an overview of the public workshops and engagement process. Additional materials are included in **Appendix B**.

Overview of Workshops and Meetings

The City's efforts to involve all economic segments of the community in the Housing Element update process included an initial public workshop conducted on March 16th, 2023 and a March 28th, 2023 noticed City Council hearing. Subsequent workshops took place on May 3rd, 2023 and May 9th, 2023. The Planning Commission also held a special meeting on May 17, 2023. The following provides an overview of the outreach conducted, presentations, participants and discussion items for these meetings.

March 2023 Public Outreach. At the March meetings, presentations explained the process and timing for a housing element and submittal to the HCD and how the public could get involved.

The March 16th attendees included the full Council, members of the Planning Commission and members of the public². Invitations and notices were sent to all of the recipients noted in **Appendix B.³** The presentations included information about the housing element update process, recent updates to State housing law, and the RHNA numbers assigned to the City for the 5th Cycle Housing Element Update and the 6th Cycle Housing Element Update. The consultant provided fact sheets that provided a breakdown of what the Housing Element Update meant for the City. Topics also included available land inventory and use of former Fort Ord lands for meeting RHNA.

During the March 28, 2023 presentation and public hearing, handouts on the current adopted policies

and programs in the Draft Housing Element and information on HCD Affirmatively Furthering Fair Housing (AFFH) was presented. Decision-makers and the community were asked to review the materials presented and to provide input on program amendments during future meetings or other feedback and thoughts about revisions or added programs that would be best for their City. A schedule was presented and members of the City

Public participation is essential to effective housing planning. Throughout the housing element process, the City has and will continue to engage the community. **Appendix B** identifies comments from stakeholders and how comments were addressed in this element.

Council and Planning Commission endorsed completion of the 6th Cycle Housing Element Update and necessary rezoning of sites within the required timeframe. The following issues were brought up in the discussion at the March workshop and subsequent March meeting on the Housing Element:

- The City's history of drafting the Housing Element and General Plan and available land inventory to meet regional housing needs.
- The type of housing development that would be needed to meet affordable goals.
- Importance for programs to ensure different affordable levels of housing be mixed in the new areas of development.
- The desire for future housing to include various levels of housing for all income types in any new development. A community member expressed concern that the Del Rey Oaks community does not isolate lower-income families in one area when looking at future development.

Questions revolved around what type of zoning density needs to be implemented. Participants were also eager to better understand recent laws involving Housing Elements and timing for completion. Members of the Planning Commission and City Council endorsed continued public participation in the housing element process and involvement of stakeholders.

² The March 16th, 2023 Workshop provided a combined discussion of 5th and 6th Cycle and RHNA.

³ A Spanish interpreter was available for all public workshops. No members of the public requested information to be provided in both English and Spanish. The City had a Spanish speaking staff member available to provide information if requested for all hearings and materials.

May 2023 Public Outreach. Subsequent workshops took place on May 3rd, 2023 and May 9th, 2023. City staff and the consultant presented the Housing Element Workshops before the City of Del Rey Oaks City Council, Planning Commission, and members of the public to present information and seek comments on the Housing Element Update. The meetings updated the status for the 6th Cycle Housing Element Update and discussed rezoning to accommodate affordable housing and meet HCD compliance. Specifically, the City was asked to provide direction on land inventory of sites in the 6th Cycle Housing Element Update, particularly related to environmental and other constraints for development and available land in the former Fort Ord area. The City Council and public had questions on the method of rezoning and options for completion of the rezoning on city-owned properties in former Fort Ord and other lands available that may need to be rezoned to accommodate RHNA.

All meeting materials and draft public workshop materials were posted on the City's website and made available to interested parties, similar to the first public workshop. Mailings and announcements were also sent out, as identified above. A Spanish translator was available if requested to provide translation services; none were requested or needed.

The following issues were brought up in the discussion at the two May workshops on the Housing Element:

- The applicability of Accessory Dwelling Units (ADU) to meet RHNA requirements. Participants inquired about the potential opportunities to add ADUs to help comply with the City's RHNA requirements.
- Participants asked questions about aging in place and showed interest in developing ways to prevent elderly and at-risk residents from experiencing displacement out of the community.
- Some participants asked questions pertaining to the requirements to allow residential development on the City's former Fort Ord property. Participants inquired about adequate areas of cleared land from hazardous materials, and the possible types of housing to meet a disparity of income levels of residents.
- A map of the Monterey Regional Airport Safety Zones was shown during the presentation. One participant asked about the restrictions of the Safety Zones applying to potential residential development sites.
- Programs from the current Housing Element were presented.

The May 3rd, 2023 public workshop was held via Zoom to provide broader alternatives for participation from the public. Attendees included four City Council members and three Commissioners in addition to community representatives. The May 9th, 2023 public workshop included City Council and Planning Commissioners and was held at City Hall. The consultant conducted a presentation explaining the steps of Draft Housing Element preparation and submittal to the HCD and how the public could get involved. There were few comments from the community members present, however, the decision-makers present expressed their interest in the ongoing development of the Housing Element Update and were eager to share their thoughts about what could be done to create more housing in Del Rey Oaks. During this workshop, the consultants emphasized the policies and programs contained in the Draft Housing Element and asked to hear feedback on what the community and decision-makers thought was best for their City. Other presentation topics included available land inventory, including areas of development constraints due to environmental considerations within the City. Topics addressed the limited land area within the

City and safety concerns due to airport clear zones, and whether additional housing would also be located in existing commercial areas within the City. The workshops resulted in positive discussion between City and consultants, who expressed support for policies and programs that resulted in development of housing in the City for all income levels.

Based upon comments, the City included programs addressing mixed-use housing development, and conducted more research into potential locations of affordable housing to meet RHNA in the current City limits and the former Fort Ord area. Comments noted the link between universal design to promote aging in place and maintaining diversity of income ranges in the City. Based upon comments from the community, additional emphasis was added to the ADU program and a program was added related to universal design and AFFH.

Draft programs and policies were then presented at a public meeting at the Planning Commission on May 17, 2023. One member of the public attended. Existing programs and recommended program revisions were reviewed during the meeting and subsequent revisions to programs were developed based upon recommendations and input from the Planning Commission as well as previous input from Council members and the public. Programs are detailed in **Chapter 7.0**. Public outreach materials including meeting materials are available for review on the City's Housing Element webpage at https://www.delreyoaks.org/cityhall/page/del-rey-oaks-housing-element.⁴

Early drafts of existing and proposed new programs were made available to the public throughout the development of the Housing Element Update⁵. The City anticipates additional review and input will be made during the 30-day review period for the Public Review Draft Housing Element Update, which will be published online on the City's website and printed copies made available at City Hall. Local and regional stakeholders and organizations identified in **Appendix B** will also be notified of the availability of the Draft Housing Element for public review.

This Housing Element was developed after research and outreach to a number of parties and represents the combined efforts of public and interested citizens (including representatives of housing non-profits/organizations), City staff, the City's Planning Commission, the City Council, and the City's consultant. The Housing Element programs were revised to incorporate the above recommendations from workshop participants, Planning Commissioners and City Council based upon the public workshops. HCD comments on the site inventory for 5th cycle were also considered in this 6th Cycle Housing Element Update.

Next Steps

After the 30-day public review of the Draft Housing Element Update, the Update will be revised based upon recommendations and input.

After public review revisions are incorporated into the Housing Element Update, the Update will be sent to HCD for the required 90-day review. After comments are received from HCD and stakeholders, public hearings will be held at both the Planning Commission and City Council. Participation will continue in the

⁴ Also refer to **Appendix B**, **Public Participation** for links to meeting agendas, videos and other meeting materials.

⁵ Notices were posted online and at City Hall notifying the public of the Planning Commission meeting.

housing element process through involvement of stakeholders. The City will continue to reach out to HCD and other stakeholders and make revisions as needed in programs and sites related to where the City would meet RHNA. The City Planning Commission and City Council will hold public hearings and consider adoption of the 6th Cycle Housing Element with accompanying rezoning as required to meet the RHNA. The City will then provide the Housing Element Update to HCD for consideration of compliance.

General Plan Consistency

This Housing Element for the City represents the 6th Planning Cycle Housing Element Update and covers the eight-year planning period of December 31, 2023 through December 31, 2031.

State law requires that the Housing Element contain a statement of "the means by which consistency will be achieved with other General Plan elements and community goals" (California Government Code, section 65583 [c][7]). There are two aspects of this analysis: 1) an identification of other General Plan goals, policies, and programs that could affect implementation of the Housing Element; and 2) an identification of actions to ensure consistency between the Housing Element and affected parts of other General Plan elements. The Housing Element includes goals, policies, programs, and objectives that are generally consistent with the City's General Plan. State law requires the preparation of a Housing Element as part of a jurisdiction's General Plan (Government Code section 65302[c]). Specific requirements of the Housing Element are codified in Government Code sections 65580–65589.8. Unlike other General Plan elements, the Housing Element must be updated periodically according to the statutory schedule.

The Housing Element has been reviewed for consistency with other General Plan elements. Specifically, key housing-related policies in the Land Use Element are reflected in the Housing Element goals and policies. The City's current General Plan contains several elements with policies related to housing, including Land Use and Circulation. The goals and policies of the Housing Element support the broad vision statements contained in the City's General Plan, as well as the land use classifications for residential, commercial and open space. Finally, the goals, policies, programs, and objectives established in the Housing Element are primarily consistent with and attempt to implement those set forth in the Land Use Element for land development (consistency with former Fort Ord regulations are addressed separately below).

As General Plan elements are amended over time, the City will review the Housing Element to ensure internal consistency. The Draft Housing Element update process also proposes concurrent amendments to the General Plan and specific changes to the Land Use Element, as well as the potential for new implementing ordinances.⁶ Upon adoption of the Housing Element Update and the associated amendments to the General Plan, the Housing Element Update consistency will be achieved.

In addition, as the City's Housing Element is required to be regularly revised pursuant to a statutory schedule, the update process will provide housing and land-use strategies that closely reflect changing

⁶ The City has reviewed policies in the other elements of the General Plan and has concluded that none of the policies will impede the City's achievements of, or be inconsistent with, the policies of this Housing Element. Housing Element policies primarily related to housing assistance, housing rehabilitation, equal housing opportunities, residential energy conservation and other topics not directly affected by policies in the other General Plan elements. Furthermore, it has been found that policies contained in the Housing Element will help contribute to the achievement of General Plan policies.

local needs, resources, and conditions.⁷ The City regularly reviews their progress in implementing their General Plan policies in annual progress reports (APRs). The City conducts public meetings at the Planning Commission and City Council annually for the APRs for the General Plan and Housing; the reports are provided to HCD and the Office of Planning and Research on April 1st of each year. At these meetings, General Plan and Housing Element programs and progress towards implementation are reviewed.

The Challenge

The City of Del Rey Oaks has long experienced high housing cost and a lack of access to affordable housing, which significantly impacts low- and moderate-income members of the community. In 2019, the Regional Analysis of Impediments to Fair Housing Access (Regional AI) concluded that low income and moderate-income households have limited opportunities for affordable housing in both the rental and homeownership markets in the City. The 2019 Housing Element Needs Assessment also concluded that the lack of available affordable housing has a significant impact on vulnerable communities, including large families with children, seniors and people with disabilities.

The lack of access to affordable housing is continuing, and becoming, an increasing challenge in the City and across the region. According to the California Association of Realtors' 2020 Housing Affordability Update, in 2020, the median price for a single-family home in Monterey County was \$830,000, and an average family would need to earn \$149,000 a year to afford the monthly housing payment of \$3,740. At the same time, the 2020 low-income level for a family of four in Monterey County was \$77,500, and the moderate-income level for a family of four was \$97,900. With the recent increase in mortgage rates and limited housing available, the median price for a single-family home in 2022 in Monterey County is \$843,000, and to afford this house, an average family would need to earn \$208,800 a year to cover the housing payment of \$5,220. Currently, the 2022 income level for a family of four in Monterey County under the low-income category is \$91,100, and the moderate-income level for a family of four is \$108,100⁸. The median housing price far exceeds what is affordable for low- and moderate-income families in Monterey County and the situation is worsening.

In Del Rey Oaks, the inability to produce new housing units exacerbates the existing housing crisis. Although the demand for housing is increasing, the lack of available land zoned for residential use and the lack of infrastructure means that City is unable to increase the supply of housing to meet the new demand. The City is also challenged by its limited land area and neighboring jurisdictions' boundaries, effectively limiting new growth outside the City limits. This fundamental imbalance results in increasing prices for both rental and ownership housing as the community competes for the limited supply of available housing. In Del Rey Oaks and statewide, it is clear that rising housing costs create a barrier to affordable housing for low- and moderate-income community members.

⁷ Certain other elements of the general plan will be evaluated to determine what changes are needed; it is assumed that the Safety Element must be updated on or before the next adoption of the housing element. The safety and conservation elements of the general plan must include analysis and policies regarding fire and flood hazard management. (Government Code section 65302[g]). ⁸ HCD provides Median income and Moderate Income. 2022 from https://www.hcd.ca.gov/docs/grants-and-funding/inc2k22.pdf. Also, see https://www.hcd.ca.gov/docs/grants-and-funding/inc2k22.pdf.

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CHAPTER 2.0 POPULATION AND HOUSING PROFILE

This Chapter discusses a variety of demographic, economic, housing, and special needs characteristics and trends about Del Rey Oaks' current and future population. This information provides context for housing planning and helps to identify issues that affect the City's existing and future housing needs. Primary data sources in this section comes from the City of Del Rey Oaks 6th Planning Cycle Housing Element Data Package prepared by HCD staff, U.S. Census Bureau, the California DOF, and the AMBAG. This Chapter also identifies historical data, trends and information for the City to assist in the compilation of required data for the Affirmatively Further Fair Housing Assessment required for the 6th Cycle.¹

Population Characteristics and Historic Trends

The City was incorporated on September 3, 1953 and currently has 1,592 residents in a total area of 0.5 square miles. Del Rey Oaks is in Monterey County (County), located between the cities of Seaside and Monterey and neighboring the Monterey Peninsula Regional Airport. The City is accessible via two major roads, Canyon Del Rey Road and Highway 68.

Table 2-1 shows trends in population since 1990 in Del Rey Oaks. Total population over the past three decades has changed slightly over the years with a peak population of 1,719 in 2017. Overall, the City has experienced a population decrease of approximately 4.7 percent since 1990. Population has continued to decline since 2020; Del Rey Oaks' population at the start of 2022 was estimated at approximately 1,539.

| | | | | Ta | able 2-1 | | | | | |
|-------------------|-------------|-------------------|--------------|-----------|-----------|-----------|----------|---------|-------|-------|
| | Hi | storical P | opulatio | n Trends, | , 1990 to | 2020 City | of Del R | ey Oaks | | |
| Year | 1990 | 1993 | 1997 | 2000 | 2002 | 2008 | 2010 | 2014 | 2017 | 2020 |
| Population | 1,670 | 1,661 | 1,608 | 1,648 | 1,660 | 1,599 | 1,624 | 1,668 | 1,719 | 1,592 |
| Sources: Califorr | nia DOF 199 | 90, 2007, 20 | 012, 2019, a | and 2020 | | | | | | |

Ethnicity and Racial Composition

As shown in **Table 2-2**, according to the 2020 data from the 2016-2020 ACS 5-year estimates (U.S. Census Bureau, 2020), 76.1 percent of the City's residents reported themselves as White, 6.2 percent reported themselves as Asian, 2.0 percent as Black or African American, and 10.2 percent as Hispanic or Latino. A majority of the Hispanic or Latino population reported themselves as being of Mexican origin (representing 6.3 percent of the total Del Rey Oaks residents). The ethnic mix of Del Rey Oaks has changed since the previous Housing Element Update, as shown in **Table 2-2**.² City residents that reported themselves as White declined from 84.8 percent in 2017 to 76.1 in 2020, a 9.2 percent decrease. Residents that reported themselves as Asian increased by 1.2 percent, from 4.2 percent of the Del Rey Oaks population in 2017 to 6.2 percent in 2022.

¹ See also **Appendix A**, Affirmatively Further Fair Housing Assessment.

² Where previous data from 5th Cycle Housing Element is informative, it is included for comparison.

| Table 2-2 Del Rey Oaks Ethnicity and Racial Composition, 2017 - 2020 | | | | | |
|--|-------------------|------------------|-------|------------------|--|
| Ethnicity/Race | 2017 | 2017 Percent (%) | 2020 | 2020 Percent (%) | |
| White | 1,319 | 84.8% | 1,155 | 76.1% | |
| Black or African American | 27 | 1.7% | 30 | 2.0% | |
| American Indian or Alaska Native | 3 | 0.2% | - | 0.0% | |
| Asian ¹ | 66 | 4.2% | 94 | 6.2% | |
| Native Hawaiian and Other Pacific Islander | 9 | 0.6% | 5 | 0.3% | |
| Some Other Race | 21 | 1.4% | - | 0.0% | |
| Two or More Races | 110 | 7.1% | 79 | 5.2% | |
| TOTAL | 1,555 | 100% | 1,518 | 100% | |
| Hispanic or Latino ² | 249 | 16.0% | 155 | 10.2% | |
| Source: U.S. Census Bureau, 2017, ¹ Asian, Indian, Chinese, Filipino, Ja | panese, Korean, o | | | · | |

² Mexican, Puerto Rican, Cuban, other Hispanic or Latino.

The ethnic mix of Del Rey Oaks is significantly different from that of Monterey County as a whole. Countywide, the Hispanic population was approximately 58 percent in 2017 and 59 percent in 2020.

Age

Approximately 14 percent of Del Rey Oaks' citizens were under 19 years old according to the 2020 data from the 2016-2020 ACS 5-year estimates (U.S. Census Bureau, 2020). People aged 65 and over account for about 22 percent of the population in 2020, compared to about 13.6 percent in the County as a whole. Compared to 2017 shown in **Table 2-3**, there has been an increase in residents aged 20 to 29 and 45 to 54, and a decrease in ages 30 to 44. Residents in their early-to-middle ages may be staying and aging in Del Rey Oaks. The high percentage of age 65 and older residents most likely represents households that have lived and owned homes in Del Rey Oaks for many years. This aging population has policy implications and will impact the housing market, as older households generally have fewer resources to spend on housing and require different types of housing and services, compared to younger households. The average age of the Del Rey Oaks population was 47.1 years in 2017. As seen in **Table 2-3** the average age of the increased slightly to 49.4 years. The data on overall and average ages for the City's population indicates that the City needs to focus on creating additional housing to accommodate its elderly population, while also considering the need to provide housing for young families moving into the City.

| Table 2-3 Del Rey Oaks Age Profile | | | | | |
|---------------------------------------|-------------------------|------------------|--|--|--|
| Age | Population | Percent of Total | | | |
| | Age Profile – 2017 Data | · | | | |
| Under 5 | 115 | 7.4% | | | |
| 5 to 9 years | 57 | 3.7% | | | |
| 10 to 14 years | 52 | 3.3% | | | |
| 15 to 19 years | 61 | 3.9% | | | |
| 20 to 24 years | 72 | 4.6% | | | |
| 25 to 29 years | 127 | 8.2% | | | |
| 30 to 44 years | 253 | 16.3% | | | |
| 45 to 54 years | 201 | 12.9% | | | |

| | Table 2-3 | |
|---------------------------------------|--------------------------|------------------|
| | Del Rey Oaks Age Profile | |
| Age | Population | Percent of Total |
| 55 to 59 years | 166 | 10.7% |
| 60 to 64 years | 140 | 9.0% |
| 65 and over | 311 | 20.0% |
| AVERAGE: | 47.1 | |
| | Age Profile – 2020 Data | |
| Under 5 | 60 | 4.0% |
| 5 to 9 years | 60 | 4.0% |
| 10 to 14 years | 57 | 3.8% |
| 15 to 19 years | 36 | 2.4% |
| 20 to 24 years | 107 | 7.1% |
| 25 to 29 years | 183 | 12.06% |
| 30 to 44 years | 149 | 9.8% |
| 45 to 54 years | 257 | 16.9% |
| 55 to 59 years | 146 | 9.6% |
| 60 to 64 years | 129 | 8.5% |
| 65 and over | 334 | 22.0% |
| AVERAGE: | 49.4 | |
| Source: U.S. Census Bureau, 2017, 202 | 0 | |

Population Growth

According to data from the U.S. Census, Del Rey Oaks' population was 1,624 in 2010, a drop of 1.6 percent from the 2000 population of 1,650 persons. During this same period, Monterey County grew by 4.0 percent. The City's population dropped to 1,592 in 2020. During this same period, Monterey County will continue to grow between now and the year 2040. **Table 2-4** provides a summary of population growth and AMBAG's projected population growth. AMBAG is estimating that the Del Rey Oaks population will increase significantly over the next 10 years, in comparison to its minimal increase over the past 20 years. More specifically, between the years 2000 and 2020, Del Rey Oaks has seen a population increase of just 0.7 percent, while AMBAG is estimating that the population will increase by 34 percent by 2030. This estimate reflects a significant population increase in a relatively short amount of time for a City that has kept a very steady population. The growth forecasts presented by AMBAG during previous population projection cycles have anticipated new employment opportunities and the development of housing in former Fort Ord; however, new housing and employment at the former Fort Ord area of the City has been delayed due to a variety of factors. If this projected growth does occur, it will be critical for the City to prepare for the potential influx of people by developing more housing opportunities.

| | | | Table 2-4 | | | |
|------------------|----------------------|-------------------|-----------------|-----------------|---------------|-------------|
| | Del Rey Oaks I | Population and | l Future Popula | ation Projectio | ns, 1990–2040 | |
| | 1990 | 2000 | 2010 | 2020 | 2030 (est.) | 2040 (est.) |
| Population | 1,661 | 1,650 | 1,624 | 1,662 | 1,734 | 2,330 |
| Source: U.S. Cen | isus Bureau, 1990, 2 | 2000, 2010 and 20 | 20; AMBAG 2022 | | | |

Household Size and Type

According to the 2016-2020 American Community Survey (ACS) 5-Year Estimates from the U.S. Census Bureau, 1,518 people (100 percent of the population) lived in households, none lived in non-institutionalized group quarters, and none were institutionalized. There were 633 households, out of which 89 households (14 percent) had children under the age of 18 living in them. 224 households (35.4 percent) were made up of householders living alone and 105 households (16.6 percent) had someone living alone who was 65 years of age or older. The average household size in 2020 was 2.40 people. There were 384 families (60.7 percent of all households) with an average family size of 3.11 people. Household size is an indicator of overcrowding, so a higher household size would mean there is a trend toward larger families and communities, a decline in household size would mean the population is aging.

Table 2-5 shows the average household sizes from 2000, 2010, and 2020 in Del Rey Oaks and nearby cities in Monterey County and the County average. Based on this data, Del Rey Oaks' average household size is lower than the County average, but larger than the cities of Carmel, Sand City, Monterey, Pacific Grove and Sand City. Of the peninsula cities, only Marina and Seaside have larger average household sizes.

| Table 2-5 Monterey County Cities Household Size, 2000, 2010, & 2020 | | | | | |
|--|------|------|------|--|--|
| City/County | 2000 | 2010 | 2020 | | |
| Del Rey Oaks | 2.34 | 2.32 | 2.40 | | |
| Carmel | 1.79 | 1.78 | 1.97 | | |
| Marina | 2.79 | 2.75 | 2.70 | | |
| Monterey | 2.13 | 2.08 | 2.10 | | |
| Pacific Grove | 2.10 | 2.09 | 2.18 | | |
| Salinas | 3.66 | 3.66 | 3.74 | | |
| Sand City | 2.46 | 2.27 | 1.98 | | |
| Seaside | 3.21 | 3.16 | 3.06 | | |
| Monterey County | 3.14 | 3.20 | 3.25 | | |
| Source: U.S. Census Bureau, 2000, 2010, 2020 | | | | | |

For the purpose of looking at housing supply and demand, it is helpful to translate information from population figures into household data. According to U.S. Census data, in 2020 there were 633 total households. The average 2020 household size in Del Rey Oaks was 2.40 persons per household, an increase from 2.32 in 2010 (see **Table 2-5**). As previously mentioned, this means that Del Rey Oaks' population is trending towards a younger demographic with larger families. This is important information because a trend towards a younger demographic with larger families means the City should be aware of a growing need for family housing and related services such as daycare. As noted in the City's previous housing element, although there is an increase in the average household size, the City must also ensure that adequate housing is available for its aging population, which is comprised of the post-World War II baby boomer generation. This generation has always had a much larger population compared to other generations, having implications on healthcare and the economy; therefore, the City needs to plan how they should house these elderly people. As of now, this age cohort mostly resides in single-family homes, but as they require more assistance as they age, more options for assisted living and housing may be warranted.

As shown in **Table 2-6**, Del Rey Oaks, Married Couple Households have decreased, and Female-Headed Households have increased in the City between 2017 and 2020.

Del Rey Oaks amended the Title 17 Zoning Ordinance to revise the definition of Family in 2022.³ The previous Zoning Ordinance definition was outdated and in need of amendment. Past views of "traditional" definition of family was a housekeeping unit composed of people related by blood, marriage or adoption. This previous definition excludes a number of households such as long-term partners who have been living together for decades but are not legally married, single parents raising a foster child and others, such as individuals with disabilities who share housing so they can have the support they need to live in the community. Family is defined as "an individual or two or more persons who are related by blood or marriage; or otherwise live together in a dwelling unit."

| | Table 2-6 | |
|------------------------------------|-------------------------|-----------------------------|
| | Del Rey Oaks Household | ds by Type |
| Household Type | Number of Households | Percent of Total Households |
| | 2017 Household D | ata |
| Married Couple Households | 334 | 53.3 |
| Female-Headed Households | 34 | 5.4 |
| Non-Family Households* | 239 | 38.1 |
| Total Households | 627 | 100 |
| Average Household Size | 2.80 | |
| | 2020 Household D | ata |
| Married Couple Households | 301 | 47.6 |
| Female-Headed Households | 42 | 6.7 |
| Non-Family Households* | 249 | 39.3 |
| Total Households | 633 | 100 |
| Average Household Size | 2.40 | |
| Source: LLS Census Bureau 2017 202 | 20 | |

Source: U.S. Census Bureau, 2017, 2020

Note: Non-Family Households are defined by the U.S. Census as households that include either householder who live alone or householder who is 65 years and over.

Employment

AMBAG's 2022 Regional Growth Forecast reported that there were 748 jobs in Del Rey Oaks in 2020. Over the course of the next 25 years AMBAG estimates a 12 percent increase in jobs in Del Rey Oaks. See **Table 2-7** for a full employment forecast for Del Rey Oaks up to 2040. Because of the increase of available jobs in Del Rey Oaks, there will be an increase in the population leading to a need for more housing. Although Del Rey Oaks is one of the smaller cities in Monterey County, AMBAG is predicting there will be a higher percentage of available jobs in its jurisdiction compared to the rest of the County. Although many people in Monterey County live and work in different cities, Del Rey Oaks (as well as other cities in the County) would still need to ensure that they are providing sufficient housing units to accommodate its population growth projections. This is why AMBAG completed its RHNA, which allocated each City's need for housing of various income levels. Each city in Monterey County must do its fair share to accommodate the

³ City of Del Rey Oaks Resolution 2022-02, December 2022

inevitable rise in population for the community to develop, while ensuring no groups are left out based on income, age or race.

According to the 2020 data from the 2016-2020 ACS 5-year estimates (U.S. Census Bureau, 2020), the total employed population was 748 persons as seen in **Table 2-7**.

| | | Del R | | Table 2-7 ployment | Forecast, 2 | 022 | | |
|--------------------|---------|---------|---------|-----------------------|-------------|---------|-----------|----------|
| | | | | | | | Change 20 | 015-2040 |
| Jurisdiction | 2015 | 2020 | 2025 | 2030 | 2035 | 2040 | Numeric | Percent |
| Del Rey Oaks | 705 | 748 | 753 | 774 | 794 | 815 | 129 | 18% |
| Monterey County | 225,268 | 243,015 | 245,054 | 249,613 | 253,918 | 258,553 | 38,169 | 17% |
| Source: AMBAG, | 2022 | | | | | | | |

Table 2-8 also shows other various industries and their employment rates for both Del Rey Oaks and Monterey County as a whole. In 2020, the majority of people who worked in Del Rey Oaks were employed in both the educational services, and health care and social assistance industry, comprising 29.6 percent of the total employed population, compared to about 20 percent of Monterey County's residents in the same category. There were no Del Rey Oaks residents employed in the agricultural, forestry, fishing, hunting, or mining industries, compared to a 16 percent total for Monterey County's workforce according to the data in **Table 2-8**.

| Del Rey Oaks Ei | Table 2-8 mployment by | / Industry, 202 | 20 | |
|--|---------------------------|-----------------|----------|-----------|
| | City of De | l Rey Oaks | Monter | ey County |
| Employment by Industry | Estimate | Percent | Estimate | Percent |
| Civilian employed population 16 years and over | 796 | 100% | 188,734 | 100% |
| Agriculture, forestry, fishing and hunting, and mining | 0 | 0.0% | 29,975 | 15.9% |
| Construction | 44 | 5.5% | 12,524 | 6.6% |
| Manufacturing | 34 | 4.3% | 10,219 | 5.4% |
| Wholesale trade | 6 | 0.8% | 4,587 | 2.4% |
| Retail Trade | 55 | 6.9% | 18,535 | 9.8% |
| Transportation and warehousing, and utilities | 18 | 2.3% | 7,143 | 3.8% |
| Information | 22 | 2.8% | 2,593 | 1.4% |
| Finance and insurance, and real estate and rental and leasing | 36 | 4.5% | 7,073 | 3.7% |
| Professional, scientific, and management, and administrative and waste | 122 | 15.3% | 18,766 | 9.9% |
| Educational services, health care and social assistance | 236 | 29.6% | 38,246 | 20.3% |
| Arts, entertainment, recreation, and accommodation and food services | 96 | 12.1% | 21,063 | 11.2% |
| Other services, except public administration | 49 | 6.2% | 8,087 | 4.3% |
| Public administration | 78 | 9.8% | 9,923 | 5.3% |
| Source: U.S. Census Bureau, 2020 | | | | |

Housing Inventory

A housing stock is generally comprised of three categories: single-family dwelling units, multi-family dwelling units, and other types of units such as mobile homes, as described below:

Alternatives to Single-Family Housing. New housing alternatives often evolve in the market when the traditional housing supply cannot meet the needs of all segments of the population.

Condominiums. Condominiums have been offered as a moderately priced, low-maintenance housing alternative for single, retired persons, "empty nesters," and urban professionals. This type of housing has enabled a larger segment of the population to achieve home ownership. However, monthly fees for exterior maintenance, management, and other common services often increase monthly costs, negating some of the savings derived from the relatively lower selling price of certain condominiums. There are very few condominiums in the Del Rey Oaks City limits.

Mobile Homes/Manufactured Housing. Mobile homes are a relatively inexpensive housing alternative since they are prefabricated, and they require less on-site labor than construction of a conventional house. Buyers of mobile homes include the elderly as well as working-class families and individuals who choose this alternative over traditional single-family residences. There are no mobile home parks currently within Del Rey Oaks City limits.⁴ Manufactured and factory-built homes are another option for inexpensive housing.

Table 2-9a gives the breakdown of housing units by type as reported in 2000 and 2010; this table indicates the mix of units in the reporting years 2000 and 2010 remained relatively unchanged. **Table 2-9b** gives the breakdown of housing units by type as reported in 2010 and 2020; this table indicates a small increase in single-family attached dwellings and 2-to-4-unit multi-family dwellings, and a decrease in 5+ units multi-family dwellings in the mix of housing units in the reporting years 2010 and 2020. Between 2000 shown in **Table 2-9a** and 2020 shown in **Table 2-9b**, there has been a decrease in large multi-family units and a slight increase in single-family detached units. Overall, the City has not had any real increases in new housing types.

| Del I | Rey Oaks Housing | Inventory by Type, 2000-2010 | |
|---------------------------------|------------------|---------------------------------------|------|
| Type of Unit | 2000 | % Change / 2000-2010 | 2010 |
| Single-Family | | · · · · · · · · · · · · · · · · · · · | |
| Detached | 567 | 3% | 568 |
| Attached | 25 | 0% | 25 |
| Multi-family | | | |
| 2 to 4 units | 23 | -17% | 19 |
| 5+ units | 109 | 2% | 111 |
| Mobile Homes/Other ¹ | 3 | -100% | 0 |

family unit according to the U.S. Census Bureau.

¹ The City of Del Rey Oaks reports that there are no mobile homes within City limits.

⁴ U.S. Census data shows there were three mobile homes and trailers within Del Rey Oaks in 2000 (although a March 2003 housing inventory conducted by the City did not reveal any mobile/manufactured homes).

| Del Rey Oaks Housing Inventory by Type, 2010-2020 | | | | | | |
|---|------|----------------------|------|--|--|--|
| Type of Unit | 2010 | % Change / 2010-2020 | 2020 | | | |
| Single-Family | | | | | | |
| Detached | 568 | 1.2% | 575 | | | |
| Attached | 25 | 56% | 39 | | | |
| Multi-family | | | | | | |
| 2 to 4 units | 19 | 21.1% | 23 | | | |
| 5+ units | 111 | -30.6% | 77 | | | |
| Mobile Homes/Other ¹ | 0 | 0% | 0 | | | |

Note: the U.S. Census defines a unit as a house, ap family unit according to the U.S. Census Bureau.

¹ The City of Del Rey Oaks reports that there are no mobile homes within City limits.

More recent data for the 2012-2020 reporting years (see **Table 2-10**) indicates about 86 percent of all housing units in Del Rey Oaks were single-family, compared to 70 percent of units in Monterey County. Overall, compared to other neighboring cities, Del Rey Oaks has a higher proportion of single-family units and lower proportion of multi-family housing (U.S. Census Bureau, 2020).⁵

| Table 2-10 Housing Unit Growth by Type (2012-2020) | | | | | | |
|---|-----------------|---------------------|--------------------|---------------------|--|--|
| | 2012-201 | 2012-2016 | | | | |
| Unit Type | Number of Units | Percent of Total | Number of Units | Percent of Total | | |
| Del Rey Oaks | | | | | | |
| Single-Family | 607 | 82.4% | 614 | 86.0% | | |
| Detached | 571 | 77.5% | 575 | 80.5% | | |
| Attached | 36 | 4.9% | 39 | 5.5% | | |
| Multi-Family | 121 | 16.4% | 100 | 14.0% | | |
| 2-4 Units | 19 | 2.6% | 23 | 3.2% | | |
| 5+ Units | 102 | 13.8% | 77 | 10.8% | | |
| Mobile Homes, Boat, RV, Van, etc. | 9 | 1.2% | 0 | 0.0% | | |
| Total | 737 | 100.0% | 714 | 100.0% | | |
| Monterey County | | | | | | |
| Single-Family | 96,749 | 69.0% | 98,637 | 69.5% | | |
| Detached | 87,859 | 62.7% | 89,380 | 63.0% | | |
| Attached | 8,890 | 6.3% | 9,257 | 6.5% | | |
| Multi-Family | 37,324 | 26.6% | 36,658 | 25.8% | | |
| 2-4 Units | 12,278 | 8.8% | 12,953 | 9.1% | | |
| 5+ Units | 25,046 | 17.9% | 23,705 | 16.7% | | |
| Mobile Homes, Boat, RV, Van, etc. | 6,096 | 4.3% | 6,615 | 4.7% | | |
| Total | 140,169 | 100% | 141,910 | 100% | | |
| Sources: U.S. Census Bureau, 2017 and 20 | 20 | | | | | |

⁵ In Seaside about 72 percent of all units were single-family units; Monterey (51 percent) had slightly lower proportions of single-family units and higher proportions of multi-family housing.

Size of Units

The size of units (i.e., the number of bedrooms a unit contains) is an important factor in describing the housing supply. **Table 2-11** summarizes the distribution of unit sizes between owner-occupied housing and renter-occupied housing in the 2020 data from the 2016-2020 ACS 5-year estimates (U.S. Census Bureau, 2020). Renter-occupied housing was a smaller portion of the housing stock. The vast majority of housing units contained two or three bedrooms.

| Distr | Table 2-11 ibution of Units by Tenure and Size | , 2020 | | | | | |
|---|---|--------|--|--|--|--|--|
| Size of Unit Owner-Occupied Renter-Occupied | | | | | | | |
| Studios | 3 | 0 | | | | | |
| 1-Bedroom Units | 13 | 12 | | | | | |
| 2 or 3-Bedroom Units | 377 | 150 | | | | | |
| 4-Bedroom+ Units | 72 | 6 | | | | | |
| TOTAL | 465 | 168 | | | | | |
| Source: U.S. Census Bureau, 2020 | • | • | | | | | |

Vacancy Rates

The vacancy rate indicates the approximate percentage of units that are vacant and for sale or rent at any one time. The vacancy rate measures the overall housing availability in a community and is an indicator of how for-sale and rental housing units are meeting the current demand for housing. A low vacancy rate may indicate that households are having difficulty finding housing that is affordable, leading to overcrowding or households having to pay more than they can afford. A vacancy rate of 5 percent for rental housing and 2 percent for ownership housing is generally considered healthy and suggests that there is a balance between the demand and supply of housing (City of Monterey Housing Element, 2018). **Table 2-12** compares the City's vacancy rate over time. The 2010 Census indicates an overall vacancy rate of 4.5 percent, with a rental vacancy rate of 2.6 percent and an owner-occupied unit vacancy rate of 4.5 percent, with a rental vacancy rate of 2.6 percent and an owner-occupied unit vacancy rate of 4.5 percent and an owner-occupied unit vacancy rate of 4.5 percent and an owner-occupied unit vacancy rate of 0 percent. The City has gone from a 2 percent vacancy rate of 2.1 percent in 1990 to a zero-vacancy rate for ownership housing in 2020, indicating an unhealthy balance of available supply for home ownership.

| Vac | Table 2-12 ancy Rates in Del Rey Oaks, 2010- | -2020 |
|---|---|-------|
| | 2010 | 2020 |
| Owner-Occupied | 517 | 465 |
| Renter-Occupied | 184 | 168 |
| Vacancy Rate (overall) | 4.5% | 4.5% |
| Homeowner | 1.9% | 0.0% |
| Rental | 2.6% | 4.5% |
| Source: U.S. Census Bureau, 1990, 2000, | 2010 and 2020 | |

Households by Income Level

According to 2015 data from the 2013-2017 ACS 5-year estimates (U.S. Census Bureau, 2017), approximately 24 percent of Del Rey Oaks households were classified as low-income, very low-income or extremely low-income based on their household income and income limits data (i.e., their median household income was below 80 percent, 50 percent and 30 percent, respectively, of the countywide median). In 2015, Monterey County as a whole had 43 percent of their population in the categories of low-, very low-, and extremely low-income compared to Del Rey Oaks' 24 percent. **Table 2-13a** and **Table 2-13b** show the various household income levels in Del Rey Oaks in 2015 and 2020.

| Table 2-13a Households by Income, 2015 Data Estimates | | | | | | | |
|--|----------------------|-----------------------|------------------|---------|--|--|--|
| Income Level | Owner- Households | Renter- Households | Total Households | Percent | | | |
| Extremely Low-Income (0-30%) | 25 | 4 | 29 | 4.5% | | | |
| Very Low-Income (31- 50%) | 25 | 10 | 35 | 5.4% | | | |
| Low-Income (51-80%) | 55 | 35 | 90 | 14.0% | | | |
| Moderate-Income (>80%) | 365 | 120 | 485 | 75.2% | | | |
| Total | 470 | 170 | 645 | 100.0% | | | |
| Source: HUD, 2015 | | | | | | | |

| Table 2-13b Households by Income, 2020 Data Estimates | | | | | | | |
|--|---------------------------|---------------------------|---------------------|-----------------------------------|-----------------------------------|--|--|
| Income Level | Cost Burdened > 30% | Cost Burdened > 50% | Total Households | Cost Burdened > 30% Percent | Cost Burdened > 50% Percent | | |
| Extremely Low- Income (0-30%) | 24 | 20 | 39 | 61.5% | 51.3% | | |
| Very Low-Income (31- 50%) | 19 | 15 | 35 | 55.3% | 42.9% | | |
| Low-Income (51-80%) | 14 | 10 | 45 | 31.1% | 22.2% | | |
| Moderate-Income (>80%) | 20 | 10 | 45 | 44.4% | 22.2% | | |
| Total | 77 | 55 | 164 | 46.95% | 33.53% | | |
| Source: HUD, 2022 | | | | | | | |

• Extremely Low-Income: An "extremely low-income" household is one making less than 30 percent of the countywide median income. In 2015, 4.5 percent of total households were classified as extremely low-income in Del Rey Oaks. Extremely low-income households historically have significant housing needs because their limited incomes force them to spend a disproportionate share of their income on housing, while having a very limited choice of housing options. In Monterey County, a household with an income of less than \$24,250 would be classified as extremely low-income.

- Very Low-Income: A "very low-income" household is one making between 30 to 50 percent of the countywide median income. In 2015, 5.4 percent of total households were classified as very low-income. Similar to extremely low-income, very low-income households historically have significant housing needs because their limited incomes force them to spend a disproportionate share of their income for housing. In Monterey County, a household with an income of less than \$36,250 would be considered very low-income.
- Low-Income: "Low-income" households are those households with incomes between 51 and 80 percent of countywide median income. In 2015, 14 percent of total households were low-income. Low-income households have housing problems similar to very low-income households, with cost burden being the major issue. In Monterey County, a household with an income less than \$58,000 would be considered low-income.
- Moderate-Income: The State defines "moderate-income" households as those with incomes between 81 and 120 percent of the countywide median household income. Based on this definition and 2015 data from the 2013-2017 ACS 5-year estimates (U.S. Census Bureau, 2017), over 75 percent of total households were considered moderate-income households in 2015. Moderate-income households do not have the same problems as the previously mentioned categories, but they do face issues like overpaying for housing, but not in such significant numbers as low-income and very low-income households. In Monterey County, a household with an income above \$58,000 would be considered moderate-income.

Overpayment

Households are considered to be overpaying for housing if payment (rent or mortgage) is 30 percent or greater than household income. **Table 2-14a,** shown below, breaks down the number and percentage of renters and owners paying 30 percent or more for gross rent or housing costs per month in Del Rey Oaks based on 2010 data. In 2010, 83 households in Del Rey Oaks were paying 30 percent or more per month for housing. Additionally, 10.1 percent of households were paying 50 percent or more per month for housing. These statistics are reflective of the lack of affordable housing in Del Rey Oaks, but the issue is not specific to the City itself. According to the 2010 American Housing Survey, 41 percent of California's 3.2 million low-income renter households in Del Rey Oaks were paying 30 percent or more per month for housing, and 6.9 percent of households were paying 50 percent or more per month for housing, and 6.9 percent of affordable housing in Del Rey Oaks and the state. According to the 2020 data from the 2016-2020 ACS 5-year estimates (U.S. Census Bureau, 2020), 26 percent of California's 5.8 million renter households paid more than half of their income on rent.

6th Cycle Housing Element Update

| | | Househ | Fable 2-14a old Overpayn Rey Oaks, 201 | | Pontor Occ | upied Housing |
|--------------------------|--------|-----------------------|--|-----------------------|------------|-----------------------|
| Type of Household | Number | % of Total Housing | Number | % of Total Housing | Number | % of Total Housing |
| All Households | 685 | 100.0% | 495 | 64.3% | 190 | 35.7% |
| Paying More than 5 | 0% | | | | | |
| Extremely Low- Income | 20 | 2.9% | 10 | 1.5% | 10 | 1.5% |
| Lower-Income | 49 | 7.2% | 35 | 5.1% | 14 | 2.0% |
| Paying More than 3 | 0% | | | | | |
| Lower-Income | 83 | 12.1% | 55 | 8.0% | 28 | 4.1% |
| Source: HCD, n.d. | | | | | | |

| | Table 2-14 Household Overp Del Rey Oaks, | ayment | | |
|----------------------|--|--------------------|--|--|
| All Occupied Housing | | | | |
| Type of Household | Number | % of Total Housing | | |
| All Households | 654 | 100.0% | | |
| Paying More than 50% | | | | |
| Extremely Low-Income | 20 | 3.1% | | |
| Very Low-Income | 15 | 2.3% | | |
| Low-Income | 10 | 1.53% | | |
| Paying More than 30% | | | | |
| Extremely Low-Income | 24 | 3.67% | | |
| Very Low-Income | 19 | 2.91% | | |
| Low-Income | 14 | 2.14% | | |

Special Needs Groups

The Housing Element identifies certain special needs groups that may have more difficulty finding decent affordable housing. Special circumstances may be related to one's employment and income, family characteristics, disability and household characteristics, among other factors. Consequently, certain residents in Del Rey Oaks may experience higher incidences of housing cost burden, overcrowding or other housing problems.

Categories of households in Del Rey Oaks that have been identified as having special housing needs include the following:⁶

- the elderly,
- people with disabilities,

⁶ Farmworkers are not included as there have been no identified farmworkers or agricultural uses in the City.

- overcrowded households,
- large families,
- single parents, and
- the homeless.

The Elderly

Senior citizens are considered a special needs group because of their limited income, health care costs, and disabilities. Elderly persons over the age of 62 represented 18.5 percent of the total population in Del Rey Oaks in 2012. Because of their limited income status, the elderly often has a difficult time securing affordable housing and/or maintaining their existing housing units. According to the 2010 U.S. Census Bureau there were 206 persons living in Del Rey Oaks over the age of 65, or 12.7 percent of the City's population, as seen in **Table 2-15**. In 2020, elderly persons over the age of 65 represented 6.8 percent of the total population (334 persons) in Del Rey Oaks. While many of the elderly in Del Rey Oaks bought their homes 30 or 40 years ago, they may be relatively unaffected by the high cost of housing, but living on a fixed income makes them particularly affected by the high cost of home repairs and healthcare and the high cost of living in Monterey County.

Various portions of the Housing Element describe characteristics of the elderly population, the extent of its needs for subsidized housing, senior living facilities developed especially for this group, and City provisions to accommodate its needs. According to the ACS (U.S. Census Bureau, 2020), as shown in **Table 2-15**, the number of households with householders 65 years and over in Del Rey Oaks has grown from 167 in 2012 (25.3 percent) to 249 (39.3 percent) in 2020. Monterey County's households with householders 65 years and over in 2020 was 33,939 (26.5 percent).

| Table 2-15 Householders 65 Years and Over Del Rey Oaks and Monterey County, 2012-2020 | | | | | | |
|---|----------------|--------------|-------------|--------------|--|--|
| Jurisdiction | 2012 Number | 2012 Percent | 2020 Number | 2020 Percent | | |
| Del Rey Oaks | 167 | 25.3 | 249 | 39.3 | | |
| Monterey County 25,384 20.3 33,939 26.5 | | | | | | |
| Source: HCD, n.d., U.S. Census | Bureau, 2020 | | | | | |

The number of younger householders has decreased between 2012 and 2020. In 2012, there were 494 householders under 64 years old and 384 in 2020 as shown in **Table 2-16**. As shown in **Table 2-16** below, in 2020, there were approximately 230 owner-occupied elderly households age 65 or older within the City (36.3 percent). There were 19 (3 percent) renter-occupied elderly households 65 years and over in Del Rey Oaks in 2020. This indicates that the majority of elderly people in Del Rey Oaks are homeowners rather than renters, which may have implications for "over-housing", which means that these elderly people are living alone in three- or four-bedroom homes with limited mobility and special housing needs.

| Table 2-16 Householders by Tenure by Age Del Rey Oaks | | | | | |
|---|--------|---------|-------|--|--|
| Householders' Age | Owners | Renters | Total | | |
| 15-24 years | 0 | 10 | 10 | | |
| 25-34 years | 21 | 58 | 79 | | |
| 35-64 years | 299 | 106 | 405 | | |
| 65-74 years | 60 | 10 | 70 | | |
| 75+ years | 89 | 8 | 97 | | |
| Total | 469 | 192 | 661 | | |
| 15-24 years | 0 | 0 | 0 | | |
| 25-34 years | 14 | 20 | 34 | | |
| 35-64 years | 221 | 129 | 350 | | |
| 65-74 years | 136 | 17 | 153 | | |
| 75+ years | 94 | 2 | 96 | | |
| Total | 465 | 168 | 633 | | |

People with Disabilities

The Americans with Disabilities Act (ADA) defines a disability as a "physical or mental impairment that substantially limits one or more major life activities." People with disabilities have special needs meaning that many may earn very low incomes, have higher health care costs, and are often dependent on supportive services. To maintain independent living, disabled persons may also need housing assistance. Special housing needs for persons with disabilities fall into two general categories: physical design to address mobility impairments and in-home social, educational, and medical support to address developmental and mental impairments. As described in the 5th Cycle Housing Element Update, 11 percent of the City's population had one or more disabilities compared to about nine percent of the Monterey (10 percent). In 2020, shown in **Table 2-17**, 12.7 percent of the City's population had one or more disabilities compared to 8.5 percent of the Monterey County population. Similar proportions are present in Salinas (7.5 percent), Seaside (11.3 percent), and Monterey (7.7 percent).

| Table 2-17 Persons with Disabilities Profile for Area Cities (2016-2020) | | | | | | | | |
|---|-----------------------|----------------------|-------------------------|--------------------------|-------------------------|-------------------------------------|------------------------|--|
| | Hearing Disability | Vision Disability | Cognitive Disability | Ambulatory Disability | Self-Care Disability | Independent Living Disability | l otal Disabilities | Disabilities to Total Population |
| Monterey | 984 | 336 | 630 | 1,156 | 558 | 878 | 2,315 | 7.66% |
| Salinas | 2,727 | 2,676 | 3,689 | 5,416 | 2,851 | 4,056 | 12,315 | 7.53% |
| Seaside | 1,106 | 623 | 1,410 | 1,934 | 866 | 1,291 | 3,646 | 11.26% |
| Del Rey Oaks | 54 | 22 | 85 | 66 | 15 | 42 | 202 | 12.69% |
| Sand City | 11 | 3 | 11 | 15 | 0 | 4 | 37 | 11.38% |
| Monterey County | 10,654 | 6,591 | 11,196 | 17,616 | 7,810 | 13,188 | 37,082 | 8.45 |

The City had an estimated 202 adult persons living with a range of disabilities in 2020. **Table 2-18** identifies age of population by disability type within the City in 2020, respectively. For people with disabilities,

| Table 2-18 Persons with Disabilities in Del Rey Oaks by Age and Type, 2020 | | | | | | |
|---|-------------------|------------------|---------------------|-------|--|--|
| Disability Type | Under 18 Years | Ages 18 to 64 | Ages 65 and Over | Total | | |
| With a Hearing Difficulty | 22 | 17 | 37 | 76 | | |
| With a Vision Difficulty | 0 | 17 | 5 | 22 | | |
| With a Cognitive Difficulty | 3 | 59 | 26 | 88 | | |
| With an Ambulatory Difficulty | 0 | 36 | 30 | 66 | | |
| With a Self-Care Difficulty | 0 | 4 | 11 | 15 | | |
| With an Independent Living Difficulty | | 25 | 17 | 42 | | |
| Total | 25 | 158 | 126 | 309 | | |

specialized needs include certain social services, disabled access throughout the city, and housing units with handicapped access and other modifications.

Chapter 507, Statutes of 2010 (SB 812), which took effect January 2011, amended State housing element law to require the analysis of the disabled to include an evaluation of the special housing needs of persons with developmental disabilities. This analysis should include an estimate of the number of persons with developmental disabilities, an assessment of the housing need, and a discussion of potential resources.

According to Section 4512 of the Welfare and Institutions Code a "Developmental disability" means a disability that originates before an individual attains 18 years of age, continues, or can be expected to continue, indefinitely, and constitutes a substantial disability for that individual. As defined by the Director of Developmental Services, in consultation with the Superintendent of Public Instruction, this term shall include intellectual disability, cerebral palsy, epilepsy, and autism. This term shall also include disabling conditions found to be closely related to intellectual disability or to require treatment similar to that required for individuals with an intellectual disability but shall not include other handicapping conditions that are solely physical in nature.

Many persons with developmental disabilities can live and work independently within a conventional housing environment. More severely disabled individuals require a group living environment where supervision is provided. The most severely affected individuals may require an institutional environment where medical attention and physical therapy are provided. Because developmental disabilities exist before adulthood, the first issue in supportive housing for the developmentally disabled is the transition from the person's living situation as a child to an appropriate level of independence as an adult.

The State Department of Developmental Services (DDS) currently provides community-based services to approximately 243,000 persons with developmental disabilities and their families through a statewide system of 21 regional centers, four developmental centers, and two community-based facilities. The San Andreas Regional Center is one of 21 regional centers in the State that provides point of entry to services for people with developmental disabilities and serves Monterey County. The center is a private, non-profit community agency that contracts with local businesses to offer a wide range of services to individuals with developmental disabilities and their families.

Table 2-19 identifies the population of people in the City with developmental disabilities.

| Table 2-19 | | | | | | | | |
|--|--|----|--------|--|--|--|--|--|
| Developmentally Disabled Residents, by Age, for City of Del Rey Oaks | | | | | | | | |
| 5-64 Years | Percent of Total CityPercent of Total CPopulation with Disabilities65+ YearsPopulation with Disabilities | | | | | | | |
| 44 | 11.43% | 59 | 15.32% | | | | | |
| Source: HCD, n.d. | | | · | | | | | |

Overcrowded Households

Although there is more than one way of defining overcrowded housing units, the definition used in the Housing Element is 1.01 or more persons per room, the same definition used in the 2000, 2010, and 2020 U.S. Census. It should be noted that kitchenettes, strip or Pullman kitchens, bathrooms, porches, balconies, foyers, halls, half-rooms, utility rooms, unfinished attics, basements, or other spaces for storage are not defined as "rooms" for U.S. Census purposes.

Overcrowded households are usually a reflection of the lack of affordable housing available. Families that cannot afford suitably sized housing units are often forced to live in housing that is too small for their needs, which may result in poor physical condition of the dwelling unit. **Table 2-20** shows overcrowding by tenure for the City of Del Rey Oaks in 2012 and 2020. In 2012 Owner-Occupied overcrowding (OO) was less than Renter-Occupied overcrowding (RO), with OO overcrowding at 2 percent and RO overcrowding at 5 percent. In 2020 Owner-Occupied overcrowding (OO) is less than Renter-Occupied overcrowding at 0 percent and RO overcrowding at 5.4 percent. This table shows that overcrowding does not seem to be a major issue for the City of Del Rey Oaks right now, but with the estimated influx of people coming to Del Rey Oaks in the next 10 years it could become a more pressing issue unless more housing is developed.

| Table 2-20 Overcrowding by Tenure Del Rey Oaks | | | | | | | | |
|--|------------|----------------------------------|-----|-------|--|--|--|--|
| | OO Number | OO Number OO Percent RO Number I | | | | | | |
| 2012 Overcrowding Data | | | | | | | | |
| Occupied Housing Units 469 71.0% 192 29.0% | | | | | | | | |
| Occupants per room | | | | | | | | |
| 0.50 or Less | 393 | 84% | 99 | 52% | | | | |
| 0.51 to 1.00 | 68 | 14% | 83 | 43% | | | | |
| 1.01 to 1.50 | 8 | 2% | 0 | 0% | | | | |
| 1.51 to 2.00 | 0 | 0% | 10 | 5% | | | | |
| | 2020 Ove | rcrowding Data | | | | | | |
| Occupied Housing Units | 465 | 73.5% | 168 | 26.5% | | | | |
| Occupants per room | | | | | | | | |
| 0.50 or Less | 370 | 79.6% | 115 | 68.5% | | | | |
| 0.51 to 1.00 | 95 | 20.4% | 44 | 26.2% | | | | |
| 1.01 to 1.50 | 0 | 0% | 9 | 5.4% | | | | |
| 1.51 to 2.00 | 0 | 0% | 0 | 0% | | | | |
| Sources: HCD, n.d., U.S. Census Bu | reau, 2022 | | • | | | | | |

Large Families

Large families are defined as those families containing five or more persons. Income is a major factor that constrains the ability of families to obtain adequate housing. Larger units are more expensive and most of the units with three or more bedrooms are single-family units instead of multi-family rental units. Because of this, many large families are forced to live in overcrowded homes. Large families are recognized as a group with special needs based on the limited availability of adequately sized affordable housing units.

Countywide, data from the 2016-2020 ACS (U.S. Census Bureau, 2020) indicates that large households represented about 6.6 percent of the households, a slight decrease from 8.9 percent from the 2010 U.S. Census. **Table 2-21** below identifies large households by tenure for Del Rey Oaks for the year 2011. In 2011, 5.8 percent of owner-occupied households in Del Rey Oaks had five persons or more compared to 6.8 percent of renter-occupied households with five persons or more. Overall, 8.9 percent of households have five or more persons. In 2020, 5.4 percent of owner-occupied households with five persons or more compared to 10.1 percent of renter-occupied households with five persons or more, and 6.6 percent of households have five or more persons as shown in **Table 2-21**. Similar to overcrowding, this issue is not major at the moment, but if no housing is developed in the next 10 years, then large families will have to deal with overcrowding due to the lack of large family affordable housing. An important indicator of housing availability and affordability is based on how many renter-occupied households are overcrowded, compared to owner-occupied households. As seen in **Table 2-21**, the rate of overcrowded meaning there is a lack of affordable housing available in Del Rey Oaks in 2011 and 2020.

| Table 2-21 Household Size by Tenure Del Rey Oaks | | | | | | | | | | |
|--|---------------------------------------|------|--------|------|--------|------|--------|-----|--|--|
| | 1 Person 2–4 Persons 5+ Persons Total | | | | | | | | | |
| | Number | % | Number | % | Number | % | Number | % | | |
| | 2011 Household Size | | | | | | | | | |
| Owner | 117 | 24.9 | 325 | 69.3 | 27 | 5.8 | 469 | 100 | | |
| Renter | 29 | 15.1 | 131 | 27.9 | 32 | 6.8 | 192 | 100 | | |
| Total | 146 | 22.1 | 456 | 69.0 | 59 | 8.9 | 661 | 100 | | |
| Source: HCD | Source: HCD, n.d. | | | | | | | | | |
| 2020 Household Size | | | | | | | | | | |
| Owner | 168 | 36.1 | 272 | 58.5 | 25 | 5.4 | 465 | 100 | | |
| Renter | 56 | 33.3 | 95 | 56.6 | 17 | 10.1 | 168 | 100 | | |
| Total | 224 | 35.4 | 367 | 58.0 | 42 | 6.6 | 633 | 100 | | |
| Sources: HCD n.d., U.S. Census Bureau, 2020 | | | | | | | | | | |

Female-Headed Households

Single parents often require special consideration or assistance as a result of their lower income, the high cost of childcare, the need for supportive services, and the need for affordable housing. As a result, many single-parent families are faced with limited housing choices. In Del Rey Oaks, there were 30 female-headed family households with children under 18 years of age (4.3 percent of all households) in 2000. As shown in **Table 2-22**, in 2011, there were 35 female-headed family households and seven (7) of these with

children under 18 years of age (1.52 percent of all households). In 2020, there were 42 female-headed family households and seventeen (17) of these with children under 18 years of age (2.69 percent of all households) as shown in **Table 2-22**. Because of the increased financial and emotional burden that female-headed households carry, they often have difficulty finding adequate and affordable housing for themselves and their children. The housing needs of a single-parent-headed household range from affordability of a home to availability of nearby services, such as licensed day care to support individual parents who work.

| | Table 2-22 | | | | | | | |
|--|---------------|------------|-------------------|---------|--|--|--|--|
| Female Headed Households, 2011 | | | | | | | | |
| Female Headed Households (2011) | Montere | ey County | Del Rey Oaks City | | | | | |
| Householder Type | Number | Percent | Number | Percent | | | | |
| 2011 Femal | e-Headed Hous | ehold Size | | | | | | |
| Female Headed Householders | 15,727 | 17.46% | 35 | 7.58% | | | | |
| Female Heads with Own Children | 10,839 | 12.04% | 7 | 1.52% | | | | |
| Female Heads without Children | 4,888 | 5.43% | 28 | 6.06% | | | | |
| Total Householders | 90,051 | 100.00% | 462 | 100.00% | | | | |
| Female Headed Householders Under the Poverty Level | 3,958 | 4.40% | 3 | 0.65% | | | | |
| Total families Under the Poverty Level | 10,277 | 11.41% | 3 0.65% | | | | | |
| 2020 Femal | e-Headed Hous | ehold Size | | | | | | |
| Female Headed Householders 15,986 17.20% 42 10.94% | | | | | | | | |
| Female Heads with Own Children | 9,914 | 10.67% | 17 | 4.43% | | | | |
| Female Heads without Children | 6,072 | 6.53% | 25 | 6.51% | | | | |
| Total Householders | 92,948 | 100.00% | 384 | 100.00% | | | | |
| Female Headed Householders Under the Poverty Level | 3,756 | 4.04% | 0 | 0.0% | | | | |
| Total families Under the Poverty Level | 8,196 | 8.82% | 7 | 1.82% | | | | |
| Sources: HCD n.d., U.S. Census Bureau, 2020 | | • | · | | | | | |

Table 2-22 shows the comparison between female-headed householders in Del Rey Oaks and MontereyCounty from the 2011 and 2020 ACS (U.S. Census Bureau, 2020).

The Homeless

Homelessness represents housing needs that are not met by traditional housing stock. Homeless persons are occasionally evident within the community, although it is difficult to determine the homeless population or classify a homeless person as a resident of one community. **Table 2-23** shows the homeless population in Monterey County.

| Table 2-23 | | | | | | | | |
|---|--|-----|--|--|--|--|--|--|
| Homeless Population in Monterey and San Benito Counties, 2021 | | | | | | | | |
| | Persons without children ¹ Persons with children ² | | | | | | | |
| Total Homeless | 315 | 363 | | | | | | |
| Total Sheltered | 315 | 363 | | | | | | |
| Total Unsheltered | _3 | _3 | | | | | | |
| Source: US Dont of HUD 2022 | | | | | | | | |

Source: US Dept of HUD, 2022.

¹ This category includes single adults, adult couples with no children, and groups of adults.

² This category includes households with one adult and at least one child under age 18.

³ In 2021, HUD gave communities the option to cancel or modify the unsheltered survey portion of their counts based on the potential risk of COVID-19 transmission associated with conducting an in -person survey. As a result, HUD has excluded the unsheltered population sub-totals and all unsheltered sub-population data for this reporting period. Readers are cautioned that the unsheltered and total homeless counts reported here may be missing data.

The 2022 Monterey County Homeless Report recently published provides the homeless population by jurisdiction and area. To count homeless persons, a Point-in-Time Census (PIT) was conducted on two consecutive days. The count of homeless individuals staying at a shelter was conducted the night of January 27th, 2022, and the count of unsheltered individuals was conducted in the early morning of January 27th and 28th, 2022. The 2021 unsheltered PIT was postponed to the end of January 2022 due to COVID-19 safety concerns. The 2022 PIT count was also conducted during the Omicron COVID-19 surge which challenged outreach efforts. The PIT count identifies homeless persons by shelter status (sheltered or unsheltered). **Table 2-24** below identifies homeless persons by shelter status in Del Rey Oaks and Monterey County from 2015, 2017, 2019, and 2022.⁷ The Department of Housing and Urban Development defines unsheltered homeless persons as those with a primary nighttime residence that is a public or private place, not designed for, or ordinarily used, as a regular sleeping accommodation for human beings, including a car park, abandoned building, bus or train station, airport, or camping ground.

Three types of facilities provide shelter for homeless individuals and families: emergency shelters, transitional housing, and permanent housing.

- Emergency Shelter: housing with minimal supportive services for homeless persons that is limited to occupancy of six months or less by a homeless person.
- Transitional Housing: a residence that provides housing for up to two years. Residents of transitional housing are usually connected to rehabilitative services.
- Permanent Supportive Housing: refers to housing that is affordable, service-enriched, and allows formerly homeless clients to live at the facility on an indefinite basis.

All persons identified as homeless in Del Rey Oaks would be considered unsheltered by this definition within the City, as the City does not have a publicly or privately operated homeless shelter. Within Monterey County, 66 percent of homeless individuals were unsheltered and 34 percent resided in shelters (emergency shelters or transitional housing).

⁷ According to the 2000 U.S. Census Bureau, there were no homeless persons in Del Rey Oaks in 2000. (Applied Survey Research, 2002)

| Table 2-24 Homeless Persons by Shelter Status, 2022 | | | | | | | | | | |
|---|-------------|-------|-------|-------|---------------|------|------|------|------|---------------|
| | Unsheltered | | | | Sheltered | | | | | |
| Jurisdiction | 2015 | 2017 | 2019 | 2022 | Net Change | 2015 | 2017 | 2019 | 2022 | Net Change |
| Del Rey Oaks | 55 | 111 | 0 | 2 | -96% | 0 | 0 | 0 | 0 | |
| Monterey County Total | 1,630 | 2,113 | 1,830 | 1,357 | -17% | 678 | 724 | 592 | 690 | 2% |
| Source: Applied Survey Research 2015, 2017, 2019, and 2022. Note: The 2017 Monterey County Homeless Census was conducted as a "blitz count." Those who appeared to be homeless were included in the count, followed by an in-person survey. | | | | | | | | | | |

A Homeless Survey was conducted in the weeks following the PIT Homeless Count to collect basic demographic details and information including service needs and utilization. Surveys were administered between January 29th and March 31st, 2022, to a randomized sample of individuals and families currently experiencing homelessness.

The primary cause of a person's inability to obtain or retain housing can be difficult to pinpoint, as it is often the result of multiple compounding causes. An inability to secure adequate housing can also lead to an inability to address or obtain other basic needs, such as healthcare and adequate nutrition. In Monterey County, 50 percent of survey respondents reported financial issues such as job loss and eviction as the primary cause of their homelessness.

Individuals experiencing homelessness can face significant barriers to obtaining permanent housing. These barriers can range from housing affordability and availability to accessing the economic and social supports (e.g., increased income, rental assistance, and case management) needed to secure and maintain permanent housing. The most common response (71 percent) was "can't afford rent" when asked what prevented them from obtaining housing, suggesting housing affordability and poverty issues as key obstacles. The second most common response (56 percent) reported a lack of job or not enough income, and 35 percent said they had no money for moving costs. Survey respondents were asked if they have received a housing voucher of any kind in the last 12 months, 10 percent of all respondents revealed they had, although only 21 percent of those respondents reported that they were able to successfully use the housing voucher.

As reported by Applied Survey Research (ASR), the biggest obstacles to obtaining permanent housing for the homeless in Monterey County were inability to afford rent (71 percent), lack of a job/income (56 percent), and lack of money for moving costs (35 percent).

Farmworkers

There is no agricultural land use in the general vicinity of the Del Rey Oaks. Unlike the City of Salinas, further inland and approximately 15 miles northeast, Del Rey Oaks is not an agricultural center. According to the 2016-2020 ACS 5-year estimates (U.S. Census Bureau, 2020), no one identified themselves as working in the "Agriculture, Forestry, Fishing and Hunting and Mining" industry within the City of Del Rey Oaks. The majority of residents are employed not by agricultural interests, but by arts, entertainment, recreation, accommodation and food services (12 percent); professional, scientific, management, administrative, and waste management services (15 percent), and education, health, and social services

(30 percent) industries (see **Table 2-8**). Salinas and other valley communities are occupied by the majority of farm workers.

There are no conditions on the development of farm worker housing in Del Rey Oaks because it is not differentiated from multi-family housing or dwelling groups. The City has no specific policies with regard to farmworker housing other than through the allowances for multi-family housing, due to the lack of demand within the community.

Housing Age and Condition

Housing age can be an important indicator of housing condition within a community. Like any other tangible asset, housing is subject to gradual physical or technological deterioration over time. If not properly and regularly maintained, housing can deteriorate and discourage reinvestment, depress neighboring property values, and eventually impact the quality of life in a neighborhood. Many federal and state programs also use the age of housing as one factor in determining housing rehabilitation needs. State and federal housing programs typically consider the age of a community's housing stock when estimating rehabilitation needs. In general, most homes begin to require major repairs or have significant rehabilitation needs at 30 or 40 years of age.

Approximately 65 percent of Del Rey Oaks' housing stock has been constructed before 1960, and over 25 percent between 1970 and 2020 (see **Table 2-25**).

| Table 2-25 Del Rey Oaks Housing Stock by Year Constructed | | | | | | | |
|---|-----------|------|------|-------|------|------|--|
| Before 1960 1960-69 1970-79 1980-89 1990-99 2000 to Present | | | | | | | |
| Number of Units | 464 | 69 | 56 | 113 | 9 | 3 | |
| Percent of Total | 65% | 9.7% | 7.8% | 15.8% | 1.2% | 0.4% | |
| Source: LLS Census Bu | roau 2020 | | | | | | |

Source: U.S. Census Bureau, 2020

*The U.S. Census Bureau defines a housing unit as a house, apartment, mobile home, a group of rooms, or a single room that is occupied or intended for occupancy as separate living quarters. Condominiums fall under the definition of apartment according to the U.S. Census Bureau.

The condition of the housing stock is correlated to age, with older units being more likely in need of rehabilitation or repairs. The majority of housing in Del Rey Oaks is in good condition despite the age of the stock. Since 1990, one unit was declared "unlivable" and one unit was in need of considerable rehabilitation. As shown in **Table 2-26**, data from the 2016-2020 ACS (U.S. Census Bureau, 2020) indicates that the proportion of older housing units in Del Rey Oaks, Monterey and Seaside is much higher than in neighboring cities and the County as a whole.

| Table 2-26 Age of Housing Stock (2016-2020) | | | | | | | |
|--|--------|-------|-------|--|--|--|--|
| Area Total Housing Units % Built After 1979 % Built After 1969 | | | | | | | |
| Monterey | 13,615 | 27.1% | 49.8% | | | | |
| Salinas | 42,675 | 41.2% | 58.9% | | | | |
| Seaside | 11,594 | 28.0% | 43.2% | | | | |
| Del Rey Oaks | 714 | 17.5% | 25.4% | | | | |

| Table 2-26 Age of Housing Stock (2016-2020) | | | | | | | |
|---|-------------------------------|-------|-------|--|--|--|--|
| AreaTotal Housing Units% Built After 1979% Built After 1969 | | | | | | | |
| Sand City | 197 | 64.0% | 70.1% | | | | |
| Monterey County | 141,910 | 38.5% | 56.8% | | | | |
| Source: U.S. Census Bureau, 2020 Note: Percent built prior to 1969 is inclusiv | e of all built prior to 1979. | | | | | | |

Cost of Housing

Home Sales

Table 2-27 provides a summary of median home prices in Del Rey Oaks in 2000, 2010, and 2020 and theincrease in prices (U.S. Census Bureau, 2000, 2010 and 2020).

| Table 2-27 Rise in Median Home Prices, 2000, 2010, and 2020 | | | | | | | | | |
|--|--------------------|-----------|-----------|--|--|--|--|--|--|
| 2000 2010 2020 % Increase 2000 to 2020 | | | | | | | | | |
| Monterey County | \$265,800 | \$566,300 | \$559,400 | 110% | | | | | |
| City of Del Rey Oaks | \$312,500 | \$653,200 | \$660,300 | 111% | | | | | |
| Source: U.S. Census Bureau, 20 | 00, 2010, and 2020 | | | Source: U.S. Census Bureau, 2000, 2010, and 2020 | | | | | |

Like most areas in California, the cost of housing in Monterey County has increased significantly during the past decade. **Table 2-28** shows data for median housing sale prices for 2020 and 2022. Also evident is how the cost of homeownership varies quite dramatically within Monterey County depending on the community. Home prices as a whole were on an increasing trend, impacting affordability for Monterey County residents. Comparing **Table 2-27** and **Table 2-28** emphasizes the severe increase in home prices over the last two decades.

| Table 2-28 Housing Sale Prices (2020 and 2022) | | | | | | | |
|--|----|-----------|-----|-------------|-------|--|--|
| JurisdictionUnits Sold in 2020Median Sale Price 2020Units Sold in 2022Median Sale | | | | | | | |
| Del Rey Oaks | 17 | \$645,000 | 22 | \$865,000 | 34.1% | | |
| Monterey | 64 | \$875,000 | 106 | \$1,113,000 | 27.2% | | |
| Salinas | 79 | \$595,000 | 52 | \$700,000 | 17.6% | | |
| Seaside | 63 | \$650,000 | 103 | \$775,000 | 19.2% | | |

Source: Redfin, 2023

Note: Home sales data are not available for all communities in Monterey County, either due to community size or limited number of sales.

According to research conducted by DD&A in the course of preparing this update to the housing element, the average sale price for a single-family home, including condominium units, in the City of Del Rey Oaks in 2019 was \$569,955 and from 2020-2022 was \$770,000 (**Table 2-29**).⁸ As of this writing, a total of 59

⁸ As of January 18th, 2023

homes were sold in the City of Del Rey Oaks since the beginning of the 2020 calendar year, compared to the 34 total homes sold in 2018.

| Table 2-29 Housing Prices – 2020 | | | | | |
|--|--------------------|-------------------|--|--|--|
| City | Median Sales Price | Median Home Price | | | |
| Del Rey Oaks | \$770,000 | \$660,300 | | | |
| Monterey | \$1,174,500 | \$813,600 | | | |
| Seaside | \$694,500 | \$539,200 | | | |
| Monterey County | \$755,000 | \$559,400 | | | |
| Source: Redfin, 2023 and U.S. Census | Bureau, 2020 | | | | |

Rental Costs

Rental prices have also increased significantly in the Del Rey Oaks area; U.S. Censuses of 2000, 2010 and 2020 provided data for rents in Del Rey Oaks, see **Table 2-30** below indicating rental increases and costs have steadily increased. Similar to home value prices, availability of affordable rental housing has decreased and rental prices have increased over the last two decades. This significantly affects lower-income households as they are typically renters. High rental prices can exacerbate housing challenges such as overcrowding and cost burden if adequate rental stock is not available for households.

| Table 2-30 Average Rents in the Del Rey Oaks Area, 2000 to 2020 | | | | | | | |
|--|-----|-------------------|---------|-------------------|---------|--|--|
| 2000 Units 2010 Units 2020 Units | | | | | | | |
| Less than \$500 | 5 | Less than \$500 | 4 | Less than \$500 | 5 | | |
| \$500 - \$999 | 39 | \$500 - \$999 | 15 | \$500 - \$999 | 0 | | |
| \$1,000 - \$1,499 | 104 | \$1,000 - \$1,499 | 25 | \$1,000 - \$1,499 | 0 | | |
| \$1,500 - \$1,999 | 7 | \$1,500 - \$1,999 | 114 | \$1,500 - \$1,999 | 15 | | |
| \$2,000 or more | 2 | \$2,000 or more | 32 | \$2,000 or more | 145 | | |
| No Cash Rent | 5 | No Cash Rent | 0 | No Rent Paid | 3 | | |
| TOTAL: | 162 | TOTAL: | 190 | TOTAL: | 165 | | |
| MEDIAN: | N/A | MEDIAN: | \$1,173 | MEDIAN: | \$2,372 | | |

Table 2-31a and **Table 2-31b** compare average rental housing prices between 2018 and 2023. Salinas and the County's unincorporated areas had the lowest average rents.

| Average Rental Housing Prices (2018) | | | | | | | | |
|---|--------------|-----------|-----------|-----------|------------|--|--|--|
| Studio 1-Bedroom 2-Bedroom 3-Bedroom 4+Bedroon | | | | | | | | |
| Community | Studio | 1-Bedroom | 2-Bedroom | 3-Bedroom | 4+Bedrooms | | | |
| Monterey | \$1,289 | \$1,734 | \$2,236 | \$3,015 | \$4,788 | | | |
| Salinas | \$850 | \$1,563 | \$1,915 | \$2,618 | \$2,780 | | | |
| Seaside | \$1,490 | \$1,460 | \$2,030 | \$3,028 | \$3,350 | | | |
| Del Rey Oaks | \$862 | \$995 | \$2,537 | \$2,900 | | | | |
| Sand City | \$1,805 | | \$2,750 | \$2,650 | | | | |
| Sources: Veronica Tam & Associates, 2019; C "" indicates no units of his size were availab | le for rent. | | | | | | | |

Note: Housing Authority County of Monterey, Payment Standard and Utility Allowance, effective October 1, 2018.

Additionally, average rental housing prices have risen severely within the last several years and has created further pressure on housing affordability for low-income residents. For renters that qualify, rental assistance is provided by the Housing Authority County of Monterey (HACM) through their participation in the Housing Choice Voucher (HCV) program. Compared to the market rents, the amount of this payment standard does not offer financial incentives to most landlords to participate in the program

| Table 2-31b Average Rental Housing Prices (2023) | | | | | | | | |
|--|---------|-----------|-----------|-----------|------------|--|--|--|
| Studio 1-Bedroom 2-Bedroom 3-Bedroom 4+Bedrooms | | | | | | | | |
| Community | Studio | 1-Bedroom | 2-Bedroom | 3-Bedroom | 4+Bedrooms | | | |
| Del Rey Oaks | | \$1,995 | \$3,150 | \$3,500 | \$5,000 | | | |
| Monterey | \$1,575 | \$2,000 | \$2,845 | \$4,000 | \$4,250 | | | |
| Salinas | \$1,768 | \$1,890 | \$2,497 | \$3,200 | \$4,517 | | | |
| Seaside | \$1,495 | \$1,950 | \$2,650 | \$3,500 | \$3,795 | | | |
| Marina | \$1,475 | \$1,845 | \$2,300 | \$3,975 | \$3,950 | | | |
| Source: Zillow, 2023 | | - | • | • | • | | | |

"--" indicates no units of this size were available for rent.

Note: Housing Authority County of Monterey, Payment Standard and Utility Allowance, effective November 1, 2022.

Housing Affordability

Housing affordability can be inferred by comparing the cost of renting or owning a home in a community with the maximum affordable housing costs for households at different income levels.

Housing that costs 25 to 33 percent of a household's income is referred to as "affordable housing." Because household incomes and sizes vary, the price that is considered "affordable" for each household also varies. For example, a large family with one small income can afford a different type of housing than a double-income household with no children. Information on household income by household size is provided each year by the HCD for each county. Income limit data from 2022 for Monterey County is provided in **Table 2-32**. When compared with households by income level in **Table 2-13a** and **Table 2-13b** and overpayment in **Table 2-14a** and **Table 2-14b**, data indicates that (1) rental prices are becoming increasingly unaffordable, especially for larger households with very low-incomes; and (2) home ownership is unattainable for most low- and very low-income households without some form of subsidy in the sales price and/or down payment assistance. As home prices have increased in Del Rey Oaks, it has become increasingly difficult for many households to afford the cost of housing.

Essentially, lower- and moderate-income households in the County have very limited affordable housing opportunities. Few could afford to purchase a home, and most could not afford adequately sized rental units. Housing becomes moderately affordable only when household incomes reach the middle-income level.

6th Cycle Housing Element Update

| Table 2-32 2022 Income Limits for Monterey County | | | | | | | | |
|--|-------------------------|-----------------------|-----------|------------------|---------------------|--|--|--|
| Family Size | Extremely Low-Income | Very Low- e Income | | Median Income | Moderate- Income | | | |
| 1 | \$23,900 | \$39,800 | \$63,700 | \$63,050 | \$75,650 | | | |
| 2 | \$27,300 | \$45,550 | \$72,800 | \$72,100 | \$86,500 | | | |
| 3 | \$30,700 | \$51,200 | \$81,900 | \$81,100 | \$97,300 | | | |
| 4 | \$34,100 | \$56,850 | \$91,000 | \$90,100 | \$108,100 | | | |
| 5 | \$36,850 | \$61,400 | \$98,300 | \$97,300 | \$116,756 | | | |
| 6 | \$39,600 | \$65,950 | \$105,600 | \$104,500 | \$125,400 | | | |
| 7 | \$42,300 | \$70,500 | \$112,850 | \$111,700 | \$134,050 | | | |
| 8 | \$46,630 | \$75,050 | \$120,150 | \$118,950 | \$142,700 | | | |
| Source: HCD, 2023 | | | • | | | | | |

 Table 2-33 provides maximum annual income, affordability monthly housing costs and maximum affordability sales price for households in 2022 for comparison purposes.

| | Maximum Affordabili | ability Monthly Housing C ty Sales Prices, 2022 | |
|-------------------------|---------------------|--|---------------|
| | | Maximum Affo | ordable Price |
| Income Group | HCD Income Limits | Monthly Rental | Ownership |
| Extremely Low (0-30% AN | лі) | | |
| One Person | \$23,900 | \$598 | \$95,323 |
| Two Person | \$27,300 | \$683 | \$108,884 |
| Three Person | \$30,700 | \$768 | \$122,444 |
| Four Person | \$34,100 | \$853 | \$136,005 |
| Very Low (30-50% AMI) | | | |
| One Person | \$39,800 | \$995 | \$158,739 |
| Two Person | \$45,500 | \$1,138 | \$181,473 |
| Three Person | \$51,200 | \$1,280 | \$204,207 |
| Four Person | \$56,850 | \$1,421 | \$226,741 |
| Low (50-80% AMI) | | | |
| One Person | \$63,700 | \$1,593 | \$254,062 |
| Two Person | \$72,800 | \$1,820 | \$290,356 |
| Three Person | \$81,900 | \$2,048 | \$326,651 |
| Four Person | \$91,000 | \$2,275 | \$362,945 |
| Moderate (80-100% AMI) | | | |
| One Person | \$75,650 | \$1,891 | \$301,723 |
| Two Person | \$86,500 | \$2,163 | \$344,998 |
| Three Person | \$97,300 | \$2,433 | \$388,072 |
| Four Person | \$108,100 | \$2,700 | \$431,147 |

Note: Maximum affordable sales prices are based on the following assumptions: 6.42 percent interest rate, 7 30-year fixed loan, and 5 percent down payment

CHAPTER 3.0 HOUSING NEEDS AND RESOURCES

Housing Needs

This Chapter identifies the City of Del Rey Oaks' share of regional housing needs and analyzes the resources available for the development of housing in the City. This includes an evaluation of the availability of land for potential future residential development, the City's ability to satisfy its share of the region's future housing needs, and the financial and administrative resources available to assist in implementing the City's housing programs.

Del Rey Oaks' Share of Regional Housing Needs

The projected housing needs for Del Rey Oaks originate with the HCD. HCD first estimates a statewide need for housing, which is broken down into regions, each of which then has an assigned share of estimated housing needs. AMBAG is the local agency mandated by California Government Code section 65554(a) to distribute the "Fair Share Allocation" of the regional housing need to each jurisdiction in Monterey and Santa Cruz counties. The Fair Share Allocation of housing is a specific number of residential units, in different income categories, assigned by AMBAG to each local jurisdiction in the region including Del Rey Oaks. AMBAG's allocations are based on an analysis of the following:

- The vacancy rate in each city and the existing need for housing it implies;
- The projected growth in the number of households;
- The local and regional distribution of income; and,
- The need for housing generated by local job growth.

The RHNA for the Monterey region was 4,375 housing units for the 2015 to 2023 5th RHNA cycle. The Final Draft October 2022 Regional Growth Forecast Summary forecasts that the Monterey Bay Area (Santa Cruz and Monterey County) will add 32,867 new households between 2020 and 2045. For the eight-year time frame covered by this Housing Element Update, Monterey County's housing need is 20,495 units. All jurisdictions in the Monterey Bay Area received a much larger RHNA this cycle compared to the last cycle, primarily due to changes in state law that led to a considerably higher Regional Housing Needs Determination compared to previous cycles.

| Table 3-1 Regional Housing Need Allocation – 6 th Planning Cycle | | | | | | |
|---|-----------------|-----|----------|-------------------|-------|--|
| Jurisdiction | Income Category | | | | | |
| | Very Low | Low | Moderate | Above Moderate | Total | |
| Del Rey Oaks | 60 | 38 | 24 | 62 | 184 | |

Table 3-1 below identifies the RHNA for Del Rey Oaks for the current 6th cycle.

The total number of housing units assigned by HCD is separated into four income categories that cover housing types for all income levels, from very low-income households to above moderate-income households (see Table 3-2). This calculation is based on population projections produced by the California Department of Finance as well as adjustments that incorporate the region's existing housing need.

For Del Rey Oaks, the 6th Planning Cycle RHNA is 184 units, a substantial increase from the last cycle. The 6th Cycle RHNA allocation places considerable pressure on jurisdictions across the state. Small cities with little or no population changes are challenged in identifying adequate sites with limited available land, particularly with environmental and other land use constraints impacting developable areas.

| Table 3-2 Regional Housing Need Allocation Percentages - 6 th Planning Cycle | | | | |
|---|----------------------------------|------------------------------|--|--|
| Income Category | 6 th Cycle Allocation | Percentage of Total Units | | |
| Very low-income (31-50% of area of median income) | 60 | 33% | | |
| Low-income (51-80% of area median income) | 38 | 20% | | |
| Moderate-income (81-120% of area median income) | 24 | 13% | | |
| Above moderate (over 120% of area median income) | 62 | 34% | | |
| Total | 184 | 100% | | |
| Source: RHNA Determination HCD (AMBAG, 2022) | | | | |

The City has an RHNA allocation of 60 very low-income units for the 6th Planning Cycle. Pursuant to State law (Assembly Bill [AB] 2634), the City must project the number of extremely low-income (30 percent or less of Area of Median Income [AMI]) housing needs based on U.S. Census income distribution or assume 50 percent of the very low-income units as extremely low-income. The City's extremely low-income need is assumed to be 30 units for Del Rey Oaks (using the 50% method).

As noted in Table 3-3, the City must also accommodate the shortfall from previous 4th and 5th cycle planning periods.

| | (with Carry-over from 4 | ^ហ and 5 ^ហ Planninខ្ល | g Cycles) |
|---------------------------------|-------------------------|--|---|
| Planning Cycle | Very Low-Income | Low-Income | Total Need Low- and Very Low- Income |
| 6 th Planning Cycle | 60 | 38 | 98 |
| 5 th Planning Cycle* | 7 | 4 | 11 |
| 4 th Planning Cycle* | 34 | 25 | 59 |
| Total | 101 | 67 | 168 |

and RHNA Determination HCD (HCD, 2019)

Tables 3-1, 3-2, and 3-3 summarize the housing needs determination for the City representing the number of new housing units that will be needed by income category to meet the City's "fair share" of the Monterey Bay Area's regional housing needs. The AMBAG Regional Housing Needs Determination figures for all jurisdictions in the Monterey Bay area can be found on the AMBAG website at <u>http://www.ambag.org.</u>¹ In combination of previous cycles and 6th cycle, the City is planning to meet a total of 270 RHNA.

Regional Housing Needs Process

Every city and county in the State of California has a legal obligation to respond to its "fair share" of the projected future housing needs in the region in which it is located. Because local jurisdictions are rarely, if ever, involved in the actual construction of housing units, the fair share numbers establish goals that should be used to guide planning and development decision making. Specifically, the numbers establish a gauge to determine whether the City is allocating adequate sites for the development of housing (particularly housing at higher densities to achieve the housing goals for lower-income households). Beyond this basic evaluation of sites (which must be serviced by necessary infrastructure facilities), the City must review its land use and development policies, regulations, and procedures to determine if any of them are creating unreasonable constraints on housing development to meet its fair share need. Furthermore, the City must demonstrate that it is actively supporting and facilitating the development of housing that is affordable to lower-income households.

Requirements for Land Inventory

State law requires that the City provide an adequate number of sites to allow for and facilitate production of the City's regional share of housing. To determine whether the City has sufficient land to accommodate its share of regional housing needs for all income groups, the City must identify "adequate sites." Under State law (California Government Code Section 65583[c][1]), adequate sites are those with appropriate zoning and development standards, with services and facilities, needed to facilitate and encourage the development of a variety of housing for all income levels. The California Department of Housing and Community Development, in its guidelines that interpret State law (Housing Element Questions and Answers, Question #23, Housing Element Site Inventory Guidebook) states that:

"The locality's sites are adequate if the land inventory demonstrates sufficient realistic capacity at appropriate densities and development standards to permit development of a range of housing types and prices to accommodate the community's share of the regional housing needs by income level. A two-part analysis is necessary to make this determination.

The locality's sites are adequate if the land inventory demonstrates:

1) There is realistic development capacity of suitable land, which is or will be served by facilities and infrastructure, accommodate the locality's total new construction need by income group over the next five years; and,

2) That these available sites appropriately zoned (considering local development standards and land costs) for a variety of housing types (single-family, multi-family, mobile homes, etc.) and at appropriate densities to facilitate the development of housing to meet the locality's regional housing need by income level category, including the need for very low- and low-income households."

¹ These tables include the RHNA for 5th Cycle and 4th Cycle shortfall.

Summary of Del Rey Oaks' Land Inventory

In considering methods for meeting a jurisdiction's housing needs, the amount of suitable land available for the development of housing is crucial. There must be sufficient vacant, residentially zoned land within the City limits or areas to be annexed that meets the projected housing needs through the 6th Cycle (or that portion of the City's housing needs allocation not already satisfied through actual housing construction). A determination of land availability was made from a careful review of Del Rey Oaks' Land Use Element and Zoning Ordinance in conjunction with a compilation and analysis of suitable vacant sites (consistent with Government Code section 65583.2).

Though State law does not require cities to build additional housing, it does require communities to facilitate new housing production. State housing element law allows local governments to obtain credits toward meeting its RHNA goal in four primary ways: 1) preserve publicly assisted housing that is at risk of converting to non–low-income or market rates; 2) rehabilitate housing projects and place deed restrictions on those projects; 3) construct housing during the planning period; and 4) set aside land at appropriate densities.

For the first option, the City does not have any existing publicly assisted affordable housing projects at risk of conversion. For the second option, there are very few units that would qualify under State guidelines for rehabilitation and preservation. As the City is very small with limited staffing and funding resources, the City would not be able to construct residential projects as proposed under the third approach. Therefore, the City's strategy for meeting its RHNA relies solely on ensuring that enough vacant land is available to accommodate projected growth and providing appropriate residential densities to meet RHNA. (Please refer to **Chapter 7.0, Table 7-1** for Quantified Objectives Summary).

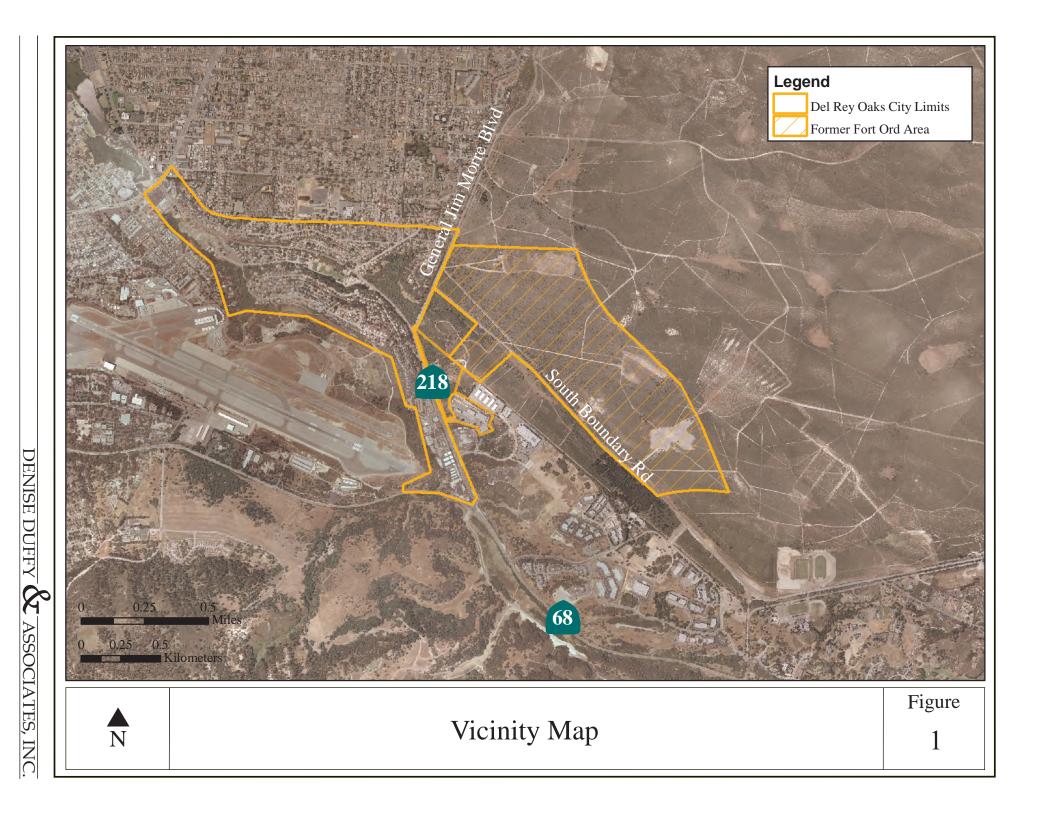
Site(s) Inventory

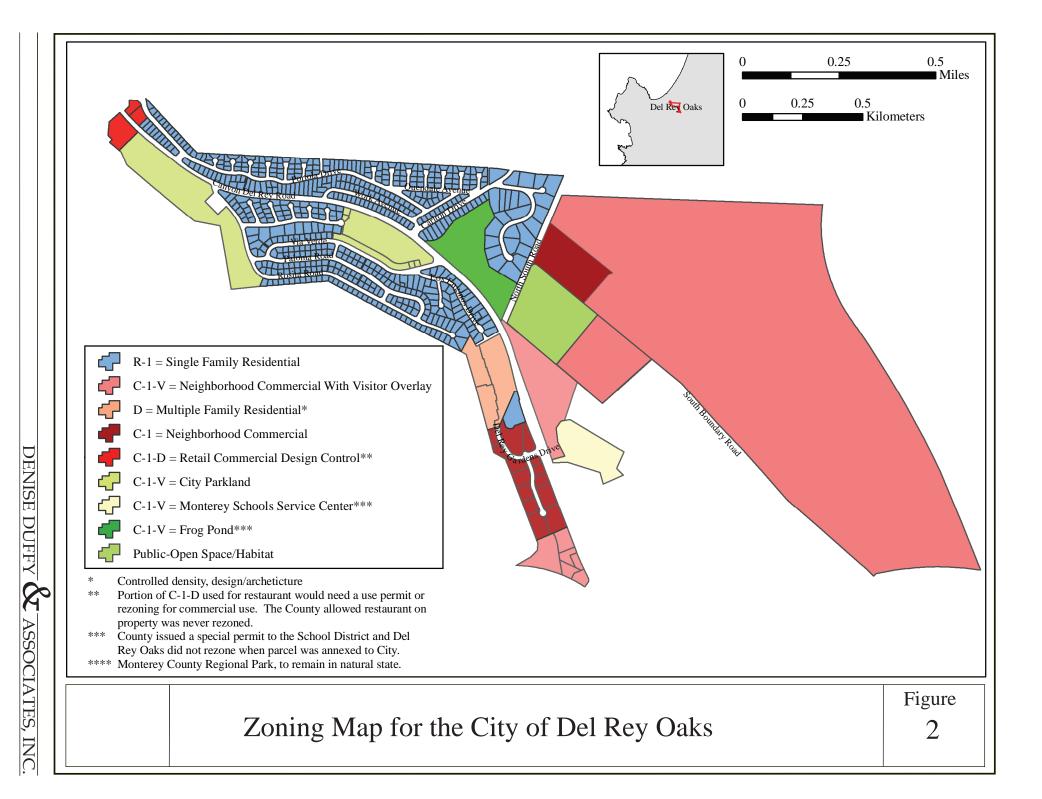
The following discussion addresses the methodology and results of the housing sites inventory according to the criteria identified above. In addition to assessing the quantity of land available to accommodate the City's total housing needs, this section also considers availability of sites to accommodate a variety of housing types suitable for households within a range of income levels and housing needs.

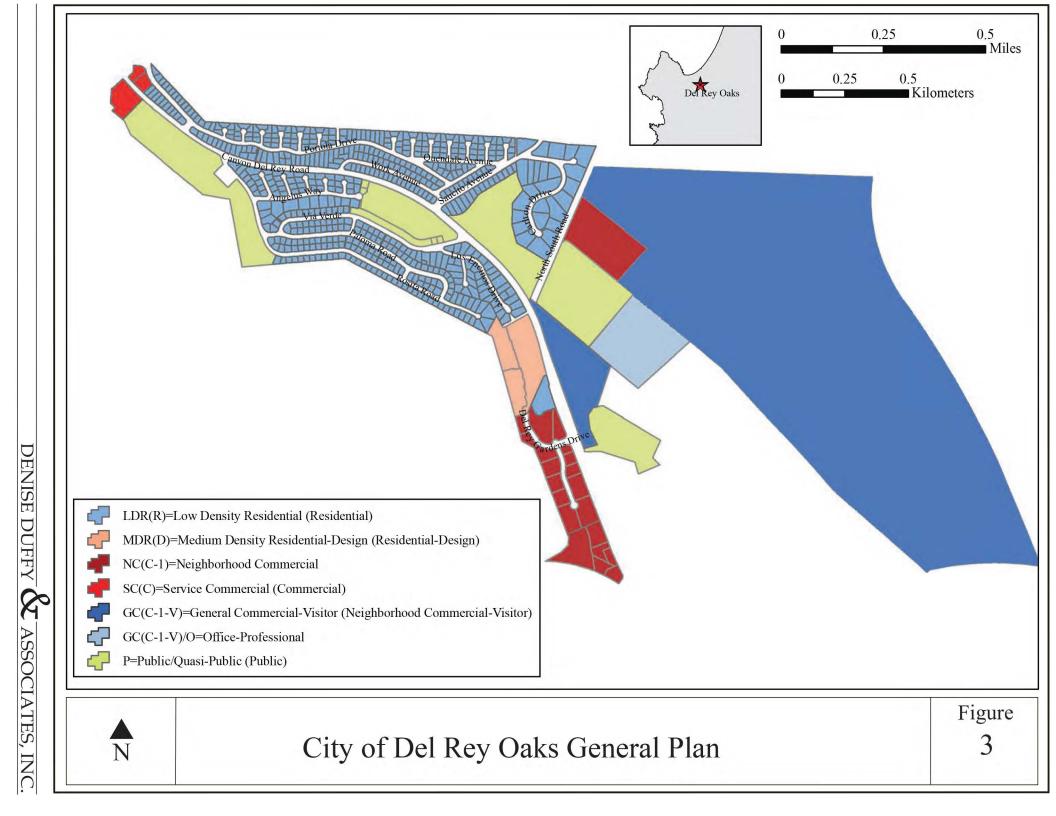
Inventory. The City's inventory was developed with the use of a combination of resources, including the review of available Geographic Information Systems (GIS) information, updated Assessor's data, field surveys, and review of the City's General Plan Land Use Map, Zoning Map and Zoning Ordinance. A vicinity map is included as **Figure 1**. The City's General Plan and Zoning Maps are included as **Figures 2** and **3**.

Assessment of Development Capacity. The development capacity of sites in the housing element should be calculated based on minimum density range or realistic development capacity based on historic records of similar projects built in recent years in the City or region. California Government Code section 65583.2(c) requires, as part of the analysis of available sites, cities to calculate the projected residential development capacity of the sites identified in the Housing Element that can be realistically achieved.

The methodology for determining residential capacity of listed sites was the utilization of the City's General Plan, Zoning Ordinance as well as consideration of physical constraints to development area.







Estimating Potential Units by Income Category. State law requires that jurisdictions demonstrate in the Housing Element that the land inventory is adequate to accommodate that jurisdiction's share of the regional growth. The City is committed to identifying sites and as needed, rezoning sites at appropriate densities as required by law. The State of California, through Assembly Bill 2348 (AB 2348), has established "default" density standards for local jurisdictions. State law assumes that a density standard of 20 units per acre for a suburban community, such as Del Rey Oaks, is adequate for facilitating the production of housing affordable to lower income households. The site inventory analysis uses this state standard.

Adequate Sites. To determine whether the City has sufficient land to accommodate its share of regional housing needs for all income groups, the City must identify "adequate sites" to accommodate the RHNA. Under state law (California Government Code section 65583[c][1]), adequate sites are those with appropriate zoning and development standards, with services and facilities needed to facilitate and encourage the development of a variety of housing for all income levels. Compliance with this requirement is measured by the jurisdiction's ability to provide adequate land to meet the RHNA. To accomplish this task, State law requires that an adequate sites inventory contain four components. If the sites are underutilized (as opposed to vacant sites), additional analysis is required.

- Identify vacant or underutilized parcels. An adequate land inventory consists of a listing and map of properties proposed to accommodate the regional housing needs by parcel number, size, general plan designation, and zoning of each property.
- Analyze site constraints. The site analysis should demonstrate that proposed sites to count toward the RHNA should not have significant environmental or infrastructure constraints that might affect the timing or feasibility of development by the end of the planning period.
- Assess development capacity. The development capacity of sites in the housing element should be calculated based on minimum density range or realistic development capacity based on historic records of similar projects built in recent years in the City or region.
- **Demonstrate that zoning is adequate.** Finally, the analysis must demonstrate that the identified zones and densities will facilitate the development of housing for all income levels. In other words, the price and affordability of housing should be correlated to specific zones.

HCD Site Inventory Guidebook further advises that sites are considered suitable for residential development if zoned appropriately and available for residential use during the planning period. If the inventory demonstrates that there are insufficient sites to accommodate the RHNA, the inventory must identify sites for rezoning to be included in a housing element program to identify and make available additional sites to accommodate those housing needs early within the planning period.

The City identified adequate land inventory and provided listing and map of properties proposed to accommodate the regional housing needs by parcel number, size, general plan designation, and zoning of each property.

In the case of Del Rey Oaks, since there are limited areas of residentially zoned lands, the City has also identified lands that may be rezoned to accommodate the regional housing needs.

Inventory Results

This section identifies the sites, and then compares this to the City's future housing needs as determined by AMBAG's RHNA for 6th Cycle. As part of the 5th Cycle Housing Element Update, both HCD and the City concluded that Sites 1 and 1a were appropriate for meeting site inventory requirements and could accommodate RHNA in the 5th Cycle. Sites 1 and 1a are retained from the 5th Cycle Housing Element to accommodate RHNA in this 6th Cycle. In addition, the analysis identifies additional sites not previously considered to accommodate the RHNA. See **Figure 4** and supplemental mapping in **Appendix C**. **Table 3-4** below provides a summary of the site inventory analysis. **Appendix C** provides further information on resources, services and constraints on the land available within the City for residential development.

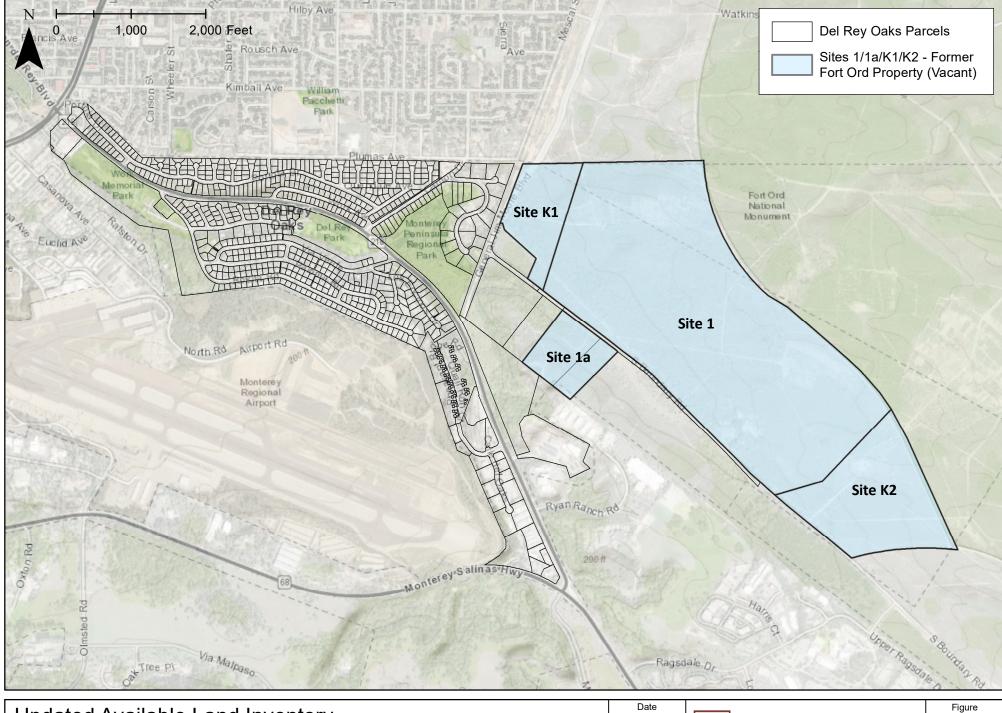
The sites that can accommodate the RHNA are focused on the vacant sites at the former Fort Ord (Sites 1 and 1a from 5th Cycle) and new Sites K1 and K2 where there is adequate land available. All sites are planned for development in the City's General Plan, however, none of the sites are currently zoned for residential use. The sites have a General Plan and Zoning designation of General Commercial – Neighborhood Commercial with Visitor overlay (GC (C-1-V)) and therefore, rezoning will be required to allow for residential land use.² Water and sewer services, as well as other utilities, are planned for all four sites. Sites 1 and 1a are owned by the City and Sites K1 and K2 are privately-owned. Site K1 is approximately 20 acres bordering General Jim Moore Boulevard, where water and recycled water lines are in place from Marina Coast Water District. Site K2 has an entitlement for 210 RV spaces and ancillary facilities on approximately 54 acres.

HCD previous comment letters have concluded that former Fort Ord properties are appropriate to meet the needs for RHNA for all housing types, including low- and very low- income requirements. Since the 5th Cycle Housing Element was submitted to HCD, the City Council, Planning Commission, and City staff have conducted additional public outreach for the 6th Cycle Housing Element Update and have considered all sites within this site inventory. The City's site inventory identifies city-owned Sites 1 and 1a, and privately held sites K1 and K2, as additional sites if needed. The City will be processing a zoning overlay to allow residential uses and finds these sites capable to meet all RHNA, including low- and very low- requirements.

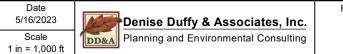
Summary of Analysis

The vacant sites identified in this report are sufficient to accommodate the City's RHNA for the 6th cycle planning period. The analysis conducted indicates there is combined capacity of more than 270 units in Sites 1 and 1a, and up to 100 maximum units in Sites K1 and K2, which is more than adequate to meet RHNA in all income categories. The City is focused on use of City-owned Sites 1 and 1a for provision of affordable housing to accommodate the RHNA needs with additional capacity provided in Sites K1 and K2, as presented below. Also, see **Chapter 7.0, Table 7-1** for Quantified Objectives Summary and program for rezoning these sites.

² Government Code section 65583.2(h) requires sites that are identified for rezoning to accommodate a lower income RHNA shortfall fulfill the following requirements: permit owner-occupied and rental multifamily uses by right for developments in which 20 percent or more of the units are affordable to lower income households; permit the development of at least 16 units per site; ensure sites permit a minimum of 20 dwelling units per acre and ensure either a) at least 50% of the shortfall of low- and very low-income regional housing need can be accommodated on sites designated for exclusively residential uses, or b) if accommodating more than 50% of the low- and very low-income regional housing need on sites designated for mixed-uses, all sites designated for mixed-uses must allow 100% residential use and require residential use to occupy at least 50 percent of the floor area in a mixed-use project.



Updated Available Land Inventory City of Dey Rel Oaks Housing Element Update, May 2023



4

Future development of former Fort Ord areas is contingent upon rezoning, general plan amendment, removal of potential hazards associated with unexploded ordnance, as well as securing a developer. The City committed to rezone Sites 1 and 1a to accommodate residential land uses as identified in updated programs included in **Chapter 7.** The continued use of Sites 1 and 1a provides adequate land and reasonable suitability for location of future housing to meet needs under the 6th cycle RHNA also. Sites 1 and 1a have been declared as surplus under the requirements of the Surplus Land Act. Sites K1 and K2 provide additional land area and capacity within the City to accommodate RHNA.

A rezone program has been included in the Housing Element Update (Program A.1). The following summarizes the key elements of the sites addressed in this Chapter. As a means of documenting how these sites can realistically be developed during the planning period, a narrative description of factors supporting development has been prepared for each of the sites. This analysis further details existing conditions, as well as potential interest in rezoning and development on the sites. The following summarizes the site inventory assessment. Additional tables and mapping are included in **Appendix C**.

| | Table 3-4 |
|---|---|
| | Site Inventory |
| Sites Inventory | Analysis Summary – Site 1 |
| Assessor Parcel Number | 031-191-026-000 |
| Property Size | 232 acres |
| Location | Former Fort Ord, North of South Boundary Road and East of General Jim Moore Boulevard |
| General Plan and Zoning designation | Zoning designation: C-1-V = Neighborhood Commercial With Visitor Overlay and General Plan designation: General Commercial – Neighborhood Commercial with Visitor overlay (GC (C-1-V)). |
| Rezoning Required | Yes; Proposed Overlay Zone of adequate area to meet RHNA at densities of 20 units/acre. |
| Dry Utilities | Utilities would need to be extended to the site, including for Pacific Gas & Electric (PG&E) and Cable, Internet & Phone Service (Comcast or AT&T). |
| Water and Sewer | Water and sewer service is planned but would need to be extended from General Jim Moore Boulevard, where the existing MCWD infrastructure water and recycled water lines are in place. |
| Suitability and availability | Site 1 is a vacant large parcel (232-acre) property that is currently available and has been planned for development in approved City and regional planning documents. Site 1 is owned by the City. The City issued an RFP for this site and developers continue to express interest in various types of housing and mixed use. Due to previous military use of the site at former Fort Ord, additional approvals from DTSC (Department of Toxic Substances Control) for UXO (Unexploded Ordnances) are required on portions of the property. |
| Ownership and Surplus Land Act | City-owned; declared as surplus under the requirements of the Surplus Land Act. |
| Map of sites | See Figure 4 and Appendix C |
| Realistic capacity | The City would need to complete a general plan amendment and rezoning an area of adequate size to specifically allow residential development or adopt an overlay zoning district to allow for residential land uses within the site. In either scenario, there is adequate land within Site 1 for accommodating RHNA. Assuming the property would be developed under D district zoning density (currently 16-18 units per acre) with a zoning overlay for affordable (20 units/acre), and use of approximately 10-20 acres, this site could facilitate residential development to satisfy the |
| | RHNA. While realistic capacity may be greater, the City is assigning 200 units of capacity which is adequate to meet RHNA. As the City has had no development of housing for over two decades, |

| Table 3-4 | | | |
|---------------------------------|---|--|--|
| Site Inventory | | | |
| | there are no historical records of similar projects built in recent years in the City that can be relied upon for identifying capacity. However, recent projects in the former Fort Ord area have achieved this development capacity. | | |
| Affordability Level of Units | There will be a range of various income level housing in the development. This site can meet the RHNA, including affordability levels shown in Tables 3-1 and 3-2 . | | |
| Site Suitability | Site 1 consists of approximately 232 acres of this currently undeveloped property and contains primarily maritime chaparral and coastal scrub vegetation. The property is relatively hilly, but there are no steep grades or environmental constraints that would preclude development. | | |
| Access | The property has direct access from South Boundary Road which feeds into General Jim Moore Boulevard and then Canyon Del Rey (Highway 218). Canyon Del Rey connects to State Highway 68, a main highway connecting the Monterey Peninsula cities to the City of Salinas. Canyon Del Rey (Highway 218) also connects directly to State Highway 101. General Jim Moore Boulevard provides the major north-south thoroughfare through the former base; this road also travels through the northern section of the City of Seaside and is a major thoroughfare leading to the City of Salinas. South Boundary Road forms the southern boundary of the site and offers indirect access to State Highway 68. | | |
| | Site 1: Additional Discussion Site 1, Former Fort Ord Property: | | |

- The former Fort Ord Property is located at the southern boundary of the former Fort Ord military base within the City. The City has been pursuing development to allow both market rate and affordable residential uses on the site.
- The large area of available land in Site 1 ensures adequate land area to meet RHNA needs for affordable housing, including 5th Planning Cycle and 4th Planning Cycle carry over.
 - The City has taken a number of actions to allow development on the site over the past decades. The project may be developed in phases, concurrent with governmental approvals and infrastructure development. Background materials that more fully describe background on planned development entitlements including the following: The adopted Redevelopment Plan, Report on the Plan, and CEQA documentation.
 - The City General Plan and Certified EIR.
 - The Fort Ord Reuse Plan and Certified EIR.
 - 2019 Housing Element Initial Study/Negative Declaration.
- Sites 1 and 1a will be served by local water, sewer and dry utilities. Planned infrastructure is available and sufficiently accessible to support housing development. The extension of electricity, gas, high speed fiber, sanitary sewer and potable water pipelines and the reconstruction of South Boundary Road are all planned in conjunction with the development of the former Fort Ord property. The City is overseeing the reconstruction of South Boundary Road- and construction is anticipated in 2024/25. Future delivery of water and utilities is dependent on funding availability to extend the infrastructure to serve these sites, including sewer and water.
- The Marina Coast Water District (MCWD), which is responsible for providing water service to the property
 will design water pipeline concurrently with the road design and construction. The property has an existing
 water allocation from the MCWD in accordance with-MCWD's 2020 Urban Water Management Plan. A
 Water Supply Assessment was adopted for the property by MCWD identifying uses and water availability
 to the site although this would need to be updated by MCWD. However, water service and extension are
 dependent upon MCWD CIP projects to extend water lines from General Jim Moore Boulevard to the South
 Boundary Road.
- As part of the former Fort Ord military base, portions of the property had UXO that have since been removed by the Army. In accordance with regulatory restrictions, additional environmental insurance and additional clearance by regulatory agencies as well as restrictive covenants on use of the site are required consistent with the State requirements. The City has obtained environmental insurance for the Del Rey Oaks site. A large portion of Site 1 is cleared for residential use.
- The City's former Redevelopment Plan specifies up to 200 residential units on this former Fort Ord site.

| | Table 3-4 |
|---|---|
| • The City | Site Inventory is committed to amend the General Plan and Zoning Ordinance to apply an overlay zone |
| | ion on the site. This is included as a planned program under this Housing Element (see Chapter |
| Sites Inventory | Analysis Summary – Site 1a |
| Assessor Parcel | 031-191-027-000 |
| Number | 031-191-028-000 |
| Property Size | APN 031-191-027-000 (6 acres) APN 031-191-028-000 (11.8 acres) 17.8 acres total |
| Location | Former Fort Ord, South of South Boundary Road and East of General Jim Moore Boulevard |
| General Plan and | Zoning designation: C-1-V = Neighborhood Commercial With Visitor Overlay and General Plan |
| Zoning | designation: GC(C-1-V). The City would need to designate this site to allow residential land use |
| designation | similar to Site 1 above. This property is City-owned. |
| Dry Utilities | Utilities would need to be extended to the site, including for Pacific Gas & Electric (PG&E) and Cable, Internet & Phone Service (Comcast or AT&T). |
| Water and Sewer | Water and sewer service is planned but would need to be extended from General Jim Moore Boulevard, where the existing MCWD infrastructure water and recycled water lines are in place. |
| Suitability and availabilitySite 1a is comprised of two separate parcels, encompassing a total of 17.8 acres within th Fort Ord in the City limits of Del Rey Oaks. It is currently vacant land and avail development with almost 10 acre-feet of water assigned to this site. | |
| Ownership and Surplus Land Act | City-owned; declared as surplus under the requirements of the Surplus Land Act. |
| Map of sites | See Figure 4 and Appendix C |
| Realistic capacity | Assuming a density range for medium density, a realistic development capacity on this site is 72 units. This is based on assumption of developable property of approximately 6 acres within the 17.8 acres property (outside the steeply sloping area of the site) and a D District zoning density of 16-18 units per acre. There are no historical records of similar projects built in recent years in the City, but other jurisdictions have successfully developed in this density range and higher in former Fort Ord. |
| Affordability | There will be a range of various income level housing in the development, similar to Site 1. There |
| Level of Units | is enough realistic capacity to meet RHNA needs at this site in combination with Site 1. |
| Access | The property has direct access from South Boundary Road which feeds into General Jim Moore Boulevard and then Canyon Del Rey (Highway 218). |
| | on of Available Residential Development on City-Owned Portion of Site 1a, south of South |
| | Connected Parcel to Former Fort Ord Property within City of Del Rey Oaks): |
| former F | is identified on Figure 4 as Site 1a and ownership is retained by the City. This site is also within the ort Ord property but is not part of the development area that is planned for development on the le of South Boundary Road. |
| A City Re | zoning and General Plan Amendment would be required to allow residential land uses. |
| | would need to be rezoned to designate residential housing as an allowed use. |
| Wetland This parc | el is approximately 17.8 acres of vacant land. Nearby properties in Del Rey Oaks are the Frog Pond Preserve to the west, which is owned by Monterey Peninsula Regional Parks District (MPRPD). cel also borders the City of Monterey to the south. |
| Water an extended on-site. If the second secon | p grade on the southern portion of this site represents a major development constraint. nd sewer are available on General Jim Moore. Future extension of services would need to be d to South Boundary Road. The property is vacant and currently there is no water or sewer service Environmental issues include steep grades in portions of the site. The area along South Boundary uld accommodate higher density housing. |

Table 3-4 Site Inventory Services and other factors are similar to the discussion above for Site 1; however, this site is smaller and is ٠ not being considered by the City for a development agreement with a developer. Future delivery of water and utilities is dependent on funding availability to extend the infrastructure to serve these sites, including sewer and water. MCWD Capital Improvement Program (2019-2023) included the water and sewer extension. The City is also overseeing the South Boundary Road improvements which are expected to be constructed in 2024/25 timeframe. Sites Inventory Analysis Summary --- Site K1 Assessor Parcel 031-191-024-000 Number Property Size 20 acres Location Former Fort Ord, North of South Boundary Road and directly east of General Jim Moore Boulevard Zoning designation: C-1-V = Neighborhood Commercial With Visitor Overlay and General Plan General Plan and designation: GC(C-1-V). The City would need to designate this site to allow residential land use Zoning designation similar to Site 1 and 1a above. Utilities would need to be extended to the site, including for Pacific Gas & Electric (PG&E) and Dry Utilities Cable, Internet & Phone Service (Comcast or AT&T). Water and Water and sewer service is planned but would need to be extended from General Jim Moore Sewer Boulevard, where the existing MCWD infrastructure water and recycled water lines are in place. Site K1 is comprised of one parcel, encompassing a total of 20 acres within the former Fort Ord Suitability and in the City limits of Del Rey Oaks. It is currently vacant land and available for development with availability almost 10 acre-feet of water assigned to this site. Ownership This property is in private ownership. Map of sites See Figure 4 and Appendix C Assuming a density range for medium density, a realistic development capacity on this site is 60 units. This is based on assumption of a portion of the property for use as mixed-use, approximately 5 acres within the 20 acres property and an affordable housing overlay zoning Realistic capacity density of 20 units per acre. There are no historical records of similar projects built in recent years in the City, but other jurisdictions have successfully developed in this density range and higher the area. Affordability There will be a range of various income level housing in the development, similar to Sites 1 and Level of Units 1a. It is assumed the property owner may want to have affordability levels at a moderate-income. Access The property has direct access from General Jim Moore Boulevard. Site K1: Discussion of Available Residential Development K1, east of General Jim Moore (former Fort Ord Property within City of Del Rey Oaks): • This site is also within the former Fort Ord property but is not part of the RFP for the City-owned development area of Site 1. Rezoning and General Plan Amendment would be required to allow residential land uses. The parcel is vacant. Water and sewer are available on General Jim Moore. This site is nearest to existing MCWD water and existing development. The site is likely best suited for Mixed Use. As part of the former Fort Ord military base, portions of the property had UXO that have since been removed by the Army. In accordance with regulatory restrictions, additional environmental insurance and additional clearance by regulatory agencies as well as restrictive covenants on use of the site are required consistent with the State requirements for use as residential.

• Future delivery of water and utilities is dependent on funding availability to extend the infrastructure to serve these sites, including sewer and water.

| | Table 3-4 | | | |
|---|---|--|--|--|
| | Site Inventory | | | |
| Sites Inventory | Analysis Summary — Site K2 | | | |
| Assessor Parcel Number | 031-191-025-000 | | | |
| Property Size | 53.81 acres | | | |
| Location | Former Fort Ord, Northeast of South Boundary Road | | | |
| General Plan and Zoning designation | Zoning designation: C-1-V = Neighborhood Commercial With Visitor Overlay and General Plan designation: GC(C-1-V). The City would need to designate this site to allow residential land use similar to Site 1 and 1a above. | | | |
| Dry Utilities | Utilities would need to be extended to the site, including for Pacific Gas & Electric (PG&E) and Cable, Internet & Phone Service (Comcast or AT&T). | | | |
| Water and Sewer | Water and sewer service is planned but would need to be extended from General Jim Moore Boulevard, where the existing MCWD infrastructure water and recycled water lines are in place. | | | |
| Suitability and availability | Site K2 is comprised of one parcel, encompassing a total of 53.81 acres within the former Fort Ord in the City limits of Del Rey Oaks. It is currently vacant land and available for development with almost 50 acre-feet of water entitlement assigned. | | | |
| Ownership | This property is in private ownership (same owner as K1). | | | |
| Map of sites | See Figure 4 and Appendix C | | | |
| Realistic capacity | The site is entitled for a 210-unit visitor-serving RV development, with approximately 4,000 square feet assigned to each RV space. Assuming a portion of these approved spaces, consistent with the developers' requirements, the assigned capacity on this site is 40 moderate income units. This is based on assumption that a portion of the property would remain in use for visitor serving within the property. Per the requirements above, an affordable housing overlay zoning density of 20 units per acre would be assigned. There are no historical records of similar projects built in recent years in the City, but other jurisdictions have successfully developed in this density range and higher in the area. | | | |
| Affordability Level of Units | It is assumed the property owner may want to have affordability levels at a moderate-income. | | | |
| Access | The property is accessed from South Boundary Road. | | | |
| Site K2: Discussio within City of De | n of Available Residential Development K1, east of General Jim Moore (former Fort Ord Property l Rey Oaks): | | | |
| entitled A City Re Water at existing The propunits on As part removed addition consiste Future d | is also within the former Fort Ord property but unlike the other areas, this site is approved and for a 210-RV project. ezoning and General Plan Amendment would be required to allow residential land uses. Ind sewer are available on General Jim Moore; this site is furthest from existing MCWD water and development. Derty owner has expressed interest in continuing discussions and providing a mix of residential this site. of the former Fort Ord military base, portions of the property had UXO that have since been d by the Army. In accordance with regulatory restrictions, additional environmental insurance and al clearance by regulatory agencies as well as restrictive covenants on use of the site are required int with the State requirements for use as residential. lelivery of water and utilities is dependent on funding availability to extend the infrastructure to ese sites, including sewer and water. | | | |

Vacant Land Inventory and Ability to Meet RHNA

State law requires that local governments zone sufficient vacant land for residential use at standards and densities appropriate to meet housing needs of all economic segments, as identified above; sites should also have available public facilities and services.

The City currently faces a shortage of vacant land designated for residential development. The City has also been facing long-term water service and availability constraints affecting provision of affordable housing. The City has considered former Fort Ord, particularly City-owned Sites 1 and 1a, for development for decades. For all former Fort Ord sites, currently only commercial, recreational and visitor serving uses are allowed. Rezoning to allow for residential uses has been contemplated in previous drafts of the Housing Element. The City has confirmed that including Sites 1 and 1a are suitable and viable for provision of housing sites to meet the RHNA allocation. Sites 1a and K2 are additional sites for provision of RHNA.

<u>Other</u>

Other sites outside the former Fort Ord have been considered during previous Housing Element Updates. There are no vacant sites over 2 acres that are zoned residential. Any sites for development require revisions to zoning and general plan land uses to allow residential uses. with the exception of accessory dwelling units addressed below. Additional constraints to development include the restrictions due to safety due to the location of the Monterey Peninsula Regional Airport. **Appendix C** includes mapping showing the location of the safety zones and a summary table identifying the restrictions within the City.

Accessory Dwelling Units. Eight ADU building permits were issued since May 2020. There were three in 2020, two each in 2021 and 2022 and one as of May 19, 2023. This provides a history of ADU development over the previous three years. It is important to note that the City ADU ordinance was adopted in 2021. The use of ADUs would not require any zoning amendments.

The ADUs currently being built are done during an existing moratorium on water expansion and thus, it is reasonable to expect when restrictions are lifted, additional ADU development will occur.³ The previous Housing Element noted that there were several milestones that needed to be reached before water would come available for ADUS, including completion of the Pure Water Monterey (PWM) Groundwater Replenishment Expansion Project as well as, or, approval of permits and construction of the Monterey Peninsula Water Supply Project (MPWSP). The PWM Expansion Project is planned for construction and full operation in 2024/25. The MPWSP Project desalinization facility was recently approved at a smaller capacity by the California Coastal Commission. It is reasonable and documented that at least one of these planned water sources will come available during the current planning period and that additional water will become available for ADU development under the MPWMD allocation program. Thus, this Site Inventory assumes 20 units of ADU development in the 6th planning cycle.

³ As presented in Chapter 4.0. a major constraint on development is the Cease-and-Desist Order for water hookups within the Cal-Am Service area and the Monterey Peninsula Water Management District, which limits any increase in water usage by properties served by Cal-Am.

Conclusion

The purpose of the site inventory is to identify and analyze specific sites that are available and suitable for residential development from 2023-2031 in order to accommodate the City's assigned 184 housing units. The City does not build the housing but creates the programs and policies to plan for where it should go and how many units could be on potential sites. See **Appendix C** for a complete and detailed description of all sites included in the City's inventory of vacant and available housing sites.

Table 3-5, Vacant/Partially Vacant and Available Sites, summarizes the City's sites inventory for the 2023-2031 planning period.

| Table 3-5 Vacant and Available Sites | | | | | |
|---|------------------------------|--------------------------|-----------------------------|--|----------------|
| Housing Resource | Very Low- Income Capacity | Lower Income Capacity | Moderate Income Capacity | Above Moderate- Income Capacity (Net) | Total Capacity |
| ADUs | 6 | 10 | 2 | 2 | 20 |
| Total | 6 | 10 | 2 | 2 | 20 |
| RHNA | 60 | 38 | 24 | 62 | 184 |
| Difference | 54 | 28 | 22 | 60 | 164 |

The City is working toward meeting its requirement for needed affordable housing through rezoning Sites 1 and 1a, and Sites K1 and K2 where water is not constrained by a Cease-and-Desist Order for water hookups and where suitable vacant land is available, as identified in the Land Use Inventory and evaluated herein.

The combined realistic capacity of all of these sites would be more than enough to accommodate the 98 Low-Income and Very Low-Income unit portion of the 6th Cycle RHNA. Sites outside the former Fort Ord within the City assume that additional water under the MPWMD allocation program can be provided or that an additional water source is approved, and water provided to the CalAm service area within the City.

The analysis conducted indicates there is combined capacity of more than 270 units in Sites 1 and 1a, and up to 100 maximum units in Sites K1 and K2, which is more than adequate to meet RHNA in all income categories. Per **Table 3-5**, the sites identified in this report are sufficient to accommodate approximately over 200 percent of the City's Regional Housing Needs Allocation for the 6th cycle planning period.

CHAPTER 4.0 HOUSING CONSTRAINTS

Governmental Constraints

Governmental constraints are potential and actual policies, standards, requirements, fees, or actions imposed by the various levels of government on development that serve to ensure public safety and welfare with respect to housing construction and land use issues. Federal and State programs and agencies play a role in the imposition of non-local governmental constraints and are beyond the influence of local government; therefore, they cannot be effectively addressed in this document.

As governmental actions can constrain development and affordability of housing, State law requires the housing element to "address and, where appropriate and legally possible, remove governmental constraints to the maintenance, improvement, and development of housing" (Government Code section 65583(c)(3)). Requirements for Housing Elements must include analysis of potential and actual governmental constraints upon the maintenance, improvement, or development of housing for persons of all income levels and, also, include an analysis of potential constraints to development of housing for persons with disabilities.

The discussion below provides background and understanding of the City's land use controls, building codes and their enforcement, site improvements, fees and other exactions required of developers, and local processing and permit procedures. The City's primary regulations affecting residential development and housing affordability include the Land Use Element of its General Plan, Zoning Ordinance and the City's processing procedures, standards, and fees related to development.

As with other cities, Del Rey Oaks' development standards and requirements are intended to protect the long-term health, safety, and welfare of the community. In general, Del Rey Oaks' development standards and requirements are comparable to many other communities in the Monterey Bay area—particularly communities where high growth rates have raised concerns about the impacts of development on community livability. However, the policies of the Del Rey Oaks General Plan have been developed to try and balance concerns about community livability with the recognized need in the community for affordable housing development for persons of all income levels.

Land Use Controls

Locally imposed land use and building requirements can affect the type, appearance, and cost of housing built in Del Rey Oaks. These local requirements include zoning standards, development fees, parking requirements, subdivision design standards, and design review. Other building and design requirements imposed by Del Rey Oaks follow State laws such as the Uniform Building Code, Subdivision Map Act, and energy requirements.

Pursuant to section 65583 of the Government Code, the City is tasked with allowing for the development of an array of housing types that are suitable for all economic segments of the community. The Housing Element must describe how the City's Municipal Code allows for different types of housing and related uses to meet the needs of its residents. Housing types and related uses include single-family dwellings, duplexes, day nurseries, mobile homes, boardinghouses, multiple-unit dwellings, condominiums, accessory dwelling units, and single-room occupancy units.

Development Standards

The Del Rey Oaks General Plan and Zoning Ordinance provide for a range of housing types and densities. **Table 4-1** summarizes current residential zoning standards. **Tables 4-2** and **4-3**, below, identify zoning district densities and standards in other zoning districts, respectively. The City provides for residential uses in commercial zones under the Commercial (C), Special Treatment (ST) and Design (D) zoning districts, as shown in **Tables 4-2** and **4-3**, below.

| E | Table 4-1 kisting Development Standards for R | esidential Zones | |
|--|---|---|--|
| <u> </u> | Single Family Residential Districts (R-1) ¹ | Multiple Family Residential Districts (R-2) | |
| Permitted Uses | One- and two-family dwellings, schools, libraries, clinics, and nurseries/greenhouses with accessory buildings. | Two-family dwellings, dwelling group two-family flats, multiple family dwellir hotels, clubs, lodges; automobile cour automobile camps, and similar uses; a uses permitted in R-1 Districts. ² | |
| Conditional Uses | | d, after obtaining a conditional use permit ning Commission. ³ | |
| Lot Requirements | | | |
| Density | 1-2 single family dwelling units per lot plus auxiliary unit allowed in lots sizes over 8,000 square feet. (sq. ft.) | 2+ per lot depending on lot size. | |
| Lot Size (min.) | 6,000 sq. ft. | 6,000 sq. ft. | |
| Building Coverage | 900 sq. ft. minimum (min.) | 60% max | |
| Yard Requirements | | | |
| Front (min. in feet) | 20 ft. ⁴ | 20 ft.4 | |
| Side (min. in feet) | Not less than 10% of the lot width but not less than 6 ft. ⁵ | 6 ft., except add 2 ft. for each story beyond the second story. | |
| Rear Not less than 20% of the dep the lot, to a maximum depth o | | Not less than 15 ft. | |
| Height Requirements | · · · · | | |
| Building Height (max.) | 30 ft. ⁶ | 35 ft. | |
| Number of Stories (max.) | 1.5 | 3 | |
| Additional Regulations | 1 | | |
| Garage (min.) | 288 sq. ft. | N/A | |
| Parking | One space for each family unit; one space for each two guest rooms. Current code identifies one additional on-site parking space for an "Auxiliary Housing Unit". | One garage space for each family unit. | |
| ¹ See below for discussion of Units) and parking requireme https://library.municode.com | Zoning Ordinance, as amended. the City's adopted accessory dwelling unit or | deld=TIT17ZO_CH17.70ACDWUN | |

³ Provided that in case a building line for the street upon which the lot faces is established by the street and highway plan of the master plan of the city, then the front yard shall have a depth of not less than that specified thereby.

⁴ Exceptions allowed subject to obtaining a conditional use permit from the Planning Commission.

⁵ Exceptions provided per code based upon lot size, layout and location.

⁶ Except as otherwise permitted.

There are no open space development standards in any residential zones. Additionally, other land use designations unassociated with residential zoning also allow residential uses. The D district allows residential use at five (5) to 18 units per acre and flexible design standards. Per the identified development standards, residential uses are allowed in commercial districts as well as D and ST special districts. The zoning designations of C, C-1, ST, and D allowing for residential uses expands the ability for housing in a number of land use designations.

Table 4-2 below identifies those zoning districts other than specified residential districts that allow residential development as a conditional use in other primary districts within the City.

| Residential Use/DensitiesD ZoningC Zoning | | C-1 Zoning | ST Zoning | |
|--|-----------------|---|---|-------------------|
| (5-18 units per acre) | Conditional Use | Not Specified | Not Specified | Not Specified |
| Residential- Single Family | Conditional Use | All uses permitted in any R District, ¹ development standards must be consistent with the residential zone. | Conditional Use, development standards must be consistent with the residential zone. | Permittec Use |
| Residential- Condominium Conditional Use | | All uses permitted in any R District, ¹ development standards must be consistent with the residential zone. | Not Specified, although development standards must be consistent with the residential zone. | Conditiona Use |

Common-interest subdivisions (including condominiums and planned development townhouses) exceeding a density of five units per gross acre to a maximum density of 18 units per gross acre designed to provide an optimum of open space and similar amenities which will enhance the living qualities of the development and will promote, insofar as compatible with the intensity of land use, a suitable environment for family life.

As identified above, the Del Rey Oaks General Plan and Zoning Ordinance provide for a range of housing types and densities in residential and non-residential zones as well. **Table 4-3** summarizes current zones that allow residential uses, including commercial zones that would be typically considered non-residential. **Table 4-3** identifies the zoning standards as well as the permitted uses for these zones.

| Do | velopment Standard | Table 4-3 s for Commercial and O | ther Residential Ze | |
|-----------------------------|--|--|--|---|
| De | Design (D) Overlay District | Commercial (C) | Neighborhood Commercial (C-1) | Special Treatmen (ST) |
| Permitted Uses | Uses subject to securing a use permit. ¹ | Commercial use, residential, retail and wholesale businesses, automobile camps ² , power-driven machinery, outdoor advertising signage/structures. | Restricted Commercial Use, business and professional offices. | Single-Family Residential and "multiple residence to the designated density"; Agricultural Use. |
| Lot Requirements | | | | |
| Density (if applicable) | Five (5) units per gross acre to a maximum of eighteen (18) units. | - | - | Multiple density per the ST zone or as approved in ST use permit approval. |
| Lot Size (min.) | 14,000 sq. ft. | N/A | 10,000 sq. ft. | 5 acres |
| Building Coverage | 50% max | N/A | N/A | Max determined by density designation. |
| Yard Requirements | - | | | |
| Front (min. in feet) | 20 ft. | N/A | 35 ft. | N/A |
| Side (min. in feet) | 7 ft., except add 2 ft. for each story beyond the first story. ³ | 20 ft ⁴ | 10 ft. | 10 ft. along property line adjoining another ownership. |
| Rear | 15 ft.5 | 10 ft. ⁴ | 15 ft. | 20 ft. along rear property line adjacent to another ownership. |
| Height Standards | | | r | 1 |
| Building Height (max.) | 35 ft. | 35 ft. | 30 ft. | N/A |
| Number of Stories (max.) | 3.5 stories ⁶ | 3 stories | 2 stories ⁶ | N/A |
| Parking Regulations | 1 | | 1 | T |
| Parking | 1.75 spaces for each studio, one bedroom and two- bedroom dwelling unit; 2 spaces for each dwelling unit of three bedrooms or larger. | N/A | 1 space for each single family and detached guest house dwelling unit. | 1.75 spaces for each studio, one bedroom and two- bedroom dwelling unit; not less than 2 spaces for each dwelling unit of three bedrooms or larger. |

shall be no less than 9 ft. and the side yard upon which said dwelling fronts shall be not less than 20 ft.

⁴In cases of C District property bordering an R District

⁵ Except as otherwise provided for accessory buildings.

⁶ No accessory building shall exceed either 15 ft. or one story in height (16 feet for ADU).

Accessory Dwelling Units

State law provides for the development of Accessory Dwelling Units (ADUs) on a lot in any zone that allows residential or mixed use as a primary use; and provides for Junior ADUs (JADUs) on any lot with a single dwelling unit. The City adopted an ADU Ordinance (October 26, 2021) under Section 17.70 of the Zoning Code. The ADU Ordinance implements the various state laws related to the development of ADUs. An ADU is defined as a residential dwelling unit (detached or attached) with complete, independent living facilities (kitchen and bathroom) located on the same lot as a primary dwelling unit. Per the code, the maximum floor area for a studio or one-bedroom ADU is 1,000 square feet and 1,200 square feet for two-bedrooms or more. In situations where an existing accessory structure is being converted to an ADU, an additional 150 square feet are allowed for expansion beyond the physical dimensions of the ADU, limited to providing ingress and egress only. A JADU is a smaller dwelling unit (500 square feet maximum in size) that is developed within a single dwelling unit on a single dwelling unit lot that has a separate entrance, efficiency kitchen, and access to a bathroom either within the JADU or shared with the primary dwelling unit.

The ADU Ordinance implements a streamlined, ministerial review procedure for ADUs, outlines objective design standards in accordance with State Law and ensures reduced parking standards applicable to ADUs. ADUs and JADUs shall not be rented for a period of less than 30 days.

The provision of ADUs and JADUs within the City can:

- Provide a greater balance of housing options and affordability to meet the City's housing goals;
- Provide more affordable housing options for seniors and lower-income individuals to remain in the community;
- Provide independent accommodations for extended family or caregivers to live on the same premises;
- Provide the opportunity for supplemental rental income to homeowners; and
- Help to reduce local vehicle miles of travel (VMT) and meet Climate Action Plan goals by accommodating a greater variety of housing options in close proximity to services and employers within the community.

Parking

The Zoning Ordinance establishes parking standards for each type of facility in a zone in accordance with the regulations of Section 1129B of Title 24, California Code of Regulations. As described in the **Table 4.1** and **Table 4.3**, above, and in Chapter 17.36 General Use Regulations of the Zoning Ordinance, garage or parking spaces are provided as follows:

- 1. One garage space for each family unit in any multiple dwelling, apartment, dwelling group, duplex, automobile court or dwelling in any district;
- 2. One garage space for each two guest rooms in any hotel, rooming house or boarding house;
- 3. Garage or parking space for other uses allowed in any R district as determined and set forth by the planning commission in approving the use permit for any such use.

Del Rey Oaks' Zoning Ordinances Chapter 17.70.050 provides parking requirements for ADUs. In addition to on-site parking required for the primary dwelling unit, one on-site parking space shall be provided for each ADU per unit or bedroom, whichever is less. On-site parking spaces for ADUs may be covered or uncovered, may be tandem, and may be located within the front, side, or rear setback areas unless there is a specific site or regional condition related to fire or life safety that would make parking in setback areas unsafe. Where a garage, carport, or covered parking structure is demolished in conjunction with the construction of an ADU, or converted to an ADU, the local agency shall not require that those off-street parking spaces for the primary unit be replaced.

On-site parking is not required for JADUs. No on-site parking is required for an ADU in the following cases:

- 1. The ADU is located within one-half mile walking distance of public transit.
- 2. The ADU is constructed within the primary residence or within an accessory structure.
- 3. On-street parking permits are required but not offered to the occupant of the ADU.
- 4. A car-share vehicle pick-up/drop-off location is located within one block of the ADU.

Processing and Permit Procedures

State law requires the housing element to analyze permitting processing, specifically to address procedures that hinder the construction of a locality's share of the regional housing need. The following addresses the City's permit process and timeframes for development of residential housing and project permitting.

Ministerial Projects

Ministerial projects include non-structural residential and commercial improvements and demolition of existing buildings.

Discretionary Projects

Discretionary permits within the City of Del Rey Oaks include: (a) zoning permits, as required, for buildings and structures erected, constructed, repaired, or moved within or into any district; (b) special use permits, issued (i) for any use as specified by the Zoning Ordinance, public utility, service, or building in any district, (ii) for removal of minerals and natural resources in any district, and (iii) to classify as a conforming use any institutional use existing in any district at the time of the establishment of that district; (c) variances; (d) home occupation use permits; and (e) design review permits.

Within the R-1 and R-2 districts, several uses require the approval of a special use permit. In the R-1 district, two-family dwellings, schools, libraries, churches, institutions, clinics for treatment of human ailments, nurseries, greenhouses, and auxiliary (second or accessory) units all require a use permit. In the R-2 district, all of the uses that require a use permit in the R-1 district also require a use permit in the R-2 district. In addition, automobile courts, automobile camps, and similar uses also require a use permit in the R-2 district.¹ Processing times for development review vary, based on the size of the project and the

¹ Per the Zoning Code Definitions: "Automobile camp means land or premises which is used or intended to be used, let or rented for occupancy by campers traveling by automobile or otherwise or for occupancy by or for trailers or movable dwellings, rooms or sleeping quarters of any kind. Automobile court means a group of two or more detached or semi-detached buildings containing guestrooms or apartments provided in connection therewith; which group is designated and used primarily for the accommodation

extent of environmental review required, and can range from six months to more than one year if an EIR is required.

The review and entitlement process are initiated by the submission of preliminary project plans to the City staff for review and recommendation. If the permit is simple (such as a building permit with design review), the City staff at the front counter would hand out an application form and typically move to a hearing or action soon after submittal of required plans and documents. With a use permit or other such request, the applicant prepares and submits required materials. Within 30 days of initial submission, the City or contracting planning staff would prepare a preliminary staff review document and provide a copy of said document to applicants. Applicants typically respond to the preliminary staff review with the submission of additional plans and applications as necessary; then the City would schedule projects for review by the Planning Commission for consideration or approval (assuming that the project is exempt from environmental review).

If the environmental review of the project can be accomplished without the processing of an EIR or other CEQA documentation (Exemption, Negative Declaration, or Mitigated Negative Declaration), public hearing(s) are scheduled and held by the Planning Commission and, if necessary, by the City Council. The entire process is about 90 to 120 days if turnaround time by the applicant is reasonable (two to three weeks). The need for City Council action on a project approval (or an action otherwise related to a project) would add one to two months to the process. The need to prepare required environmental studies (Exemption, Negative Declaration, or Mitigated Negative Declaration) would typically add two or three months to the process. In the event that an EIR is required, an additional six months to one year of processing time would apply to the project.

Per the Zoning Ordinance, the City's design review board considers plans, architectural plans, and color material designations in all developments in residential districts which require (1) a variance; (2) a use permit; or (3) a building permit for a new building/structure or remodel that involves structural changes pursuant to Section 17.56.030 of the Del Rey Oaks Zoning Ordinance. These discretionary approvals also require public noticing. Findings are required only if there is a variance and/or a use permit and are otherwise not required for design review. Per the City of Del Rey Oaks, most conditional use permits need Planning Commission approval and do not need to have findings. If required, per the City Zoning Code, findings are as follows: "The findings of the planning commission, except as otherwise provided in this section, need include only that the establishment, maintenance and/or conducting of the use for which the use permit is sought will not, under the circumstances of the particular case, be detrimental to the health, safety, morals, comfort, convenience, or welfare of persons residing or working in the neighborhood of such use and will not, under the circumstances of the particular case, be detrimental to the public welfare or injurious to property or improvements in the neighborhood" (City of Del Rey Oaks Zoning Code Section 17.04.080). The City's design guidelines process allows for flexibility for designs and approaches under which applicants can develop their projects. Multi-family residential development requires a conditional use permit in the City's current Zoning Ordinance in commercial districts and design review is conducted during this process. The City has not received any applications for multi-family

of automobile travelers. See Del Rey Oaks Zoning Ordinance accessible at: <u>https://library.municode.com/ca/del_rey_oaks/codes/code_of_ordinances</u>

development primarily due to the limitation of available vacant land and severe water constraints. Design review process and application forms are available for review on the City's website at https://www.delreyoaks.org/. The City's design review and application forms are designed to be simple and easy to complete. City processing procedures are intended to keep decisions on projects within a reasonable timetable.

Zoning, Development Standards and Processing Analysis

Processing and application requirements do not form a constraint to provision of adequate housing. Although the City is small and has limited staffing, the City staff has a record of moving permits through the process with time periods typically shorter than comparable jurisdictions with much larger staff and resources.

Building Codes

Building Codes regulate the physical construction of dwellings and include plumbing, electrical, and mechanical improvements. The Del Rey Oaks Building Department contracts with an experienced inspector to provide plan checks and inspections. The Del Rey Oaks Building Department enforces the currently Uniform Building Code and the California amendments, as established by the State, and has little control over these standards. Building Code enforcement is conducted through scheduled inspections of new construction, remodeling, and rehabilitation projects, and upon resale or transfer of ownership of residential property. Inspections are also conducted in response to public complaints or an inspector's observation that construction is occurring without proper permits. Local enforcement of these codes does not significantly add to the cost of housing in Del Rey Oaks. There are no local amendments to the Uniform Building Code.

Site Improvements and Building Requirements

At present, public facilities in Del Rey Oaks are adequate to meet the needs of existing and projected growth in the community. Although building codes can increase the cost of development, they provide a key mechanism for the City to protect the health, safety, and welfare of its citizens. Code enforcement is carried out by the City's building inspector.

There are no identified off-site improvements other than the provision of utilities to the site. Each unit, principal and auxiliary second units, (such as a guest house) must be provided with separate utility hookups and meters, and no occupancy of the unit shall take place until all utilities are provided.²

Fees

Table 4-4 summarizes the average fees for both single-family and multi-family units in Del Rey Oaks. Fees include the following: planning and environmental review; building permits; use permits; grading permits; and permits for electrical, mechanical, and plumbing among others. The school impact fee is levied by the Monterey Peninsula Unified School District and is not levied by the City.

² Chapter 17.70 of the Zoning Code implements the various state laws related to the development of accessory dwelling units.

| | Table 4-4 | | |
|--|---|----------------------|--|
| | City of Del Rey Oaks Current Fee Sche | | |
| Departmen | t | Fee | |
| Planning De | | | |
| | l Review Committee Review: | | |
| Commercial | 1 | 1 | |
| Major | New commercial | \$1,990 | |
| Minor | Commercial additions, remodels, exterior tenant improvements, etc. | \$620 | |
| Residential | | | |
| Major | New one or two-story buildings, or second-story additions | \$840 | |
| Minor | One-story additions, exterior alterations to one-story buildings or one-story of a two-story | \$200 | |
| Architoctura | I Review Committee Sign Review: | | |
| Architectura | | | |
| Major | Large monument signs, multiple freestanding signs, pole signs, internally illuminated signs | \$680 | |
| Minor | All signs not included above | \$120 | |
| Architectura | Review/Solar Panels | No Fee | |
| Appeal Fees | | | |
| Appeals of P | lanning Commission Decisions to City Council | \$370 | |
| Appeals of S | taff Decisions/Home Occupation Permits | \$170 | |
| Environmen | tal Review | • · · | |
| Environment | al Impact Report | Contract price + 17% | |
| | al Initial Study Leading to a Negative Declaration h and Game Fee and technical studies) | \$3,570 | |
| - | · · · · · · | \$100 | |
| Use Permits | al Exemption | \$100 | |
| Master | Projects requiring environmental review and/or multiple | \$4,000 deposit | |
| N 4 - i | permits | | |
| Major | Commercial, industrial, multi-family | \$2,990 | |
| Minor | Single-family residential uses | \$820 | |
| Permits | | 6150 | |
| | ation (Business) Permit due every year | \$150 | |
| | ational Use Permit Application Fee | \$10 | |
| Permit Exter | | \$780 | |
| Reopen Pern | | \$850 | |
| | its (Temporary use) | \$280 | |
| | Permit (Temporary window/banner sign) | \$170 | |
| - | fee for work without permit(s) | Cost of the permit | |
| | ections or work not complete | \$95/hour | |
| Electrical/Plumbing/Mechanical Permit | | \$125 | |
| | | \$120 | |
| Tree Removal/Significant Alteration Permit | | \$50 | |
| | Property Inspections Reports - Single Family Dwelling | \$250 | |
| | Duplicate Job Card \$25 Variance Permit \$25 | | |
| Variance Per | | | |
| Master | Multiple variances for commercial, multi-family or | \$1,410 | |
| | industrial projects | | |
| Major | One variance (coverage, height, parking adjustments) for commercial, multi-family or industrial sites | \$980 | |
| Minor | One variance - residential fences, setbacks, parking, etc. | \$820 | |
| Engineering | . · · · · · · · | | |
| | nt Permit (Residential) | \$250 | |

| Table 4-4 City of Del Rey Oaks Current Fee Schedule | | | |
|---|---|---|--|
| Departmen | | Fee | |
| | nt Permit (Commercial) | \$300 plus 2% of cost of public | |
| | | improvements requires plan check | |
| Street Open | ing Permit (Residential) | \$250 | |
| Street Open | ing Permit (Commercial) | \$300 plus 2% of cost of public | |
| • | | improvements requires plan check | |
| Driveway, Cu | urb, Gutter, Sidewalk Permit | \$150 | |
| Construction | n Activity Road Impact Fee | 1% of the sum of the building | |
| | | permit's project valuation \$250 plus \$95/hour for plan | |
| Storm Wate | r Review & Inspection Fee | review & inspection | |
| Zoning Perm | nits | | |
| R-1 District | | \$100 | |
| D District (Co | ondo.) | \$100 | |
| | /multi-family | \$200 | |
| 1-7 units | · · · · · · | \$925 | |
| 8-36 units | | \$125/unit | |
| >36 units | | Negotiated fee for cost of planning | |
| >30 units | | service | |
| Commercial | | | |
| <15,000 square feet | | \$500+140 K/sf | |
| >15,000 square feet | | Negotiated fee for cost of service | |
| Additional meetings Reclassification or Rezoning | | \$400 | |
| | | | |
| Major text | alterations of existing sections | \$1,500 Deposit/cost of service | |
| Minor text | addition of new section | \$1,000/1st section charged +\$300 for each additional section | |
| Standard Su | bdivision Map | | |
| Tentative | • | \$1,800+\$100/lot | |
| Exceptions | | \$700/lot w/exceptions | |
| Minor | | \$1,600 | |
| Exceptio | ons | \$700/lot w/exceptions | |
| | neetings for minor text amendments | \$120 | |
| Final Map | | | |
| Processing | | \$750+\$60/lot | |
| Parcel Map | | \$600 per map | |
| | | \$1,000 | |
| | n Amendment | | |
| Minor Text | alterations of existing sections | Contract Cost plus 10% | |
| Major Text addition of new sections Contract Cost plus 15% Development Agreements | | | |
| | ee, plus 30% of consultant fees to cover norma | al staff costs plus 15% of consultant foo as | |
| | fund to cover unanticipated costs, plus duplicatio | | |
| 0 / | ctual cost be less than the fee advanced, the exce | | |
| | e more than the fee advanced; the difference sha | | |
| | all, in addition to those fees listed in this fee sched | | |
| | y policy and requirement that processing of de | · · · · | |

It is the City policy and requirement that processing of development or planning projects be fully cost recoverable. Application fees are intended to reimburse the City for minimal costs incurred for the normal or routine amount of time necessary to process applicant's requests. If additional or other unusual time in required on a particular project, then the developer/applicant will be charged for these additional costs to the City, plus a 30% administrative overhead fee.

Table 4-4 is the current City's fee schedule and is available on the City's website available at: <u>https://www.delreyoaks.org</u>.

The City's fees are reasonable and consistently lower than neighboring or similar jurisdictions. The City fee schedule cited above is current and made available at the City Hall and also on City's website. City fees and regional fees noted below do not pose a constraint to provision of affordable housing. Del Rey Oaks is a small, nearly built-out city; the staff is very small and the workload of City staff is high. However, the City has been able to respond to all applications in a timely manner as noted above and staffing is supplemented with contract planners for larger projects. City staffing and processing time is not considered a constraint to development of housing based upon the history of response of the City on projects overall.

Regional Fees

Table 4-5 provides an estimate of development fees that are collected by other agencies for residential development within the City. **Table 4-4** identifies the City imposed fees. Currently, the City does not charge any City-wide development impact fees on new residential development. However, there are regional agency fees depending on the area and development.

| Table 4-5 Development Fees Collected by Other Agencies | | | | | |
|---|--|---|---|---|--|
| Utility Type | Provider Name | Single-Family Project ¹ | Multi-family Project ² | Affordable Project ³ | |
| Water | Monterey Peninsula Water Management District (MPWMD) | \$6,194 (\$210 + \$273/ fixture unit) | \$108,318 (\$210 + \$273/ fixture unit) | \$1,166 (\$210 + \$137/ fixture unit) | |
| | California American Water Company (Cal-Am) Marina Coast Water District (MCWD) | \$5,000 \$4,526 | Actual cost \$81,468 | \$3,000 \$4,526 | |
| Sewer | Monterey One Water (M1W) Marina Coast Water District (MCWD) | \$3,506 \$2,333 | \$63,099 \$41,994 | \$1,800 \$1,000 | |
| School | Monterey Peninsula Unified School District (MPUSD) | \$6,720 (\$3.36/sq. ft.) | \$4,032 (\$3.36/sq. ft.) | \$6,720 (\$3.36/sq. ft.) | |
| Transportation | Transportation Agency for Monterey County (TAMC) | \$4,291 | \$54,239 | \$2,051 ¹ | |

Assumptions:

1. Single-family development based on 2,000 square feet.

2. Multi-family development based on 1,200 square feet at 18 units.

 Affordable cost per equivalent development unit (edu), 400 square feet garage per unit is used for Building Permit Fees Estimation; in order to meet Affordable Standards for sewer, units must have maximum 7 fixture units (1 bathroom, no dishwasher or clothes washer). Traditional residential has 22 fixture units (2 bathrooms, dishwasher, clothes washer).
 TAMC fees (<u>https://www.tamcmonterey.org/development-impact-fees</u>) shown are for single-family unit, for 18 apartment units, and for a moderate-income condominium unit.

For example, the Transportation Agency for Monterey County (TAMC) established a Regional Development Impact Fee (RDIF) program to address required mitigation for traffic impacts. Del Rey Oaks is within Zone 3 of the RDIF program, serving the Greater Monterey Peninsula Planning Area. In Zone 3, fees were \$481 per trip (2022). The City recognizes the regional fees are imposed to recover or address regional infrastructure; while not within the City's control, the fees are appropriately charged for infrastructure provided. All other jurisdictions have comparable regional fees. The City complies with the new transparency requirements for posting all zoning, development standards and fees on the City's

website. The full set of City fees identified above is the current City's fee schedule and is available on the City's website.

Although development and permitting fees add to the cost of new residential development, the fees currently charged by Del Rey Oaks are in line with or lower than fees charged in neighboring cities. The pro-rata share of fees are based on comparable information provided by area cities. It is estimated that on average, fees for a single-family residence or for a multifamily unit constitute no more than ten percent of the building valuation (excluding land cost).

Manufactured Homes

Per Government Code section 65852.3, the installation of manufactured homes is allowed as a by-right use, subject to design standards, on lots zoned for single-family dwellings. Homes constructed in a controlled factory environment and that adhere to federal construction codes are known as manufactured homes. Following construction, these single- family structures are moved to the home site and set up. The degree of assembly to be completed on the home site depends on the manufacturer, but manufactured homes are typically delivered as panels or sections.

The City complies with all state law in relation to manufactured homes. No constraint to development of manufactured housing is evident in City code or processing. The City does not have any development standards, code or processing requirements under that directly or indirectly impact the provision of manufactured homes, as documented above.

Locally Adopted Ordinances

The governmental constraints section of the housing element must also include analysis of any locally adopted ordinance such as an inclusionary or short-term rental ordinance that directly impacts the cost and supply of residential development.

The City of Del Rey Oaks has a short-term rental ordinance that is in place to ensure that full-time residents are not adversely affected by short-term renters. This regulation states that generation of noise, vibration, glare, odors or other effects that unreasonably interfere with any person's reasonable enjoyment of their residence shall not be allowed. The City also requires fees to pay for the short-term rental license, which is administered by the City Manager and must be renewed annually. There are currently three properties available for short-term rentals on the popular website, VRBO.com, in Del Rey Oaks. The small number of short-term rentals in the City are not significant enough to directly impact the cost and supply of residential development. The City does not have an inclusionary housing ordinance and complies with State Density Bonus laws.

Del Rey Oaks has no other requirements related to growth that would preclude the City from meeting its regional housing needs. The City does have local amendments to the California Building Code; however, these amendments refer to extension of building permits due to factors outside of the applicants' control. They essentially give the applicants more leeway to try and promote housing development, so it would not block the development within the City. The City has no other requirements and does not have any growth controls.

Locally Adopted Ordinances Summary Analysis:

The City of Del Rey Oaks Zoning Ordinance accommodates a range of housing types, both conventional and non-conventional, in the community. Permitted housing types include single-family residences (including manufactured homes), multi-family housing, ADUs, secondary dwellings, mobile homes, and live-work housing. The City does not have any locally adopted ordinances that directly impact the cost and supply or residential development (e.g., inclusionary requirements, short term rentals, growth controls), as documented above.

Constraints on Development

The following identifies current City regulations and analyzes the constraint; follow up programs and adherence to State requirements that can mitigate these identified restrictions.

- Current Regulations: The City does not impose undue constraints or fees that would limit or constrain affordable housing. New development of housing is constrained by external forces within the City area (the very limiting water allocation system for individual homes within the City under MPWMD). The entire region within MPWMD has severe limitation on water availability and therefore causes constraint and limits development of residential or commercial lands in the City.
- Consistency with State Law: The City's Zoning Ordinance is not current on State law in reference to density bonuses. The City is reviewing its Zoning Ordinance for this and other provisions of recent updates to State statutes to ensure the City is meeting all new state law. (See Chapter 7.0 Housing Plan). In any case, communities either adopt their own ordinance in compliance with new State law, or State law preempts local ordinances. The City follows State law and complies with requirements for Density Bonuses. This program is contained in Chapter 7.0 Housing Plan³.

City Development Standards and Zoning for Special Housing Needs

Housing Accessibility for the Persons with Disabilities

Housing elements are required to analyze potential and actual governmental constraints to the development of housing for persons with disabilities, demonstrate efforts to remove identified government constraints, and include programs to accommodate housing designed for disabled persons. As noted in the Special Needs section of the Housing Needs Assessment Report, persons with disabilities have a number of housing needs related to accessibility of dwelling units; access to transportation; employment, and commercial services; and alternative living arrangements that include on-site or nearby supportive services. The Land Use Element of the General Plan does not restrict the siting of special need housing.

The City ensures that new housing developments comply with California building standards (Title 24 of the California Code of Regulations) and federal requirements for accessibility.

³ The 5th Cycle Housing Element proposed adoption of a Density Bonus Ordinance consistent with state law. The City did not complete adoption of the Density Bonus Ordinance.

Zoning and Land Use

State and federal laws encourage an inclusive living environment where persons of all walks of life, with or without special needs, have the opportunity to find suitable housing. The Del Rey Oaks Zoning Ordinance (Chapter 17.08 through 17.40) permits a range of housing types suitable to special needs groups with and without the approval of a special use permit. As part of the update of the housing element in 2019 and 2022, the City conducted a review of its zoning laws, policies and practices for compliance with fair housing laws. This constraints analysis examines the City of Del Rey Oaks zoning provisions, building codes, and permitting processes or procedures. The City has not identified any zoning or other land-use regulatory practices that could discriminate against persons with disabilities and impede the availability of such housing for these individuals.

Mitigating Constraints City Development Standards/Zoning Code

The following discussion provides examples of the ways in which the City facilitates housing for persons with disabilities through its regulatory and permitting processes. Also included are areas where the City is proposing programs or methods to ensure accessibility is not hampered by zoning or regulations. **Chapter 7.0 Housing Plan** of this Housing Element also proposes specific actions and implementation schedules to remove any potential impediments on persons with disabilities.

Efforts to Remove Regulatory Constraints for Persons with Disabilities

The City does not impose additional zoning, building code, or permitting procedures on small group homes other than those allowed by State law. The State has removed any City discretion for review of small group homes for persons with disabilities (six or fewer residents). There are no City initiated constraints on housing for persons with disabilities caused or controlled by the City. The City does not restrict occupancy of unrelated individuals in group homes and does not define family or enforce a definition in its zoning ordinance. Small group homes are permitted without regard to distances between such uses or the number of uses in any part of the City. The General Plan Land Use Element and designations do not restrict the siting of special needs housing.

Reasonable Accommodation

Under State and federal law, local governments are required to "reasonably accommodate" housing for persons with disabilities when exercising planning and zoning powers. Jurisdictions must grant variances and zoning changes, if necessary, to make new construction or rehabilitation of housing for persons with disabilities feasible but are not required to fundamentally alter their Zoning Ordinance. The City currently processes requests for reasonable accommodation for disabled persons via a variance, only if required. Typically, due to the small size and community, the requests are handled over the counter and through the city staff and building inspector (contract position). Variances to accommodate requests such as special structures or appurtenances (i.e., access ramps or lifts) needed by persons with physical disabilities are not typical. While variances to standards and applications may be handled through an administrative procedure, the standard used to evaluate such deviations conflicts with laws applicable to housing for persons with disabilities.

The element includes a program (see **Chapter 7.0**) to establish a written and administrative reasonable accommodation procedure in the zoning code for providing exception for housing for persons with disabilities in zoning and land use. The procedure will specify eligibility, standards and regulations covered by the reasonable accommodation procedure, and extent of relaxation provided, consistent with State law.

- The City implements and enforces Chapter 11, 1998 California Code. The City provides information to all interested parties regarding accommodations in zoning, permit processes, and application of building codes for housing for persons with disabilities.
- The City also allows residential retrofitting to increase the suitability of homes for persons with disabilities in compliance with accessibility requirements. Such retrofitting is permitted under Chapter 11, 1998 version of the California Code. Further, the City works with applicants who need special accommodations in their homes to ensure that application of building code requirements does not create a constraint.
- This Housing Element includes a program for the City to process Reasonable Accommodation requests through an administrative review process.

The City shall work to revise its Zoning Ordinance based upon the following findings, to better facilitate and encourage the development of housing for persons with disabilities:

- Section 17.36.010 allows porches, outside stairways, or terraces to extend up to three (3) ft. into any required side yard. This section does not specifically reference ramps needed for accessibility by disabled persons; however, ramps up to 30 inches in height are allowed without a building permit or administrative approval. Finally, the element includes a program to amend zoning and clarify at Section 17.36.010 of the zoning ordinance that retrofitted access ramps are permitted in setback areas. Allowing ramps as a permitted encroachment into required front and rear yards will ensure accessibility for persons with disabilities.
- Parking standards for housing for disabled persons are the same as all for residential development. **Tables 4-1** to **4-3** provide parking requirements for the City. This Housing Element includes a program to reduce the parking requirement for affordable housing projects, including for senior housing and disabled housing; this program was included in the previous Housing Element. **Chapter 7.0** of this Housing Element 2023-2031 carries this policy forward.

Building Permits and Processing

The City does not impose special permit procedures or requirements that could impede the retrofitting of homes for accessibility. The City's requirements for building permits and inspections are the same as for other residential projects and are designed to be straightforward and not burdensome to the applicant. City officials are not aware of any instances in which an applicant experienced delays or rejection of a retrofitting proposal for accessibility to persons with disabilities.

The City does not impose special occupancy permit requirements or business licenses for the establishment or retrofitting of structures for residential use by persons with disabilities. If structural improvements were required for an existing group home, a building permit would be required. If a new

structure was proposed for use as a group home, design review would be required as for any other new residential structure. The City design review process has not been used to deny or substantially modify a housing project for persons with disabilities to the point where it is no longer feasible. All residential projects in the City require the same level of design review.

Building Codes

The City provides reasonable accommodation for persons with disabilities in the enforcement of building codes and the issuance of building permits through its flexible approaches to retrofitting or converting existing buildings and construction of new buildings that meet the shelter needs of persons with disabilities. The Del Rey Oaks Building Department enforces the currently required Uniform Building Code and the California amendments, as established by the State. The City's building code requires new residential construction to comply with ADA requirements. State law requires buildings consisting of three or more units to incorporate design features, including: 1) adaptive design features for the interior of the unit; 2) accessible public and common use portions; and 3) sufficiently wider doors to allow wheelchair access. These codes apply to all jurisdictions and are enforced by federal and state agencies.

Universal Design Element

The City has not adopted a universal design ordinance governing construction or modification of homes using design principles that allow individuals to remain in those homes as their physical needs and capabilities change. The City has added the development of a Universal Design Element as **Program D.6** (see **Chapter 7.0**) during this planning period. The City will refer to the HCD website to develop guidelines and a model ordinance consistent with the principles of universal design.

Emergency Shelters, Transitional and Supportive Housing

Emergency Shelters

The analysis must also address meeting the needs of supportive housing, transitional housing, and emergency shelters. In accordance with existing law, transitional housing and supportive housing shall be considered a residential use of property and shall be subject only to those restrictions that apply to other residential dwellings of the same type in the same zone (Gov. Code, section 65583, [a][5]).

State law requires that all communities allow for the siting of an emergency shelter for homeless persons. An emergency shelter is a facility that houses persons on a short-term basis who are either homeless or recovering from domestic violence. California Health and Safety Code (section 50801) defines an emergency shelter as "housing with minimal supportive services for homeless persons that is limited to occupancy of six months or less by a homeless person." In effect since January 1, 2008, Senate Bill (SB) 2 requires the City to allow emergency shelters without any discretionary action in at least one zone that is appropriate for permanent emergency shelters (e.g., with commercial uses compatible with residential or light industrial zones in transition), regardless of its demonstrated need (Cedillo, 2007). The goal of SB 2 was to ensure that local governments are sharing the responsibility of providing opportunities for the development of emergency shelters. To that end, the legislation also requires that the City demonstrate site capacity in the zone identified to be appropriate for the development of emergency shelters. The

updated its Zoning Ordinance to allow emergency shelters as a permitted use in the C-1 district (Chapter 17.80 of the City of Del Rey Oaks Zoning Ordinance).

Transitional and Supportive Housing

"Transitional housing" and "transitional housing development" mean buildings configured as rental housing developments but operated under program requirements that call for the termination of assistance and recirculation of the assisted unit to another eligible program recipient at some predetermined future point in time, which shall be no less than six months (Health and Safety Code Section 50675.2). Transitional housing is typically housing for individuals or families who are transitioning to permanent housing, or for youth who are moving out of the foster care system. Residents of transitional housing are usually connected to rehabilitative services.

"Supportive housing" means housing with no limit on length of stay, that is occupied by the target population, and that is linked to on- or off-site services that assist the supportive housing resident in retaining the housing, improving his or her health status, and maximizing his or her ability to live and, when possible, work in the community (Health and Safety Code Section 50675.14). "Permanent supportive housing" refers to housing that is affordable, service-enriched, and allows formerly homeless clients to live at the facility on an indefinite basis.

State law requires the consideration of both supportive and transitional housing as residential uses that must only be subject to the same restrictions that apply to similar housing types in the same zone. In addition, AB 2162 (2018) requires supportive housing to be a use by right in zones where multi-family and mixed- uses are permitted if the development meets certain requirements. The Zoning Ordinance does not identify zones that will allow the development of supportive or transitional housing. Both transitional and supportive housing types must be explicitly permitted in the Zoning Code pursuant to State law. Currently, transitional housing may be permitted as a conditional use in the commercial and residential multi-family districts⁴.

Program C.3 in **Chapter 7.0** proposes to establish both supportive and transitional housing uses by-right in zones where multi-family and mixed uses are permitted, including nonresidential zones permitting multi-family uses pursuant to Government Code section 65651, and to establish a permit process that is only subject to those restrictions which apply to other residential uses of the same type in the same zoning district. The implementation program will result in a revision to the Zoning Ordinance to bring it into consistency with State law.

Single-Room Occupancy (SRO)

The U.S. Department of Housing and Urban Development (HUD) defines a Single Room Occupancy Unit (SRO) as a residential property that includes multiple single room dwelling units. Each unit is for occupancy by a single eligible individual. The unit need not, but may, contain food preparation or sanitary facilities,

⁴ Currently, transitional housing would be allowed with a use permit in the R-1 district (two-family dwellings, and in the R-2 district (dwelling groups and multiple dwellings) without a use permit, and in the C-1 districts with a use permit (dwelling groups, multiple dwellings, public or quasi-public uses appropriate to the C-1 zone, and any other use not specifically defined, all with a use permit). However, the City's zoning regulations do not explicitly identify transitional and supportive housing as allowable uses in the City's residential or commercial zones. Programs in this Element are proposed to allow these housing types as an allowed use in one or more of the zoning districts. (See **Chapter 7.0 Housing Plan**).

or both. SRO units are one-room units intended for occupancy by a single individual. They are distinct from a studio or efficiency unit, in that a studio is a one-room unit that must contain a kitchen and bathroom. Currently, the City's Zoning Ordinance does not contain provisions for SRO housing. AB 2634 mandates that local jurisdictions address provisions for extremely low-income households, including single room occupancy units, which the City seeks to address via amending an existing program in the previous Housing Element.

The City will amend the Zoning Code to accommodate special needs housing, which would include consideration of amendments to address single room occupancy units in residential zones pursuant to State law (see **Chapter 7.0 Housing Plan**).

Employee Housing

The California Employee Housing Act requires that housing for six or fewer employees be treated as a regular residential use. The Employee Housing Act further defines housing for agricultural workers consisting of 36 beds or 12 units be treated as an agricultural use and permitted where agricultural uses are permitted. However, the City has no agricultural zones and does not allow for agricultural uses within any zoning designations. The City will amend the Zoning Ordinance by the end of 2024 to include provisions for housing for six or fewer employees.

Assisted Units at Risk of Conversion to Market Rates

Section 65583(a)(8) of the State Government Code requires the analysis of and a program for preserving assisted housing developments that are eligible to change to market rate housing during the next 10 years and to adequately plan for preventing or minimizing tenant displacement and reduction in the local affordable housing stock. Within the City of Del Rey Oaks, there are no assisted housing developments; therefore, there is no risk of conversion of assisted housing units to market rate units.

Mitigating Constraints City Development Standards/Zoning Code

Based upon this review of the City's standards, the following amendments will be considered (see **Chapter 7.0 Housing Plan** in this Housing Element for further discussion):

- 1) Support efforts of public and private groups providing housing for the elderly and disabled, including assistance with obtaining permits, or where appropriate, waiving City fees or regulatory requirements.
- Conduct a review of the Zoning Ordinance for special needs housing and remove any additional identified constraints to ensure that reasonable accommodations are provided with regard to special needs housing.
- 3) Amend the Zoning Ordinance to ensure that transitional and supportive housing is allowed in the same way other residential uses are allowed in all zoning districts allowing residential uses.
- 4) Amend the Zoning Ordinance to conditionally permit SRO housing in the C-1 zone. Consistent with the California Employee Housing Act, amend the Zoning Ordinance to update standard that requires that housing for six or fewer employees be treated as a regular residential use.

Program C.3 describes actions the City will take to amend the zoning code to allow Transitional and Supportive Housing and extremely low- income units that may include single room occupancy units.

Program D.2 includes actions the City will take to amend the Municipal Code to accommodate special needs housing, which will include consideration of amendments to address single room occupancy units in residential zones pursuant to State law.

Non-Governmental Constraints

State law requires Housing Elements to analyze potential and actual non-governmental 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. Non-governmental constraints are those generated by the private sector and which are beyond the control of local governments. Some of the impacts of non-governmental or market constraints can be offset to a minimal extent by local governmental actions, but usually the effects are very localized and have little influence on the total housing need within the jurisdiction or market area. In addition to environmental constraints, such as water supply, non-governmental constraints to affordable housing in Del Rey Oaks consist of three major factors: price of land, availability of financing, and cost of construction.

The major barrier to providing housing for all economic segments of the community concerns the nature of the housing market itself. The availability and cost of housing is strongly influenced by market factors over which local government has little or no control. State law requires that the housing element contain a general assessment of these constraints. The primary market constraints to the development of new housing are the costs of constructing and purchasing new housing. These costs can be broken down into three categories: land, construction, and financing. The City has a limited ability to influence these factors. Land costs are impacted by the number of adequate sites that are available. Regional demand and costs have a great impact on land costs. Construction and financing costs are also determined at the regional, State, and national levels by a variety of private and public actions that are not controlled by the City.

The following paragraphs briefly summarize these components of the local market and the statewide market.

Financing Costs and Availability

Financing costs are subject to fluctuations of national economic policies and conditions. The cost of money for site preparation and construction is a very important determinant of the initial cost to the purchaser. Mortgage rates have an even more dramatic effect on the cost of housing to the homebuyer and on the cost of constructing rental units. Interest rates are ultimately passed on to the renter by the apartment owner. Recent interest rates have been low enough to allow an increase in building activity regionally; however, a significant portion of the population has still been precluded from participation in the market. There is always a concern that interest rates will increase again during future years and that such increases may result in a slowing of construction activity.

Fluctuating interest rates can have a particularly dramatic effect on the building industry when mortgage rates increase between the start of construction and the completion of a project. Recent increases in mortgage rates have reduced affordability for homes in the City and region. According to the California

Association of Realtors' 2020 Housing Affordability Update, the median price for a single-family home in Monterey County is \$830,000 and the average family would need to earn \$149,600 a year to afford the monthly housing payment of \$3,740. The average income level for low-income families of four in Monterey County is \$77,500, and the moderate-income level for a family of four is \$97,900.

The price of housing and obtaining permanent financing for qualified homebuyers pose two major constraints; however, there are various home loan programs requiring zero to five percent down payments. Interest rates on typical home loans are shown below.

| Inte | Table 4-6 erest Rates in 2019 | | |
|---|----------------------------------|------------------------------|--|
| Product | Interest Rate | Annual Percentage Rate (APR) | |
| Conforming and Feder | al Housing Administration (FH/ | A) Loans | |
| 30-Year Fixed Rate | 3.625% | 3.748% | |
| 15-Year Fixed Rate | 3.125% | 3.306% | |
| 7/1 ARM | 3.250% | 3.881% | |
| 5/1 ARM FHA | 3.250% | 3.994% | |
| Jumbo Loans – Amour | nts that exceed conforming loa | n limits | |
| 30-Year Fixed-Rate Jumbo | 3.625% | 3.678% | |
| 15-Year Fixed-Rate Jumbo | 3.250% | 3.326% | |
| 7/1 Adjustable Rate Mortgage (ARM) Jumbo | 2.875% | 3.650% | |
| Notes: Conforming loan is for no more than \$417,000. A jumbo loan is greater than \$417,000. Source: www.wellsfargo.com, August 19, 2019. | | | |

Following several years of historically low interest rates, as shown in **Table 4-6**, interest rates have risen substantially. Interest rates declined overall from late 2018 until early 2022. Recently, interest rates have increased significantly, with a sharp increase starting in January 2022 as seen in the figure below.



FIGURE 4-1: U.S. AVERAGE INTEREST RATES - FEBRUARY 2019 - JANUARY 2022

Source: Freddie Mac Primary Martgage Market Survey.

The availability of financing affects a person's ability to purchase or improve a home. Under the Home Mortgage Disclosure Act (HMDA), lending institutions are required to disclose information on the disposition of loan applications by the income, gender, and race of the applicants. This applies to all loan applications for home purchases, improvements and refinancing.

Table 4-7 summarizes the disposition of loan applications submitted to financial institutions in 2017 (the most recent HMDA data available) for home purchase, refinance, and home improvement loans in Del Rey Oaks and Monterey.

| Table 4-7 Disposition of Home Loans (2017) | | | | |
|---|-------|------------------|----------------|---------------|
| Loan Type | | Percent Approved | Percent Denied | Percent Other |
| Del Rey Oaks | | | • | |
| Government-Backed Purchase | 4 | 50.0% | 0.0% | 50.0% |
| Conventional Purchase | 16 | 87.5% | 0.0% | 12.5% |
| Refinance | 47 | 63.8% | 12.8% | 23.4% |
| Home Improvement | 7 | 57.1% | 14.3% | 28.6% |
| Total | 74 | 67.6% | 9.5% | 23.0% |
| Monterey | | | | |
| Government-Backed Purchase | 49 | 65.3% | 12.2% | 22.4% |
| Conventional Purchase | 422 | 73.2% | 7.8% | 19.0% |
| Refinance | 599 | 57.3% | 18.9% | 23.9% |
| Home Improvement | 70 | 70.0% | 15.7% | 14.3% |
| Total | 1,140 | 64.3% | 14.3% | 21.4% |

Price of Land

Land costs in Del Rey Oaks are higher than most of California and lower than other coastal communities in the County and neighboring counties. The price of housing in the City has risen since the late 1970s at a much faster rate than household income. Contributing factors are the costs of land, materials, labor, financing, fees and associated development requirements, sales commissions, and profits. The City is almost entirely built out other than the former Fort Ord land area. Other than Fort Ord land, which is currently owned by the City, residential development potential would involve infill of the limited remaining vacant land. An internet search for vacant residential lots for sale in the City identified one parcel in 2017 of approximately 4,000 square feet sold for under \$125,000. A more recent search of land in the adjacent City of Seaside identified one 2,000 square foot parcel sold for \$235,000 in 2019. Recent research shows a 9,845 square foot vacant property offered for sale in the City of Del Rey Oaks for \$400,000.

Measures to reduce land costs, which are traditionally available to local governments, include the use of Community Development Block Grant (CDBG) and the use of government-owned surplus lands for housing projects. These measures generally benefit the construction of assisted, low-income housing.

Construction Costs

Construction costs vary widely depending on the type of structure being built. For instance, the total construction cost of a multi-family structure will cost significantly more than a single-family home, though

the cost of each unit in the multi-family structure will generally cost less due to economies of scale. The range also depends on the type of builder, size of the house, and materials used to build the home.

Due to limited construction in the City of Del Rey Oaks for new housing, construction cost data for the City of Monterey is reported herein. Per Building Division data, the average single-family home construction cost was approximately \$350 per square foot and multi-family was \$250 per square foot (without land costs) in 2015 (City of Monterey, 2016).

Hazards

Large portions of the former Fort Ord base contain hazardous and toxic waste sites as well as unexploded ordnance. The entire former military base was placed on the National Priorities List of Hazardous Waste Sites (i.e., Superfund List) in 1990 as a result of contamination of certain subsurface aquifers from a municipal waste landfill. Since then, many contaminated sites on the former base have been remediated and approved for transfer to local jurisdictions by the Environmental Protection Agency (EPA).

The portion of the former Fort Ord that lies within the Del Rey Oaks City limits contains hazardous and toxic waste (i.e., unexploded ordnance). As part of the former Fort Ord military base, portions of the property had unexploded ordnance that has been removed by the U.S. Army. DTSC (Department of Toxic Substances Control) must approve the use of the site for residential purposes. The redevelopment area within the City limits at Fort Ord was designated for commercial/hotel development consistent with the Fort Ord BRP. The additional assignment of residential designation in this particular area is constrained by the former use as a military range and related unexploded ordnance issues.

Unexploded Ordnance

Unexploded ordnance and explosives (OE) still exist at locations throughout the former military base. Extensive surveys have been conducted by the U.S. Army to investigate suspected areas of OE, and removal activities are ongoing. Extensive OE cleanup has been conducted, particularly in the area of the former Fort Ord, and the State of California has approved the transfer of the entirety of the portion of the former Fort Ord within City limits to the City for all uses approved by the City General Plan currently. Additionally, a major portion of the interior of Site 1 is cleared for residential use. Additional lifting of covenants and restrictions in portions of the former Fort Ord is required to be approved by the State of California Department of Toxic Substances Control (DTSC) prior to provision of residential use on all of the former Fort Ord sites.

Water Supply and Constraints

In Del Rey Oaks, the primary environmental constraints are a lack of an adequate water supply, environmental hazards located on the former Fort Ord, and the presence of significant biological resources in the riparian area of Canyon Del Rey Creek, the Frog Pond area and portions of the former Fort Ord portion of the community.

Water Supply

Two water suppliers, Marina Coast Water District (MCWD) and California-American Water (Cal-Am), serve the City. The withdrawal of water from the Salinas Valley Groundwater Basin, and distribution of that

water on the former Fort Ord, is under the jurisdiction of the MCWD and the Monterey County Water Resources Agency (MCWRA).

The majority of the City of Del Rey Oaks, with the exception of the proposed project area within the former Fort Ord area, is under Cal-Am's operation and supply. Cal-Am is a privately owned and operated water company with a system capacity regulated by the MPWMD. Cal-Am draws from Carmel River surface water, alluvial ground water in the Carmel Valley, and Seaside coastal ground water to supply customer needs. Oversight of the underlying Seaside Groundwater Basin is the responsibility of the MPWMD and the Seaside Basin Water Master. Historically, the Monterey Peninsula's greatest environmental constraint has been water shortages that limit residential development. The MPWMD is responsible for water being allocated to jurisdictions within its district, but there are no remaining water allocation credits in Del Rey Oaks and no water is available within the allocation system to the City. Cal-Am is under a Cease-and-Desist Order (CDO) and no new water connections are allowed within their service boundaries, which includes Del Rey Oaks, until a new source of water supply is implemented.

The MPWMD has the ability to tax and raise capital required to finance public works projects to augment the existing water supply. The MPWMD has permit authority over the creation or expansion of water distribution systems. State Water Resources Control Board (SWRCB) water rights are issued by the SWRCB Division of Water Rights and specify diversion limits on the Carmel River. The current SWRCB CDO does not allow use of any additional water from the Carmel River system and also mandates severe cutbacks on use of this source as a supply for the Cal-Am system. Several efforts to conserve and research new water sources are underway to try and address the CDO. Monterey One Water (M1W), in conjunction with the MPWMD is completing construction of the Pure Water Monterey Groundwater Replenishment (PWM/GWR) Project which provides for water supply and groundwater replenishment. The water supply objective is to reduce reliance on water supplies from the Carmel River in order to assist in lifting the SWRCB CDO. Cal-Am is also moving forward with its planned Monterey Peninsula Water Supply Project (MPWSP) consisting of slant intake wells, a 6.4 million gallon per-day (MGD) desalination project and related facilities to supply water to the Monterey Peninsula. The project received California Public Utilities Commission (CPUC) approval in September 2018. The MPWMD and M1W are also proposing an Expanded PWM/GWR Project.

Unfortunately, until a new supply is available, the MPWMD's allocation program will continue to prohibit the addition of new unit fixtures or new units without an available City allocation for such expansion of uses or fixtures. Therefore, any additional fixtures are required for the development and construction of residential units within the City or auxiliary (accessory) dwelling units are under a moratorium until additional allocation is available to the City of Del Rey Oaks. Therefore, the water supply constraints severely limit production of additional housing on developable land in the City within the MPWMD boundaries.

The City has no water to allocate to new uses in the City within their MPWMD allocation, but they do have an allocation of water assigned for redevelopment of the former Fort Ord area of Del Rey Oaks within the MCWD jurisdiction.⁵ Water from the MCWD comes from two sources, groundwater and recycled water.

⁵ The portion of Del Rey Oaks within the boundaries of the former Fort Ord is within the jurisdiction of the MCWD.

The MCWD withdraws groundwater for delivery to all of the jurisdictions in the former Fort Ord area. The withdrawal of water from the Salinas Valley Groundwater Basin, and distribution of that water on the former Fort Ord, is under the jurisdiction of the MCWD and the MCWRA. Through an agreement between the MCWRA and the U.S. Army (now transferred to the MCWD), water is available from the Salinas Valley Groundwater Basin for uses on the former Fort Ord within specified quantities and provided that such provisions of water do not aggravate or accelerate the existing seawater intrusion in the basin. The City currently has an agreement with MCWD for water service and has water assigned for redevelopment of the former Fort Ord area of Del Rey Oaks within the MCWD jurisdiction. This is reserved for projects within its City limits at the former Fort Ord. Water from the City's allocation is reserved for the Del Rey Oaks project and will be allocated to the phased developments on a first-come, first-served basis. Any development on the former Fort Ord will need to undergo an environmental review, as there are potential impacts surrounding groundwater, traffic, and noise. Residential development will require rezoning, general plan amendments, and permit approvals.

City-Water Conservation Policies and Support of Water Augmentation Programs

The City has been and continues to be supportive of water supply augmentation programs and projects. Such support is reflected by General Plan policy, which commits the City to supporting water resource programs, including desalinization and reclamation, to accommodate citywide growth permitted under the General Plan. Beyond this, the City has endeavored to maximize the level of development and new uses consistent with its available water allocations. The City has established progressive water conservation policies and programs through its 1997 General Plan and requirements under the MPWMD. All new construction requires to install low-flow or ultra-low-flow water fixtures and plumbing and to use drought-tolerant landscaping. The City has policies in the General Plan to promote water conservation. It also has policies to mandate working with appropriate agencies to increase available potable water supply for residential and other uses, and policies that promote the use of reclaimed water for areas with large areas of turf. MCWD regulations also require that water used for irrigation of commercial landscape areas be from a recycled water supply if one is available (or becomes available) adjacent to the project site. Project plans indicate provisions for the use of recycled water for irrigation when a supply of recycled water becomes available.

Chapter 727, Statutes of 2005 (SB 1087) establishes processes to ensure the effective implementation of Government Code section 65589.7. This statute requires local governments to provide a copy of the adopted housing element to water and sewer providers. In addition, water and sewer providers must grant priority for service allocations to proposed developments that include housing units in the affordable to lower-income household categories. Chapter 727 was enacted to improve the effectiveness of the law in facilitating housing development for lower-income families and workers. For local governments, Chapter 727 requires all cities and counties to deliver housing element updates to water and sewer service providers within a month after adoption.

The City will continue its participation with the appropriate water authorities and support the expansion and completion of water supply projects (see **Chapter 7.0, Housing Plan**).

Airport

The Monterey Airport Comprehensive Land Use Plan (ACLUP) identifies land use compatibility and noise measures in the airport planning area. Section 65302.3 of the Government Code requires that the General Plan must be consistent with airport land use plans. The plan identifies safety and noise considerations and appropriate mitigation measures for areas surrounding the airfield. Due to the requirement of consistency, the provisions of this plan can impact both the development of housing and the cost of residential development in the form of siting restrictions on new housing development and the inclusion of noise attenuation features. At present, no vacant residential sites exist within the largely built-out portion of the City in areas identified as noise or safety impact areas by the Airport Comprehensive Land Use Plan with the exception of the Moose Lodge property. However, a large portion of the City lies east of Calle Del Rey and Highway 218 lies within safety zones which preclude future development. The Monterey Airport Land Use Commission (ALUC) staff has recommended the previous Housing Element Update (5th Cycle) was consistent with the ACLUP citing the locations of Sites 1 and 1a of former Fort Ord.

Flood Hazards

The City's flood hazards are addressed in Chapter 15.44 - Flood Damage Prevention in the Zoning Code.⁶ This ordinance is to ensure development is appropriately sited and constructed to avoid hazards. The regulations are intended to protect human life and health and ensure that development within the areas of potential flooding will not obstruct flood flow, be designed to reduce the need for construction of flood control facilities, will locate any new habitable areas at or above the base flood elevation (BFE), and will minimize the cost of damage to property owners. Because these provisions are intended to protect the public health and safety, the processes accompanied with permitting are not considered a constraint.

Biological Resources – Former Fort Ord

The adopted 1997 Fort Ord BRP set aside approximately 20,000 of the 28,000 acres of the former Fort Ord as protected habitat (16,000 acres) and open space recreational uses. In the City, the greater portion of such protected habitat is located in the vicinity of the former Fort Ord lands owned by either the U.S. Army or the MPRPD. The long-term protection of these sensitive habitats and the federally listed species they support has been addressed by the Final Installation-Wide Multi-Species Habitat Management Plan for Former Fort Ord (U.S. Army Corps of Engineers, April 1977), a document referred to as the "HMP." The HMP was prepared to assess impacts on vegetation and wildlife resources and provide mitigation for their loss associated with the disposal and reuse of former Fort Ord (ACOE, 1997). The recipients of former Fort Ord lands, including the California Department of Parks and Recreation (State Parks), California State University, Monterey Bay (CSUMB), the County of Monterey, and the Cities of Del Rey Oaks, Marina, and Seaside, are required to implement HMP requirements in accordance with the deed covenants.

Biological impacts within development parcels to special-status species addressed in the HMP are considered addressed when project implementation is in compliance with the HMP and 2017 Programmatic BO. If Del Rey Oaks or other recipients of former Fort Ord land are not in compliance with

⁶ Del Rey Oaks Zoning Code. Available at:

https://library.municode.com/ca/del_rey_oaks/codes/municipal_code?nodeId=TIT15BUCO_CH15.44FLDAPR_15.44.060BAES ARSPFLHA

the HMP and 2017 Programmatic BO, mitigation measures are applied to reduce construction-related impacts through a combination of education, protective measures during construction, monitoring, and invasive species control.

Mitigation of Non-Governmental Constraints

Per State law, the element must identify local efforts to address non-governmental constraints that create a gap in the jurisdiction's ability to meet RHNA by income category (Gov. Code, section 65583, [a][6]). The housing element analysis above identified funding available to provide for housing and water constraints as the most severe non-governmental constraint to provision of affordable housing.

Water Availability

Based upon this review and analysis in this section, the primary constraint to housing development is water. Water severely limits the addition of new residential development or accessory units within the City. The development of affordable housing, secondary (ADUs) and special needs housing are constrained by water availability. The Housing Element provides policies and programs to assist in water development to the extent possible, though water availability is a larger regional issue mostly outside of the City's control. There are several milestones that need be reached before water can come available including completion of the Pure Water Monterey Groundwater Replenishment Expansion Project as well as, or, approval of permits and construction of the Monterey Peninsula Water Supply Project. The City will continue to explore the potential for sites to be developed with affordable housing units to meet the City's RHNA, given the City's water constraints. Water and sewer service providers must establish specific procedures to grant priority water and sewer service to developments with units affordable to lowerincome households in accordance with state law (Gov. Code, § 65589.7.) The State and local authorities overseeing water provision are MCWD and MPWMD for local water management and the SWRCB who has oversight on the current moratorium on water hook-ups. Since the State and the water agencies and districts that allocate water are in control of state and local water requirements, the City is not able to grant priority for water and sewer providers for affordable housing in order to demonstrate compliance with these requirements. The City will work with water and sewer service providers to establish specific procedures to grant priority water and sewer service to developments with units affordable to lowerincome households per Gov. Code, § 65589.7.

Funding Resources

The other primary non-governmental constraint is the high cost of housing as discussed above. In 2020, the median property value in Del Rey Oaks, CA was \$660,300, and the homeownership rate was 73.5%.⁷ The Housing Element provides policies and programs to address home ownership and assistance to address this issue. Funding resources that address affordability and offer programs for home ownership and rental options are also included as **Appendix D** of this document.

Fees

Although governmental fees do contribute to the total cost of housing development, the extent to which these costs are passed on to the consumer depends on the price sensitivity of each housing type and the

⁷ Data USA, <u>https://datausa.io/profile/geo/del-rey-oaks-ca</u>

ability of housing developers to absorb such cost increases and still maintain acceptable profit margins. Where increased costs cannot be absorbed by the consumer or developer, housing production will decline. In "price- sensitive" markets, such as that for affordable housing, when increased costs cannot be absorbed by the developer or products modified to compensate the developer, affordable housing is not built.

Government Code Section 66020 requires that planning and permit processing fees do not exceed the reasonable cost of providing the service, unless approved by the voters; agencies collecting fees must provide project applicants with a statement of amounts and purposes of all fees at the time of fee imposition or project approval. **Table 4-4** presents the 2019 permit processing, planning/zoning, and building fees for the City, and is the current fee schedule for the City. Government Code Section 66000 et seq. (Mitigation Fee Act) sets forth procedural requirements for adopting and collecting capital facilities fees and exactions, and requires they be supported by a report establishing the relationship between the amount of any capital facilities fee and the use for which it is collected. The City does not currently have an impact fee schedule adopted in accordance with the nexus requirements of the Government Code.

Termination Notice Requirements

State law (Government Code Section 65863.10) requires notice by owners who want to terminate their rental restrictions (Section 8 and federally assisted mortgages), whose restrictions expire (tax credit projects), or who want to sell an assisted property. The law applies to projects with low-income rental restrictions, including (1) all types of project-based Section 8 developments; (2) projects with mortgages financed through the Section 221(d)(3) BMIR, Section 236, Section 202 programs or Section 515; and (3) projects that have received an allocation of tax credits under Section 42.

At the time of this writing, there are no known assisted multi-family housing units or owners indicating they are considering termination of rental restrictions or conversion of restricted units to market-rate units within the City.

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CHAPTER 5.0 ASSESSMENT OF CURRENT PROGRAMS

State Housing Element law requires an evaluation of the achievements of the City's housing goals, policies, and programs adopted in the 5th Cycle Housing Element. There are many factors that affect the success or apparent failure of a policy or program, including what the City has done and what other agencies or groups have done to implement the program. Other factors affecting program success include the effects of the economy in general, decreasing availability of State and federal funding for new below market-rate housing, constraints such as lack of water supply, or lack of opportunity to implement the program due to small and constrained staff and City resources.

The City Council adopted the 5th Cycle Housing Element on December 17, 2019; the approval was subsequently challenged in a legal suit from a local community organization. Progress on program development was hampered due to the legal challenge to the adoption, staff changes at the City, staffing constraints due to the small size of the City and workload and by the pandemic during the 5th cycle. During 5th Cycle, the City was able to adopt an Emergency Shelter Ordinance, amend the zoning ordinance to update the definition of family, adopt and implement the ADU ordinance, continue outreach to its residents, and move forward with a zoning overlay zone for provision of affordable housing to meet the RHNA.

A full evaluation of the City's current housing policies and progress in program implementation is included as **Appendix E**.

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CHAPTER 6.0 ENERGY CONSERVATION

Housing elements are required to identify opportunities for energy conservation. Energy costs are an increasingly significant portion of housing costs. Effective energy conservation systems can assure that capital and carrying costs of energy-saving techniques and devices do not exceed energy savings, thus making a house less affordable. In addition to the energy-saving programs discussed below, state and federal requirements increase cost-effectiveness of buildings and energy use. State residential building standards establish energy performance criteria for new residential buildings (Title 24 of the California Administrative Code). State and federal appliance standards also require manufacturers to produce and sell energy-consuming appliances according to specified performance criteria.

Encouraging more energy efficiency in Del Rey Oaks provides important benefits for residents and local businesses. Energy conservation also helps minimize the percentage of income a household must dedicate to energy and reduces the use of nonrenewable resources. In 2022, the California Building Standards integrated a final version of the new building code, CALGreen, parts of which became mandatory on January 1, 2023. CALGreen exists alongside the latest edition of Title 24 which took effect on January 1, 2023. CALGreen includes provisions to ensure the reduction of water use by 20 percent, improve indoor air quality, divert 50 percent of new construction waste from landfills, and inspect energy systems (i.e., heat furnace, air conditioner, mechanical equipment) for nonresidential buildings over 10,000 sq. ft. to make sure that they are working according to design.

Currently, Del Rey Oaks encourages energy conservation through the enforcement of statewide energy standards (current building standards and Title 24) to ensure that new residential units meet a minimum level of energy efficiency. The City enrolled in PG&E's Solar Choice program; as a result, 100 percent of power consumption for City Government buildings is from solar power. In 2020, the City installed photovoltaic solar panels at City Hall to reduce the City's power bill while continuing to maximize use of renewable energy.

In early 2021, the City began service with Central Coast Community Energy (3CE, formerly Monterey Bay Community Power (MBCP)), a cooperative Community Choice Aggregation (CCA) that provides energy from renewable sources to residents, businesses, and the City. 3CE provides carbon-free electricity to residents and businesses. Starting in 2018, all PG&E customers within Monterey, San Benito, and Santa Cruz Counties were automatically enrolled in 3CE. The City joined 3CE in May 2019 and services began in early 2021.

Subsidies and Incentive Programs for Household Energy Conservation

The following are some of the many programs available to assist persons with energy conservation measures.

The U.S. Department of Energy – The U.S. Department of Energy has a program oriented toward assisting low-income persons with energy efficiency. Under the Low-Income Heating Energy Assistance Program (LIHEAP), there are three separate programs including the Weatherization Program that provides assistance to qualifying households to replace inefficient appliances such as refrigerators, electrical water

heaters, and microwaves with efficient appliances. The program also assists with attic insulation, weather stripping, and home repairs to make a home more energy efficient.

California Weatherization Assistance Program (DOE WAP) – The DOE WAP program provides weatherization and other energy efficiency services to low-income households. Groups served by this program include seniors, those with disabilities and families with children. Services provided include attic insulation, energy efficient refrigerators, energy-efficient furnaces, weather stripping, caulking, low-flow showerheads, water heater blankets, and door and building envelope repairs which reduce air infiltration.

California Alternative Rates for Energy/Family Electric Rate Assistance Program (CARE/FERA) – Lowincome customers that are enrolled in the CARE/FERA program receive a 20 percent discount on their electric and natural gas bills and are not billed in higher rate tiers. CARE is funded through a rate surcharge paid by all other utility customers.

Pacific Gas & Electric (PG&E) – PG&E offers a variety of energy conservation services for residents and provides several other energy assistance programs for lower-income households. These programs include Energy Watch Partnerships, Better Together Giving Program and Energy Savings Assistance Program, described below:

- The Energy Watch Partnerships program helps residents lower their energy bills and promote cleaner energy production. Through this program, PG&E has extended the reach of effectiveness of energy efficiency programs and provided information about demand response programs, renewable energy, and self-generation opportunities.
- The Better Together Giving Program gives millions of dollars each year to non-profit organizations to support services including environmental and energy sustainability. Projects include residential and community solar energy distribution projects, public education projects, and energy efficiency programs. The goal is to ensure that most of the funding assists underserved communities, which includes low-income households, people with disabilities, and seniors.
- PG&E also offers rebates for energy-efficient home appliances and remodeling. Rebates are available for cooling and heating equipment, lighting, seasonal appliances, and remodeling (cool roofs, insulation, water heaters). These opportunities are available to all income levels and housing types.
- The energy Savings Program provides free attic insulation, weather-stripping and caulking, water heater blankets, energy-efficient lightbulbs, replacement of appliances and low-flow showerheads for low-income households. The PG&E "walk-though audit" provides a comprehensive assessment of energy.

PG&E also participates in several other energy assistance programs for lower income households, which help qualified homeowners and renters conserve energy and control electricity costs. These programs include the CARE Program and the Relief for Energy Assistance through Community Help (REACH) Program:

- The CARE Program described above provides a 20% monthly discount on gas and electric rates to income-qualified households, certain non-profits, facilities housing agricultural employees, homeless shelters, hospices and other qualified non-profit group living facilities.
- The REACH Program provides one-time energy assistance to customers who have no other way to pay their energy bill. The intent of REACH is to assist low-income customers, particularly the elderly, disabled, sick, working poor and the unemployed, who experience severe hardships and are unable to pay for their necessary energy needs.

Property Assessed Clean Energy (PACE) - Monterey County participates in the CaliforniaFIRST program which is a Property Assessed Clean Energy (PACE) Program. PACE helps homeowners pay for water and energy efficiency projects. PACE allows property owners to finance the installation of improvements on homes or businesses through the issuance of a municipal bond and pay the amount back as a line item on their property tax bill. The CaliforniaFIRST Program is a program of the California Statewide Communities Development Authority (CSCDA), a joint powers authority co-sponsored by the California State Association of Counties and the League of California Cities, and is administered by Renewable Funding.

Central Coast Clean Energy (3CE) – 3CE is recognized as a Community Choice Energy agency providing a higher percentage or renewable or carbon-free electricity at lower rates, supporting low-income rate payers, and finding local renewable energy projects. 3CE partners with PG&E to provide billing, power transmission and distribution, customer service, grid maintenance services and natural gas services to Monterey County. Additionally, 3CE is offering a program that allows for the construction of power generation facilities in member jurisdictions to bring power to areas not currently served by PG&E.

Energy Conservation Design for New Residential Developments

There are several relatively simple and yet proven community design techniques that can significantly improve not only the energy efficiency of a home but can contribute to the livability and quality of a home and neighborhood. Increasing energy efficiency results in lower costs to homeowners and renters for utilities. Some of these design features include the following:

- Street and Subdivision Patterns for Maximum Solar Access. Residential streets laid out in an east/west alignment maximize southern exposure for typical residential lots. Orientation of homes on such lots with the broadest portions of the walls and roof facing south (whether in the front or rear) can admit the maximum amount of sunlight into the building to increase the exposure to solar radiation and provide warmth for the home in the winter months. The use of passive solar construction techniques that require proper solar orientation, appropriate levels of thermal mass, south facing windows and moderate insulation levels also provides a better opportunity to create a "grid" of streets that, in turn, help to interconnect a community, making it more pedestrian- and neighbor-friendly.
- Home Design and Construction. Beyond subdivision design and careful siting of new homes, there are a number of building design features that can maximize energy efficiency and improve comfort within the home. Building materials, appliances, fixtures and energy sources can be selected to minimize energy demand and greenhouse gas emissions. Energy loss and gain can be

minimized through the use of higher insulation levels in place of thermal mass or energy conserving window orientation and installation of high R-value wall and ceiling insulation (over and beyond the minimum required by the Building Code) and use of minimal glass on east and west exposures. Locating indoor areas of maximum usage along the south face of the building and placing corridors, closets, laundry rooms, power core and garages along the north face can also be used as an energy saving construction technique. Making the main entrance a small, enclosed space that creates an air lock between the building and its exterior, and orienting the entrance away from winds or using a windbreak to reduce the wind velocity against the entrance. The addition of adequately sized roof overhangs or eaves can reduce solar and heat gain in the summer while allowing low winter sunlight to enter the home. The energy demand for water heating can be reduced through the use of recirculating systems for centralized hot water distribution or point-of-use hot water heating systems for more distant locations. The recycling of construction and demolition materials should continue to be required, and the reuse of such materials as part of new development could be encouraged.

- Trees on Residential Lots to Assist in Heating and Cooling. Careful placement of deciduous trees
 on a residential lot can greatly enhance energy efficiency. By placing large-canopy deciduous trees
 proximate to the broadest part of a home, the summer shading from the trees can dramatically
 cool the residence by as much as 10 to 15 degrees. In the winter, when deciduous trees are
 dormant and leafless, maximum solar access is provided on the home. Use of low water plant
 materials and less lawn on residential lots also contributes to resource conservation.
- Energy Efficiency Beyond the Residence. In addition to the simple residential design techniques for energy efficiency, Del Rey Oaks can broaden energy conservation and livability goals by requiring the placement of new homes in close, walkable proximity to retail and other commercial land uses, thus reducing dependence on air polluting autos for short distance vehicle trips. Similarly, new multi-family housing should be clustered and placed near schools, commercial services, and public transit.

Other Factors

Del Rey Oaks Municipal Code Section 2.10.060 identifies and encourages trip reduction and contains requirements for trip reduction plans for residential development. With respect to future development, water supply is a significant potential constraint on growth in and around the City.

Water conservation is a key element of the City's and their water provider's and management agency's strategy to meet projected water demand. The MPWMD and MCWD offer several programs and incentives, including rebates, to help reduce water use. MCWD's Water Conservation Ordinance and Water Shortage Contingency Plan as well other programs for water conservation are located on their website: <u>https://www.mcwd.org/index.html</u>. MPWMD's website identifies the requirements for water use and offers advice and programs for water conservation at <u>https://www.montereywaterinfo.org/</u>.

Other Requirements

The City distributed the 5th and 6th Cycle Housing Element to water and sewer providers, emphasizing requirements of Government Code Section 65589.7 to prioritize allocations to lower income housing.

Conclusion

Utility-related costs can directly affect the affordability of housing in California. However, Title 24 of the California Administrative Code sets forth mandatory energy standards for new development and requires adoption of an "energy budget." In turn, the home building industry must comply with these standards while localities are responsible for enforcing the energy conservation regulations.

Site Planning techniques, the use of landscaping and the layout of new developments can also reduce energy consumption associated with residential development through reductions in heating and cooling needs, opportunities to use non-motorized methods of transportation and reductions in energy inputs to the development of housing. This Page Intentionally Left Blank

CHAPTER 7.0 HOUSING PLAN

Housing Goals, Policies and Programs

Under California law, the housing element must include the community's goals, policies, quantified objectives, and housing programs for the maintenance, improvement, and development of housing. This Housing Element contains five goal statements the City has identified to address major housing related issues facing the community. The following goals, policies, and programs are identified to meet the City's unique and specific position in the regional housing market while meeting the community demands of a growing community and changing housing market.

The Housing Plan is organized into two sections: Goals and Policies, and Housing Programs. A goal is a higher-level statement that addresses the general nature and intent of the City's housing objectives. Under each goal statement, policies are also identified which provide guidance and expand upon the City's goals. The Housing Programs section describes specific actions, procedures, or strategies the City will take to carry out the identified goals and policies. This section also specifies the primary entity responsible for program implementation and the timeframe for accomplishment and monitoring for the actions.

Based on the goals, policies, and programs outlined in the Housing Element and findings from the Housing Needs Assessment, the following objectives represent a reasonable expectation of the number of new housing units that can be developed, rehabilitated, or conserved/preserved for the 6th Cycle Planning Period (Table 7-1).

| Table 7-1 6 th Cycle Quantified Objectives Summary | | | | | | | | |
|---|---|-----|---------------------------------|---------------------|----------------|-------------------------------|-----|---------------------------|
| Income Category | Allocat Cycl 4 th /5 th Cycle Shortf all | | Totals by Income Category | New Construction | Rehabilitation | Conservation /Preservation | | al Units By using Type |
| Very Low (0- 50% of AMI) | 41 | 60 | 101 | 101 | 0 | 0 | 101 | Combined Low and |
| Low (51-80% of AMI) | 29 | 38 | 67 | 67 | 0 | 0 | 67 | Very Low = 168 |
| Moderate (81-120% of AMI) | 5 | 24 | 29 | 29 | 0 | 0 | 29 | Combined Moderate/ |
| Above Moderate (more than 120% of AMI) | 11 | 62 | 73 | 73 | 0 | 0 | 73 | Above Moderate = 92 |
| Total Units | 86 | 184 | 270 | 270*** | 0 | 0 | | 270 |

Planning Cycle affordable housing shortfall requirement applies to very low- and low-income only.

** Total very low and low-income

*** Includes 20 ADUs

Source: HCD Projected Housing Needs – Regional Housing Needs Allocation (HCD, AMBAG 2022)

Goals and Policies

Housing Opportunities

GOAL A: THE CITY WILL PROVIDE ADEQUATE SITES TO BUILD NEW HOUSING UNITS FOR ALL INCOME LEVELS AND TO MEET THE CITY'S FAIR SHARE OF HOUSING NEEDS.

The City wants to facilitate a wide range of housing types to ensure there is adequate supply to meet the current and future needs of the City. By maintaining a balanced inventory of housing types including sizes, price and style, the City will ensure that adequate supply is available to meet existing and future housing needs. Persons and households of different ages, types, incomes, and lifestyles have a variety of housing needs and preferences that evolve over time and in response to changing life circumstances. This goal will ensure the provision of adequate sites that will allow for development of a variety of affordable housing in a safe and sustainable environment for all residents of the City, consistent with the City's housing allocation adopted by the AMBAG.

Policies

- A.1 Development of Underutilized Sites: The City shall ensure adequate vacant land and underutilized sites suitably zoned and prepared for residential development and/or redevelopment are available to meet the City's housing need as identified by AMBAG.
- A.2 Diversity of Housing Types that Meet City and Regional Housing Needs: The City shall implement land use policies that allow for a range of residential densities and housing types, prices, ownership, and size, including low-density single family uses, live-work units, and units in mixeduse developments.
- A.3 Affordable Housing: The City shall promote the development of housing affordable to lower- and moderate-income households by pursuing State and federal funding sources for affordable housing projects. Where possible, the City shall partner with existing non-profit and for-profit corporations that are interested and able to construct and manage very low- and low-income households in the City.
- A.4 New Sources of Infrastructure Financing: The City shall continue to seek new sources of financing for necessary infrastructure improvements for new development to facilitate new housing development.

Affordable Housing

GOAL B: THE CITY WILL ENCOURAGE THE PROVISION OF A WIDE RANGE OF HOUSING BY LOCATION, TYPE OF UNIT, AND PRICE TO MEET THE EXISTING AND FUTURE HOUSING NEEDS IN THE CITY.

The City is committed to providing adequate housing to meet the needs of extremely low-, very low-, lowand moderate-income households. In order to do this, the City has identified a number of policies and programs ranging from seeking funding from varied sources, thereby increasing the opportunities for the development of affordable housing units, to working with non-profit and for-profit developers in the production of affordable for-sale and rental housing. Recognizing that homeownership plays a significant role in establishing strong neighborhoods and a sense of community pride, the City also supports programs that make purchasing a home a realistic option for lower-income households.

Policies

- B.1 Adoption of Inclusionary Housing Ordinance: The City shall safeguard availability of affordable housing to moderate-, low-, very low-, and extremely low-income households through the adoption of Inclusionary and Affordable Housing Requirements.
- B.2 Homeownership Housing: The City shall encourage the development of ownership housing and assist tenants to become homeowners within the parameters of federal and state housing laws.
- B.3 Provide Incentives for Affordable Housing: The City shall promote the use of density bonuses and other incentives to facilitate the development of new housing for extremely low-, very low-, and low-income households.
- B.4 Affordable Rentals: The City shall identify and solicit redevelopment funds as well as federal and State financial assistance for the construction of rental housing units and for rent subsidies for very-low-income and low-income households.

Remove Constraints

GOAL C: THE CITY WILL WORK TO REMOVE GOVERNMENTAL AND NON-GOVERNMENTAL CONSTRAINTS TO HOUSING DEVELOPMENT.

Pursuant to State law, the City is obligated to address, and where legally possible, remove governmental constraints affecting the maintenance, improvement, and development of housing. Removing constraints on housing development can help address housing needs in the City by expediting construction and lowering development costs.

Policies

- C.1 Flexible Development Standards: The City shall continue to improve and streamline the project review process by periodically evaluating and ensuring that zoning provision, City site improvement standards, development review procedures, entitlements procedures, and development fees do not unreasonably constrain the development, conservation, and rehabilitation of housing. Should constraints be identified, actions such as amendments to policies and procedures may be implemented to reduce or eliminate those constraints.
- C.2 Reduce or Eliminate Non-Governmental Constraints: The City shall monitor non-governmental constraints, such as interest rates, construction costs, water availability, and others, through consultation with developers, lenders and other entities directly involved in the provision of housing. Should constraints be identified, actions such as amendments to policies and procedures may be implemented to reduce or eliminate those constraints.

Equal Housing Opportunities

GOAL D: THE CITY WILL PROMOTE EQUAL HOUSING OPPORTUNITIES FOR ALL PERSONS.

The City recognizes the importance of extending equal housing opportunities for all persons, regardless of regardless of race, religion, sex, family status, marital status, ancestry, national origin, color, age, physical or mental disability, sexual orientation, source of income, or any other arbitrary factor.

The City has many residents who have special housing needs. State law requires the housing element to address the needs of specific "special needs" groups, including seniors, persons with disabilities, large families with children, female-headed households, and people who are homeless. Meeting the needs of these residents requires a broad range of strategies for housing and other services. This section also addresses student and faculty housing.

Policies

- D.1 Fair Housing Services: The City shall support efforts to eliminate housing discrimination on the basis of race, gender, color, religion, age, marital status, offspring, or disability. The City shall ensure compliance with federal, State, and local Fair Housing and anti-discrimination laws and ordinances. Federal, State, and local Fair Housing laws make it illegal to discriminate against any person because of race, color, religion, gender, disability, familial status, national origin, ancestry, marital status, sexual orientation, source of income, or age in the rental or sale, financing, advertising, appraisal, provision of real estate brokerage services, etc., and land-use practices.
- D.2 Reasonable Accommodation: The City shall encourage provision of an adequate supply of suitable housing to meet the needs of people with disabilities. The City will continue to implement a reasonable accommodation process for persons with disabilities to request exceptions or modifications of zoning, permit processing, and building regulations to ensure housing is accessible. The City will require incorporation of ADA and California Title 24 Disabled Access Regulations into new construction.
- D.3 Housing for Seniors: The City shall support housing programs that increase the ability of senior households to remain in their homes or neighborhoods, and if necessary, to locate other suitable affordable housing to rent or purchase.
- D.4 Family Housing: The City shall facilitate and encourage the development of larger rental and ownership units for families with children, including lower- and moderate-income families, and the provision of services such as childcare and after-school care when feasible.
- D.5 Student and Single-Room Occupancy Housing: The City shall facilitate and encourage the development of rental and ownership units for families with children, including lower- and moderate-income families, and the provision of services such as childcare and after-school care when feasible.
- D.6 Support Organizations Serving the Homeless Community: The City shall support the efforts of nonprofit and community organizations that provide emergency shelter and other assistance for the homeless population, including alcohol and drug recovery programs.

Quality Housing Opportunities

GOAL E: THE CITY WILL CONTINUE TO CONSERVE AND IMPROVE THE CONDITION OF THE EXISTING HOUSING STOCK TO ENSURE THE SAFETY, WELFARE, AND AFFORDABILITY OF RESIDENTS.

Conserving and improving the housing stock helps maintain investment in the community and keeps existing housing affordable. Many factors can contribute to the deterioration of residential units including quality of workmanship, age, type of construction, and location. Preventing these problems from occurring and addressing them when they do occur protects the safety and welfare of residents and assists in meeting housing needs throughout the City. As a majority of the City's housing stock is over 30 years old, it is important to maintain residential units and keep them from deterioration. The City will focus its efforts on rehabilitation, code enforcement, preservation of quality of family home and will take a proactive approach to conserving the current housing stock.

Policies

- E.1 Residential Rehabilitation: The City shall assist lower-income households whose housing units are in need of rehabilitation to ensure the safety and habitability of housing units and the quality of residential neighborhoods.
- E.2 Code Enforcement: The City shall promote the continued maintenance of the City's existing housing stock and residential neighborhoods through enforcement of adopted code requirements that set forth the acceptable health and safety standards for the occupancy of housing units.
- E.3 Preserve Quality Single Family Housing and Rental Stock: As single family and rental stocks deteriorate, the City shall preserve the existing single-family housing, especially those single-family and rental units occupied by lower-income households.
- E.4 Sustainable Housing Design: The City shall improve affordability by promoting the incorporation of energy efficient practices into residential design.

Housing Programs

Housing Opportunities

Program A.1 Accommodate the City's RHNA

The City will provide a range of types of housing units and prices to meet the total 184 units of regional housing allocation needs (RHNA) for Del Rey Oaks.

| RHNA 6 th Cycle | | In | come Group | | | |
|----------------------------|----------|-----|------------|-------------------|-------|--|
| 2023-2031 | Very Low | Low | Moderate | Above Moderate | Total | |
| Del Rey Oaks | 60 | 38 | 24 | 62 | 184 | |

The City will provide for an adequate number of units to meet the very low- and low-income categories and for development of moderate and above-moderate income categories within the RHNA and including the 4th and 5th cycle shortfall. The City will use Sites 1 and 1a owned by the City, and if needed, also Sites K1 and K2 (private property owners). The City will adopt an overlay zone to allow residential uses to meet RHNA as shown on **Table 7-1**. The City will ensure sufficient property is available in former Fort Ord to achieve this goal throughout the planning cycle. The Housing Element Site Inventory finds that this density can feasibly be developed on these sites. Rezoning will meet the requirements of Government Code section 65583.2(h) and (i).

| Responsible Agency | Planning Department, City Council, Planning Commission |
|------------------------|---|
| Timeline and Objective | Present Zoning Overlay to Planning Commission and City Council by end of second quarter 2023 and rezone by end of third quarter 2023 for 6 th Cycle. |
| | Report to City Council to confirm adequate area is available for meeting |
| | RHNA on a regular basis; report due by end of first quarter yearly. |
| Source of Funding | General Fund |

Program A.2 Develop Mixed Use Zoning Designation

Amend the Zoning Ordinance to permit residential uses as well as mixed uses at higher intensities than currently allowed in commercial zones and to allow mixed use in visitor-serving designation zones. The City will identify areas for mixed use, both in the former Fort Ord areas and in commercial sites defined by the City, where a mixed-use designation would be appropriate working with developers, the community and the Planning Commission and City Council.

| Responsible Agency | Planning Department, City Council, Planning Commission |
|------------------------|--|
| Timeline and Objective | Submit report on available sites for mixed use designation by end of t |
| | quarter 2024. |
| Source of Funding | General Fund |

Note: not needed to meet RHNA for 6th Cycle.

third

Program A.3 Small Lot Residential in New Subdivisions

The City shall amend the General Plan and Zoning Ordinance to allow small lot Planned Unit Developments (PUD) consisting of individual lots that utilize Traditional Neighborhood Design (TND) techniques for development of cottage or small bungalow-type homes. Further, provide an overlay or PUD ordinance for projects if needed to allow for privately maintained common open space and mixed housing types.

Note: not needed to meet RHNA for 6th Cycle.

| Responsible Agency | Planning Department, City Council, Planning Commission |
|------------------------|--|
| Timeline and Objective | End of 2025 |
| Source of Funding | General Fund |

Affordable Housing

Program B.1 Develop Inclusionary and Affordable Housing Requirements

The City will require new residential development or redevelopment in the City to provide affordable housing tomeet the City's RHNA requirements as identified in the AMBAG RHNA. The City will use a development agreement or adoption of an inclusionary and affordable housing ordinance to achieve this objective.

| Responsible Agency | Planning Department, City Council, Planning Commission |
|------------------------|---|
| Timeline and Objective | To ensure adequate provision of affordable housing, the City will require |
| | development agreements or adopt an inclusionary and affordable housing |
| | ordinance that meets the RHNA inclusionary housing requirements. If the |
| | option of an ordinance is preferred, the City will adopt ordinance by the end |
| | of fourth quarter 2025 |
| Source of Funding | General Fund |

Program B.2 Facilitate Affordable Housing for All Income Levels

The City will support housing for low-income, extremely low-income, and moderate-income households and persons with disabilities (including developmental disabilities). The City will actively seek to participate in and promote housing assistance service provided by such agencies as the Monterey County Housing Authority and the U.S. Department of Housing and Urban Development.

As opportunities arise, new funding sources for lower-income housing will be sought from available nonprofit, local, State, and federal programs. Planning and entitlements should consider how to position an affordable project to qualify for future grant applications.

The City will also work with developers to facilitate affordable housing development. Specifically, as funding permits, the City will provide gap financing to leverage State, federal, and other public affordable funding sources. Gap financing will focus on rental housing units affordable to lower-income households and households with special needs (such as seniors and disabled, including people with developmental disabilities). To the extent feasible, the City will also ensure a portion of the affordable housing units created will be available to extremely low-income households.

| Responsible Agency | City Hall, City Manager's Office |
|------------------------|--|
| Timeline and Objective | Actively seek funding opportunities to increase the supply of affordable |
| | housing for lower income households, analyze sites owned by the City to |
| | identify those that could be suitable to support affordable housing. Seek to |
| | leverage these funds with federal, state, and County HOME funds to |
| | increase the amount of affordable housing on housing strategy sites. |
| | Work with developers of housing strategy sites and non-profit developers to |
| | identify opportunities to increase the percentage of affordable housing by |
| | encouraging developers to apply for available funds and utilize other creative |
| | mechanisms. |
| | (Ongoing work with developers; report on funding biannually to City Council) |
| Source of Funding | General Fund |

Program B.3 Utilize Housing Choice Vouchers

The Housing Authority of Monterey County (HAMC) which administers the Housing Choice Voucher (HCV) Program for Del Rey Oaks and throughout Monterey County provides rental subsidies to very low-income families and elderly households that spend more than 30 percent of their gross income on housing. To help overcome the reluctance of many landlords to sign HCV agreements, the City shall work with the Housing Authority to offer incentives to property owners that sign HCV agreements.

| Responsible Agency | City Hall, City Manager's Office |
|------------------------|---|
| Timeline and Objective | The City, working with the HAMC, shall provide information and incentives |
| | to property owners to encourage them to sign HCV agreements with the |
| | HAMC. |
| | Informational pamphlets will be available at City Hall in English and Spanish |
| | regarding the voucher program and a notice posted in the City's Acorn |
| | Newsletter. |
| | The number of applications received will depend upon how many property |
| | owners apply for HCV agreements with the HAMC and City. This program |
| | could provide rental assistance to at least two or three renters per year, with |
| | the first full active year being 2024. |
| Source of Funding | Staff time, HAMC, and private owners/developers |

Program B.4 Preferential Housing for Del Rey Oaks Residents and Workers

To the extent that such policy can be legally implemented, the City shall consider adoption of a new ordinance in compliance with the Fair Housing Law, requiring that all newly constructed inclusionary dwelling units for below-market-rate income, moderate-income, and lower-income households within the City, and all first-time homebuyer programs, be provided on a preferential basis to Del Rey Oaks residents and workers.

| Responsible Agency | Planning Department, City Council, Planning Commission |
|------------------------|--|
| Timeline and Objective | Confirm if policy can be legally implemented by end of 2024. Adopt a |
| | Preferential Housing Ordinance by fourth quarter of 2025. |
| Source of Funding | General Fund, Developer Fund |

Program B.5 Develop a Density Bonus Ordinance Consistent with State law

Government Code section 65915 requires that a jurisdiction adopt a local Density Bonus Ordinance consistent with State law. State Density Bonus Law requires a local jurisdiction to grant an increase in density, if requested by a developer, for providing affordable housing as part of a development project. Key provisions of the law include incremental density bonuses that correspond to the percentage of housing set aside as affordable units. The City shall develop and adopt a Density Bonus Ordinance consistent with the current Government Code and State Density Bonus Law. Once passed, the City will review any future amendments to State Density Bonus law to ensure that its local ordinance remains consistent with State law. Once passed the City shall commit to consider requests under State Density Bonus Law (including requests for incentives, concessions, waivers, and parking reductions) so that projects that qualify are not prevented from developing at the densities to which they are entitled.

| Responsible Agency | Planning Department, City Council, Planning Commission |
|------------------------|---|
| Timeline and Objective | Adopt a City Density Bonus Ordinance, consistent with Government Code and |
| | State Density Bonus Law, by fourth quarter 2025. |
| Source of Funding | Staff Time |

Program B.6 Facilitate Affordable Rental Units

The City will apply for low interest loans, grants, and rent subsidies through the U.S. Department of Housing and Urban Development, the California Housing Finance Agency, Farmers Home Administration, and the HCD. The City will apply for at least one funding opportunity every other year within the 6th Cycle Planning period. In addition, the City will provide funding through use of tax increment funding for a housing fund as such funds are available.

| Responsible Agency | City Council |
|------------------------|--|
| Timeline and Objective | Research available funds to assist in the construction of affordable units (and |
| | accessory dwelling units) to low-income and very low-income households |
| | (anticipated to start seeking funding opportunities beginning 2024). The City |
| | will file 4 funding applications during the 6 th Cycle Planning period. |
| Source of Funding | Staff time; State, federal, and regional grants; and private property |
| | owners/developers |

Remove Constraints

Program C.1 Support efforts of public and private groups providing housing for the elderly and disabled, including assistance with obtaining permits and permit streamlining consistent with SB 35, or where appropriate, waiving City fees or regulatory requirements.

The City will continue to find opportunities to streamline the permitting process to remove unnecessary barriers, without compromising public health, safety and community character. In order to do this, as part of the City's Zoning Ordinance update, site improvement standards and development procedures will be reviewed and, as needed, revised to ensure that such standards and procedures do not unnecessarily constrain the development, conservation, and rehabilitation of affordable housing. This Zoning Ordinance update will ensure compliance with SB 35 which allows streamlined approval processes in municipalities not meeting the RHNA.

| Responsible Agency | City Planning and Building Departments |
|------------------------|---|
| Timeline and Objective | Review, and as needed, revise the City Zoning Ordinance by the end of third |
| | quarter 2024. |
| Source of Funding | General Fund |

Program C.2 Encourage the Construction of Accessory Dwelling Units

A major constraint to housing in the City is affordability. ADUs help meet the City's needs for housing that is affordable by providing a housing resource for seniors and low- and moderate-income households. The City will continue to review and update the ADU Ordinance to be compliant with updated State regulations that promote the development of ADUs. The City will encourage the construction of ADUs by providing incentives such as waiver or reduction of development fees and expedited permit processing for ADU applications. Further, information to all eligible property owners concerning the City's ADU approval process will be provided at City Hall. In addition, the City will explore the availability of standardized plans for ADUs/JDUs that may be suitable for ADUs or JDUs, with the intent of providing additional information to interested homeowners.

| Responsible Agency | Planning Department, City Council, Planning Commission |
|------------------------|--|
| Timeline and Objective | City staff shall give an annual report to City Council on the number of new |
| | ADUs that are being built each year by April 1 st of each year, starting in 2024. |
| | Information detailing the requirements of the City's ADU Ordinance, and |
| | incentives for developing ADUs including permits waiver or reduction of |
| | development fees and expedited permit processing, shall be readily available |
| | at the City Hall and shall be included on the City's website and in the City |
| | newsletter by second quarter 2024. |
| Source of Funding | Staff time |

Program C.3 Mitigating Constraints

Based upon this review of the City's standards, the following additional Zoning Ordinance amendments will be considered and zoning ordinance amended, as required to be consistent with state law in the following areas:

- Amend the Zoning Ordinance to include language on density bonuses to comply with State requirements.
- Amend Zoning Ordinance to ensure that transitional and supportive housing is allowed in the same way other residential uses are allowed in all zoning districts allowing residential uses.
- Amend the Zoning Ordinance to conditionally permit SRO housing in the C-1 (Commercial) zone.
- Consistent with the California Employee Housing Act, amend the Zoning Ordinance to update standard that requires that housing for six or fewer employees be treated as a regular residential use.

| Responsible Agency | Planning Department, City Council, Planning Commission, and City Hall |
|------------------------|---|
| Timeline and Objective | Adopt required amendments to the Zoning Ordinance by third quarter of |
| | 2025. |
| Source of Funding | General Fund |

Program C.4 Ensure the Availability of an Adequate Water Supply to Serve the Long-Term Housing Needs of the City

A major constraint to development within the City is water supply. The City will continue to work with the MPWMD, MCWD, M1W and other appropriate agencies through meetings and consultation to seek securement of sufficient water resources to meet the expected needs of projected housing development. Continue to provide City representative on Board of M1W to promote water provision as a priority for affordable housing. Provide the Draft Housing Element to the local water and service providers for the City in accordance with State law.

| Responsible Agency | City Council |
|------------------------|--|
| Timeline and Objective | Participate in two annual meetings with MPWMD, MCWD, M1W and other appropriate agencies by the end of 2031 and throughout 5 th Cycle. Request MPWMD and MCWD provide annual updates to the City Manager on completion of water projects and provision of water for affordable housing for the City. |
| Source of Funding | General Fund |

Equal Housing Opportunities

Program D.1 Promote Fair Housing by Providing Educational and Referral Materials

The City will continue to provide Fair Housing education and outreach, making information available in multiple languages, and refer persons with fair housing questions to the Housing Authority, Department of Equal Housing and Employment, and California Rural Legal Assistance on an as-needed basis. The City will make information about fair housing services available at City offices and on the City's website.

| Responsible Agency | City Hall, Planning & Building Departments |
|------------------------|---|
| Timeline and Objective | Provide Fair housing education materials at City Hall in English and Spanish, |
| | post information on the City website by first quarter 2024; and provide |
| | information in City newsletter annually. |
| Source of Funding | Staff time, General Fund |

Program D.2 Provide Opportunity for and Encourage the Development of Adequate Housing for the City's Special Needs Groups.

The City shall facilitate the provision of housing for the elderly and disabled, including developmental disabilities, and other special needs housing by modifying the Zoning Ordinance to define licensed residential care facilities, to explicitly allow small residential care homes by right in all residential zone districts, allow group homes of six or fewer to be allowed in all zones allowing single-family uses (not limited to residential uses), and to permit larger residential care homes (seven or more) in the City's R-2 and C-1 districts consistent with the standards of these districts.

The City shall also support the efforts of public and private groups to provide housing for the elderly and disabled. Such support may include staff assistance in obtaining permits or financing, or, where appropriate, the waiver of City fees or regulatory requirements, some combination of these, or other tangible measures of support.

| Responsible Agency | Planning Department, City Council, and Planning Commission |
|------------------------|---|
| Timeline and Objective | The City will aim to update the Zoning Ordinance by the end of 2025. It will |
| | aim to identify at least one residential project by 2026 that is targeted for |
| | seniors and/or persons with mobility impairments. The City will monitor these |
| | programs through annual reports to the City Council, with the first annual |
| | report by the end of 2024. |
| Source of Funding | Staff Time, General Fund, and State and federal programs designated |
| | specifically for special needs groups |

Program D.3 Special Needs Housing for Disabled Persons

The City shall amend the Zoning Ordinance to ensure that future projects incorporate accessible design. Specifically, the zoning ordinance will be amended to:

- 1) Require new multi-family development to be in compliance with Title 24 of the California Code of Regulations;
- 2) Eliminate restrictions on occupancy standards for group homes consistent with State law; and
- 3) Allow reduced parking standards for all transitional housing and homeless shelters, for agerestricted housing (regardless of affordability), and for persons with disabilities.

The zoning code will be further reviewed to identify and remove any additional constraints and ensure that reasonable accommodations are provided with regard to housing designed for persons with disabilities. This update will expressly allow exceptions to zoning and development standards including, but not limited to, ramps as a permitted encroachment into required front and rear yards in order to ensure accessibility for persons with disabilities.

| Responsible Agency | Planning Department, City Council, and Planning Commission |
|------------------------|---|
| Timeline and Objective | Review zoning code and report to City Council on needed updates to address |
| | State law by third quarter 2024. Amendments to Zoning Code specific to this |
| | program shall be adopted by end of 2025. |
| Source of Funding | Staff Time, General Fund |

Program D.4 Support Programs to Reduce Homelessness

The City amended its Zoning Ordinance to allow for the emergency shelters in the City's C-1 zoning district consistent with State law. The City found that the C-1 district sites provided adequate opportunity (within a mile of transit stops and community services). The City will monitor the sites to continue to confirm there is adequate capacity and sites which are suitable for the development of emergency shelters. To the extent that funds are available, the City will provide financial support to sponsor or assist emergency shelter facilities, inside City limits or outside within a reasonable proximity to the City, as well as encourage or support facilities by providing grants, or low-cost loans, to operating agencies.

| Responsible Agency | City Council and Planning Commission |
|------------------------|--|
| Timeline and Objective | Report annually on homeless count and provision of adequate area for homeless shelters in the City. Research available funding for facilities if applicable. |
| Source of Funding | State and federal programs designated specifically for special needs groups |

Program D.5 Develop written process for continued compliance with AB 101

The City shall continue to comply with the requirements of AB 101 and develop a written process to adhere to the statutory requirements in accordance with state law. AB 101 requires a Low Barrier Navigation Center (LBNC) be a use by right in areas zoned for mixed use and nonresidential zones permitting multifamily uses if it meets specified requirements, including:

- Access to permanent housing.
- Use of a coordinated entry system (i.e., Homeless Management Information System).
- Use of Housing First according to Welfare and Institutions Code section 8255. (Gov. Code section 65662.)

A LBNC is defined as a Housing First, low barrier, temporary, service-enriched shelter focused on helping homeless individuals and families to quickly obtain permanent housing. Low barrier includes best practices to reduce barriers to entry, such as allowing partners, pets, storage of personal items, and privacy. (Gov. Code section 65660).

| Responsible Agency | Planning Department, City Council and Planning Commission |
|------------------------|--|
| Timeline and Objective | Continue to comply with AB 101 (ongoing); develop written compliance |
| | process for AB 101 compliance by the end of third quarter 2024. |
| Source of Funding | General Fund |

Program D.6 Develop written process for continued compliance with AB 2162

The City shall continue to comply with the requirements of state law AB 2162 (Chapter 753, statutes of 2018) and will develop a written process to adhere to the statutory requirements in accordance with state law. AB 2162 streamlines and expedites the approval of supportive housing to better address the need of Californians experiencing homelessness. Specifically, AB 2162 requires supportive housing to be a use by right in zones where multifamily and mixed uses are permitted, including nonresidential zones permitting multifamily uses. The legislation requires a local government to approve, within statutory timelines, a supportive housing development that complies with specified criteria.

| Responsible Agency | Planning Department, City Council, Planning Commission |
|------------------------|---|
| Timeline and Objective | Continue to comply with AB 2162 (ongoing); develop a written compliance |
| | process for AB 2162 by fourth quarter 2023. |
| Source of Funding | General Fund |

Program D.7 Adopt Universal Design Element for New Development

Universal design is used to govern construction of homes by using design principles that allow individuals to remain in those homes as their physical needs and capabilities change. The City shall research principles of universal design for application for new development, particularly for senior housing or housing for those with disabilities. The City shall prepare a report for the Planning Commission and City Council identifying principles of universal design, successful application in other jurisdictions, the HCD model ordinance and the process for application of an ordinance. Upon endorsement of Planning Commission and City Council, the City shall develop a written process specific to the City of Del Rey Oaks and prepare guidelines and a model ordinance consistent with the principles of universal design.

| Responsible Agency | Planning Department, City Council and Planning Commission | | |
|------------------------|--|--|--|
| Timeline and Objective | Research and provide written report by end of fourth quarter 2024. Develop | | |
| | written process for Universal Design and adopt Universal Design Element | | |
| | Guidelines and Ordinance by end of 2025. | | |
| Source of Funding | General Fund | | |

Quality Housing Opportunities

Program E.1 Assist in Rehabilitating Housing

The City will investigate available low-interest loans, subsidies, and grants from federal and State agencies to provide rehabilitation funds. As funding becomes available, the City shall provide grants and/or low interest, deferred, and/or forgivable loans for building code violations, health and safety issues, essential repairs, upgrades of major component systems, and modifications to accommodate disabilities. Rehabilitation funds will be available to low-income homeowners and to owners of rental units that will rent to low-income households. Subject to federal or other available funding the City will look to assist an average of one to two households (ranging from single-family, multi-family, and mobile homes), dependent on need.

| Responsible Agency | City Council and Manager |
|------------------------|--|
| Timeline and Objective | Assist two households by the end of 2025. |
| Source of Funding | Loans, subsidies, and grants and tax increment funding |

Program E.2 Continue Code Enforcement

The City will continue to perform code enforcement for areas or homes with building code violations posing life and/or safety risks to occupants and/or significant property maintenance concerns and ensure that such violations are adequately abated. When violations are cited, enforcement officers will provide a list of potential funding sources to homeowners.

| Responsible Agency | Police Department | | |
|------------------------|---|--|--|
| Timeline and Objective | Continue to implement code enforcement efforts in the targeted areas with | | |
| | concentrated issues of code violations; ongoing. | | |
| Source of Funding | General Fund | | |

Program E.3 Energy Conservation and Energy Efficient Opportunities

The City will promote subsidy and incentive programs for energy conservation available to residents. Some of these programs include PG&E's rebates, Energy Watch Partnerships, and Energy Savings Assistance Program; CARE/FERA program, and the CaliforniaFIRST program. The City will promote these programs in their newsletter and on their website.

| Responsible Agency | City Hall, Planning Department, and Building Department | | | |
|------------------------|---|--|--|--|
| Timeline and Objective | Information detailing energy conservation programs shall be provided at the | | | |
| | City Hall and shall be included on the City's website and updated at least once | | | |
| | per year. Energy conservation programs targeted to low-income households | | | |
| | shall be promoted in the City newsletter at least once per year and available | | | |
| | at the City Hall. Complete annually by December of each year. | | | |
| Source of Funding | General Fund | | | |

Program E.4 Annual Report

Provide an Annual Report to the City Council and Planning Commission that describes (1) implementation of Housing Element programs to date, (2) the amount and type of housing activity as related to the Housing Element's goals, policies, and programs, and (3) an updated summary of the City's housing needs. The Annual Report will address the requirements of Government Code Section 65400. Submit this report to the California Department of Housing and Community Development within 30 days after review by the City Council.

| Responsible Agency | City Hall, Planning Department, and Building Department | |
|------------------------|--|--|
| Timeline and Objective | Information detailing housing needs and progress shall be included on the | |
| | City's website and updated at least once per year prior to submittal to HCD. | |
| | Complete annually by April 1 of each year. | |
| Source of Funding | General Fund | |

Program E.5 Affirmatively Further Fair Housing By Providing Equal Housing Opportunities For All Existing And Future Del Rey Oaks Residents.

The City will affirmatively further fair housing by providing equal housing opportunities for all existing and future Del Rey Oaks residents through the following methods:

- Provide information about local fair housing resources, entities, or assistance on the City website.
- Work with HACM as the fair housing services organization to explore ways to expand services and outreach in the City.
- Leverage City-owned land for the development of affordable housing projects.
- Adopt ordinances and policies that encourage a diverse housing stock.
- Encourage developments that provide community benefits.
- Encourage new housing choices and affordability in high resource areas.
- Protect existing residents from displacement.

| Responsible Agency | City Hall, Planning Department, and Building Department |
|------------------------|---|
| Timeline and Objective | Ongoing |
| Source of Funding | General Fund |

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CHAPTER 8.0 LIST OF PREPARERS AND REFERENCES

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City of Del Rey Oaks 6th Cycle Housing Element Update – Appendix A Affirmatively Furthering Fair Housing (AFFH) Assessment

May 2023

Prepared by Denise Duffy & Associates



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APPENDIX A - AFFIRMATIVELY FURTHERING FAIR HOUSING (AFFH) ASSESSMENT

Introduction

In 2018, Governor Brown signed Assembly Bill (AB 686) requiring all public agencies in the state to Affirmatively Further Fair Housing (AFFH) beginning January 1, 2019. The new requirements went into effect on January 1, 2019 and required all public agencies to "administer programs and activities relating to housing and community development in a manner that affirmatively furthers fair housing, and take no action inconsistent with this obligation". AB 686 defined "affirmatively further fair housing" to mean "taking meaningful actions, in addition to combat discrimination, that overcome patterns of segregation and foster inclusive communities free from barriers that restrict access to opportunity" for persons of color, persons with disabilities, and other protected classes.

The Bill added an assessment of fair housing to the Housing Element which includes the following components:

- A summary of fair housing issues and assessment of the jurisdiction's fair housing enforcement and outreach capacity;
- An analysis of segregation patterns, disparities in access to opportunities, and disproportionate housing needs;
- An assessment of contributing factors; and
- An identification of fair housing goals and actions.

The AFFH rule was originally a federal requirement applicable to entitlement jurisdictions (with population over 50,000) that can receive Department of Housing and Urban Development (HUD) Community Planning and Development (CPD) funds directly from HUD. Before the 2016 federal rule was repealed in 2019, entitlement jurisdictions were required to prepare an Assessment of Fair Housing (AFH) or Analysis of Impediments to Fair Housing Choice (AI). AB 686 states that jurisdictions can incorporate findings from either report into the Housing Element.

The County of Monterey Analysis of Impediments to Fair Housing Choice 2019 (2019 AI Report) was developed to provide an overview of laws, regulations, conditions, or other possible obstacles that may affect an individual's or a household's access to housing. The AI report covers the City of Del Rey Oaks, and includes the jurisdictions of Monterey, Salinas, and Seaside. Del Rey Oaks is covered under the Monterey Urban County Entitlement Area, which is comprised of the cities of Del Rey Oaks, Gonzales, Greenfield, Sand City (participating cities), and the unincorporated areas of Monterey County. The Housing Authority County of Monterey (HACM) was also a collaborating entity in the AI study. HACM is a public agency that provides rental assistance and develops and manages affordable housing throughout Monterey County.

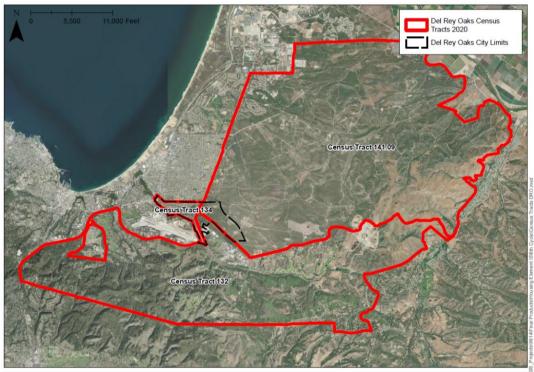
AB 686 also creates new requirements for housing elements due on or after January 2021, including (1) outreach to community stakeholders in the housing element public participation process, (2) an assessment of fair housing practices, (3) an analysis of the relationship between available sites and areas of high or low resources, and (4) concrete actions and programs to affirmatively further fair housing.

This analysis also considers issues raised through public comments, local knowledge, and an assessment related to the regional history and physical form of the City of Del Rey Oaks. This history is relevant as it provides a context for the existing built form, and the physical setting is key to understanding the character of the city and constraints to development.

Data Sources

This analysis relies on the following data sources: California Department of Housing and Community Development (HCD) AFFH Data Viewer Version 2.0, California Department of Transportation (Caltrans), California Tax Credit Allocation Committee (TCAC), Center for Neighborhood Technology (CNT), 2023 Environmental Protection Agency (EPA) Smart Location Database, Housing Authority of the County of Monterey (HACM), 2019 Monterey County Analysis of Impediments to Fair Housing Choice (2019 Al Report), 2021 Office of Environmental Health Hazard Assessment (OEHHA) CalEnviroScreen Version 4.0, U.S. Department of HUD 2019, 2020 and 2021 AFFH Data, 2020 U.S. Census, 2016-2020 and 2017-2021 American Community Survey (ACS) (5-Year Estimates), HUD Comprehensive Housing Affordability Strategy (CHAS) Data based on the 2015-2019 ACS. Much of the data provided by HUD for the purpose of AFFH analysis is based on this collective information.

As shown in **Figure A1**, the City of Del Rey Oaks is within three 2020 U.S. Census Tracts. The primary and only populated census tract is Tract 134. The other two tracts include unpopulated portions of the city within larger areas. The northeast portion of the City is part of tract 141.09 and includes portions of Seaside and former Fort Ord. A small southern portion of the City is in tract 132 and is shared with the City and County of Monterey. Both of these tracts are unpopulated within the Del Rey Oaks' boundaries.



FigureA1 City of Del Rey Oaks Census Tract Boundaries

Report Content and Organization

As guided by HCD, this AFH is organized by the following five topics. This AFH follows the April 2021 California Department of Housing and Community Development Guidance Memorandum for AFFH.

- Fair Housing Enforcement and Outreach Capacity reviews lawsuits/enforcement actions/complaints against the jurisdiction; compliance with state fair housing laws and regulations; and jurisdictional capacity to conduct fair housing outreach and education.
- Integration and Segregation identifies areas of concentrated segregation, degrees of segregation, and the groups that experience the highest levels of segregation.
- Racially and Ethnically Concentrated Areas of Poverty (R/ECAP) reviews racially/ethnically concentrated areas of poverty (R/ECAPs) and racially concentrated areas of affluence (RCAAs) as a focus of fair housing policies to ensure housing is integrated.
- **Disparities in Access to Opportunity** examines differences in access to education, transportation, economic development, and healthy environments.
- **Disproportionate Housing Needs and Displacement Risk** identifies which groups have disproportionate housing needs including displacement risk.

Compliance with Fair Housing Laws & Regulations

The City is committed to comply with the Federal Fair Housing Act (FHA) and the California Fair Employment and Housing Act (FEHA), including FEHA Regulations, protect residents from discrimination on the basis of race, color, religion, national origin, sex/gender, handicap/disability, familial status, marital status, ancestry, source of income, sexual orientation, and arbitrary discrimination, as included in the 2019 AI Report. Additional fair housing laws applicable to California jurisdictions include:

- <u>Unruh Civil Rights Act</u> Protects residents from discrimination by all business establishments in California, including housing and accommodations.
- <u>Ralph Civil Rights Act (California Civil Code Section 51.7)</u> forbids acts of violence or threats of violence on the basis of race, color, religion, ancestry, national origin, age, disability, sex, sexual orientation, political affiliation, or position in a labor dispute.
- <u>Bane Civil Rights Act (California Civil Code Section 52.1)</u> protects residents from interference by force or threat of force with an individual's constitutional or statutory rights, including a right to equal access to housing.
- <u>California Civil Code Section 1940.3</u> prohibits landlords from questioning potential residents about their immigration or citizenship status.
- <u>Government Code Sections 11135, 65008, and 65580-65589.8</u> prohibit discrimination in programs funded by the State and in any land use decisions. 65580-65589.8 was recently changed for the provision of special needs housing through:
 - Housing for persons with disabilities (SB 520);
 - Housing for homeless persons, including emergency shelters, transitional housing, and supportive housing (SB 2);

- Housing for extremely low-income households, including single-room occupancy units (AB 2634); and
- Housing for persons with developmental disabilities (SB 812).

FAIR HOUSING ASSESSMENT

A. Fair Housing Enforcement and Outreach Capacity

The first topic of the AFH is an assessment of the jurisdiction's fair housing enforcement and outreach capacity. Pursuant to the California Fair Employment and Housing Act [Government Code Section 12921 (a)], the opportunity to seek, obtain, and hold housing cannot be determined by an individual's "race, color, religion, sex, gender, gender identity, gender expression, sexual orientation, marital status, national origin, ancestry, familial status, source of income, disability, veteran or military status, genetic information, or any other basis prohibited by Section 51 of the Civil Code."

Fair Housing Legal Cases and Inquiries

California fair housing law extends beyond the protections in the Federal FHA. In addition to the Federal FHA protected classes—race, color, ancestry/national origin, religion, disability, sex, and familial status— California law offers protections for age, sexual orientation, gender identity or expression, genetic information, marital status, military or veteran status, and source of income (including federal housing assistance vouchers).

The California Department of Fair Employment in Housing (DFEH) was established in 1980 and is now the largest civil rights agency in the United States. According to their website, the DFEH's mission is, "to protect the people of California from unlawful discrimination in employment, housing and public accommodations (businesses) and from hate violence and human trafficking in accordance with the Fair Employment and Housing Act (FEHA), Unruh Civil Rights Act, Disabled Persons Act, and Ralph Civil Rights Act".

DFEH receives, evaluates, and investigates fair housing complaints. DFEH plays a particularly significant role in investigating fair housing complaints against protected classes that are not included in federal legislation and therefore not investigated by HUD. DFEH's website provides detailed instructions for filing a complaint, the complaint process, appealing a decision, and other frequently asked questions. Fair housing complaints can also be submitted to HUD for investigation.

This section discusses fair housing legal cases and inquiries, fair housing protections and enforcement, and outreach capacity.

Outreach and Capacity

The website for the City of Del Rey Oaks does not provide information about local fair housing resources, entities, or assistance. The website links to the Code of Ordinances, hosted by Municode. Links to the HACM, 2-1-1 Monterey County, HCD, and local non-profit organizations would benefit City residents and improve the effectiveness of the City's website. The website should also more transparently describe what steps residents should take if they feel they have faced discrimination and are seeking information about filing complaints by providing links to fair housing resources.

Regional and Local Patterns and Trends

Regional and local patterns and trends are identified through data on public housing buildings and Housing Choice Vouchers in the City, as well as interviews with regional stakeholders whose service areas include the City of Del Rey Oaks. Maps and data tables of public housing buildings and Housing Choice Vouchers in and around the City provide information to identify any areas of concentration of affordable housing in the County.

The HUD Office of Fair Housing and Equal Opportunity (FHEO) records fair housing inquiries and cases for local governments. FHEO inquiries are not official discrimination cases but can be used to identify possible discrimination concerns. The Federal bases for alleged discriminator acts are race, color, national origin, religion, sex, disability, familial status and retaliation for filing a fair housing complaint. A single case may have multiple bases. As seen in **Table A1**, Del Rey Oaks received 0.62 FHEO inquiries per 1,000 people in the area from 2013-2022.

| Table A1 FHEO Inquiries for City of Del Rey Oaks (HUD, 2013 - 2022) | | | |
|--|----------------|--|--|
| Inquiry Type | # of Inquiries | | |
| Total Inquiries | 1 | | |
| No Basis Given | 1 | | |
| Sex Basis | 0 | | |
| Retaliation Basis | 0 | | |
| Religion Basis | 0 | | |
| Race Basis | 0 | | |
| National Origin Basis | 0 | | |
| Color Basis | 0 | | |
| Disability Basis | 0 | | |
| Familial Status Basis | 0 | | |
| Population (ACS, 2021) | 1,616 | | |
| Per 1,000 people quotient | 1.62 | | |
| Number of Inquiries per 1,000 people | 0.62 | | |
| Source: HCD AFFH 2.0 Data Viewer, May 2023 | | | |

| Table A2 Monterey County FHEO Discrimination Cases 2006-2020 | | | |
|---|-------|---------|--|
| Basis | Cases | Percent | |
| Race | 15 | 9.9% | |
| Disability | 74 | 48.7% | |
| Familial Status | 30 | 19.7% | |
| Sex | 23 | 15.1% | |
| Religion | 6 | 4.0% | |
| Retaliation | 16 | 10.5% | |
| Total | 152 | 100% | |
| Source: HCD AFFH 2.0 Data Viewer and HUD, 2020. | | | |

Jurisdictions adjacent to Del Rey Oaks, including Seaside and Monterey, had similar proportions of FHEO inquiries. **Table A2** shows fair housing cases filed by FHEO from 2006 to 2020 in the county of Monterey. Among the cases countywide, most were related to disabilities (74 instances), familial/marital status (30 instances), and sex (23 instances).

The Housing Authority County of Monterey (HACM) provides rental assistance, develops, and manages affordable housing throughout Monterey County. The Housing Choice Voucher Program (HCV), formerly known as "Section 8", provides assistance for very low-income households (single or family), the elderly, and the disabled to afford decent, safe, and sanitary housing in the private market. The Housing Choice Voucher is a rent subsidy program that helps lower income (up to 50 percent of area median income, or AMI) families and seniors pay rents in private units. Voucher recipients pay a minimum of 30 percent of their income toward their contract rent, and the local housing authority pays the difference through federal funds up to the payment standard (fair market rent) established by the HACM. The HACM administers the Housing Choice Voucher program on behalf of jurisdictions within Monterey County. The demographics of HACM Waiting Lists are presented below in **Table A3**. According to the 2019 AI Report, as of 2017, 3,077 households in Monterey County were receiving Housing Choice Vouchers (HCV). The racial/ethnic composition of the voucher recipients indicated: 25.8 percent White; 6.7 percent Black; 2.8 percent Asian; and 64.1 percent Hispanic.¹ In the fiscal year beginning July 2022, HACM has an allocation of 4,771 HCVs.²

| Table A3 Demographics of HACM Waiting Lists (2015) | | | | |
|---|-------|-------|--|--|
| Housing Choice Vouchers Pu | | | | |
| Number of Families on Waiting List | 1,459 | 6,521 | | |
| Extremely Low Income (0-30% AMI) ¹ | 70% | 80% | | |
| Very Low Income (31-50% AMI) | 27% | 18% | | |
| Low Income (51-80% AMI) | 6% | 3% | | |
| Families with Children | 82% | 76% | | |
| Elderly Families | 6% | 7% | | |
| Families with Disabilities | 9% | 14% | | |
| Race: | | | | |
| White | 82% | 77% | | |
| Black | 13% | 8% | | |
| Asian | 2% | 2% | | |
| American Indian/Native Hawaiian | 3% | 13% | | |
| Unknown/Multiple | 1% | 13% | | |
| Ethnicity: | | | | |
| Hispanic | 69% | 74% | | |
| Non-Hispanic | 31% | 24% | | |
| Notes: | | • | | |

1. Housing Authority income categories are named differently than the CDBH program.

2. The HACM completed conversion of all public housing units into project-based rental assistance program. Due to lag time in transition the data from public housing, no new data is available at this time.

Source: Housing Authority County of Monterey, Five-Year and Annual Plan, 2015.

In addition to the Housing Choice Voucher program, HACM owns and manages over 1,000 units of affordable rental housing throughout the County. Most of these units were originally developed as public housing units. However, beginning in 2015, HACM initiated the process of converting the public housing developments into project-based rental assistance units. That conversion process has been completed. As of July 2015, 1,459 households were on the Housing Choice Voucher waiting list and 6,521 households were on the Public Housing waiting list.

¹ Monterey County Analysis of Impediments to Fair Housing Choice, 2019.

² HACM, 2022. PHA Annual Plan FY July 2022.

Project Based Vouchers (PBV) are a component of HACM's Housing Choice Voucher Program. Under the project-based program, the Housing Authority enters into an assistance contract with the landlord for specified units and for a specified term. The allocation of HACM Project-Based Vouchers is presented below in **Table A4**. The Housing Authority refers families from the waiting list to the project landlord to fill vacancies. The HACM continues to expand its use of Project-Based Vouchers in supporting the development and expansion of affordable housing throughout Monterey County. The agency continues to work in partnership with housing developers by providing project-based vouchers. The following projects have completed their requirements or have entered a Housing Assistance Payment (HAP) contract with the agency or are pending PBV requirements: Villa Del Monte, Catalyst A-E and Casanova Plaza Apartments, East Garrison Apartments and Nuevo Amanecer, Salinas Homekey, Greenfield Commons I, Greenfield Commons II, Lightfighter Village and Magnolia Place Senior Apartments.

| Table A4 Project Based Voucher Allocation | | | | |
|--|------------|------------|---------------|--|
| Agency/Property | # of Units | Location | Status | |
| Salinas Homekey | 85 | Salinas | Pending | |
| Greenfield Commons I | 27 | Greenfield | Pending | |
| Greenfield Commons II | 27 | Greenfield | Pending | |
| VTC-Lightfighter Village | 17 | Marina | Pending | |
| Magnolia Place Senior Apartments | 32 | Greenfield | Executed AHAP | |
| East Garrison Apartments | 15 | Marina | Executed AHAP | |
| Nuevo Amanecer | 15 | Pajaro | Pending HAP | |
| Catalyst A-E | 5 | Salinas | Executed HAP | |
| Villa del Monte Apartments | 39 | Seaside | Executed HAP | |
| Casanova Plaza Apartments | 17 | Monterey | HAP | |
| Note: AHAP: Agreement to Housing Assistance Payment (Contract) HAP: Housing Agreement Payment (Contract) | · | · | | |

The agency continues to actively promote project-based partnerships with community housing developers to promote affordable housing. Vouchers have been made available to new housing developments to increase the supply of affordable housing and to expand housing opportunities to individuals and families in Monterey County.

There are no public housing buildings in Del Rey Oaks or the nearby area. The closest public housing buildings are located approximately 55 miles away in the city of Santa Clara.

Additionally, HACM has provided Fair Housing Goals as part of its Public Housing Agency (PHA) strategies and actions to achieve fair housing goals.³

- Ensuring Fair Housing for all Americans
 - HACM has established and ensured equal opportunity in housing for all Americans as a strategic goal. To implement this goal, HACM continues to affirmatively market its housing programs to make them accessible to families with special needs or disabilities. HACM remains strongly committed to meeting reasonable accommodation or modification requests that support and promote affordable housing opportunities to disabled families or individuals.

³ HACM, 2022. PHA Annual Plan FY July 2022.

- Furthering Fair Housing Opportunities
 - HACM works with the entitlement jurisdictions to integrate outreach and fair housing training opportunities into existing plans which are developed by each jurisdiction. HACM provides landlord workshops and participates in community forums and events to market the HCV Program and to expand further fair housing opportunities for families.
- Improving Equitable Housing Opportunities for Participants
 - Housing Program Specialists work with families to promote portability and relocation to neighborhoods of opportunity. During briefings, applicants are informed of available units and their location, emphasizing communities that are underutilized. The Housing Program Specialists describe fair housing and discrimination laws and provide information regarding the process of filing complaints. The briefing sessions also contain information regarding areas of the community that have concentrations of minorities, poverty, and crime. This information is given to the voucher holders to allow them to make housing choices that can provide greater social amenities and greater educational and economic opportunities for their families.
- Ensuring Access to Safe and Sanitary Affordable Housing
 - HACM's Annual and long-range goals will result in greater housing choices for families by allowing families to acquire housing that is of adequate size by reducing overcrowded conditions. All potential rental units must meet Housing Quality Standards and are inspected prior to move-in and are subject to annual inspections to assure these standards are maintained. Participants are assisted in securing housing that meets the needs of their families and are assisted in leasing negotiations with landlords. These factors promote fair housing choices by eliminating blighted properties from federal housing subsidies and improves the wellbeing of the community and its members overall.
- Furthering Opportunities for Participants in Higher Opportunity Areas
 - The HACM conducts analysis of local fair market conditions in its jurisdiction to help eliminate barriers for applicants of the HCV Program. With approval of the success rate payment standard amounts at the 50th percentile, the HACM is able to increase the number of voucher holders who become participants. Additionally, it affords participants opportunities to secure housing in higher opportunity neighborhoods and areas.

Local Trend

There is no additional discrimination complaint or case data available for the City of Del Rey Oaks.

As stated by HACM, there was one renter receiving HCVs in the City in 2023.⁴

According to the HCD AFFH Data Viewer, there has been 0.62 inquiries per 1,000 people in Del Rey Oaks since 2013. The FHEO received a total of one inquiry from Del Rey Oaks residents between January 2013 and December 2022. No specific basis of discrimination was given.

⁴ HACM email correspondence, April 19, 2023.

<u>Conclusions and Summary of Issues for Fair Housing Enforcement and Outreach</u> <u>Capacity</u>

In conclusion, there are no public housing buildings in Del Rey Oaks and one renter who currently utilizes an HCV. Those using HCVs and PBVs in Monterey County appear to be spread throughout the surrounding areas, despite some clustering in areas where multi-family units are more prevalent. Complaints about housing discrimination in Del Rey Oaks have not been an issue, but the City can be more proactive about adding fair housing programming and resources to its website and working with local organizations who provide these services.

B. SEGREGATION AND INTEGRATION

The second topic of the AFH is an assessment of segregation and integration in the jurisdiction. According to HCD's Affirmatively Furthering Fair Housing Guidance Memo, segregation generally means a condition in which there is a high concentration of people of a particular race, color, religion, sex, familial status, national origin, or disability in a particular geographic area when compared to a broader geographic area.⁵

Integration generally means a condition in which there is not a high concentration of persons of a particular race, color, religion, sex, familial status, national origin, or having a disability or a particular type of disability when compared to a broader geographic area.

This section discusses levels of segregation and integration for race and ethnicity, language, familial status, persons with disabilities, and income, and identifies the groups that experience the highest levels of segregation.

Data tables, narrative, local knowledge, and maps are used to illustrate local and regional patterns and trends regarding segregation and integration for race and ethnicity, language, familial status, persons with disabilities, and income.

Regional and Local Patterns and Trends

Race and Ethnicity

Del Rey Oaks was incorporated on September 3, 1953 and currently has over 1,700 residents in a total area of 0.5 square miles. As Post-War development grew in the region, the "Del Rey" community underwent multiple petitions for annexation between the City of Monterey, the future City of Seaside, or for incorporation. Del Rey Oaks became the ninth incorporated city in the county.

The history of nearby Fort Ord and the development of Seaside also played a role in the creation of Del Rey Oaks. According to Carol Lynn McKibben, "...white homeowners in the Del Rey Oaks and Ord Terrace area disputed [Seaside] city boundaries, delaying the vote for [Seaside incorporation] another year. The boundaries were redrawn to exclude Del Rey Oaks, which itself incorporated as a separate city in April 1954. The predominantly white residents of Ord Terrace attempted a counterpetition to create their own city, no doubt realizing that the racially segregated zone they created in the 1940s would not be sustained in an incorporated, multiracial Seaside. They failed, but only because of filing irregularities...Their efforts conformed to white responses throughout California during the postwar period when the influx of people of color, especially African Americans, threatened white hegemony."⁶

⁵ California Department of Housing and Community Development Guidance, 2021

⁶ McKibben, 2011. Racial Beachhead: Diversity and Democracy in a Military Town.

Table A5 depicts race and ethnicity composition for Del Rey Oaks in 2020 using data from 2020 U.S. Census Bureau. The ethnic mix of Del Rey Oaks is significantly different from that of Monterey County as a whole. Countywide, the Hispanic population was approximately 59 percent in 2020, and in Del Rey Oaks approximately 10 percent. The ethnic mix of Del Rey Oaks has changed since the previous Housing Element Update. City residents that reported themselves as White declined from 85.3 percent in 2018 to 76.1 in 2020, a 9.2 percent decrease. Del Rey Oaks residents that reported themselves as Asian increased by 1.2 percent, from 5 percent of the Del Rey Oaks population in 2018 to 6.2 percent in 2022. However, percentages of non-Hispanic ethnicities in Del Rey Oaks are similar to Monterey County.

| Table A5 Del Rey Oaks Ethnicity and Racial Composition, 2020 | | | | | |
|---|--|--|--|--|--|
| Ethnicity/Race Number Percent (%) | | | | | |
| 1,155 | 76.1% | | | | |
| 30 | 2.0% | | | | |
| - | 0.0% | | | | |
| 94 | 6.2% | | | | |
| 5 | 0.3% | | | | |
| - | 0.0% | | | | |
| 79 | 5.2% | | | | |
| 1,518 | 100% | | | | |
| Hispanic or Latino ² 155 10.2% | | | | | |
| | y and Racial Composition, Number 1,155 30 - 94 5 - 79 1,518 | | | | |

² Mexican, Puerto Rican, Cuban, Other Hispanic or Latino.

According to the 2020 data from the Othering & Belonging Institute (OBI), tracts in Del Rey Oaks are classified as High White Segregation, as shown in **Figure A2**.⁷ High White Segregation is defined as census tracts with a Divergence Index score or value in the top third nationally, are majority white, and have a white Location Quotient above 1.25.⁸ Areas neighboring Del Rey Oaks, including Seaside and parts of Monterey, are classified as Low-Medium Segregation, High POC (Person of Color) Segregation, and Racially Integrated.

⁷ OBI, 2023. <u>https://belonging.berkeley.edu/roots-structural-racism</u>

⁸ OBI, 2023. <u>https://belonging.berkeley.edu/faq-roots-structural-racism</u>

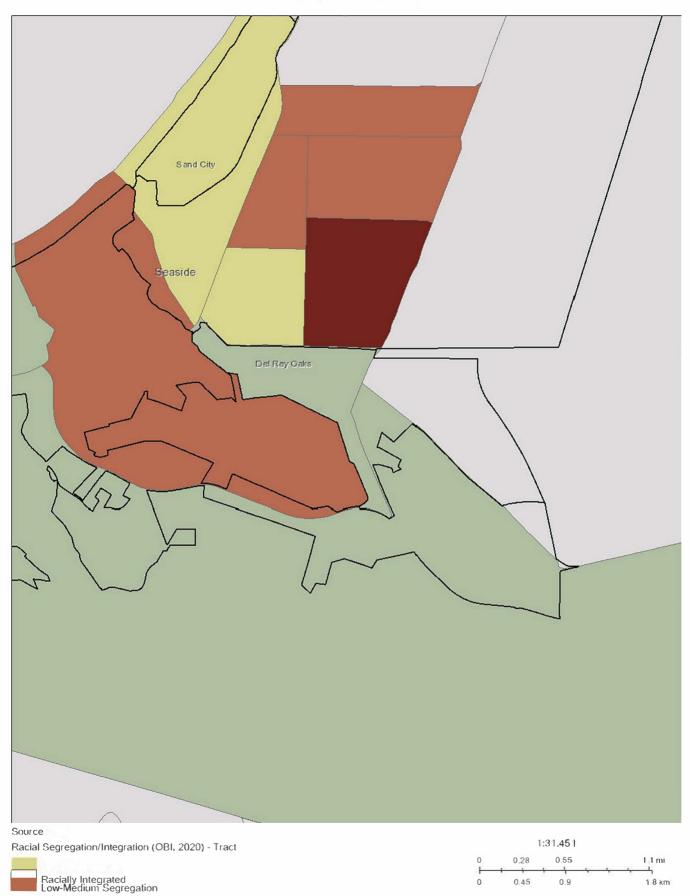
Figure A2-Racial Segregation and Integration

High POC Segregation

High White Segregation

1

Appendix A-AFFH Assessment



Bureau of Land Management, Esri, HERE, Garmin, GeoTechnologies, Inc., USGS, EPA, Esri, HERE

Familial Status

Large families are defined by HCD as families containing five or more persons. Income is a major factor that constrains the ability of families to obtain adequate housing. Larger units are more expensive and most of the units with three or more bedrooms are single-family units instead of multi-family rental units. Because of this, many large families are forced to live in overcrowded homes. Large families are recognized as a group with special needs based on the limited availability of adequately sized affordable housing units.

The City Council of Del Rey Oaks amended the Title 17 Zoning Ordinance to revise the definition Family.⁹ The previous Zoning Ordinance definition was outdated and in need of amendment. Past views of the "traditional" definition of family consisted of a household composed of people related by blood, marriage or adoption. This excludes a number of households such as long-term partners who have been living together for decades but are not legally married, single parents raising a foster child and others, such as individuals with disabilities who share housing so they can have the support they need to live in the community. Family is defined as "an individual or two or more persons who are related by blood or marriage; or otherwise live together in a dwelling unit". Revising the definition of Family can help reduce barriers to affirmatively furthering fair housing through the inclusion of a variety of types of familial and household situations.

According to U.S. Census data, in 2020 there were 633 total households within the City. The average 2020 household size in the City was 2.40 persons per household, an increase from 2.32 in 2010 (see **Table A6**, below). Del Rey Oaks' population is trending towards a younger demographic with larger families. This is important information because a trend towards a younger demographic with larger families means the City should plan for family housing and services such as daycare. Although there is an increase in the average household size, Del Rey Oaks contains an aging population, which is comprised of the post-World War II baby boomer generation. This generation has always had an enormous population compared to other generations, having implications on healthcare and the economy; therefore, the City needs to plan how they should house their senior population. As of now, this age cohort mostly resides in single-family homes, but as they require more assistance as they age, they will need more options for assisted living or universal design to age in their own homes.

| Table A6 Del Rey Oaks Households by Type, 2020 | | | | | | | |
|---|-----------------------------|------|--|--|--|--|--|
| Household Type Number of Households Percent of Total Households | | | | | | | |
| Married Couple Households | 301 | 47.6 | | | | | |
| Female-Headed Households | 42 | 6.7 | | | | | |
| Non-Family Households* | 249 | 39.3 | | | | | |
| Total Households | 633 | 100 | | | | | |
| Average Household Size | Average Household Size 2.40 | | | | | | |

Source: U.S. Census Bureau, 2020

Note: The U.S. Census Bureau defines a Non-Family Household as a household consisting of a householder living alone (a one-person household) or where the householder shares the home exclusively with people to whom they are not related.

Married couple households make up the majority of Del Rey Oaks households (47.6 percent). **Figure A3** shows the percentage of children living in married couple households and can be used as an indicator of families in Del Rey Oaks.

⁹ City of Del Rey Oaks Resolution 2022-02, December 2022.

Countywide, data from the 2016-2020 ACS (U.S. Census Bureau, 2020) indicates that large households represented about 6.6 percent of the households, a slight decrease from 8.9 percent from the 2010 U.S. Census. **Table A7** below identifies large households by tenure for Del Rey Oaks for the year 2020. In 2020, 5.4 percent of owner-occupied households in Del Rey Oaks had five persons or more compared to 10.1 percent of renter-occupied households with five persons or more. Overall, 6.6 percent of households have five or more persons. Similar to overcrowding, this issue is not major at the moment, but if no housing is developed in the next 10 years, then large families will have to deal with overcrowding due to the lack of large family affordable housing. An important indicator of housing availability and affordability is based on how many renter-occupied households are overcrowded, compared to owner-occupied households. Households in Del Rey Oaks are mostly made up of 2-4 person households (58 percent) and 1-person households (35 percent). As seen in **Figure A4**, less than 20 percent of the adult population of Del Rey Oaks lives alone.

| Table A7 Household Size by Tenure Del Rey Oaks, 2020 | | | | | | | | |
|--|---------------------------------------|---------|--------|------|--------|------|--------|-----|
| | 1 Person 2–4 Persons 5+ Persons Total | | | | | | | |
| | Number | % | Number | % | Number | % | Number | % |
| Owner | 168 | 36.1 | 272 | 58.5 | 25 | 5.4 | 465 | 100 |
| Renter | 56 | 33.3 | 95 | 56.6 | 17 | 10.1 | 168 | 100 |
| Total | 224 | 35.4 | 367 | 58.0 | 42 | 6.6 | 633 | 100 |
| Source: U.S. | Census Bureau | ı, 2020 | | | | | | |

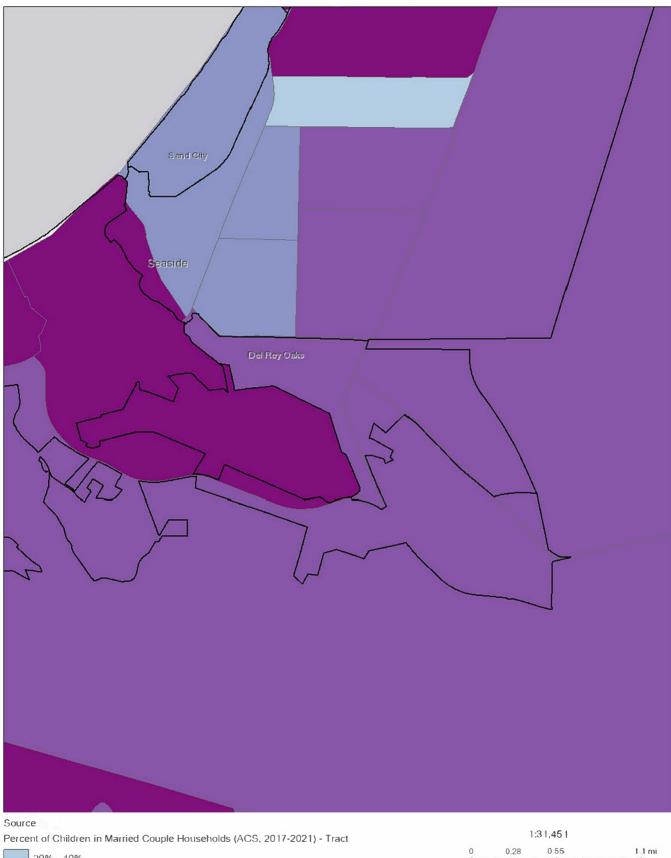
Single parents often require special consideration or assistance as a result of their lower income, the high cost of childcare, the need for supportive services, and the need for affordable housing. As a result, many single-parent families are faced with limited housing choices. In Del Rey Oaks, there were 30 female-headed family households with children under 18 years of age (4.3 percent of all households) in 2000. In 2020, there were 42 female-headed family households and seventeen (17) of these with children under 18 years of age (2.69 percent of all households). Because of the increased financial and emotional burden that female-headed households carry, they often have difficulty finding adequate and affordable housing for themselves and their children.

The housing needs of a single-parent-headed household range from affordability of a home to availability of nearby services, such as licensed day care to support individual parents who work. Female-headed households with children may face particular housing challenges, with pervasive gender inequality resulting in lower wages for women.

 Table A8 shows the comparison between female-headed households in Del Rey Oaks and Monterey

 County.

Figure A3-Percentage of Children in Married Couple Households





T. 4 0 0.45 0.9 1.8 km Bureau of Land Management, Esri, HERE, Garmin, GeoTechnologies, Inc., USGS, EPA, Esri, HERE

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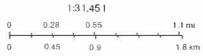
Figure A4-Percentage of Population Living Alone



Percent of Population Living Alone (ACS, 2017-2021) - Tract

| 0% - 20% |
|--------------|
| 20% - 40% |

20% - 40%



Bureau of Land Management, Esri, HERE, Garmin, GeoTechnologies, Inc., USGS, EPA, Esri, HERE

| Table A8 Female Headed Households, 2020 | | | | | | |
|---|--------|---------|--------|---------|--|--|
| Monterey County Del Rey Oaks C | | | | | | |
| Householder Type | Number | Percent | Number | Percent | | |
| Female Headed Householders | 15,986 | 17.20% | 42 | 10.94% | | |
| Female Heads with Own Children | 9,914 | 10.67% | 17 | 4.43% | | |
| Female Heads without Children | 6,072 | 6.53% | 25 | 6.51% | | |
| Total Householders | 92,948 | 100.00% | 384 | 100.00% | | |
| Female Headed Householders Under the Poverty Level | 3,756 | 4.04% | 0 | 0.0% | | |
| Total families Under the Poverty Level | 8,196 | 8.82% | 7 | 1.82% | | |
| Source: U.S. Census Bureau, 2020 | • | • | • | | | |

As seen in **Figure A5**, the percentage of children that live in female-headed households in Del Rey Oaks census tracts is similar to the percentages of children in female-headed households in neighboring areas.

Persons with Disabilities

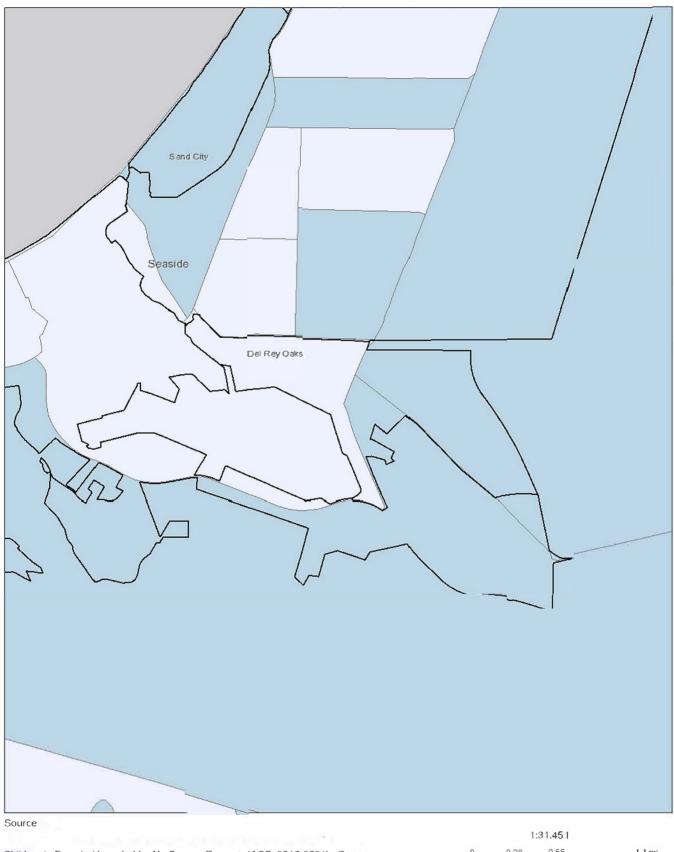
The Americans with Disabilities Act (ADA) defines a disability as a "physical or mental impairment that substantially limits one or more major life activities." People with disabilities have special needs, meaning that many earn very low incomes, have higher health care costs, and are often dependent on supportive services. To maintain independent living, disabled persons may also need housing assistance. Special housing needs for persons with disabilities fall into two general categories: 1) physical design to address mobility impairments and in-home social, educational, and 2) medical support to address developmental and mental impairments.

As shown in **Table A9**, 19.41 percent of Del Rey Oak's population had one or more disabilities compared to 8.5 percent of the Monterey County population, and similar proportions in Salinas (7.5 percent), Seaside (11.3 percent), and Monterey (7.7 percent).

| | Table A9 Persons with Disabilities Profile for Area Cities (2016-2020) | | | | | | | | |
|--------------------|---|----------------------|----------|--------------------------|-------------------------|-------------------------------------|-----------------------|--|--|
| | Hearing Disability | Vision Disability | . | Ambulatory Disability | Self-Care Disability | Independent Living Disability | Total Disabilities | Disabilities to Total Population | |
| Monterey | 984 | 336 | 630 | 1,156 | 558 | 878 | 2,315 | 7.66% | |
| Salinas | 2,727 | 2,676 | 3,689 | 5,416 | 2,851 | 4,056 | 12,315 | 7.53% | |
| Seaside | 1,106 | 623 | 1,410 | 1,934 | 866 | 1,291 | 3,646 | 11.26% | |
| Del Rey Oaks | 76 | 22 | 88 | 66 | 15 | 42 | 309 | 19.41% | |
| Sand City | 11 | 3 | 11 | 15 | 0 | 4 | 37 | 11.38% | |
| Monterey County | 10,654 | 6,591 | 11,196 | 17,616 | 7,810 | 13,188 | 37,082 | 8.45 | |
| Source: U.S. (| purce: U.S. Census Bureau, 2020 | | | | | | | | |

The City had an estimated 309 persons living with a range of disabilities. **Table A10** identifies age of population by disability type within the City. For people with disabilities, specialized needs include certain social services, disabled access throughout the city, and housing units with handicapped access and other modifications. Residents may have more than one type of disability.

Figure A5-Children in Female Householder No Spouse Present



Children in Female Householder No Spouse Present (ACS, 2017-2021) - Tract

20% - 40%

| | 1 | :31,451 | | | | |
|---|----------------|---------|---|---|-----|--------|
| 0 | 0.28 | 0.55 | | | | 1.1 mi |
| - | () | 1 1 | 4 | • | - 4 | |
| 0 | 0.45 | 0.9 | | | | 1.8 km |

Bureau of Land Management, Esri, HERE, Garmin, GeoTechnologies, Inc., USGS, EPA, Esri, HERE

| Table A10 Persons with Disabilities in Del Rey Oaks by Age and Type, 2020 | | | | | | |
|--|----------------|------------------|---------------------|-------|--|--|
| Disability Type | Under 18 Years | Ages 18 to 64 | Ages 65 and Over | Total | | |
| With a Hearing Difficulty | 22 | 17 | 37 | 76 | | |
| With a Vision Difficulty | 0 | 17 | 5 | 22 | | |
| With a Cognitive Difficulty | 3 | 59 | 26 | 88 | | |
| With an Ambulatory Difficulty | 0 | 36 | 30 | 66 | | |
| With a Self-Care Difficulty | 0 | 4 | 11 | 15 | | |
| With an Independent Living | | 25 | 17 | 42 | | |
| Total | 25 | 158 | 126 | 309 | | |
| Source: U.S. Census Bureau, 2020 | | | | | | |

The most common disabilities in Del Rey Oaks are cognitive difficulties (28.5 percent), hearing difficulties (24.6 percent), and ambulatory difficulties (21.4 percent). As shown in **Figure A6**, there are no tracts in Del Rey Oaks with an adult population with a disability above 13 percent.

There are no concentrations of persons with disabilities in Del Rey Oaks.

Income

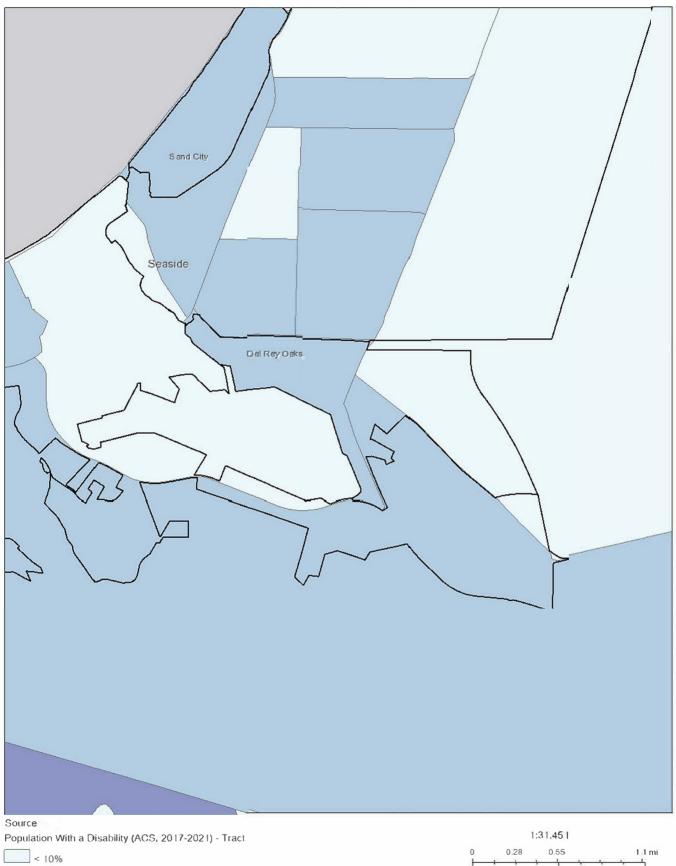
Household income is the principal factor in determining a household's ability to balance housing costs with other basic life necessities. Households with lower incomes face additional barriers when seeking adequate housing. While economic factors that affect a household's housing choice are not a fair housing issue per se, the relationships among household income, household type, race/ethnicity, and other factors often create misconceptions and biases that raise fair housing concerns.

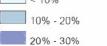
Identifying geographies and individuals with a low- to moderate- income (LMI) is important to overcome patterns of segregation. HUD defines LMI areas as a Census tract or block group where over 51 percent of the population is LMI (based on HUD income definition of up to 80 percent of the area median income.)

| Table A11 Households by Income, 2020 | | | | | |
|---|-------------------------|----------------------------|--|--|--|
| Household Income | Del Rey Oaks Households | Monterey County Households | | | |
| Less than \$10,000 | 16 | 4,157 | | | |
| \$10,000 to \$14,999 | 9 | 3,110 | | | |
| \$15,000 to \$24,999 | 48 | 8,795 | | | |
| \$25,000 to \$34,999 | 7 | 9,757 | | | |
| \$35,000 to \$49,999 | 70 | 14,189 | | | |
| \$50,000 to \$74,999 | 80 | 22,415 | | | |
| \$75,000 to \$99,999 | 83 | 18,828 | | | |
| \$100,000 to \$149,999 | 136 | 21,908 | | | |
| \$150,000 to \$199,999 | 68 | 10,688 | | | |
| \$200,000 or more | 116 | 14,156 | | | |
| Total Households | 633 | 128,003 | | | |
| Median Household Income | \$ 101,458 | \$ 76,943 | | | |
| Source: U.S. Census Bureau, 2020 | • | · | | | |

Figure A6-Percentage of Population With a Disability

Appendix A-AFFH Assessment





0.45 0.9 1.8 km Bureau of Land Management, Esri, HERE, Garmin, GeoTechnologies, Inc., USGS, EPA, Esri, HERE

0

Median household income in Del Rey Oaks is higher than the surrounding area, as shown in **Figure A7.** In addition, the median household income is higher than in Monterey County overall, as shown in **Table A11.** Although median income in Del Rey Oaks census tracts is higher than the neighboring areas of Seaside and Monterey, there is no concentration of income types within Del Rey Oaks. **Figure A8** shows the percent of population whose income in the past 12 months is below the poverty level. Less than 10 percent of the population of Del Rey Oaks is below the poverty level.

Conclusions and Summary of Issues for Segregation and Integration

As discussed previously, White residents represent a large majority of the population in Del Rey Oaks and the City is classified as an area of High White Segregation. Del Rey Oaks differs from the county overall for its relatively high proportion of residents identifying as Non-Hispanic White (76 percent in Del Rey Oaks compared to 29 percent in Monterey County) and small Hispanic population (10 percent in Del Rey Oaks compared to 59 percent in the county).

The majority of households in Del Rey Oaks are Married Couple Households. Families with children are an increasing population group within the city. Large households are not a major issue at this time; however, it is important to prepare for a rising population. There are few single-parent households with children in Del Rey Oaks compared to the overall population of the City. There are no concentrations of familial types within Del Rey Oaks.

The population of Del Rey Oaks with a disability is 12.7 percent, similar or slightly higher than neighboring communities. As the population ages, the City may need to consider future care and services for people with disabilities. People with disabilities in Del Rey Oaks are distributed citywide, and there are no areas in the City with a disproportionate population of people with disabilities.

The median household income in Del Rey Oaks is higher than the county as a whole, and there is a low percentage of the population below the poverty level. There are no concentrations of wealth or poverty within Del Rey Oaks.

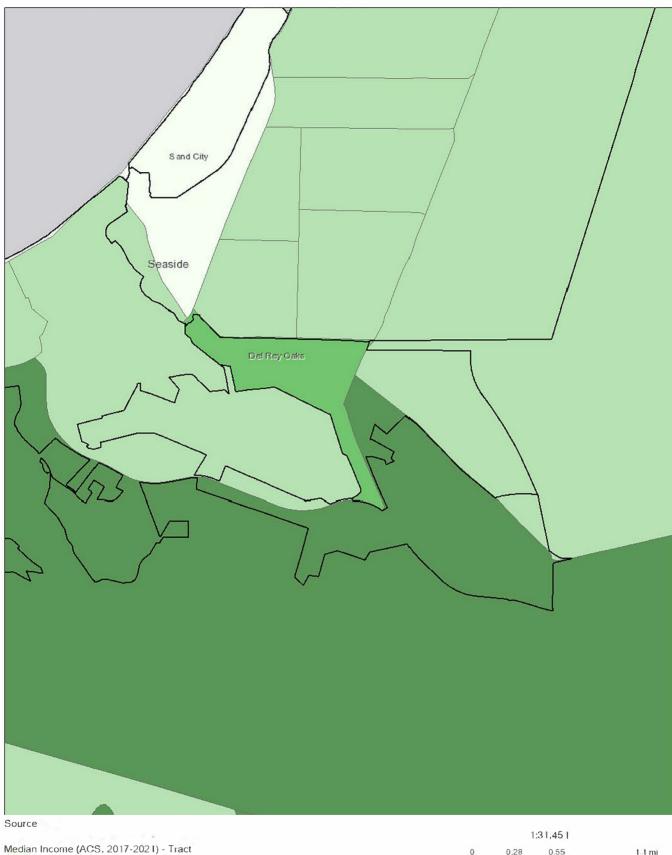
Population and household growth, combined with moderately rising incomes, in the 2- and 3-mile radius of Del Rey Oaks point to continued growth in demand for new housing, while a growing cohort of seniors in the City points to a potential need for specialized housing types and health and social services to support this population.

C. RACIALLY AND ETHNICALLY CONCENTRATED AREAS OF POVERTY AND AFFLUENCE

Racially Concentrated Area of Poverty or an Ethnically Concentrated Area of Poverty (R/ECAPs) are defined as racially or ethnically segregated areas with high poverty rates, and Racially Concentrated Areas of Affluence (RCAAs) are typically affluent predominantly White neighborhoods. R/ECAPs and RCAAs represent opposing ends of the segregation spectrum. Historically, HUD has paid particular attention to R/ECAPs as a focus of policy and obligations to AFFH. HCD and HUD's definition of an R/ECAP is: A census tract that has a non-White population of 50 percent or more (majority-minority) or, for non-urban areas, 20 percent, AND a poverty rate of 40 percent or more; OR A census tract that has a non-white population of 50 percent or more; Tract that has a non-white population of 50 percent or more; Tract that has a non-white population of 50 percent or more; Tract that has a non-white population of 50 percent or more; Tract that has a non-white population of 50 percent or more; Tract that has a non-white population of 50 percent or more; OR A census tract that has a non-white population of 50 percent or more; Tract that has a non-white population of 50 percent or more (majority-minority) AND the poverty rate is three times the average tract poverty rate for the County, whichever is lower.¹⁰

¹⁰ California Department of Housing and Community Development Guidance, 2021.







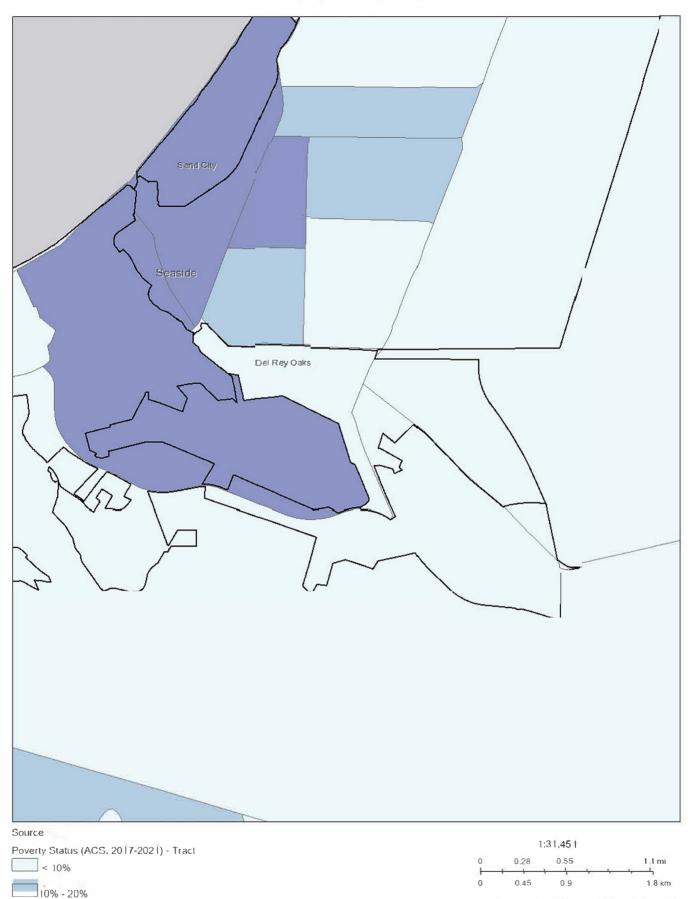
| | | | 1:3 | 1,451 | | | | |
|---|-----|----------|-----|-------|----|--------------|------|--------|
| 0 | | 0.28 | | 0.55 | | | | 1.1 mi |
| 1 | - 6 | <u>x</u> | + | -1- | 10 | - 1 0 | - 1, | |
| 0 | | 0.45 | | 0.9 | | | | 1.8 km |

Bureau of Land Management, Esri, HERE, Garmin, GeoTechnologies, Inc., USGS, EPA, Esri, HERE

Figure A8-Poverty Status

20% - 30%

Appendix A-AFFH Assessment



Bureau of Land Management, Esri, HERE, Garmin, GeoTechnologies, Inc., USGS, EPA, Esri, HERE

While R/ECAPs have long been the focus of fair housing policies, RCAAs must also be analyzed to ensure housing is integrated, a key to fair housing choice. Recent research out of the University of Minnesota Humphrey School of Public Affairs argues for the inclusion of RCAAs to acknowledge current and past policies that created and perpetuate these areas of high opportunity and exclusion.¹¹ HCD defines an RCAA as a census tract 1) with a percentage of its total White population that is 1.25 times higher than the average percentage of the Council of Governments (COG) region's White population; and 2) has a median income that is 2 times higher than the COG Area Median Income (AMI).

It is important to note that R/ECAPs and RCAAs are not areas of focus because of racial and ethnic concentrations alone. This assessment recognizes that racial and ethnic clusters can be a part of fair housing choice if they occur in a non-discriminatory market. Rather, R/ECAPs are meant to identify areas where residents may have historically faced discrimination and continue to be challenged by limited economic opportunity, and conversely, RCAAs are meant to identify areas of particular advantage and exclusion.

The High Segregation & Poverty category in the TCAC/HCD Opportunity Area Map may also be used in identifying R/ECAPS. Much like the R/ECAP, the High Segregation and Poverty category uses an absolute threshold for poverty. However, instead of a threshold for race, the TCAC/HCD approach uses a location quotient for racial segregation. The poverty threshold is 30 percent of the population living below the poverty line and the location quotient is essentially a measure of the concentration of race in a small area compared to a county level.

Regional and Local

According to HCD, there were five census tracts in the county that qualify as R/ECAPs. All qualifying tracts are located in Salinas. There are no R/ECAPs in Del Rey Oaks. RCAAs in the Monterey Peninsula area include Pebble Beach, areas of Monterey, and unincorporated County land near Carmel and the State Route 68 corridor.

As seen in **Figure A9**, the undeveloped and unpopulated area on the southeast portion of Del Rey Oaks is within a larger tract that qualifies as an RCAA. This larger census tract (132) includes portions of the City of Monterey and unincorporated Monterey County. **Figure A10** shows Del Rey Oaks categorized using a composite index score related to economic, educational, and environmental factors which can be used to designate areas of high segregation and poverty according to the TCAC/HCD Opportunity Map. The Del Rey Oaks Opportunity Category is classified as Moderate Resource and High Resource.

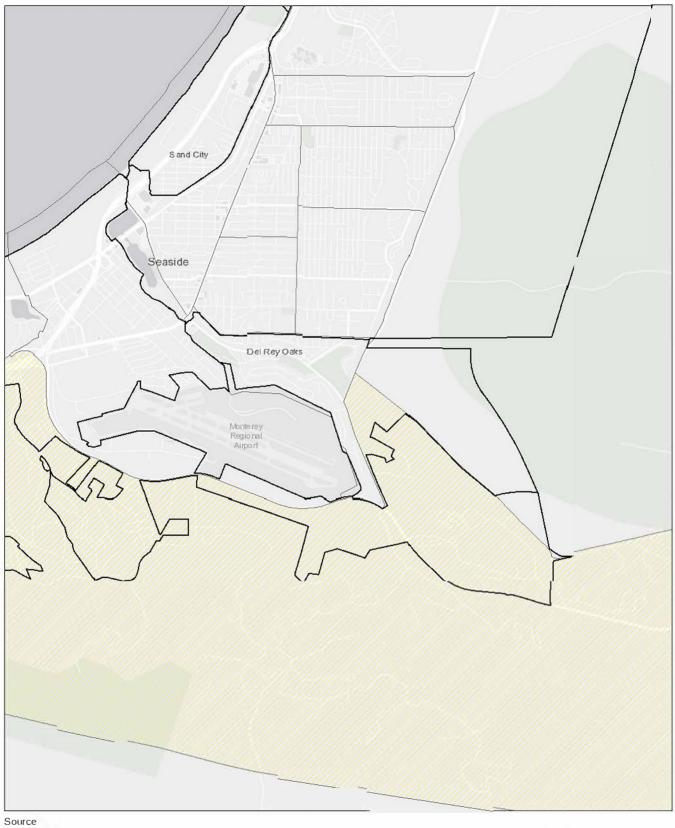
<u>Conclusions and Summary of Issues for Racially and Ethnically Concentrated Areas of</u> <u>Poverty (R/ECAP) and Affluence (RCAA)</u>

While the population of Del Rey Oaks is predominately white and has a higher median income than surrounding areas, the city does not contain any R/ECAPs. An undeveloped and unpopulated area located on the northeast side of the City, which is part of tract 132 that includes portions of the City of Monterey and unincorporated Monterey County qualifies as an RCAA.

¹¹ Goetz, E. G., Damiano, A., & Williams, R. A. (2019). Racially Concentrated Areas of Affluence: A Preliminary Investigation. Cityscape: A Journal of Policy Development and Research, 21(1), 99–124

Figure A9-Racially Concentrated Areas of Affluence

Appendix A-AFFH Assessment



Racially Concentrated Areas of Affluence (HCD, 2019) - Tract

| | Not a RCAA |
|-----|------------|
| 144 | RCAA |

| 1.4 | |
|------|------|
| 1.12 | DOAA |
| 11 | RCAA |

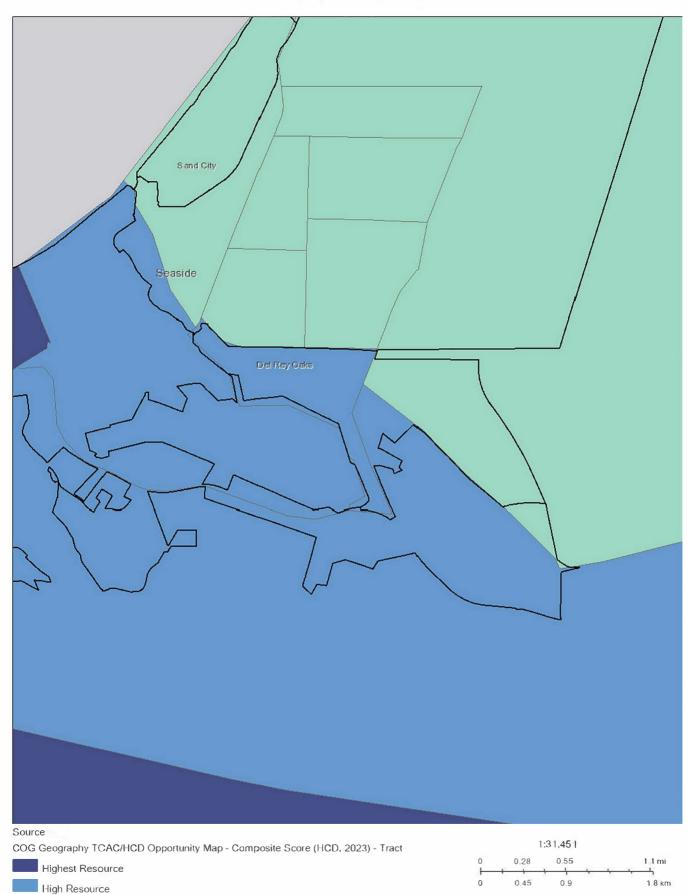
| | | | 1:3 | 1.451 | | | | |
|---|-----|------|-----|-------|------|---|-----|--------|
| 0 | | 0.28 | | 0.55 | | | | 1-1 mi |
| + | - 6 | - X: | + | -1- | - 10 | • | - 1 | |
| 0 | | 0.45 | | 0.9 | | | | 1.8 km |

Bureau of Land Management, Esri, HERE, Garmin, GeoTechnologies, Inc., USGS, EPA, Esri, HERE

Figure A10-COG Geography CTCAC/HCD Opportunity Map - Composite Score

Moderate Resource

Appendix A-AFFH Assessment



Bureau of Land Management, Esri, HERE, Garmin, GeoTechnologies, Inc., USGS, EPA, Esri, HERE

D. DISPARITIES IN ACCESS TO OPPORTUNITY

Maps, data tables, and narratives are used to analyze local and regional patterns and trends regarding access to opportunity. Access to opportunity is a concept to approximate place-based characteristics linked to critical life outcomes. Access to opportunity oftentimes means both improving the quality of life for residents of low-income communities, as well as supporting mobility and access to 'high resource' neighborhoods. Measures such as economic, education, environmental scores, job proximity, commuting, and work status are considered.¹² The California Fair Housing Task Force created an opportunity map to identify regions whose characteristics have been shown by research to support positive economic, educational, and health outcomes for low-income families, particularly long-term outcomes for children. The map provides composite scores for each census tract based on economic scores, education scores, and environmental scores.

This section of the AFH identifies any socioeconomic barriers related to education, environment, employment, and transportation that could negatively impact certain communities in Del Rey Oaks.

HUD developed an index for assessing fair housing by informing communities about disparities in access to opportunity. Index scores are based on the following opportunity indicators (values range from 0 to 100):

- Low Poverty Index: The higher the score, the less exposure to poverty in a neighborhood.
- School Proficiency Index: The higher the score, the higher the school system quality is in a neighborhood.
- *Labor Market Engagement Index:* The higher the score, the higher the labor force participation and human capital in a neighborhood.
- *Transit Trips Index:* The higher the trips transit index, the more likely residents in that neighborhood utilize public transit.
- *Low Transportation Cost Index:* The higher the index, the lower the cost of transportation in that neighborhood.
- *Jobs Proximity Index:* The higher the index value, the better access to employment opportunities for residents in a neighborhood.
- *Environmental Health Index:* The higher the value, the better environmental quality of a neighborhood.

To assist in this analysis, the HCD and the TCAC convened as the California Fair Housing Task Force to "provide research, evidence-based policy recommendations, and other strategic recommendations to HCD and other related state agencies/departments to further the fair housing goals" (as defined by HCD). The task force created opportunity maps to identify resources levels across the state "to accompany new policies aimed at increasing access to high opportunity areas for families with children in housing financed with nine percent Low Income Housing Tax Credits (LIHTCs)". Opportunity maps are made from composite scores of different domains made up of a set of indicators. **Table A12** shows the full list of indicators.

¹² California Department of Housing and Community Development Guidance, 2021

| | Table A12 | | | | | | |
|---|--|--|--|--|--|--|--|
| Domains and List of Indicators for Opportunity Maps | | | | | | | |
| Domain Indicator | | | | | | | |
| Economic | Poverty | | | | | | |
| | Adult Education | | | | | | |
| | Employment | | | | | | |
| | Job proximity | | | | | | |
| | Median home value | | | | | | |
| Environmental | CalEnviroScreen 4.0 indicators | | | | | | |
| Education | Math proficiency | | | | | | |
| | Reading proficiency | | | | | | |
| | High School graduation rates | | | | | | |
| | Student poverty rates | | | | | | |
| Poverty and Racial/Segregation | Poverty: tracts with at least 30% of population under federal | | | | | | |
| | poverty line | | | | | | |
| | Racial Segregation: Tracts with location quotient higher than 1.25 | | | | | | |
| | for Blacks, Hispanics, Asians, or all people of color in comparison to | | | | | | |
| | the County | | | | | | |
| Source: California Fair Housing Task Force | , Methodology for the 2021 TCAC/HCD Opportunity Maps, January 2023. | | | | | | |

The opportunity maps highlight areas of highest resource, high resource, moderate resource, moderate resource (rapidly changing), low resource and high segregation and poverty. As mentioned above, some of the indicators identified by TCAC include high levels of employment and close proximity to jobs, access to effective educational opportunities for both children and adults, low concentration of poverty, and low levels of environmental pollutants, among others. Opportunity scores are presented on a scale from zero to one and the higher the number, the more positive the outcomes.

According to **Figure A10**, the majority of Del Rey Oaks is within a primarily high resource area and only a portion of the City is considered a moderate resource area. High resource areas are areas with high index scores for a variety of educational, environmental, and economic indicators. The moderate resource area of the city is an undeveloped and unpopulated area and is within a larger census tract (141.09) comprising of former Fort Ord lands.

Local Patterns and Trends

Racial and economic segregation can lead to unequal access to opportunities within community such as access to high performing schools, good paying jobs, public transportation, parks and playgrounds, clean air and water, public safety, and other resources. A generational lack of access, particularly for people of color and lower income residents, has often resulted in poor life outcomes including lower educational attainment, higher morbidity rates, and higher mortality rates. Consequently, certain residents in Del Rey Oaks may experience higher incidences of housing cost burden, overcrowding or other housing problems.

According to the 2023 HCD and the TCAC Opportunity Area Map shown in **Figure A10**, a majority of Del Rey Oaks is considered a high resource area. As noted above, the moderate resource portion of Del Rey Oaks located on the northeastern portion of the City is undeveloped, unpopulated, and part of tract 141.09 that includes former Fort Ord.

Employment/Job Access

Future housing needs depend in part on the trajectory of the local workforce. Changes in the types and pay levels of jobs available in Del Rey Oaks and the surrounding region will impact the type and cost of

housing that current and future residents can afford. Employment trends indicate a need for a range of housing types that support Del Rey Oaks residents who are employed in various industries.

AMBAG's 2022 Regional Growth Forecast reported that there were 748 jobs in Del Rey Oaks in 2020. Over the course of the next 25 years AMBAG estimates a 12 percent increase in jobs in Del Rey Oaks. See **Table A13** for a full employment forecast for Del Rey Oaks up to 2040. Because of the increase in available jobs in Del Rey Oaks, there will be an increase in the population leading to a need for more housing. Although Del Rey Oaks is one of the smaller cities in Monterey County, AMBAG is predicting there will be a higher percentage of available jobs in its jurisdiction compared to the rest of the County. While many people in Monterey County live and work in different cities, it is important that Del Rey Oaks or other cities in the County consider the connection between housing and employment within their jurisdictions. This is why AMBAG completed its RHNA, which allocates each City's need for housing of various income levels. Each city in Monterey County must do its fair share to accommodate the anticipated rise in population for the community to develop, while ensuring no groups are left out based on income, age, race, or any protected classes.

| | Table A13 Del Rey Oaks Employment Forecast, 2022 | | | | | | | | | | | |
|--------------------|---|---------|---------|---------|---------|---------|---------|---------|--|--|--|--|
| | Change 2015-2040 | | | | | | | | | | | |
| Jurisdiction | 2015 | 2020 | 2025 | 2030 | 2035 | 2040 | Numeric | Percent | | | | |
| Del Rey Oaks | 705 | 748 | 753 | 774 | 794 | 815 | 129 | 18% | | | | |
| Monterey County | 225,268 | 243,015 | 245,054 | 249,613 | 253,918 | 258,553 | 38,169 | 17% | | | | |
| Source: AMBAG, 202 | 22 | • | • | • | • | | • | | | | | |

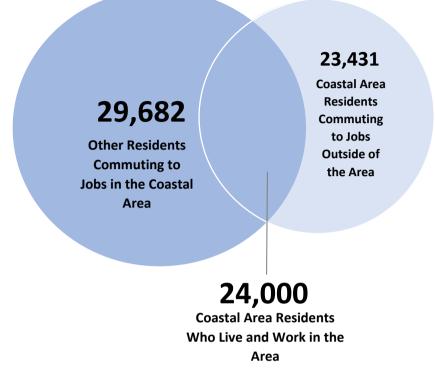
There is no agricultural land use in the general vicinity of the Del Rey Oaks. According to the 2016-2020 ACS 5-year estimates (U.S. Census Bureau, 2020), no one identified themselves as working in the "Agriculture, Forestry, Fishing and Hunting and Mining" industry within the City of Del Rey Oaks. The majority of residents are employed not by agricultural interests, but by arts, entertainment, recreation, accommodation and food services (12 percent); professional, scientific, management, administrative, and waste management services (15 percent), and education, health, and social services (30 percent) industries. Salinas and other valley communities in Monterey County are occupied by the majority of farm workers.

In other Monterey Bay cities, accommodation and food services, which make up more than a quarter of all jobs, experienced 37.3 percent growth between 2010 and 2018, highlighting the recovery of the tourism industry following the recession. Retail trade jobs also experienced stronger growth in this geography compared to the City and immediate surroundings. Nearby areas of employment include Monterey Regional Airport, Ryan Ranch Office Park, WeatherTech Raceway Laguna Seca, Naval Postgraduate School (NPS), Presidio of Monterey, and California State University Monterey Bay (CSUMB).

Access to high-quality reliable transit can also impact access to opportunities in regard to fair housing and employment. As seen below in **Figure A11**, more than half of the employees in the coastal cities live outside the area, and many are likely living in a "drive until you qualify" market that offers housing opportunities more accessible to low-income earners. Disparities in transportation patterns are addressed in the subsequent Transportation subsection of this assessment.

Based on the employment data and **Figures A10** and **A11**, there are no disparities in access to jobs by protected groups.





Source: U.S. Census OnTheMap 2019; EPS.

Health/Environmental

The Fair Housing Task Force uses CalEnviroScreen 4.0 pollution indicators and values to establish environmental scores. The California Office of Environmental Health Hazard Assessment (OEHHA) compiles these scores to help identify California communities disproportionately burdened by multiple sources of pollution. In addition to environmental factors (pollutant exposure, groundwater threats, toxic sites, and hazardous materials exposure) and sensitive receptors (seniors, children, persons with asthma, and low birth weight infants), CalEnviroScreen also takes into consideration socioeconomic factors. These factors include educational attainment, housing-burdened low-income households, linguistic isolation, poverty, and unemployment.

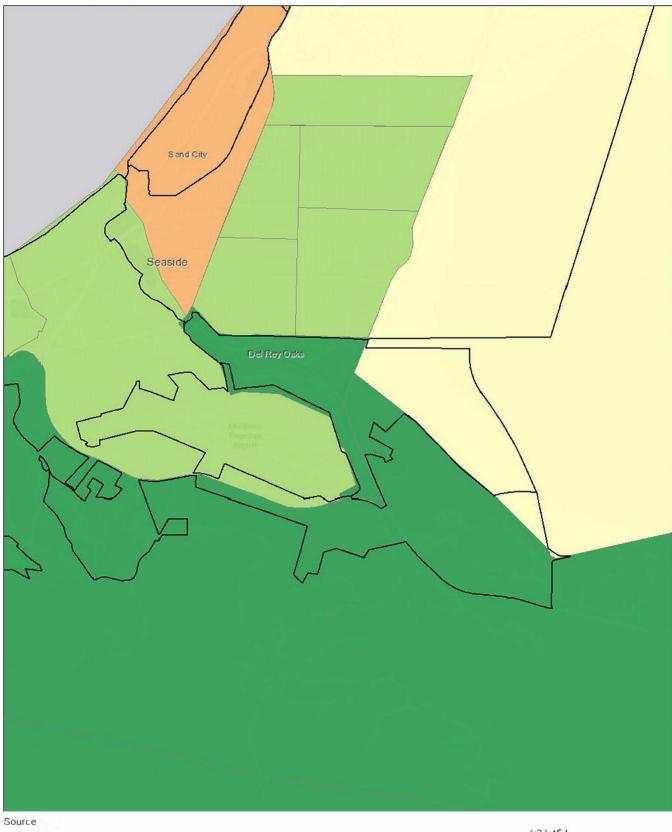
Regional and Local

Regional

CalEnviroScreen 4.0 is the OEHHA's most updated California Communities Environmental Health Screening Tool used to identify communities that are disproportionately burdened by multiple sources of pollution. CalEnviroScreen 4.0 scores are based on percentiles (the percentage of all ordered CalEnviroScreen scores that fall below the score for that area). TCAC's opportunity areas environmental scores are based on the CalEnviroScreen 4.0 indicators, which identify areas disproportionately vulnerable to pollution sources such as ozone, PM_{2.5}, diesel PM, pesticides, toxic release, traffic, cleanup sites, groundwater threats, hazardous waste, impaired water bodies, and solid waste sites.

Figure A12 shows the environmental pollution estimates based on the CalEnviroScreen 4.0 map.











> 60 - 80

1:31,451 0 0.28 0.55 1.1 mi 1 5 5 1.1 mi 0 0.45 0.9 1.8 km

Bureau of Land Management, Esri, HERE, Garmin, GeoTechnologies, Inc., USGS, EPA, Esri, HERE

In general, the Monterey Peninsula and tracts in the southern region of the Monterey Bay Area received composite score percentiles of 38 or higher for environmental conditions. The north and eastern County areas, including Marina, Seaside and the former Fort Ord areas have received higher environmental scores, representing less favorable environmental conditions. Sand City had the highest scoring; this small City scored in the 66th percentile according to the CalEnviroScreen 4.0 environmental indicators, reflecting a moderate to high pollution burden.

Local

As shown in **Figure A12**, tracts in Del Rey Oaks received composite score percentiles ranging from 5 to 51. The populated area of Del Rey Oaks scored within the lower percentile, representing more favorable environmental conditions. The former Fort Ord area of Del Rey Oaks to the east shows a higher percentile (over 50) representing a moderate potential pollution burden. This area in the northeastern portion of Del Rey Oaks is undeveloped, unpopulated, and part of the larger tract 141.09 that includes former Fort Ord, a former active military training base.

Education

The Fair Housing Task Force uses math and reading proficiency, high school graduation rates, and student poverty rates to determine education scores for census tracts. Refer to **Table A12** for the complete list of TCAC Opportunity Map domains and indicators.

Regional and Local Patterns and Trends

Approximately 14 percent of Del Rey Oaks' citizens were under 19 years old according to the 2020 data from the U.S. Census Bureau. Monterey Peninsula Unified School District provides public education between Kindergarten and 12th Grade to residents of Del Rey Oaks. There are no schools within the boundaries of Del Rey Oaks, therefore educational opportunities and resources within the city are limited.

Although there are no schools within Del Rey Oaks, residents have While only 24.7 percent of adults in Monterey County have a bachelor's degree or higher,¹³ 55.9 percent of Del Rey Oaks residents have a bachelor's degree, including the 22.6 percent of the City's population that has a graduate or professional degree. Similarly, the share of residents who have not graduated high school is much lower in the City (2.4 percent) than the area within 2 miles of the City (18.0 percent). **Figure A13**, below, compares educational attainment of Del Rey Oaks and areas within a 2-mile and 3-mile radius.

¹³ Public Policy Institute of California, 2019. <u>https://www.ppic.org/blog/geography-of-educational-attainment-in-california/</u>

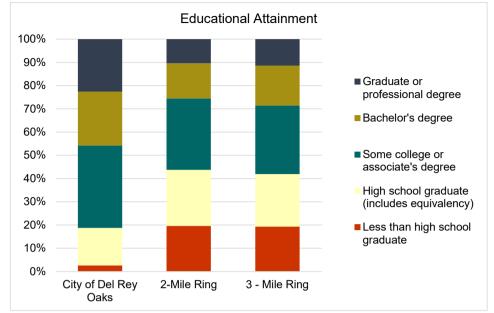


Figure A13 Educational Attainment in Del Rey Oaks and Surrounding Areas

Transportation

Regional and Local Patterns and Trends

Affordable and reliable transportation is of paramount importance to households affected by low incomes and rising housing prices. Public transit provides connections between residents to employment opportunities and services, in particular for low-income residents who often depend on transit. Affordable and reliable access to employment via public transportation can reduce the need for public assistance and increase housing mobility, which enables residents to locate housing outside of traditionally lower- and moderate-income neighborhoods. The lack of a robust public transit system, employment opportunities, and affordable housing may impede fair housing choice by limiting housing choice. In addition, elderly and disabled persons also often rely on public transit to visit doctors, go shopping, or attend activities at community facilities. Availability of efficient, affordable transportation can be used to measure fair housing and access to opportunities.

Regional

Monterey-Salinas Transit (MST) is the primary public transportation agency in Monterey County. The MST service area includes 954 transit stops and spans 159 miles from Watsonville in the north to Paso Robles in the south.¹⁴ MST offers a taxi voucher program to assist seniors, persons with disabilities, and veterans in accessing important locations within their community. The Taxi Voucher Program has three (3) categories of taxi vouchers: senior, persons with disabilities, and veterans, each with their own eligibility requirements.¹⁵

• Senior Voucher: Must be 65 years or older, and be a resident in one of the following communities: Carmel, Carmel Valley, Del Rey Oaks, Marina, Monterey, Pebble Beach, Pacific Grove, Sand City, Salinas, or Seaside. Vouchers can be obtained in the city in which the senior resides.

 ¹⁴ Monterey-Salinas Transit (MST), 2022. <u>https://mst.org/wp-content/media/MST_2022_Annual_Report.pdf</u>
 ¹⁵ MST, 2023. <u>https://www.mstmobility.org/taxi-vouchers.htm</u>

- Disabilities Voucher: Must be certified in the MST RIDES ADA paratransit program. A limited number of vouchers are available to persons with disabilities who are not RIDES certified. Vouchers are issued on a quarterly basis, and will be mailed when requested.
- Veterans Voucher: A qualified veteran is an individual who served active duty in one of the branches of the U.S. Military. Vouchers are provided on a monthly basis and can be obtained at one of veterans' resources locations.

Paratransit service is available for people with disabilities or health conditions that prevent them from independently navigating the public bus system for some or all trips. MST provides ADA paratransit through the RIDES Program. MST RIDES is a shared-ride program that provides curb-to-curb service. An MST RIDES customer needing assistance to or from a RIDES vehicle to the first door of their destination may request last-door-to-first-door assistance. MST RIDES service is provided within a 3/4-mile corridor on either side of MST's fixed-route bus service during the same days and times the bus operates. MST's regular fixed-route buses are fully accessible and equipped with wheelchair lifts. Individuals must apply and be certified as ADA eligible before using the service. The RIDES Program is not part of the Taxi Voucher Program or Courtesy Card Program.

MST also provides a Courtesy Card Program for seniors and people with disabilities who do not meet the criteria for the MST RIDES Program but who may still receive discounted fares for fixed-route services. Courtesy Cards are available free of charge to all disabled individuals with a physician's written verification, Medicare Card holders, youth 18 years and younger, individuals 65 years and older, MST RIDES Paratransit Eligibility card holders, veterans, and veteran's spouse/caregiver.

As described earlier in Employment/Job Access, more than 55 percent of employees in the coastal cities in Monterey County live outside the area, commuting in for work and residing in communities that are more affordable.

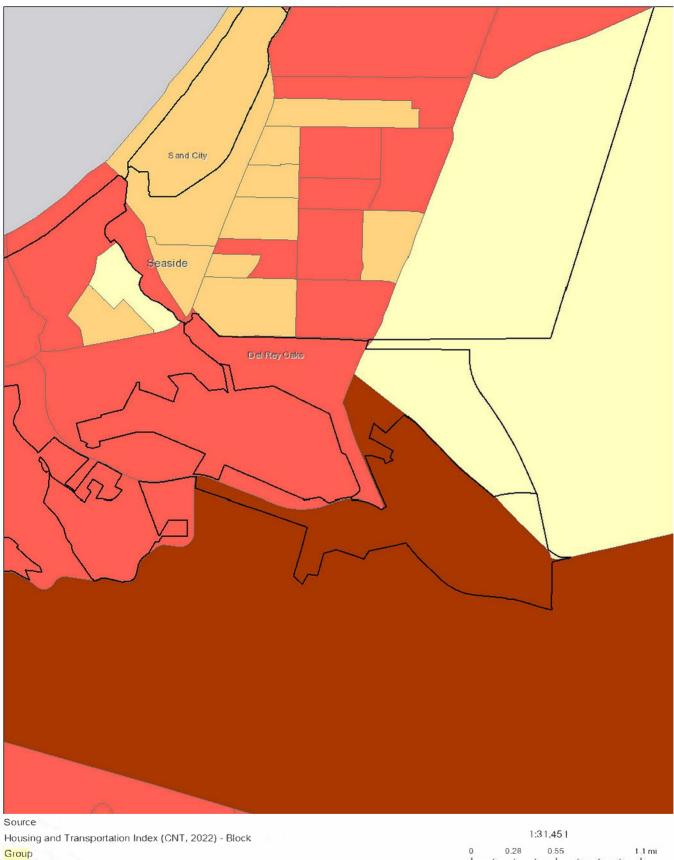
Local

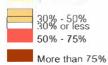
The traditional measure of affordability recommends that housing cost no more than 30 percent of household income. Under this view, a little over half (55 percent) of US neighborhoods are considered "affordable" for the typical household. However, that benchmark fails to take into account transportation costs, which are typically a household's second-largest expenditure.¹⁶ The Center for Neighborhood Technology's (CNT) Housing and Transportation Index can be used to measure housing and transportation affordability and uses a benchmark of 45 percent of household income. As shown in **Figure A14**, over 50 percent of household income is expended on housing and transportation costs. Cities in the vicinity of Del Rey Oaks including Monterey and portions of Seaside have similar Housing and Transportation Index scores, reflecting a high cost of housing and transportation that reduces affordability in the region. Other areas in the region with more opportunities for affordable housing and access to transit results in lower combined housing and transportation costs as a portion of household income.

¹⁶ Center for Neighborhood Technology, 2023. <u>https://cnt.org/tools/housing-and-transportation-affordability-index</u>

Figure A14-Housing and Transportation Index

Appendix A-AFFH Assessment





| | | | 1:3 | 1,451 | | | |
|---|-----|----------|-----|-------|------|-----|--------|
| 0 | | 0.28 | | 0.55 | | | 1.1 mi |
| + | - 6 | <u>x</u> | + | -1- | - 10 | - 1 | |
| 0 | | 0.45 | | 0.9 | | | 1.8 km |

Bureau of Land Management, Esri, HERE, Garmin, GeoTechnologies, Inc., USGS, EPA, Esri, HERE

According to Public Resources Code 21155, 21064.3, and 21060.2, Caltrans defines High Quality Transit Stops as a major transit stop with fixed route bus service or intersection of two or more major bus routes, with service intervals no longer than 15 minutes during peak commute hours. As seen in **Figure A15**, Del Rey Oaks has zero High Quality Transit Stops in the city and only a small area of the western portion of the city is within 1/2 mile of a High Quality Transit Area. As seen in **Figure A15**, a lack of high-quality transit options may reduce access to fair housing and job opportunities in the region.

MST provides one service line specific to Del Rey Oaks, the MST Del Rey Oaks Shuttle line. The MST Del Rey Oaks Shuttle line provides a limited number of trips between Del Rey Oaks and Monterey Transit Plaza on weekdays during peak hours. MST offers a taxi voucher program to assist elderly residents in accessing important locations and resources. To obtain a senior voucher, an individual must be 65 years or older, and be a resident of Del Rey Oaks. Vouchers can be obtained at Del Rey Oaks City Hall.

Disparities in Access to Opportunity for Persons with Disabilities

Certain segments of the population may have more difficulty finding decent, affordable housing due to their special needs. Special circumstances may be related to one's employment and income, family characteristics, disability and household characteristics, among other factors. People with disabilities are at a high risk for housing insecurity, homelessness, and institutionalization, particularly when they lose aging caregivers.

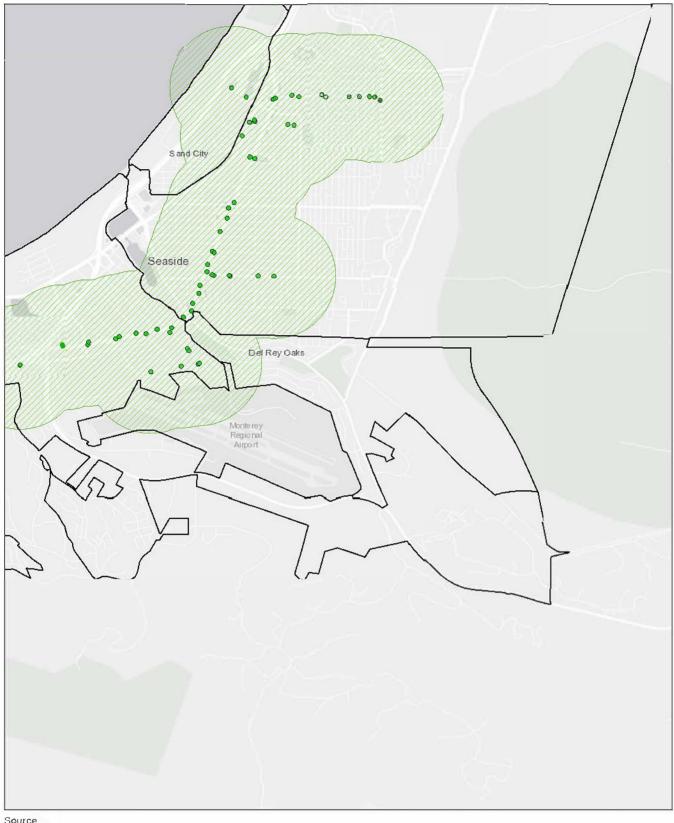
According to Section 4512 of the Welfare and Institutions Code a "developmental disability" is defined as a disability that originates before an individual attains 18 years of age, continues, or can be expected to continue, indefinitely, and constitutes a substantial disability for that individual. As defined by the Director of Developmental Services, in consultation with the Superintendent of Public Instruction, this term shall include intellectual disability, cerebral palsy, epilepsy, and autism. This term also includes disabling conditions found to be closely related to intellectual disability or to require treatment similar to that required for individuals with an intellectual disability, but shall not include other handicapping conditions that are solely physical in nature.

Many developmentally disabled persons can live and work independently within a conventional housing environment. More severely disabled individuals require a group living environment where supervision is provided. The most severely affected individuals may require an institutional environment where medical attention and physical therapy are provided. Because developmental disabilities exist before adulthood, the first issue in supportive housing for the developmentally disabled is the transition from the person's living situation as a child to an appropriate level of independence as an adult.

The State Department of Developmental Services (DDS) currently provides community-based services to approximately 243,000 persons with developmental disabilities and their families through a statewide system of 21 regional centers, four developmental centers, and two community-based facilities. The San Andreas Regional Center is one of 21 regional centers in the State that provides point of entry to services for people with developmental disabilities and serves Monterey County. The center is a private, non-profit community agency that contracts with local businesses to offer a wide range of services to individuals with developmental disabilities and their families.

Figure A15-High Quality Transit Stops

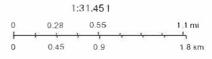
Appendix A-AFFH Assessment



Source

• High Quality Transit Stops (CalTrans, 2022)

1/2 Mile from High Quality Transit Area



Bureau of Land Management, Esri, HERE, Garmin, GeoTechnologies, Inc., USGS, EPA, Esri, HERE

Patterns in Disparities in Access to Opportunity

According to HCD AFFH Guidelines, "Access to opportunity is a concept to approximate place-based characteristics linked to critical life outcomes. Access to opportunity oftentimes means both improving the quality of life for residents of low-income communities, as well as supporting mobility and access to 'high resource' neighborhoods. This encompasses education, employment, economic development, safe and decent housing, low rates of violent crime, transportation, and other opportunities, including recreation, food and healthy environment (air, water, safe neighborhood, safety from environmental hazards, social services, and cultural institutions)."

Del Rey Oaks has high resource opportunity neighborhoods and residents have access to a high-quality healthy environment. There is one line operated by MST which includes transit stops within the City but only during peak hours. As there is only one major route (Highway 218) that travels the length of the City, there does not appear to be notable disparities in access to nearby transportation, jobs, or education by protected classes.

Del Rey Oaks residents are less likely to be exposed to poverty, and most likely to have the highest school proficiency, most labor market participation, closest employment opportunities, and best environmental quality. However, the disparities in access to opportunities do not result in R/ECAPs in Del Rey Oaks, and the undeveloped and unpopulated northeastern area of Del Rey Oaks which is part of tract 132 that includes portions of the City of Monterey and unincorporated Monterey County qualifies as an RCAA.

Increases in rents in recent years have placed a disproportionate burden on and, in some cases, have displaced lower income residents. Costs of residential housing have increased considerably for all residents of the region and the City, as discussed further below.

E. DISPROPORTIONATE HOUSING NEEDS AND DISPLACEMENT RISK

The fifth and final topic of this assessment is disproportionate housing needs and displacement risk. According to HCD, "Disproportionate housing needs generally refers to a condition in which there are significant disparities in the proportion of members of a protected class experiencing a category of housing need when compared to the proportion of members of any other relevant groups, or the total population experiencing that category of housing need in the applicable geographic area. For purposes of this definition, categories of housing need are based on such factors as cost burden and severe cost burden, overcrowding, homelessness, and substandard housing conditions."

Cost Burden and Severe Cost Burden

Housing cost burden is commonly measured as the percentage of gross income spent on housing, with 30 percent threshold for "cost burden" and 50 percent the threshold for "severe cost burden". A lower-income household spending the same percent of income on housing as a higher-income household is therefore more likely to experience a "cost burden". Some of the implications of high-cost burden can include housing-induced poverty, where overspending on housing leaves households little financial resources for other expenditures, and reduced savings which can impact asset accumulation. According to HCD, higher share of rent-burdened tenants and over-burdened owners is associated with a higher risk of displacement.

6th Cycle Housing Element Update

| Table A14 Households by Income, 2020 Data Estimates | | | | | | | | | | |
|--|---------------------------|---------------------------|---------------------|-----------------------------------|-----------------------------------|--|--|--|--|--|
| Income Level | Cost Burdened > 30% | Cost Burdened > 50% | Total Households | Cost Burdened > 30% Percent | Cost Burdened > 50% Percent | | | | | |
| Extremely Low- Income (0-30%) | 24 | 20 | 39 | 61.5% | 51.3% | | | | | |
| Very Low-Income (31-50%) | 19 | 15 | 35 | 55.3% | 42.9% | | | | | |
| Low-Income (51- 80%) | 14 | 10 | 45 | 31.1% | 22.2% | | | | | |
| Moderate-Income (>80%) | 20 | 10 | 45 | 44.4% | 22.2% | | | | | |

As seen above in **Table A14**, 57 households in Del Rey Oaks were paying 30 percent or more per month for housing (cost burdened) in the year 2020. Additionally, 6.9 percent of households were paying 50 percent or more per month for housing (severely cost burdened). These statistics are reflective of the lack of affordable housing in Del Rey Oaks, but the issue is not specific to the City itself. According to the 2020 data from the 2016-2020 ACS 5-year estimates (U.S. Census Bureau, 2020), 26 percent of California's 5.8 million renter households paid more than half of their income on rent.

Del Rey Oaks previously provided a middle-ground alternative to the very affluent Monterey Peninsula communities of Monterey, Pacific Grove, and Pebble Beach and the less affluent cities of Marina, Seaside, and Sand City, with somewhat moderate housing prices overall compared with the region. However, the average home price in Del Rey Oaks has increased significantly and is only affordable to above moderate-income households. The lack of inventory and new housing production throughout the region suggests that housing prices, both regionally and in the City, will continue to rise. Due to rising housing prices and rent levels, lower income households, many of whom work and provide critical services in the City, may be forced to leave the City to seek affordable housing in communities outside the Peninsula.

Overcrowding

A household is considered overcrowded if there is more than one person per room, and severely overcrowded if there is over 1.5 persons per room. Overcrowded households are usually a reflection of the lack of affordable housing available. Families that cannot afford suitably sized housing units are often forced to live in housing that is too small for their needs, which may result in poor physical condition of the dwelling unit.

Overcrowding is generally less of an issue in Del Rey Oaks compared to the County. Del Rey Oaks' average household size of approximately 2.3 people is notably lower than the surrounding area, with average household sizes of 2.8 to 2.9 persons. Del Rey Oaks has experienced a decades long trend of stable to declining population. This trend as well as the smaller average household size are projected to continue through 2026. The City's lower average household size is driven by a large share of 1- and 2-person households compared to the surrounding area.

Table A15 below shows overcrowding by tenure for the City of Del Rey Oaks in 2020. Owner-Occupied overcrowding (OO) is less than Renter-Occupied overcrowding (RO), with OO overcrowding at 0 percent and RO overcrowding at 5.4 percent. This table shows that overcrowding does not currently seem to be a

major issue for the City of Del Rey Oaks. However, AMBAG is projecting a large population increase for Del Rey Oaks in the next 10 years. If these projections are accurate, overcrowding could become a more pressing issue unless more housing is developed. As seen in Table A15 and Table A7, the rate of overcrowded RO households is larger than that of OO households being overcrowded meaning there is a lack of affordable housing available in Del Rey Oaks.

| Table A15 Overcrowding by Tenure Del Rey Oaks, 2020 | | | | | | | | | | |
|---|-----------|------------|-----------|-------------------|--|--|--|--|--|--|
| | OO Number | OO Percent | RO Number | RO Percent | | | | | | |
| Occupied Housing Units | 465 | 73.5% | 168 | 26.5% | | | | | | |
| Occupants per room | | | | | | | | | | |
| 0.50 or Less | 370 | 79.6% | 115 | 68.5% | | | | | | |
| 0.51 to 1.00 | 95 | 20.4% | 44 | 26.2% | | | | | | |
| 1.01 to 1.50 | 0 | 0% | 9 | 5.4% | | | | | | |
| 1.51 to 2.00 | 0 | 0% | 0 | 0% | | | | | | |
| Source: U.S. Census Bureau, 2022 | | | | | | | | | | |

Substandard Housing

As defined by the U.S. Census, there are two types of substandard housing problems: (1) Households without hot and cold piped water, a flush toilet and a bathtub or shower; and (2) Households with kitchen facilities that lack a sink with piped water, a range or stove, or a refrigerator. There are no units that lack complete plumbing and three units that lack a complete kitchen facility in Del Rey Oaks. Del Rey Oaks has fewer substandard housing issues compared to other cities in the region.

In addition to lacking complete plumbing or kitchen facilities, the age of housing stock can also be used as an indicator of overall housing conditions. If not properly and regularly maintained, housing can deteriorate and discourage reinvestment, depress neighboring property values, and eventually impact the quality of life in a neighborhood. Many federal and state programs also use the age of housing as one factor in determining housing rehabilitation needs. State and federal housing programs typically consider the age of a community's housing stock when estimating rehabilitation needs. In general, most homes begin to require major repairs or have significant rehabilitation needs at 30 or 40 years of age.

| Table A16 Del Rey Oaks Housing Stock by Year Constructed | | | | | | | | | | | |
|---|-----|------|------|-------|------|------|--|--|--|--|--|
| Before 1960 1960-69 1970-79 1980-89 1990-99 2000 to Present | | | | | | | | | | | |
| Number of Jnits | 464 | 69 | 56 | 113 | 9 | 3 | | | | | |
| Percent of Fotal | 65% | 9.7% | 7.8% | 15.8% | 1.2% | 0.4% | | | | | |
| | | 9.7% | 7.8% | 15.8% | 1.2% | | | | | | |

*The U.S. Census Bureau defines a housing unit as a house, apartment, mobile home, a group of rooms, or a single room that is occupied or intended for occupancy as separate living quarters. Condominiums fall under the definition of apartment according to the U.S. Census Bureau.

| Table A17 Age of Housing Stock (2016-2020) | | | | | | | | | |
|---|---------------------|--------------------|--------------------|--|--|--|--|--|--|
| Area | Total Housing Units | % Built After 1979 | % Built After 1969 | | | | | | |
| Monterey | 13,615 | 27.1% | 49.8% | | | | | | |
| Salinas | 42,675 | 41.2% | 58.9% | | | | | | |
| Seaside | 11,594 | 28.0% | 43.2% | | | | | | |
| Del Rey Oaks | 714 | 17.5% | 25.4% | | | | | | |
| Sand City | 197 | 64.0% | 70.1% | | | | | | |
| Monterey County | 141,910 | 38.5% | 56.8% | | | | | | |

Note: Percent built prior to 1969 is inclusive of all built prior to 1979.

While the majority of housing in Del Rey Oaks is in good condition despite the age of the stock, the housing was constructed decades ago. Table A16 and Table A17 indicate that the proportion of older housing units in Del Rey Oaks, Monterey and Seaside is higher than in the County as a whole. The majority of the housing in Del Rey Oaks is over forty years old. There are also few housing units constructed in the City due to the lack of vacant residentially zoned land and limitation of water availability within the City.

Homelessness

Those experiencing homelessness include individuals or families who lack or are perceived to lack a fixed. regular, and adequate nighttime residence, or who have a primary nighttime residence in a shelter, on the street, in a vehicle, or in an enclosure or structure that is not authorized or fit for human habitation. People experiencing homelessness have the most immediate housing needs of any population group and are most vulnerable to violence and criminalization due to their unhoused status.

The 2022 Monterey County Homeless Report recently published provides the homeless population by jurisdiction and area¹⁷.

The Point-in-Time Census (PIT) was conducted on two consecutive days in January, 2022. The PIT count identifies homeless persons by shelter status (sheltered or unsheltered). A Homeless Survey was conducted in the weeks following the PIT homeless count to collect basic demographic details and information including service needs and utilization¹⁸. Table A18 below identifies homeless persons by shelter status in Del Rey Oaks and Monterey County from 2015, 2017, 2019, and 2022. The Department of Housing and Urban Development defines unsheltered homeless persons as those with a primary nighttime residence that is a public or private place, not designed for, or ordinarily used, as a regular sleeping accommodation for human beings, including a car park, abandoned building, bus or train station, airport, or camping ground. All persons identified as homeless in Del Rey Oaks would be considered unsheltered by this definition within the City, as the City does not have a publicly or privately operated homeless shelter.

Within Monterey County, 66 percent of homeless individuals were unsheltered and 34 percent resided in shelters (emergency shelters or transitional housing).

¹⁷ The count of homeless individuals staying at a shelter was conducted the night of January 27th, 2022, and the count of unsheltered individuals was conducted in the early morning of January 27th and 28th, 2022. The 2021 unsheltered count was postponed to the end of January 2022 due to COVID-19 safety concerns. The 2022 count was also conducted during the Omicron COVID-19 surge which challenged outreach efforts. The count identifies homeless persons by shelter status (sheltered or unsheltered).

¹⁸ Surveys were administered between January 29th and March 31st, 2022, to a randomized sample of individuals and families currently experiencing homelessness.

| | Table A18 Homeless Persons by Shelter Status, 2022 | | | | | | | | | | | |
|--------------------------|---|-------|-----------------|-------|---------------|------|------|----------|------|---------------|--|--|
| | | U | Jnshelte | red | | | | Sheltere | d | | | |
| Jurisdiction | 2015 | 2017 | 2019 | 2022 | Net Change | 2015 | 2017 | 2019 | 2022 | Net Change | | |
| Del Rey Oaks | 55 | 111 | 0 | 2 | -96% | 0 | 0 | 0 | 0 | | | |
| Monterey County Total | 1,630 | 2,113 | 1,830 | 1,357 | -17% | 678 | 724 | 592 | 690 | 2% | | |
| Note: The 2017 Monte | County Total County Total Source: Applied Survey Research 2015, 2017, 2019, and 2022. Note: The 2017 Monterey County Homeless Census was conducted as a "blitz count." Those who appeared to be homeless were included in the count, followed by an in-person survey. | | | | | | | | | | | |

Three types of facilities provide shelter for homeless individuals and families: emergency shelters, transitional housing, and permanent housing, as described below.

- Emergency Shelter: housing with minimal supportive services for homeless persons that is limited to occupancy of six months or less by a homeless person.
- Transitional Housing: a residence that provides housing for up to two years. Residents of transitional housing are usually connected to rehabilitative services.
- Permanent Supportive Housing: refers to housing that is affordable, service-enriched, and allows formerly homeless clients to live at the facility on an indefinite basis.

The primary cause of a person's inability to obtain or retain housing can be difficult to pinpoint, as it is often the result of multiple compounding causes. An inability to secure adequate housing can also lead to an inability to address or obtain other basic needs, such as healthcare and adequate nutrition. In Monterey County, 50 percent of survey respondents reported financial issues such as job loss and eviction as the primary cause of their homelessness.

Individuals experiencing homelessness can face significant barriers to obtaining permanent housing. These barriers can range from housing affordability and availability to accessing the economic and social supports (e.g., increased income, rental assistance, and case management) needed to secure and maintain permanent housing. The most common response (71 percent) was "can't afford rent" when asked what prevented them from obtaining housing, suggesting housing affordability and poverty issues as key obstacles. The second most common response (56 percent) reported a lack of job or not enough income, and 35 percent said they had no money for moving costs. Survey respondents were asked if they have received a housing voucher of any kind in the last 12 months, 10 percent of all respondents revealed they had, although only 21 percent of those respondents reported that they were able to successfully use the housing voucher.

As reported by Applied Survey Research (ASR), the biggest obstacles to obtaining permanent housing for the homeless in Monterey County were inability to afford rent (71 percent), lack of a job/income (56 percent), and lack of money for moving costs (35 percent). An increase in affordable housing for lowerincome individuals and access to employment may remove some of the obstacles to permanent housing and reduce some of the factors that contribute to homelessness in the County.

Del Rey Oaks amended their municipal code (Chapter 17.80 Emergency Shelters) to allow emergency shelters by right in accordance with State Housing Laws. The adoption of emergency shelter ordinances reduces zoning and land use barriers that prevent the development of housing and supportive services for homeless persons in Del Rey Oaks.

The City has not updated their ordinance for supportive and transitional housing other than the emergency shelter ordinance. The City proposes to amend their Zoning Development Code to ensure that transitional and supportive housing are allowed in residential and mixed-use zones subject to the same standards as a residence of the same type in the same zone consistent with Government Code Section 65583(c)(3), and to allow eligible supportive housing as a by-right use in zones where multifamily and mixed uses are permitted pursuant to Government Code Sections 65650 through 65656.

Displacement

Displacement is used to describe any involuntary household move caused by landlord action or market changes (investment- and divestment-driven), including disaster-driven displacement. Displacement is fueled by a combination of rising housing costs, rising income inequality, stagnant wages, and insufficient market-rate housing production.¹⁹ The Urban Displacement Project (UDP) Estimated Displacement Risk (EDR) identifies census tracts with low-income renter households; all areas within Del Rey Oaks are identified as Lower Displacement Risk. The nearest areas identified as At Risk of Displacement are within an area of the City of Seaside. Lower Displacement Risk estimates that the loss of low-income households is less than the gain in low-income households. However, some of these areas may have small pockets of displacement within their boundaries, and may be majority low-income experiencing small to significant growth in this population while in other cases they may be high-income and exclusive (and therefore have few low-income residents to begin with). UDP defines displacement risk as a census tract with characteristics which, according to the model, are strongly correlated with more low-income population loss than gain. In other words, the model estimates that more low-income households are leaving these neighborhoods than moving in.

The risk of displacement due to economic pressures is an important factor contributing to fair housing issues in Del Rey Oaks. Although the model suggests that Del Rey Oaks may gain more low-income households than it will lose, displacement remains a challenge to affirmatively furthering fair housing. Del Rey Oaks' elderly and lower-income residents would be most vulnerable to displacement out of the City, particularly in cost-burdened households. The rising cost of housing in Del Rey Oaks, Monterey County, and across the Monterey Bay and Central Coast region is a major contributor to displacement of the most vulnerable populations.

F. ANALYSIS OF CONTRIBUTING FACTORS AND FAIR HOUSING PRIORITIES AND GOALS

The April 2021 Affirmatively Furthering Fair Housing Guidance published by HCD identifies examples of contributing factors by each fair housing issue area: outreach; fair housing enforcement and outreach capacity; segregation and integration; racially and ethnically concentrated areas of poverty; disparities in access to opportunity; disparities in access to opportunities for persons with disabilities; disproportionate housing needs, including displacement risks; and sites inventory. Using the analysis included in the AFH and the 2019 AI Report, the City has identified potential contributing factors to fair housing issues in Del Rey Oaks and outlines the meaningful actions to be taken.

The City of Del Rey Oaks remains committed to providing a diversity of housing options for all income levels, encouraging development throughout the community to help overcome patterns of segregation

¹⁹ Chapple, K., & Thomas, T., and Zuk, M. University of California, Berkeley Urban Displacement Project, 2021.

and foster inclusive communities free from barriers that restrict access to opportunity based on protected characteristics. The City's Housing Programs designed to address fair housing will be implemented on an ongoing basis to ensure they are achieving the City's objectives. The 2019 Monterey County AI Report indicated the City needed to address ADUs, definition of family and emergency shelters. Zoning Ordinances updates completed these items during 2021 and 2023.

The following list summarizes those programs identified in this Housing Element which affirmatively further fair housing and implement Monterey County Al's remaining recommendations:

- Programs A.1, B.1, and B.2 ensure very low, low, moderate, above moderate income, and inclusionary housing opportunities are made available in the city and to accommodate the City's RHNA.
- Program A.2 develops a Mixed-Use Zoning Designation to reduce constraints on types of land use in commercial areas.
- Program A.3 reduces lot size constraints and promotes opportunities for smaller housing at higher densities.
- Program B.3 reduces constraints for very low-income and elderly cost-burden households.
- Program B.4 incentivizes housing opportunities for Del Rey Oaks residents and workers.
- Program B.5 promotes opportunities for density bonus provisions.
- Program B.6 facilitates affordable rental units through funding opportunities.
- Programs C.1 and C.3 reduce mitigating constraints, remove barriers, and streamline permitting processes on housing development in the Zoning Ordinance.
- Program C.2 encourages the construction of accessory dwelling units as a source of affordable housing.
- Program C.4 ensures the availability of adequate water supply to serve the long-term housing needs of the City.
- Program D.1 provides fair housing education and outreach information publicly.
- Programs D.2, D.3, D.4, and D.6 accommodate housing for special needs groups, including supportive housing, consideration of single room occupancy units, and to encourage or support emergency shelter facilities.
- Program D.7 develops a process for universal design in order to assist residents to age in their homes and reduce the risk of displacement.
- Program E.1 assists in rehabilitating housing for low-income homeowners and to owners of rental units that will rent to low-income households.
- Program E.4 provides annual reports to ensure the housing programs are achieving the City's goals.
- Program E.5 addresses fair housing issues and affirmatively further fair housing in Del Rey Oaks.

To the extent that these programs represent ongoing work efforts, or are proposed, these programs are evaluated for effectiveness in **Chapter 5** and **Chapter 7** of the Housing Element. A number of the programs identified above propose to create, amend, and/or adopt specific ordinances that will affirmatively further fair housing practices. The City has undertaken a series of proactive amendments to its Zoning Ordinance to address new requirements related to emergency shelters and accessory dwelling units, and other Zoning Ordinance changes are in process for 2023 and 2024. The City will continue to partner with local and regional stakeholders to affirmatively further fair housing.

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Appendix B - Public Outreach

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City of Del Rey Oaks Housing Element Documents and Meetings

6th Cycle

March 16, 2023, Workshop: <u>Housing Element Workshop and Joint Meeting of City Council and Planning</u> <u>Commission Agenda Packet</u>

March 28, 2023 Emergency Shelter Ordinance and Status Report on Housing Element Update: <u>City</u> <u>Council Meeting Agenda Packet</u>

May 3, 2023, Virtual Workshop: Housing Element Workshop

May 9, 2023, In-Person Workshop: <u>Housing Element Workshop and Joint Meeting of City Council and</u> <u>Planning Commission Agenda Packet</u>

May 17, 2023, Planning Commission Meeting: Special Planning Commission Meeting Agenda Packet

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| Group | Contact Person | Address | City | State | ZIP |
|---|-----------------------|------------------------------------|---------------|-------|-------|
| Alliance on Aging | | 280 Dickman Avenue | Monterey | CA | 93940 |
| | | | | | |
| Alliance on Aging | | 570 Lighthouse Avenue | Pacific Grove | CA | 93950 |
| AMBAG | | 24580 Silver Cloud Ct | Monterey | CA | 93940 |
| American Legion | | 1000 Playa Avenue | Seaside | CA | 93955 |
| Blind and Visually Impaired Center of | | | | | |
| Monterey County | | 225 Laurel Avenue | Pacific Grove | CA | 93950 |
| Boys and Girls Club | | 1332 La Salle Avenue | Seaside | CA | 93955 |
| CCCIL | | 318 Cayuga Street, Suite 2085 | Salinas | CA | 93901 |
| CHISPA, Inc. | | 295 Main Street, Ste 100 | Salinas | СА | 93901 |
| Christian Memorial Community Church | | 2699 Colonel Durham St. | Seaside | СА | 93955 |
| Christian Methodist Episcopal Church | | 625 Elm Avenue | Seaside | СА | 93955 |
| Citizens League for Progress | Ewalker James | PO Box 1272 | Seaside | СА | 93955 |
| City of Marina | Community Development | 209 Cypress Avenue | Marina | СА | 93933 |
| City of Monterey | Elizabeth Caraker | 580 Pacific Street | Monterey | CA | 93940 |
| City of Pacific Grove | | 300 Forest Avenue | Pacific Grove | СА | 93950 |
| City of Sand City | City Hall | 1 Sylvan Park | Sand City | CA | 93955 |
| City of Seaside | | 440 Harcourt Ave | Seaside | CA | 93955 |
| Community Human Services | | 1152 Sonoma Avenue | Seaside | СА | 93955 |
| Community Partnership for Youth | | PO Box 42 | Monterey | СА | 93942 |
| County of Monterey Department of Social Services | | 1000 South Main St., Ste 209- A | Salinas | СА | 93901 |

| Group | Contact Person | Address | City | State | ZIP |
|---------------------------------------|-----------------------------------|-------------------------------|------------|----------|-------|
| | | | | | |
| County of Monterey Department of | | | | | |
| Social Services | Branch Director, Henry Espinosa | 1000 South Main St., Ste 211 | Salinas | CA | 93901 |
| County of Monterey Department of | Comm. Affil. Mang., Margarita | | | | |
| Social Services | Zarraga | 1000 South Main St., Ste 301 | Salinas | СА | 93901 |
| | | | | | |
| County of Monterey Department of | | | | | |
| Social Services | Branch Director, Robert Taniguchi | 1000 South Main St., Ste 205 | Salinas | СА | 93901 |
| | Rebecca Moreno, Coodinator of | | | | |
| | Community Partnerships Serv. | | | | |
| CSUMB | Learning | 100 Campus Center | Seaside | СА | 93955 |
| DDA Planning | Attn: Denise Duffy | 947 Cass St, Ste 5 | Monterey | СА | 93940 |
| | | | C I. | | 02055 |
| Del Monte Manor | Neighborhood Network Center | 1466 Yosemite Street | Seaside | CA | 93955 |
| Del Monte Manor Villa Del Monte Senic | | | Cassida | | 02055 |
| Housing | Low Cost Housing | 1466 Yosemite Street | Seaside | CA | 93955 |
| Del Rey Woods School | Principal | 1281 Plumas Avenue | Seaside | CA | 93955 |
| Disabled Veterans | James Bogan | PO Box 1452 | Seaside | CA | 93955 |
| El Sol | | 1083 S. Main St | Salinas | CA | 93901 |
| Emmanuel Church of God in Christ | | 1450 Sonoma Avenue | Seaside | СА | 93955 |
| EPS, Inc. | Attn: David Zender | 400 Capitol Mall, 28th Floor | Sacramento | СА | 95814 |
| Faith Lutheran Church | | 1460 Hilby Avenue | Seaside | CA | 93955 |
| Finegan Law Firm | Attn: Brian Finegan | PO Box 2058 | Salinas | CA | 93902 |
| | | | | <u> </u> | 02001 |
| Food Bank of Monterey County | | 815 W. Market Street | Salinas | CA | 93901 |
| Friends of the Seaside Library | Alicia O'Neill, President | 550 Harcourt Avenue | Seaside | CA | 93955 |
| Girls, Inc. | | 318 Cayuga Street, Suite 101A | Salinas | CA | 93901 |

| Group | Contact Person | Address | City | State | ZIP |
|---|-------------------|--------------------------|---------------|-------|-------|
| GPS Solutions | Attn: Joe Headley | 135 W Franking St #8 | Monterey | CA | 93940 |
| Greater Victory Temple | | 1620 Broadway Avenue | Seaside | CA | 93955 |
| Hilltop United Methodist Church of | | | | | |
| Seaside | | 1340 Hilby Avenue | Seaside | CA | 93955 |
| Housing Resource Center | | 201 John Street | Salinas | CA | 93901 |
| Interim, Inc. | | PO Box 3222 | Monterey | CA | 93942 |
| International School | | 1720 Yosemite Street | Seaside | CA | 93955 |
| John Treble | | 1440 Chapin Ave, Ste 370 | Burlingame | CA | 94012 |
| KAZU Radio (Public Radio) | Box 201, Room 317 | 100 Campus Center | Seaside | СА | 93955 |
| KION-TV (Chanel 46) | | 1550 Moffett Street | Salinas | CA | 93905 |
| KSBW-TV (Chanel 8) | | PO Box 81651 | Salinas | CA | 93912 |
| KSMS-TV (Chanel 67) | | 67 Garden Court | Monterey | CA | 93940 |
| LULAC | | PO Box 1396 | Salinas | CA | 93902 |
| Martin Luther King School | Principal | 1713 Broadway Avenue | Seaside | CA | 93955 |
| Meals on Wheels | | 700 Jewell Avenue | Pacific Grove | СА | 93950 |
| Mike and Sean Kranyak | | 200 Clocktower Ste D208 | Carmel | CA | 93923 |
| Monterey Bay Community Parnership | Attn: Matt Huerta | PO Box 1699 | Seaside | CA | 93933 |
| Monterey Bay Community Power | | 70 Garden Ct Ste 300 | Monterey | СА | 93940 |
| Monterey Bay LINKS, Inc. | Ruthie Watts | PO Box 1699 | Seaside | CA | 93955 |
| Monterey County Advocacy Housing Council | | 34 E. Rossi Street | Salinas | СА | 93907 |
| Monterey County Herald | Newsroom | PO Box 271 | Monterey | CA | 93940 |
| Monterey County Housing Authority | | PO Box 1307 | Salinas | CA | 93902 |
| Monterey County Office of Education | | PO Box 80851 | Salinas | СА | 93912 |
| Monterey County Weekly | | 668 Williams Avenue | Seaside | CA | 93955 |
| Monterey Peninsula College | Student Services | 980 Fremont Street | Monterey | CA | 93940 |

| Group | Contact Person | Address | City | State | ZIP |
|------------------------------------|--------------------------------|----------------------------------|---------------|-------|-------|
| MPUSD | Board of Education | 700 Pacific Street | Monterey | CA | 93940 |
| NAACP | | PO Box 782 | Seaside | CA | 93955 |
| | | | Carmel By the | | |
| Neill Engineers | Attn: Sherman Low | PO Box LL | Sea | CA | 93921 |
| Parade of Champions | Jerry Thorne | PO Box 811 | Seaside | CA | 93955 |
| | | P.O. Box 1396, | _ | | |
| SALINAS LULAC COUNCIL #2055 | President: Christopher Barrera | | Salinas | CA | 93902 |
| Salvation Army | Monterey Peninsula Corps | 1491 Contra Costa Street | Seaside | СА | 93955 |
| Seaside City Chamber of Commerce | | 505 Broadway Avenue | Seaside | СА | 93955 |
| Seaside High School | Principal | 2200 Noche Buena Street | Seaside | CA | 93955 |
| Seaside Lions Club | | PO Box 874 | Seaside | CA | 93955 |
| Seaside Middle School | Principal | 999 Coe Avenue | Seaside | CA | 93955 |
| Seaside Raiders | | PO Box 813 | Seaside | CA | 93955 |
| Shelter Outreach Plus | | PO Box 1340 | Marina | CA | 93933 |
| St. Francis Xavier Church | | 1475 La Salle Avenue | Seaside | CA | 93955 |
| St. Vincent de Paul | | 1269 Fremont Street | Seaside | CA | 93955 |
| The Otter Realm (CSUMB) | | 100 Campus Center | Seaside | CA | 93955 |
| The Seaside Post News Sentinel | | PO Box 670 | Seaside | СА | 93955 |
| The Village Project | | 1069 Broadway Avenue, Ste 201 | Seaside | CA | 93955 |
| United Way | | 60 Garden Court, Suite 350 | Monterey | СА | 93940 |
| Valley Health Associates | | 338 Monterey St | Salinas | CA | 93901 |
| VFW Post 8679 | Commander Thomas Davis | PO Box 25 | Seaside | СА | 93955 |
| Vounteer Center of Monterey County | | 376 South Main Street | Salinas | CA | 93901 |
| YMCA | | 600 Camino El Estero | Monterey | CA | 93940 |

City Address List

SHERMAN LOW NEILL ENGINEERS CORP PO BOX LL CARMEL CA 93921

RAFAEL PAYAN MONTEREY PARKS DIST PO BOX 223340 CARMEL CA 93922

AMBAG PO Box 2453 Seaside CA 93955

CRISTINA SMITH IMS 945 HORN BLEND ST STE G SAN DIEGO CA 92109

MONTEREY ONE WATER (formerly MPRPCA) BOX 2109 MONTEREY CA 93942

MONTEREY PENINSULA WATER MANAGEMENT DISTRICTO BOX 85 MONTEREY CA 93942

SERVICE PLANNING SUPERVISOR PG&E 2311 GARDEN RD MONTEREY CA 93940

NICK CHIULOS MONTEREY COUNTY ADMIN 168 W ALISAL ST #3 SALINAS CA 93901

City Address List

ROBIN MCCRAE COMMUNITY HUMAN SERVICES PO BOX 3076 MONTEREY CA 93942

KCBA-KION-COWLES-ACKERLEY COMMUNITY CALENDAR 1550 MOFFETT ST SALINAS CA 93905-3342

MONTEREY PENINSULA AIRPORT DISTRICT 200 FRED KANE DR STE 20 MONTEREY CA 93940

GEORGE JAKSHA 1130 ROSITA RD DEL REY OAKS CA 93940

HOME OWNERS ASSOCIATION THE OAKS 515 CANYON DEL REY RD. DEL REY OAKS, CA 93940

MIKE HAYWORTH 4 CARLTON DR DEL REY OAKS CA 93940

SHEILA ZIMMERMAN 1085 PALOMA DEL REY OAKS, CA 93940 JEREMY HALLOCK 979 VIA VERDE DEL REY OAKS CA 93940

ERA ABRAHAM COAST WEEKLY 668 WILLIAMS RD SEASIDE CA 93955

EDDIE GARCIA, DIR GVMT AFFAIRS AT&T 1900 SOUTH 10TH ST SAN JOSE CA 95112

CAL AM WATER CO PO BOX 951 MONTEREY CA 93942

DENISE DUFFY AND ASSOCIATES

947 CASS ST STE 5 MONTEREY CA 93940

DAVID ZEHNDER Economic & Planning Systems 400 Capitol Mall Ste. 2728 Sacramento, CA 95814-4407

WOODMAN DEVELOPERS 24571 SILVER CLOUD CT STE 101 MONTEREY CA 93940

City Address List

LANDWATCH MONTEREY COUNTY ADMIN PO BOX 1876 SALINAS CA 93902

GOVERNMENT AFFAIRS COORDINATOR 201-A CALLE DEL OAKS DEL REY OAKS CA 93940

CASANOVA OAK KNOLLS NEIGHBORHOOD ASSOC PO BOX 2304 MONTEREY CA 93942

SUZANNE WALLIN 1025 VIA VERDE DEL REY OAKS CA 93940

PAULA RISO MARINA COAST WATER 11 RESERVATION RD MARINA CA 93933

Sherry Peverini The Orosco Group 10 Harris Court, Suite B-1 Monterey, CA 93940

City Address List

Carpenters Union Attn. Ned Van Valkenburgh 225 Searidge Road Aptos, CA 95003 EMC Planning Group E. J. Kim 301 Lighthouse Ave Ste C Monterey CA 93940 Becky Jones 261 Webster St Monterey CA 93940 Abel Moran 117 Pajaro St Salinas CA 93901 Kim Svetich-Will 57 Melway Circle Monterey, CA 93940 MIKE ROESNER 1007 PALOMA RD DEL REY OAKS CA 93940 Scott Donaldson 1007 Portola Dr Del Rey Oaks CA 93940 Rev. Bob Hellam 841 Rosita Rd Del Rey Oaks CA 93940 Brain Dempsey 1635 Broadway AvSeeaside, CA 93955 Sharon Morelli PO Box 595 Seaside, CA 93955

City Address List Christine Kemp, Attorney At Law Noland, Hamerly, Etienne and Hoss PO Box 2510 Salinas CA 93902-2510 Doug Burton 1048 Paloma Rd Del Rey Oaks CA 93940

Gary Kreeger 3 Quendale Ave Del Rey Oaks CA 93940

FrankGregory52CarltonDrDel Rey OaksCA 93940

Housing Resources in Monterey County

The Housing Authority of the County of Monterey (HACM)

http://www.hamonterey.org/index.html

HACM is a public agency that provides rental assistance and develops and manages affordable housing throughout Monterey County.

123 Rico Street Salinas, Ca 93907 Tel: 831-775-5000 Fax 831-424-9153 TDD 831-754-2951

California Department of Developmental Services

http://www.dds.ca.gov

Agency through which the State of California provides services and support to children and adults with developmental disabilities.

San Andreas Regional Center

http://www.sarc.org

San Andreas Regional Center is a community-based, private non-profit corporation that is funded by the State of California to provide case management and referral services to people with developmental disabilities.

344 Salinas Street, Suite 207 Salinas, CA 93901-2727 Tel: (831) 759-7500 Fax: (831) 424-3007

Central Coast Center for Independent Living

http://www.cccil.org/ CCCIL promotes the independence of people with disabilities by supporting their equal and full participation in community life. CCCIL provides advocacy, education and support to all people with disabilities, their families and the community.

318 Cayuga Street, Suite 208 Salinas, CA 93901 Tel: (831) 757-2968 TTY (831) 757-3949 Fax: (831) 757-5549

288 Pearl St. Monterey, CA 93940 Phone: (831) 649-2969 TTY (831) 649-7148 Fax: (831) 647-6224

Alliance on Aging

http://www.allianceonaging.org/

Alliance on Aging is committed to providing services to low income seniors looking for affordable housing and provides information and referrals to Monterey County housing options.

Toll-free number 1-800-510-2020

Administrative Office 2200 Garden Rd. Monterey, CA 93940 831.655.1334 Tel: 831.758.4011 Fax: 831.655.8781

Monterey Outreach Office 280 Dickman Ave. Monterey, CA 93940 Tel: 831.646.1458 Fax: 831.646.1232

Gateway Center of Monterey County

http://gatewaycenter.org/

Provides a variety of residential settings and services in Monterey County for people with developmental disabilities.

850 Congress Ave. Pacific Grove, CA 93950 Tel: 831-372-8002 Fax: 831.372.2411 info@gatewaycenter.org

Interim

http://www.interiminc.org/

A mental health agency providing residential treatment and affordable housing opportunities. Housing programs offers groups homes and apartments. Residents receive case management and mental health support services. Phone: 831-649-4522

Center for Community Advocacy /Centro de Abogacía de la Comunidad

http://cca-viva.org/

The Center for Community Advocacy (CCA) trains farmworkers to form and lead neighborhood-based tenant and health committees that, themselves, advocate for improved housing and health conditions for farmworkers and other low-income families in Monterey County.

22 West Gabilan Street Salinas, CA 93901 Phone: (831) 753-2324 Fax: (831) 753-0104 Email: info@cca-viva.org

LEGAL SERVICES:

California Department of Fair Employment and Housing http://www.dfeh.ca.gov/DFEH/default/ Handles discrimination claims for California residents Phone: 800-233-3212 Email: contact.center@dfeh.ca.gov

Conflict Resolution and Mediation Center

http://conflictresolutionandmediationcenter.com/ CRMC is designed to reduce barriers to services, including physical, linguistic, cultural, and economic barriers. CRMC provides mediation and conflict resolution services, including landlord/tenant and neighborhood problems.

1900 Garden Road, Suite 110 Monterey, CA 93940 Phone: (831) 649-6219

Legal Services for Seniors

http://www.legalservicesforseniors.org

Legal Services for Seniors, a non-profit 501(c)(3) law firm that helps Monterey County senior citizens with many legal housing matters.

915 Hilby Avenue, Suite Seaside, California Phone: 831.899.0492

21 W. Laurel Avenue, Suite 83 Salinas, California Phone: 831.442.7700

Toll-free from Southern Monterey County 800.499.1247

California Rural Legal Assistance

http://www.crla.org/

CRLA pprovides legal services that improve the quality of life for low-income individuals and their rural communities. CRLA serves a wide array of clients including farm worker populations, individuals with disabilities, immigrant populations, school children, lesbian/gay/bisexual and transgender populations, seniors and individuals with limited English proficiency.

2100 Garden Road #D Monterey, CA 93940 Phone: (831) 375-0505 3 Williams Road Salinas, CA 93905 Phone: (831) 757-5221

Disability Rights California - Protection & Advocacy System

http://www.pai-ca.org

Agency works in partnership with persons with disabilities - to protect, advocate for, and advance their human, legal, and service rights. Protecting peoples' rights to accessible and fair housing is a major emphasis of their activity. Toll Free 800.776.5746

RENTAL, EVICTION AND EMERGENCY ASSISTANCE:

Housing Resource Center

HRC of Monterey County is a non-profit organization that assists Monterey County residents to either remain in their current rental unit, enter the rental housing market, or to learn about available housing services. Services focus on families and individuals who strive to maintain financial independence, especially the very low to low-income.

124 E Rossi POB 1307 93902 Salinas, CA. 93901 Phone (831) -424-9186 Email: <u>leadcounselor@hrcmc.org</u>

Salvation Army - Good Samaritan Center

http://www.tsamonterey.com

The Salvation Army Good Samaritan Center Provides eviction prevention/rental assistance to assist families in avoiding eviction/homelessness. The Salvation Army also offers two family housing programs with the goal of helping families transition into permanent housing and self-sufficiency. Phone: 831-899-4988

Tenants Together - Tenant Foreclosure Hotline

www.tenantstogether.org/hotlineintake

California's Statewide Organization for Renters' Rights Tenants Together runs a hotline for tenants in foreclosure situations. Phone: toll free at 888-495-8020

John XXIII AIDS Ministry

http://www.johnxxiii.org/

Provides case management services to assist with HIV and/or AIDS to avoid eviction or homelessness.

1121 Baldwin Street Salinas CA 93906 Tel: 831.442.3959 Fax: 831.442.3985

780 Hamilton Avenue Seaside CA 93955 Tel: 831.394.4747 Fax: 831.393.3453

AFFORDABLE HOUSING NONPROFIT AGENCIES:

There are several non-profit housing developers active in Monterey County. Each organization may target different segments of the income-eligible population for their affordable housing projects but generally offer the same types of programs, including:

- Self-Help Housing developments that allow eligible families to contribute their labor to the construction of their future home;
- Single family home subdivision; and,
- Multifamily rental projects (apartments).

Non-profit housing developers are able to access a variety of grant, loan and tax credit programs that help keep the cost of development down. In return, the owners make the housing available at below-market rates to income-eligible households. The programs typically require housing units developed with their assistance to record affordability restrictions on the property to ensure that it remains affordable.

The largest non-profit housing developers active in Monterey County are:

CHISPA, Inc.

http://www.chispahousing.org/

295 Main St., Suite 100 Salinas, CA 93901 Phone: 831-757-6251 Fax: 831.757.7537

Mid-Peninsula Housing Corporation

http://www.midpen-housing.org/ Watsonville Office 77 Aspen Way, Suite 103 Watsonville, CA 95076 Phone: (831) 707 2130 FAX: (831) 761 7218

South County Housing

http://www.scounty.com/ 16500 Monterey Rd. #120, Morgan Hill, CA 95037 Phone: 408-842-9181

Interim

http://www.interiminc.org/

A mental health agency providing residential treatment and affordable housing opportunities. Housing programs offers groups homes and apartments. Residents receive case management and mental health support services. Phone: 831-649-4522

Habitat for Humanity Monterey County

http://www.habitatmonterey.org/

Self-help home building partnerships for families who qualify as low income. Phone: 831-422-4828 Appendix C - Compiled Inventory and Supplemental Maps

Appendix C-1

Site Inventory Tables

Land Inventory/Summary of Key Sites

| Location | 1 | Summary Description | The site is approximately 232 acres of vacant, undeveloped land with gradual slopes do |
|--------------------------------|---|--|--|
| Map Designation | Figure 4, Site 1 | | trees/oak woodland in the interior of the site. Currently, the City's adopted Redevelopmer residential units onsite. The City would need to complete a general plan amendment or specifically allow residential development. The parcel is bordered by the City of Seaside Monument to the east, and City of Monterey to the south along South Boundary Road. T |
| APN | 031-191-026-000 | | Boundary Road. Through the Fort Ord Base Reuse Plan Capital Improvement Program, adjacent to the site along General Jim Moore Blvd. Infrastructure for non-potable water i |
| Acreage | 232.03 | | developments relying on the use of non-potable water would be responsible for obtaining the development site. Supplemental water sources are considered unlikely in the forese |
| Description of Existing Use | The site is currently undeveloped, and a part of former Fort Ord. | Surrounding Land Uses | No developed land uses surround the site. The site is bound by South Boundary Road to An approved RV Resort is planned for the area located directly east of the site. The site South Boundary Road to the southwest, and Fort Ord National Monument to the north a |
| General Plan Designation | General Commercial – Neighborhood Commercial with Visitor overlay – (GC (C-1-V)) | Access/Circulation | The site has current access via a dirt road on the south side of the parcel on South Bours site access could also be served by General Jim Moore Boulevard, an arterial two-lane is the access could also be served by General Jim Moore Boulevard, an arterial two-lane is the access could also be served by General Jim Moore Boulevard, and arterial two-lane is the access could also be served by General Jim Moore Boulevard, and arterial two-lane is the access could also be served by General Jim Moore Boulevard, and arterial two-lane is the access could also be served by General Jim Moore Boulevard, and arterial two-lane is the access could also be served by General Jim Moore Boulevard, and arterial two-lane is the access could also be served by General Jim Moore Boulevard, and arterial two-lane is the access could also be served by General Jim Moore Boulevard, and arterial two-lane is the access could also be served by General Jim Moore Boulevard, and arterial two-lane is the access could also be served by General Jim Moore Boulevard, and arterial two-lane is the access could also be served by General Jim Moore Boulevard, and arterial two-lane is the access could also be served by General Jim Moore Boulevard, and arterial two-lane is the access could also be served by General Jim Moore Boulevard, and arterial two-lane is the access could also be served by General Jim Moore Boulevard, and arterial two-lane is the access could also be served by General Jim Moore Boulevard, and arterial two-lane is the access could also be served by General Jim Moore Boulevard, and arterial two-lane is the access could also be served by General Jim Moore Boulevard, and arterial two-lane is the access could also be served by General Jim Moore Boulevard, and arterial two-lane is the access could also be served by General Jim Moore Boulevard, and arterial two-lane is the access could also be served by General Jim Moore Boulevard, and arterial two-lane is the access could also be served by General Jim Moore Boulevard, and arterial two-lane i |
| Zoning | Neighborhood Commercial with Visitor Overlay – (C-1-V) | Infrastructure | <u>Water/Sewer</u> : The site is vacant and has no infrastructure onsite. Underground water, re improvements are located along General Jim Moore Boulevard and are planned to conti service is provided by the Marina Coast Water District (MCWD). Sanitary sewer is to be |
| Realistic Capacity | 200 units, conservative estimate, assuming an area or areas would be subdivided of up to ten acres at 20 units/acre density. | | District with connection to regional system. <u>Other Utilities</u> : There are no visible above-ground power lines on site. Energy would be (PG&E). Cable, Internet & Phone would be provided by Comcast or AT&T. |
| Proposed for Rezoning | This area is proposed for rezoning through an overlay zone to allow for residential to meet RHNA 6th Cycle, including shortfall from 5th Cycle. | Development constraints (environmental, floodplains, etc.) | The site was previously used by former Fort Ord Military Base and portions of the proper Ordnances (UXO). Removal of UXO was conducted by the Army. However, in accordan additional environmental insurance and clearance by Department of Toxic Substances (as well as restrictive covenants on use of the site are required consistent with the State regional Airport Influence Area but not within a Airport Safety Zone in Exhibit 4C of the M Compatibility Plan. |
| | 1 | Development Restrictions (easements/covenants) | Covenants and restrictions required per DTSC requirements for residential use in portion acres within the eastern portion of the site does not have a residential restriction and wo covenants. |
| DEL REY JAKS | | Monterey County GIS Data/Potential Concerns | Moderate to High Erosion Hazard, within the 660' buffer of Active/Potentially Active Faul Sensitivity, and Monterey Spineflower Critical Habitat. |
| Airport Por | 12 1 2 C 2 C 2 S | Ownership | City of Del Rey Oaks |
| | | | |

Surplus Land Act

Airport Age

Source: Denise Duffy & Associates, Inc.

dominated by chaparral and oak ment Plan identifies up to 200 or specific plan and rezoning to ide to the north, Fort Ord National I. The site is partially level towards South Im, water and sewer is available er is currently not available; proposed hing delivery of the non-potable water to eseeable future.

d to the south. site is bound on the west by vacant land, n and northeast.

oundary Road, a two-lane road. Future ne road.

, recycled water and wastewater pipeline ontinue on South Boundary Road. Water be provided by the Seaside Sanitation

be provided by Pacific Gas & Electric

perty were found to have Unexploded lance with regulatory restrictions, es Control (DTSC) regulatory agencies ite requirements. The site is within the e Monterey Regional Airport Land Use

tions of the site. Approximately 80-90 would not require DTSC lifting of

aults, Moderate Archaeological

Yes, the City noticed for Surplus Land Act in 2023 and received three responses for this property, one from a developer of affordable housing and two from public non-profit agencies related to open space conservation.

Land Inventory/Summary of Key Sites

| Location | 1a | Summary Description | The entire site is approximately 18 acres of undeveloped land with rolling slopes domin South Boundary Road. The site is steep along a trail near the City of Monterey storage |
|--------------------------------|--|--|---|
| Map Designation | Figure 4, Site 1a | | downward to South Boundary Road to the north. The City of Del Rey Oaks would need residential use. There are no water or sewer lines serving the site. The site is partially sloping upward to the hillside visible from the roadway to the south. The southern portion |
| APNs | 031-191-027-000, 031-191-028-000 | | (the area visible from Highway 218). The site is near a former Fort Ord property owned adjacent to the City of Monterey storage yard. |
| Acreage | Approximately 18 (6.03, 11.84) | | |
| Description of Existing Use | The site is currently undeveloped, and a part of former Fort Ord. | Surrounding Land Uses | An undeveloped open space/habitat is to the northwest between the site and General A western boundary of General Jim Moore Boulevard is the Monterey Peninsula Regiona Pond Wetland Preserve. Development near the site includes a City of Monterey storag Ranch Road. There is undeveloped land to the north, west, and east of the site. |
| General Plan Designation | General Commercial – Neighborhood Commercial with Visitor overlay – (GC (C-1-V)) | Access/Circulation | Existing access to the site is available via South Boundary Road on the northern side of access to the southern portion of the site from Highway 218. |
| Zoning Realistic Capacity | Neighborhood Commercial with Visitor Overlay – (C-1-V) 72 units | Infrastructure | <u>Water/Sewer</u> : The site is vacant and has no infrastructure onsite. Underground water, pipeline improvements are located along General Jim Moore Boulevard and are planne Road. The Water Allocation for the site is 10 acre-feet per year. Water service is provi District (MCWD). |
| | | | <u>Other Utilities</u> : There are no visible above-ground power lines on site. Energy would be Electric (PG&E). Cable, Internet & Phone would be provided by Comcast or AT&T. |
| Proposed for Rezoning | Yes | Development constraints (environmental, floodplains, etc.) | The primary developmental constraint to the site is its steep grade on the southern por 218. Freshwater Emergent Wetland Habitat exists onsite according to the National We the regional Airport Influence Area but not within a Airport Safety Zone in Exhibit 4C of |
| 5315350288 031191028000 | a a a a a a a a a a a a a a a a a a a | Development Restrictions (easements/covenants) | Covenants and restrictions required per DTSC requirements for residential use. |
| 65 | 19900000 | Monterey County GIS Data/Potential Concerns | Moderate to High Erosion Hazard, within the 660' buffer of Active/Potentially Active Fa Than 25%, Moderate Archaeological Sensitivity, and Monterey Spineflower Critical Ha |
| | 031191018000 | Ownership | City of Del Rey Oaks |
| | 1997 S | Surplus Land Act | Yes, the City noticed for Surplus Land Act in 2023 and received three responses for thi of affordable housing and two from public non-profit agencies related to open space co |



minated by chaparral and oaks near age yard to the south and slopes eed to rezone this site to allow lly level near South Boundary Road, ortion of the site is extremely steep ned by the City of Monterey and

al Jim Moore Boulevard. On the onal Park District (MPRPD) Frog rage yard to the southeast on Ryan

e of the site. There is no direct

er, recycled water and wastewater nned to continue on South Boundary ovided by the Marina Coast Water

be provided by Pacific Gas &

oortion of the site closest to Highway Netlands Inventory. The site is within of the Monterey Regional Airport

Faults, possessing Slopes Greater Habitat.

this property, one from a developer conservation.

Land Inventory/Summary of Key Sites

| Location | K1 | Summary Description | The site is approximately 20 acres of vacant, undeveloped land with gradual slopes domination |
|--------------------------|--|---|--|
| | | | trees/oak woodland in the interior of the site. The site is currently owned by Monterey Peni |
| Map Designation | Figure 4, Site K1 | | need to complete a general plan amendment or specific plan and rezoning to specifically a The parcel is bordered by the City of Seaside to the north, Fort Ord National Monument to to the south along South Boundary Road. Through the Fort Ord Base Reuse Plan Capital I |
| APN | 031-191-024-000 | | and sewer is available adjacent to the site along General Jim Moore Boulevard. Infrastructu currently not available; proposed developments relying on the use of non-potable water wil |
| Acreage | 20 | | delivery of the non-potable water to the development site. Supplemental water sources are foreseeable future. |
| Description of Existing | The site is currently undeveloped, | Surrounding Land Uses | There are residential land uses to the west and northwest of the site on the west side of Ge |
| Use | and a part of former Fort Ord. | , j | The site is bound by General Jim Moore Boulevard to the west, South Boundary Road to the owned by the City of Del Rey Oaks to the east, and Fort Ord National Monument to the nor |
| General Plan Designation | General Commercial – | Access/Circulation | The site has current access via a dirt road on the west side of the parcel on General Jim M |
| | Neighborhood Commercial with Visitor overlay – (GC (C-1-V)) | | lane road. South Boundary Road to the south can also provide future access to the site. |
| Zoning | Neighborhood Commercial – (C- | Infrastructure | Water/Sewer: The site is vacant and has no infrastructure onsite. Underground water, recy |
| | 1) and Neighborhood Commercial | | pipeline improvements are located along General Jim Moore Boulevard and are planned to |
| | with Visitor Overlay – (C-1-V) | | Road. Water service is provided by the Marina Coast Water District (MCWD). Sanitary ser Seaside Sanitation District with connection to regional system. |
| Realistic Capacity | Conservatively assuming 60 units, | | <u>Other Utilities</u> : There are no visible above-ground power lines on site. Energy would be pro |
| | with mixed use with commercial, | | (PG&E). Cable, Internet & Phone would be provided by Comcast or AT&T. |
| | and density at 20 units/acre. | | |
| Proposed for Rezoning | If needed to meet RHNA, rezoning | Development constraints | The site was previously used by former Fort Ord Military Base and portions of the property |
| riopocou for riozonnig | for mixed-use residential would be | (environmental, | Unexploded Ordnances (UXO). Removal of UXO was conducted by the Army. However, in |
| | required. The City will meet | floodplains, etc.) | restrictions, additional environmental insurance and clearance by Department of Toxic Sub |
| | RHNA with Sites 1 and 1a but this site provides additional capacity. | | regulatory agencies as well as restrictive covenants on use of the site are required consister requirements. The site is within the regional Airport Influence Area but not within a Airport |
| | | | the Monterev Regional Airport Land Use Compatibility Plan. |
| | | Development Restrictions (easements/covenants) | Covenants and restrictions required per DTSC requirements for residential use. |
| Monte rev | ac in the second | Monterey County GIS Data/Potential Concerns | Moderate Erosion Hazard, within the 660' buffer of Active/Potentially Active Faults, Modera |
| Peninsuta Regional | | Ownership | Private Ownership |
| Park | DEL REY OAKS | | |
| | South Bound | | |
| Kasell X | "Und | | |

Source: Denise Duffy & Associates, Inc.

ninated by chaparral and oak eninsula Partners. The City would y allow residential development. to the east, and City of Monterey al Improvement Program, water incture for non-potable water is will be responsible for obtaining are considered unlikely in the

General Jim Moore Boulevard. the south, vacant property north.

Moore Boulevard, an arterial two

ecycled water and wastewater I to continue on South Boundary sewer is to be provided by the

provided by Pacific Gas & Electric

ty were found to have in accordance with regulatory substances Control (DTSC) istent with the State rt Safety Zone in Exhibit 4C of

erate Archaeological Sensitivity.

Land Inventory/Summary of Key Sites

| Location | K2 | Summary Description | The site is approximately 53.81 acres of vacant, undeveloped land with gradual slopes |
|--------------------------|---|--------------------------|--|
| Map Designation | Figure 4, Site K2 | | trees/oak woodland in the interior of the site. The site is currently owned by Monterey F the City Council adopted an Initiative Measure amending the City's General Plan and Z Visitor Commercial Overlay recreational uses, to include recreational vehicle (RV) park |
| | | | within the designated area of the Initiative Measure. The Initiative Measure allows for the |
| APN | 031-191-025-000 | | (Monument RV Resort) of up to 210 total guest sites, including accessory and auxiliary south side of the former Fort Ord lands. The Initiative included an amendment to the C |
| Aoroago | Approximately 54 perces (52.91) | | development and the project is now fully entitled. The Draft Housing Element proposes |
| Acreage | Approximately 54 acres (53.81) | | meeting RHNA. If needed, rezoning to specifically allow residential development would approved development. Current development site plans indicate RV spaces at 4,000 so by Fort Ord National Monument to the north and east, and the City of Monterey to the s Road.Per the Marina Coast Water District Capital Improvement Program (MCWD CIP) extended to General Jim Moore Boulevard; water line extension is planned in the MCW is subject to DTSC residential covenant removals, as described below and approval by |
| Description of Existing | The site is currently undeveloped, | Surrounding Land Uses | No developed land uses surround the site. The site is bound by vacant property owned |
| Use | and a part of former Fort Ord. | Surrounding Land Uses | the north and west, vacant property owned by the City of Monterey to the south, and For east. |
| General Plan Designation | General Commercial – | Access/Circulation | The site has current access via a dirt road on the south side of the parcel on South Bo |
| ---- | Neighborhood Commercial with | | ···· ··· ··· ··· ··· ··· ··· ··· ··· · |
| | Visitor overlav – (GC (C-1-V)) | | |
| - . | | | |
| Zoning | Neighborhood Commercial with Visitor Overlay – (C-1-V) | Infrastructure | <u>Water/Sewer</u> : The site is vacant and has no infrastructure onsite. Underground water, |
| | | | pipeline improvements are located along General Jim Moore Blvd and are planned to c The property is within the water service provider Marina Coast Water District (MCWD). |
| Realistic Capacity | Up to 40 units, based upon use of | | by the Seaside Sanitation District with connection to their regional system. |
| | a portion of the approved project | | |
| | area for small lot, park model or | | Other Utilities: There are no visible above-ground power lines on site. Energy would be |
| | cottage residential. | | Flectric (PG&F) Cable Internet & Phone would be provided by Comcast or AT&T |
| Proposed for Pozoning | If needed to meet RHNA, rezoning | Development constraints | The site was previously used by former Fort Ord Military Base and portions of the prop |
| Proposed for Rezoning | for residential would be required. | (environmental, | Unexploded Ordnances (UXO). Removal of UXO was conducted by the Army. Howeve |
| | The City will meet RHNA with | floodplains, etc.) | restrictions, additional environmental insurance and clearance by Department of Toxic |
| | Sites 1 and 1a but this site | | regulatory agencies as well as restrictive covenants on use of the site are required con |
| | provides additional opportunity | | requirements. The site is within the regional Airport Influence Area but not within a Airp |
| | and capacity | | the Monterey Regional Airport Land Lise Compatibility Plan |
| 14 | | Development Restrictions | Covenants and restrictions required per DTSC requirements for residential use. |
| | 031 | (easements/covenants) | |
| Boun | A the o | (, | |
| Boundary Rd | | | |
| Pa | A Stran | Monterey County GIS | Moderate to High Erosion Hazard, Moderate Archaeological Sensitivity, and Monterey |
| | | Data/Potential Concerns | |
| 03770 | | O was and him | |
| 031791066000 031 | 191025000 | Ownership | Private Ownership under Monterey Peninsula Partners |
| 59031003000 | | | |
| XI | | | |
| 2 | ANSID LEON | | |
| | 900 B | | |
| | | | |

Source: Denise Duffy & Associates, Inc.

es dominated by chaparral and oak y Peninsula Partners. In May 2016, d Zoning Ordinance Chapter 17.32, arks, within the former Fort Ord, or the construction of an RV park ary uses, on 53.81 acres on the e City's General Plan allowing RV ses this site as an additional site for uld be required for a portion of the o square feet. The parcel is bordered the south along South Boundary IP), water lines are currently CWD CIP. Development of this site by the Army, DTSC, and property

ed by the City of Del Rey Oaks to Fort Ord National Monument to the

Boundary Road, a two-lane road.

er, recycled water and wastewater o continue on South Boundary Road. D). Sanitary sewer is to be provided

be provided by Pacific Gas &

operty were found to have ever, in accordance with regulatory kic Substances Control (DTSC) consistent with the State kirport Safety Zone in Exhibit 4C of

ey Spineflower Critical Habitat.

Appendix C-2

Supplemental Mapping

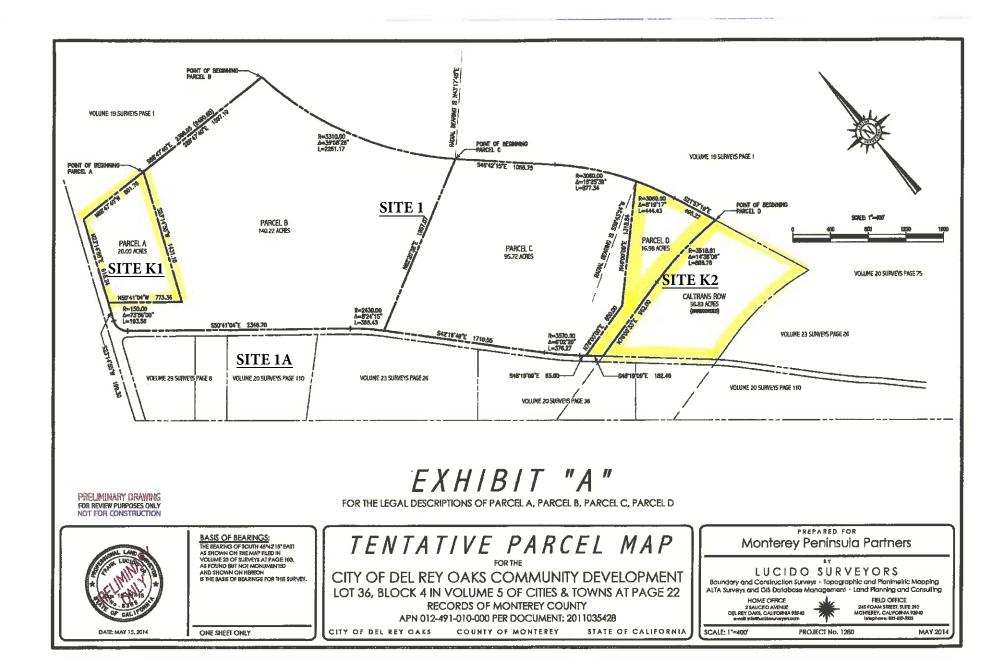


EXHIBIT A

PROPERTY LEGAL DESCRIPTION

Parcel A of Tentative Parcel Map dated May 14, 2014, consisting of 20.00 acres

Parcel B of Tentative Parcel Map dated May 14, 2014, consisting of 140.22 acres

Parcel C of Tentative Parcel Map dated May 14, 2014, consisting of 95.72 acres

Parcel D of Tentative Parcel Map dated May 14, 2014, consisting of 16.98 acres

The parcel identified as Volume 20 Surveys Page 110 in Tentative Parcel Map dated May 14, 2014, consisting of 18.00 acres, and containing Parcels E31a (5 acres), E31b (3 acres), E31c (4 acres), and E36 (6 acres)

The parcel identified as the Cal Trans Right of Way parcel, identified in Tentative Parcel Map dated May 14, 2014, consisting of 36.83 acres

Disposition Parcels

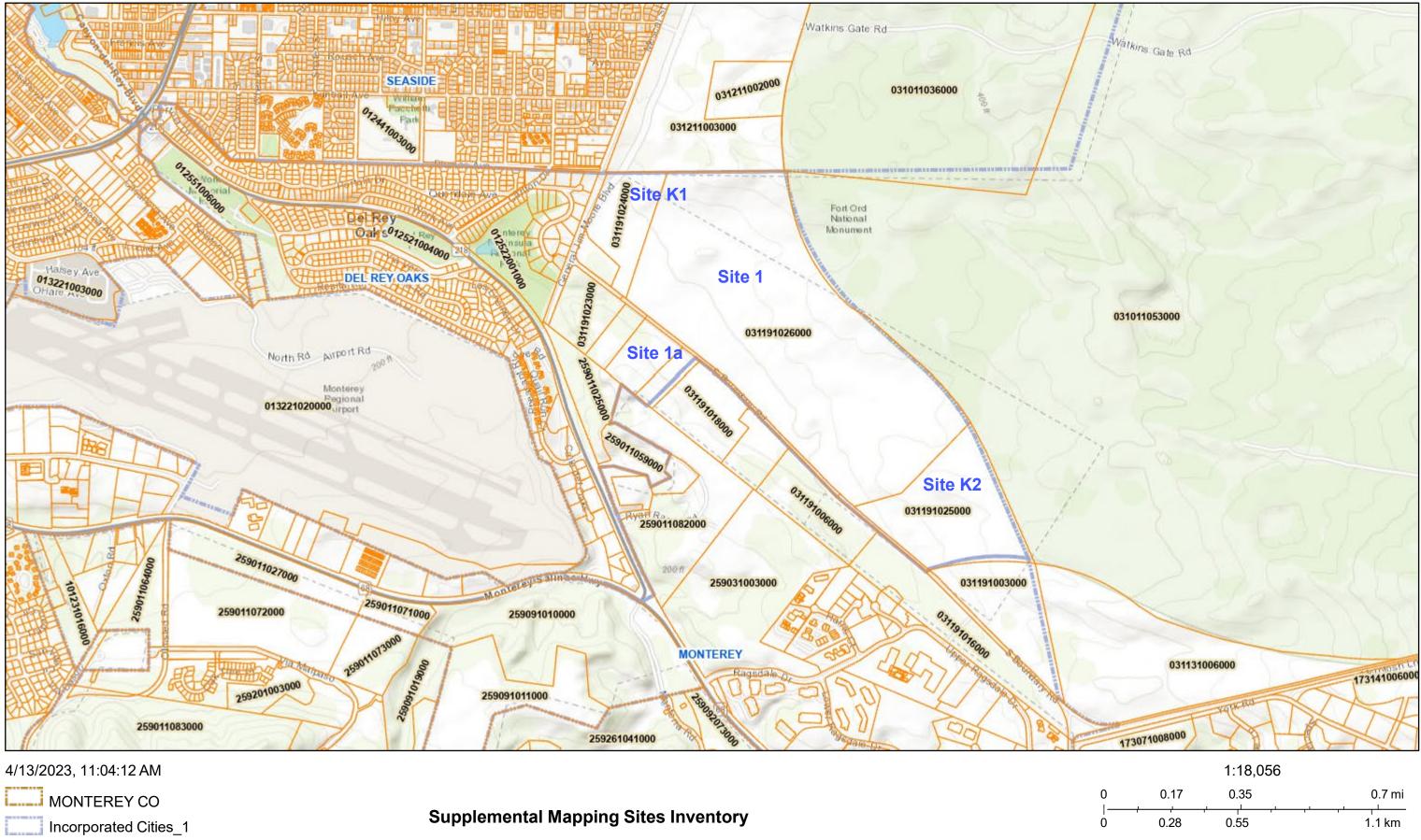
Parcel A of Tentative Parcel Map dated May 14, 2014, consisting of 20.00 acres

Parcel D of Tentative Parcel Map dated May 14, 2014, consisting of 16.98 acres

The parcel identified as the Cal Trans Right of Way parcel, identified in Tentative Parcel Map dated May 14, 2014, consisting of 36.83 acres

Del Rey Oaks

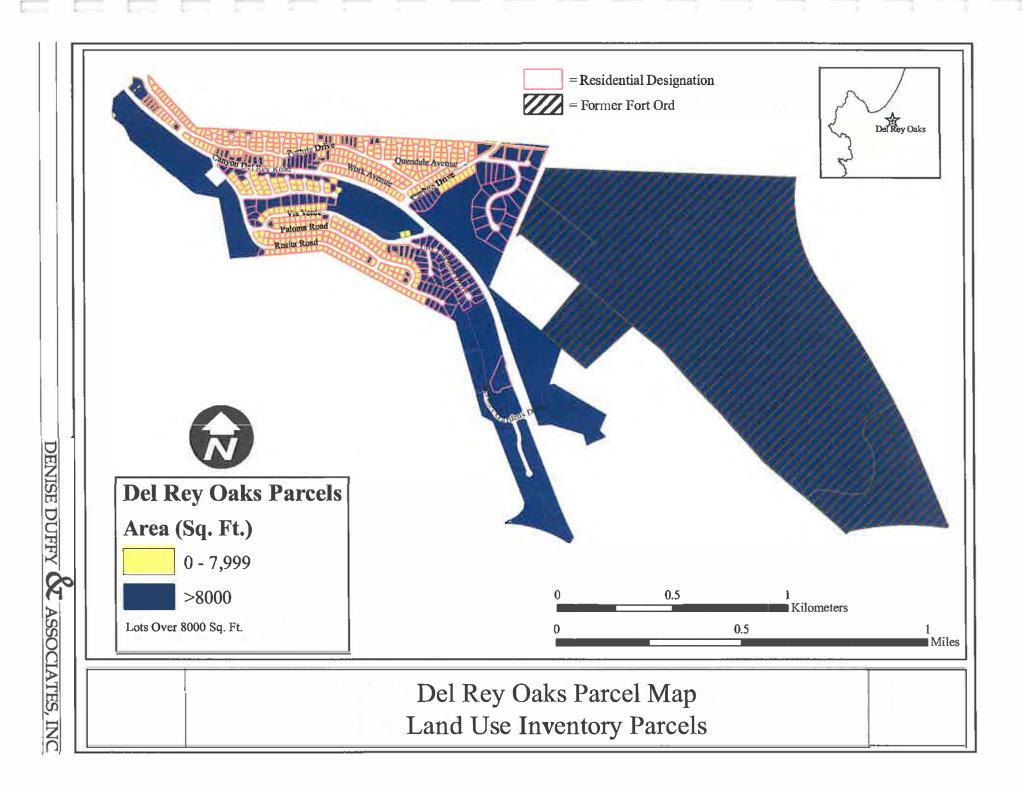
6th Cycle Housing Element Update



- **Rivers and Water Bodies**
 - Parcels

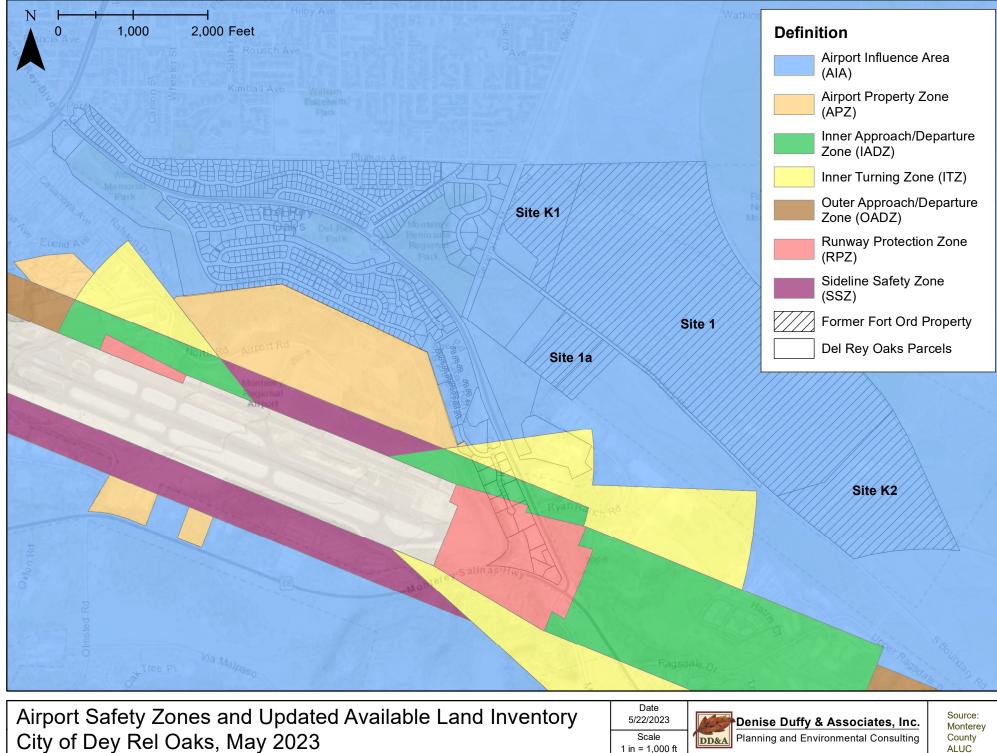
6th Cycle Housing Element Update **APPENDIX C**

Bureau of Land Management, Esri, HERE, Garmin, INCREMENT P, USGS, METI/NASA, EPA, USDA



Appendix C - 3 Additional Information

Airport Safety Zones



DD&A

1 in = 1.000 ft

ects\9614\Final Products\Housing Element IS\ALUC\2023 ALUC Safety Zone and Inventory.mxd S ш ath:

ALUC

| Del Rey Oaks – Monterey Airport Safety Zones Airport Land Use Compatibility Plan for the Monterey Regional Airport | | | | | | |
|---|--|--|---------------------------------------|--|---|--|
| Airport Safety Zone Designation Note: Attached map shows safety zone locations. | Maximum Densities/Intensities/ Required Open Land | | | Additional Criteria | | |
| | Dwelling Units per Acre ¹ | Maximum Non- residential Intensity ² | Required Open Land ³ | Prohibited Uses ⁴ | Other Development Conditions ⁵ | |
| Airport Influence Area (AIA) | No Limit | 300 persons per acre | 10% | Hazards to flight⁶ Outdoor stadiums and similar uses with very high intensity uses | Airport disclosure notice required. Airspace review required for objects >100 ft tall.⁹ New structures are prohibited on existing terrain that penetrates 14 CFR Part 77 Surfaces.⁹ New structures require additional airspace analysis required within the 50-ft terrain penetration buffer.⁹ Proposed uses involve vulnerable occupants¹² within 6,000 ft from the side of the runway and 10,000 ft from the end of the runway shall require ALUC review. In addition to the prohibited uses listed within Table 4B, any use involving vulnerable occupants in the area described above is strongly discouraged. Areas designated as Urban on Exhibit 4C are exempt from the density and intensity criteria.¹³ | |

| Del Rey Oaks – Monterey Airport Safety Zones Airport Land Use Compatibility Plan for the Monterey Regional Airport | | | | | | |
|---|--|--|---------------------------------------|--|--|--|
| Airport Safety Zone Designation Note: Attached map shows safety zone locations. | Maximum Densities/Intensities/ Required Open Land | | | Additional Criteria | | |
| | Dwelling Units per Acre ¹ | Maximum Non- residential Intensity ² | Required Open Land ³ | Prohibited Uses ⁴ | Other Development Conditions⁵ | |
| Inner Turning Zone (ITZ) | 1 d.u. per 2 acres | 100 persons per acre | 20% | Residential, except for low residential and infill in developed areas¹¹ Hazardous uses (e.g., aboveground bulk fuel storage) Natural gas & petroleum pipelines¹⁰ Buildings with more than 3 above-ground habitable floors Children's schools, day care centers, libraries Hospitals, nursing homes Places of worship Schools Gas stations Recreational uses, athletic fields, playgrounds, & riding stables Theaters, auditoriums, & stadiums Dumps and landfills Waterways that create a bird hazard Hazards to flight⁶ | Airport disclosure notice required. Locate structures maximum distance from extended runway centerline. Airspace review required for objects >35 ft tall.⁸ Clustering is not allowed. | |

| Del Rey Oaks – Monterey Airport Safety Zones Airport Land Use Compatibility Plan for the Monterey Regional Airport | | | | | | |
|---|--|--|---------------------------------------|---|--|--|
| Airport Safety Zone Designation Note: Attached map shows safety zone locations. | Maximum Densities/Intensities/ Required Open Land | | | Additional Criteria | | |
| | Dwelling Units per Acre ¹ | Maximum Non- residential Intensity ² | Required Open Land ³ | Prohibited Uses ⁴ | Other Development Conditions ⁵ | |
| Inner Approach/ Departure Zone (IADZ) | 1 d.u. per 10 acres | 60 persons per acre | 30% | Residential, except for very low residential and infill in developed areas¹¹ Hazardous uses (e.g., aboveground bulk fuel storage) Natural gas & petroleum pipelines¹⁰ Office buildings greater than 3 stories Labor-intensive industrial uses Children's schools, day care centers, libraries Hospitals, nursing homes Places of worship Schools Gas stations Recreational uses, athletic fields, playgrounds, & riding stables Theaters, auditoriums, & stadiums Dumps and landfills Waterways that create a bird hazard Hazards to flight⁶ | Airport disclosure notice required. Locate structures maximum distance from extended runway centerline. Airspace review required for objects >35 ft tall.⁸ Clustering is not allowed. | |

| | Airport Safaty Zana | | m Densities/Int | | Additi | onal Criteria |
|---------|--|---|---|---------------------------------------|---|---|
| | Airport Safety Zone Designation | Re | quired Open La | nd | Addition | |
| No | ote: Attached map shows safety zone locations. | Dwelling Units per Acre ¹ | Maximum Non- residential Intensity ² | Required Open Land ³ | Prohibited Uses ⁴ | Other Development Conditions ⁵ |
| Rı | unway Protection Zone (RPZ) | None | None | All unused | All structures except ones with location set by aeronautical function All assemblages of people Objects exceeding FAR Part 77 height limits Natural gas & petroleum pipelines¹⁰ Dumps and landfills Hazards to flight⁶ | Airport disclosure notice required. Clustering is not allowed. |
| 1. | | | | | | .u./ac). Clustering of units is encouraged. Gross |
| 2 | | | | | manently dedicated, open lands associated wit | |
| 2. | indoors or outside. | iude the maximum | in number of people | e (e.g., employees | , customers/visitors, etc.) who may be on the p | arcels of site at a single point in time, whether |
| 3. | | d to be applied wi | ith respect to an en | tire zone This is t | vnically accomplished as part of a community g | eneral plan or a specific plan, but may also apply to |
| 5. | large (10 acres or more) developmer | | | | prearly decomprished as part of a commany g | cheral plan of a specific plan, but may also apply to |
| 4. | | | ited regardless of w | hether they meet | the intensity criteria. In addition to these expli | citly prohibited uses, other uses will normally not |
| | | | | | ensity criteria. Also see Section 4.1.6 for policie | |
| 5. | | | | | bility zone (that is, anywhere within an airport i | |
| | proximity and the existence of aircra | | | | | |
| 6. | | | | | | use development, such as golf courses and certain |
| | | | | | | attraction of birds to increase is also prohibited. |
| 7. | | | itial uses that shoul | d be prohibited ir | iclude amphitheaters and drive-in theaters. Cau | ution should be exercised with respect to uses such |
| 0 | as poultry farms and nature preserve | | r the FAA may read | ira Farm 7460 1 | marking and lighting of cortain objects | |
| 8. a | | | | | marking, and lighting of certain objects. | on well above that of the airport (See examples 1, 2 |
| 5. | | | | | | etrate 14 CFR Part 77 elevations must file Form |
| | 7460 with the FAA. | , | | | | |
| 10. | Natural gas & petroleum pipelines le | ss than 36 inches | below the surface. | | | |
| 11. | The definition of infill can be found in | n Section 4.2.2.3. | | | | |
| | intensive uses) and where developm increases in the residential density, r | ent would occur e onresidential usa eplacement open | entirely within the a ge intensity, and/or land is provided wit | rea defined by the other incompatik | ble design or usage characteristics of a parcel ar apatibility zone. In addition, the average develo | ent bounded by existing similar uses (or more e uses. To be considered infill development, further re prohibited, and the parcel cannot have previousl pment density of a site shall not exceed the averag |
| 12. | Vulnerable occupants include childre | | | | | |
| | These urban areas are the "mixed us | ed use areas" idei | ntified in the City of | f Monterey Gener | al Plan dated August 2013. | |

4.2.2.3 Infill Development

Where development that already exists is not in conformance with the criteria set forth in this compatibility plan analysis, additional infill development of similar land uses may be allowed to occur even if such land uses are to be prohibited elsewhere in the zone.

This exception does not apply within RPZ zones.

(a) A parcel can be considered for infill development if it meets all of the following criteria, plus the applicable provisions of either Sub-policy (b) or (c) below:

(1) The parcel size is no larger than 10.0 acres.

(2) At least 65 percent of the site's perimeter is bounded (disregarding roads) by existing uses similar to, or more intensive than, those proposed. For projects adjacent to an undeveloped parcel, the closest developed lot may be used.

(3) The proposed project would not extend the perimeter of the area defined by the surrounding, already developed, incompatible uses.

(4) Further increases in the residential density, nonresidential usage intensity, and/or other incompatible design or usage characteristics (e.g., through use permits, density transfers, addition of second units on the same parcel, height variances, or other strategy) are prohibited.

(5) The area to be developed cannot previously have been set aside as open land in accordance with policies contained in this compatibility plan analysis unless replacement open land is provided within the same compatibility zone.

(b) For residential development, the average development density (dwelling units per gross acre) of the project site shall not exceed the average density represented by all existing lots that lie fully or partially within a distance of 300 feet from the boundary of the parcel to be divided.

(c) For nonresidential development, the average land use intensity (the number of people per gross acre) of the site's proposed use shall not exceed the lesser of:

(1) The average intensity of all existing uses that lie fully or partially within a distance of 300 feet from the boundary of the proposed development; or

(2) Double the intensity permitted in accordance with the criteria for that location as indicated in the Compatibility Criteria matrix, Table 4B.

(d) Infill development on some parcels should not enable additional parcels to then meet the qualifications for infill. The Airport Land Use Commission's intent is that parcels eligible for infill be determined just once. Thus, in order for the Airport Land Use Commission to consider proposed development under these infill criteria, the entity having land use authority (Monterey County or affected cities) must first identify the qualifying locations in its general plan or other adopted planning document approved by the Airport Land Use Commission. This action may take place in conjunction with the process of amending a general plan for consistency with the compatibility plan analysis or may be submitted by the local agency for consideration by the Airport Land Use Commission at the time of initial adoption of this compatibility plan analysis. In either case, the burden for demonstrating that a proposed development qualifies as infill rests with the affected land use jurisdiction and/or project proponent.

Source: Monterey County Airport Land Use Commission, February 2019. Airport Land Use Compatibility Plan for the Monterey Regional Airport.

Appendix D - Funding Resources

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Funding and Administrative Resources

Overview

A variety of resources are available to landowners and developers seeking to provide housing within the City and vicinity. The information below identifies several of the major programs and resources available within the region for use with residential developments. Resources are grouped under local providers, private nonprofit agencies, and state or federal programs.

Housing Authority of the County of Monterey

The Housing Authority of the County of Monterey (HACM or Housing Authority) provides administration of housing programs for residents of the City and the County. The Housing Authority located in nearby Salinas has been helping the residents of Monterey County and the City of Del Rey Oaks for over 75 years. Programs administered by the Housing Authority include Section 8 Housing Choice Vouchers and other affordable housing programs to address the housing shortage, including provision and assistance in providing public housing farm labor housing and providing information and assistance on tax credit and other affordable housing programs. The Housing Authority partners with a broad spectrum of community non-profits, city and county agencies, and state organizations to address affordable housing and housing shortage issues. See HACM information at https://hamonterey.org/.

Community Development Block Grant (CDBG) Program

The CDBG program provides funds for a range of community development activities. CDBG funds are administered by the State Department of Housing and Community Development (HCD) through a variety of competitive and non-competitive programs. These programs can provide funding for a range of activities. The eligible activities include, but are not limited to acquisition and/or disposition of real estate or property, public facilities and improvements, relocation, rehabilitation and construction of housing, homeownership assistance, and also clearance activities. Funding levels for individual programs can vary by year, and decisions to pursue funding for each program are made by the City based on potential projects and competitive factors. Currently Del Rey Oaks is not eligible to participate in CDBG program but is working to rectify this.

HOME Investment Partnership Program Funds (HOME)

Federal HOME funds can be used for activities that promote affordable rental housing and homeownership for lower-income households. HOME funds are administered by HCD, through a variety of competitive and non-competitive programs. Activities eligible to receive HOME funds include building acquisition, new construction, reconstruction, moderate/substantial rehabilitation, first-time homebuyer assistance, and tenantbased assistance. A federal priority for the use of HOME funds is preservation of the at-risk housing stock. As with CDBG funds, funding levels for individual programs can vary by year, and decisions to pursue funding for each program are made by the City based on potential projects and competitive factors.

Mortgage Credit Certificate (MCC) Program

Federally funded program administered by the State offers MCCs through an annual application process, which provides first-time homebuyers a credit on their federal income taxes up to 20 percent of the mortgage interest

paid for the year. The credit can be deducted from the income tax owed, while the remaining 80 percent of the interest paid on the mortgage remains available as an income tax deduction.

Cal Home Program

Authorized by SB 1656 in 2002, the Cal Home Program offers financial assistance to cities and non-profits for first-time homebuyer assistance, rehabilitation programs, or homeownership development projects. Specialized components of the Program assist owners of manufactured housing units and shared housing operators.

Project-Based Section 8

Project-Based Section 8 is a rent subsidy program in which tenants pay no more than 30% of their income for rent with HUD paying the difference up to the contract rent amount. Project-Based Section 8 provides for contracts that have terms of up to 20 years, except for those financed by the California Housing Finance Agency, which have terms of 30 years.

Section 202 Supportive Housing for the Elderly

This section helps expand the supply of affordable housing with supportive services for the elderly. It provides very low-income elderly with options that allow them to live independently but in an environment, that provides support activities such as cleaning, cooking, transportation, etc. The program is similar to Supportive Housing for Persons with Disabilities (Section 811).

Section 811 Supportive Housing for Persons with Disabilities

This program allows persons with disabilities the opportunity to live as independently as possible by increasing the supply of rental housing with the availability of supportive services. The program also provides project rental assistance, which covers the difference between the HUD approved operating costs of the project and the tenants' contribution toward rent. The program is similar to Supportive Housing for the Elderly (Section 202).

Low Income Housing Tax Credits

This program (LIHTC) encourages the construction and rehabilitation of low-income rental housing by providing a federal income tax credit as an incentive to investors. Investors receive tax credits for a specified number of years in return for investing equity capital. This program requires a 55-year affordability period.

| Program Name | Description | Eligible Activities |
|--|--|---|
| 1. Federal Programs | | L |
| HOME | Grant program available to the City on a competitive basis for housing activities. City competes for funds through the State's allocation process. | Acquisition Rehabilitation Home Buyer Assistance Rental Assistance |
| Low-income Housing Tax Credits (LIHTC) | Tax credits are available to persons and corporations that invest in low income rental housing. Proceeds from the sales are typically used to create housing. | New ConstructionAcquisitionRehabilitation |
| Mortgage Credit Certificate (MCC) Program | Income tax credits available to first-time homebuyers to buy new or existing single- family housing. | Home Buyer Assistance |
| Housing Choice Voucher Program | Rental assistance payments from Monterey County Housing Authority to owners of private market rate units on behalf of very low-income tenants. | Rental AssistanceHome Buyer Assistance |
| Section 202 | Grants to non-profit developers of supportive housing for the elderly. | AcquisitionRehabilitationNew Construction |
| Section 203(k) | Provides long-term, low interest loans at fixed rate to finance acquisition and rehabilitation of eligible property. | Land Acquisition Rehabilitation Relocation of Unit Refinance Existing Indebtedness |
| Section 811 | Grants to non-profit developers of supportive housing for persons with disabilities, including group homes, independent living facilities and intermediate care facilities. | Acquisition Rehabilitation New Construction Rental Assistance |
| U.S. Department of Agriculture (USDA) Housing Programs | Below market-rate loans and grants for farmworker rental housing. | New ConstructionRehabilitation |
| 2. State Programs | | |
| Affordable Housing Partnership Program (AHPP) | Provides lower interest rate CHFA loans to homebuyers who receive local secondary financing. | Home Buyer Assistance |
| CalHOME | Provides grants to local governments and non- profit agencies for local homebuyer assistance and owner occupied rehabilitation programs and new home development projects. Will finance the acquisition, rehabilitation, and replacement of manufactured homes. | Home Buyer AssistanceRehabilitationNew Construction |
| California Housing Assistance Program | Provides 3 percent silent second loans in conjunction with 97 percent CHFA first loans to give eligible buyers 100 percent financing. | Home Buyer Assistance |
| California Self-Help Housing Program (CSHHP) | Provides grants for the administration of mutual self-help housing projects. | Home Buyer AssistanceNew Construction |
| Emergency Housing and Assistance Program (EHAP) | Provides grants to support emergency housing. | New Construction Shelters & Transitional Housing |

Appendix D -Table 1 Financial and Program Resources Availability

| | Financial and Frogram Resources Avan | ľ ľ |
|---|--|--|
| Program Name | Description | Eligible Activities |
| Emergency Shelter Program | Grants awarded to non-profit organizations for shelter support services. | Support Services |
| | Provides funding to eligible applicants ² for a range of housing activities at the local government level including: | |
| Senate Bill 2 – Building Homes and Jobs Act ¹ | • Updates to general plans, community plans, specific plans, local planning related to the implementation of sustainable communities strategies, and/or local coastal plans. | Public ServicesEconomic Development |
| | Updates to local zoning ordinances. | |
| | • Environmental analyses that eliminate the need for project-specific review. | |
| | • Local process improvements that expedite local planning and permitting. | |
| 3. Federal/State/Local F | rograms (See Footnote 2) | - |
| Community Development Block Grant (CDBG) | Grants could be available to a City on a competitive basis for a variety of housing and community development activities. | Acquisition Rehabilitation Home Buyer Assistance Economic Development Homeless Assistance Public Services |
| CDBG Revolving Loan Funds | This program rehabilitation loans that are administered by jurisdictions locally; also offers low-income families to obtain low interest loans for down payment assistance when purchasing a home. | RehabilitationHome Buyer Assistance |
| 4. Private Resources/Fin | | |
| | Fixed rate mortgages issued by private mortgage insurers. | Home Buyer Assistance |
| Federal National Mortgage Association (Fannie Mae) | Mortgages, which fund the purchase and rehabilitation of a home. | Home Buyer AssistanceRehabilitation |
| | Low Down-Payment Mortgages for Single- Family Homes in underserved low-income and minority cities. | Home Buyer Assistance |
| Freddie Mac Home Works | Provides first and second mortgages that include rehabilitation loan. City provides gap financing for rehabilitation component. | Home Buyer Assistance |

Appendix D -Table 1 Financial and Program Resources Availability

¹ <u>http://www.hcd.ca.gov/grants-funding/active-funding/planning-grants.shtml</u>

² Eligible applicants as defined by the California Department of Housing and Community Development must have an HCD-compliant housing element, have submitted a recent annual progress report, demonstrate a nexus to accelerating housing production, and demonstrate consistency with State Planning Priorities (Government Code Section 65041.1) or other planning priorities. The City previously was able to offer housing rehabilitation loans using program income from CDBG grants. The City no longer has eligibility for this program but is moving to compliance working with HCD.

Appendix E

Matrix of Existing Housing Element Programs

Appendix E-1: 1992 Program Review (as included in December 2019 Housing Element) Appendix E-2: 2019 Program Review (addressing programs adopted by the City Council December 2019) This Page Intentionally Left Blank

APPENDIX E-1: MATRIX OF EXISTING HOUSING POLICIES IN THE 1992 HOUSING ELEMENT 1992 Housing Element Background & Summary

Del Rey Oaks' Housing Element was adopted in January 1992. The 1992 Housing Element was the last HCDcertified Housing Element for Del Rey Oaks. Del Rey Oaks' 1992 Housing Element sets forth goals, policy statements, and housing programs to implement those policies. The goals in the 1992 Housing Element are:

- To promote the development of housing to meet the needs of all segments of the population of Del Rey Oaks.
- To increase the availability of affordable housing units.
- To encourage the rehabilitation or redevelopment of aging sections of the community's housing stock.
- To discourage discrimination in all segments of the community housing market.
- To promote cooperation between the City and public and private organizations concerned with housing cost, availability, and quality.
- In order to meet these goals, the City implemented the following goals and objectives, with a target implementation date of July 1, 1996:
 - Promote the construction of at least 11 new housing units that are affordable to very lowincome households.
 - Through the use of various federal and State funding sources, facilitate the construction of housing units that are affordable to lower-income households, thus ensuring that an equitable proportion of the City's housing stock is affordable to these households.
 - Conserve the existing affordable rental units.
 - Encourage the rehabilitation of 25 substandard units.

The housing policies and programs identified below were outlined with specific timeframes to implement the above listed goals and objectives. The following table (**Table E-1**) identifies each policy and program from the 1992 Housing Element, analyzes the progress of these programs, and whether revisions and/or updates to the policy/program or additional actions should be made.

Although a number of policy areas do not show significant achievements since 1992, the City did adopt a redevelopment plan for approximately 320-acres of former Fort Ord land. Under redevelopment law, 15 percent of all housing must be affordable to very low-income, low-income, and moderate-income households. In addition to these requirements, FORA policy requires that 20 percent of the housing units be affordable, with the additional 5 percent included in the FORA policy to be affordable at "workforce" levels (i.e., affordable to households with incomes between 120 percent and 150 percent of medium income).

| Housing Element Policies and Programs | Policy/Program | Responsible Agency | Progress and Evaluation Through August, 2019 | Revise/ Update Policy? |
|---|--|------------------------------|---|--|
| - | A: Encourage the development of housing to mee | | | |
| Program 1 | Provide incentives such as density bonuses and fee waivers to encourage development of housing for very low-income and low-income households. | Del Rey Oaks City Council | Adoption of the Redevelopment Plan for the City within the Fort Ord Redevelopment Plan. Redevelopment Plan incorporates affordable housing requirements of redevelopment law and FORA policies. Land within city limits and land outside but within the BRP, is now designated for housing. Redevelopment funds can now be used to encourage housing for very low-income and low- income households. This 2019 Draft Housing Element identifies Program B.5 which includes adoption a local Density Bonus Ordinance consistent with State law. | Revise Policy Update Policy No |
| Program 2 | Encourage the construction of affordable auxiliary (second) or "granny" units by relaxing the standards of the City's second-unit ordinance for homeowners who promise to build auxiliary (second) units that are affordable to very-low-income households. The existing second unit ordinance shall be amended to allow City fee waivers and relaxed standards (e.g., smaller minimum lot size, waiving the off-street parking requirement) in cases where it is guaranteed that the new auxiliary (second) unit to be built will be affordable to a person or household of very low income. The standards should be relaxed to the point where at least an average of three new second units that are affordable to very low-income households will be built each year between 1992 and 1996. (The definition of what income level constitutes "very low-income" changes from year to year and varies depending on how many persons are in the household. These income figures can be obtained from the AMBAG). | Del Rey Oaks City Council | No auxiliary (second) units have been built due to the severe water constraints related to the SWRCB's CDO and the MPWMD's water allocation system for new units. The City Council developed a Special Housing Committee in July 2003 in order to review and amend the Auxiliary (Second) Unit Ordinance. The ordinance was adopted and auxiliary units are permitted under the R-1 designation of the City's municipal code. This 2019 Draft Housing Element includes Program C.2 to update the City's ADU Ordinance (also known as auxiliary housing) to be compliant with updated State regulations that promote the development of ADUs. | Revise Policy Update Policy No |

Table E-11992 Housing Element Policies and Analysis

| Housing Element Policies and Programs | Policy/Program | Responsible Agency | Progress and Evaluation Through August, 2019 | Revise/ Update Policy? |
|---|--|--|---|---|
| Program 3 | Encourage the construction of affordable auxiliary (second) or "granny" units by providing information to all eligible property owners concerning the City's amended second unit ordinance | Del Rey Oaks City Council | The auxiliary (second) unit ordinance was adopted, see Program 2 above. | □ Revise Policy ○ Update Policy □ No |
| 1992 Policy | B: Encourage the development of all types of hou | ising units. | | |
| Program 4 | Allow the placement of mobile homes, modular, and manufactured housing on permanent foundations in all residentially zoned areas. | Del Rey Oaks City Council | According to estimates from the 2017 ACS, there are 9 mobile home units currently within the City. This program was not specifically carried over into the 2019 Draft Housing Element, however Program A.1 identifies updating the General Plan and Zoning Ordinance for the former Fort Ord area to facilitate a variety of housing types to meet the RHNA. | Revise Policy Update Policy No No Other |
| 1992 Policy | C: Increase the availability of rental units in Del l | Rey Oaks. | | |
| Program 5 | Protect the currently available rental units. | Del Rey Oaks City Council Del Rey Oaks Planning Commission | The City did not adopt a condominium conversion ordinance; the City has only 5 apartment units within the City limits. Rather than identify a condominium conversion ordinance, as there are limited condominiums in the City, Program B.6 in this 2019 Draft Housing Element facilitates affordable rentals by researching and where appropriate applying for low interest loans, grants, and rent subsidies. In addition, Program E.1 states the City will investigate available rehabilitation funds, to preserve the existing housing stock. | Revise Policy Update Policy No No Other |
| | D: The City shall identify and solicit federal and St | ate financial assi | stance for the construction of rental housing units | and for rent |
| | or very low-income and low-income households. | D-1 B C 1 | Due to the lash of staff to each and adapting | D D and a |
| Program 6 | The City shall apply for low-interest loans, grants, and rent subsidies through the U.S. Department of Housing and Urban Development, the California Housing Finance Agency, the Farmers Home Administration, and the HCD on a yearly basis or as often as such funds are available. | Del Rey Oaks City Council | Due to the lack of staff to apply and administer grants, the City did not apply for funds and/or use Community Development Block Grant (CDBG) funds to assist in the construction of units affordable to very low-income households. This 2019 Draft Housing Element identifies Program B.6 which facilitates affordable rentals by | □ Revise Policy □ Update Policy □ No |

Table E-11992 Housing Element Policies and Analysis

| Housing Element Policies and Programs | Policy/Program | Responsible Agency | Progress and Evaluation Through August, 2019 | Up | vise/ odate licy? |
|---|--|--|--|---------------------|--|
| | | | researching and where appropriate applying for low interest loans, grants, and rent subsidies. | | |
| Program 7 | Identify and solicit low-interest loans, subsidies, and grants available from federal and State agencies to continue and expand the housing rehabilitation program. | Del Rey Oaks City Council | See Program 6, above. | ⊢ P ⊠ U P | Revise Policy Update Policy No |
| 1992 Policy | F: Encourage the redevelopment of presently under | erutilized comme | ercial or residential properties. | | |
| Program 8 | Amend the Land Use Element of the General Plan to identify areas suitable for redevelopment. | Del Rey Oaks City Council Del Rey Oaks Planning Commission | The Land Use Element of the General Plan was amended in 1997. The redevelopment at Fort Ord within the City was zoned for commercial/hotel development consistent with the BRP; however, the City zoning ordinance allows residential use in this district. In addition, the adoption of the Redevelopment Plan by the City provides for residential development of up to 200 units. The 2019 Draft Housing Element also identifies additional policies to promote housing and specify residential use in this area to provide additional areas of suitable land for affordable housing that were not available in previous years. | — р Д U _ Р | Revise Policy Update Policy No |
| Program 9 | Amend the zoning ordinance to allow densities of at least 25 units per acre in redeveloped areas. | Del Rey Oaks City Council | The City did not amend the Zoning Ordinance to allow densities of at least 25 units per acre in redevelopment areas. The City adopted a Redevelopment Plan for the former Fort Ord area. This 2019 Draft Housing Element Update identifies Programs A.1 which seeks to meet the City's share of the RHNA by and General Plan and Zoning Ordinance update to provide a range of housing on former Fort Ord lands (or the redevelopment area). | P V P | Revise Policy Update Policy No |
| Program 10 | Allow a 25 percent density bonus and fee waiver (where feasible) for residential redevelopment which incorporates units for very low-income and low-income households. G: Regulate the use of land to minimize energy co | Del Rey Oaks City Council | The City did not adopt a Density Bonus Ordinance. Programs in the 2019 Draft Housing Element have been identified to adopt a local Density Bonus Ordinance consistent with State law. | ⊢ P ⊠ U P | Revise Policy Update Policy No |

Table E-11992 Housing Element Policies and Analysis

| Housing Element Policies and Programs | Policy/Program | Responsible Agency | Progress and Evaluation Through August, 2019 | Revise/ Update Policy? |
|---|---|--|---|---|
| Program 11 | Consider waiving setback and street orientation requirements to increase solar efficiency of new and redeveloped housing units. | Del Rey Oaks City Council Del Rey Oaks Planning Commission | The City has a zoning category similar to a PUD that allows varying street orientation and setback requirements that would help to minimize energy consumption. Although the 2019 Draft Housing Element does not identify specifically removing governmental constraints to facilitate solar power installation in the City, Program E.3 of the 2019 Draft Housing Element promote subsidy and incentive programs for energy conservation where available to residents. In addition, Program C.1 seeks to remove governmental constraints to ensure that site improvement standards and procedures do not unnecessarily constrain the development, conservation, and rehabilitation of affordable housing. | ☑ Revise Policy ☑ Update Policy ☑ No ☑ Other |
| Program 12 | Cooperate with utilities that provide energy audits and information on energy conservation measures to residents of Del Rey Oaks. | Del Rey Oaks City Council | The City has forwarded information about energy consumption measures and refers interested residents to PG&E. This 2019 Draft Housing Element identifies Program E.3 to promote subsidy and incentive programs for energy conservation where available to residents. | ☐ Revise Policy ☑ Update Policy ☐ No |
| | H: The City will support efforts to minimize and | prevent housing | discrimination on the basis of race, color, sex, re | eligion, age, |
| | us, sexual orientation, offspring, or disability. | | | |
| Program 13 | The City shall encourage the efforts of the Mediation Center of Monterey County by publicizing its existence through flyers available at City Hall and in the City's annual newsletter, and shall refer all alleged cases of discrimination to the Center. The City shall also encourage efforts by the Monterey County Housing Authority to investigate discrimination whenever alleged cases of discrimination are reported. | Del Rey Oaks City Council | The City has publicized the Mediation Center's existence on flyers available at City Hall. This 2019 Draft Housing Element includes policies and programs to promote equal housing opportunities, including Program D.1 to "Promote Fair Housing by Providing Educational and Referral Materials." | □ Revise Policy □ Update Policy □ No |
| 1992 Policy | I: The City will actively seek to participate in and p | promote housing | assistance service provided by such agencies as th | he Monterey |
| | using Authority, the State Department of Housing a | | | |

Table E-11992 Housing Element Policies and Analysis

| Housing Element Policies and Programs | Policy/Program | Responsible Agency | Progress and Evaluation Through August, 2019 | Revise/ Update Policy? |
|---|--|------------------------------|---|--|
| Program 14 | The City will participate in public and private programs that promote development of affordable housing. | Del Rey Oaks City Council | Due to the lack of staff, the City has not participated in housing assistance programs to promote development of affordable housing. Program B.2 "Facilitate Affordable Housing for All Income Levels" in this 2019 Draft Housing Element states that the City will actively participate in and promote housing assistance programs. | □ Revise Policy □ Update Policy □ No |
| 1992 Policy J | : The City will ensure that State Housing Element Law | provisions regardi | ing the development of emergency shelters are followed | 1. |
| Program 15 | The City shall amend its Zoning Ordinance to make emergency shelters an allowed use in one or more of the City's zoning districts. | | The City has not amended its Zoning Ordinance to make emergency shelters an allowed use in one or more of the City's zoning districts. This 2019 Housing Element recommends that the City amend the Municipal Code to allow emergency shelters as an allowed use in at least one of the zoning districts (Program D.4). | □ Revise Policy ☑ Update Policy □ No |

Table E-11992 Housing Element Policies and Analysis

Appendix E - Review of Previous Housing Element

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Progress in Implementing Programs from the 2019 Housing Element - Background & Summary

The following provides an assessment of progress in achieving the objectives of the adopted programs from 5th Cycle Update. The City of Del Rey Oaks' 5th Cycle Housing Element was adopted in December 2019, with minor changes approved in 2023 to achieve HCD compliance for rezoning and emergency shelter adoption. Del Rey Oaks' 5th Cycle Housing Element also sets forth goals, policy statements, and housing programs to implement those policies. **Table E.1** provides an overview of progress on program implementation since City Council adoption of the 5th Cycle Housing Element in 2019 and submittal of the Update to 5th Cycle.

| | Table E.1- Assessment of Programs from 5th Cycle Update | | | | | |
|-----------------------------------|---|--|---|---|--|--|
| Housing Element Program | 2019 Policy/Program | Responsibility | Progress | Program Assessment for 6 th Cycle | | |
| A. Pro | ovide adequate sites to build new housing units f | or all income level | s and to meet the City's fair share of housing needs. | | | |
| 2019 Adopted Program A.1 | Accommodate the City's RHNA According to the RHNA, the City has an affordable housing shortfall of 59 units for the 4 th Planning Cycle and an allocation of 11 units for the 5 th Planning Cycle for low and very low- income categories. Rezoning will meet the requirements of Government Code section 65583.2(h) and (i). The City must also accommodate its moderate and above moderate RHNA. The City has described 4 sites under consideration to meet the City's RHNA, see Chapter 3 and Appendix C. All sites must have access to dry utilities, sewer, and water. | City Council Planning Commission | 2023 Update: Program A.1 was updated and revised language identifying Sites 1 and 1a only and adding requirement for rezoning and general plan amendment to allow for residential uses to accommodate the City's RHNA for 5 th cycle and 4 th cycle shortfall. The City drafted a rezoning overlay zone for RHNA in Sites 1 and 1a. City submitted revised 2023 Housing Element for approval by HCD with overlay zoning. Rezoning will occur with final adoption of the 5 th Cycle update. | | | |
| Program A.2 | Develop written process for continued compliance with AB 2162The City shall continue to comply with the requirements of state law AB 2162 (Chapter 753, statutes of 2018) and will develop a written process to adhere to the statutory requirements in | City Council Planning Commission | The City Council approved a zoning ordinance amendment adopting an emergency shelter ordinance in March 2023. The City complies with all requirements of state law but has not developed a written process for compliance with AB 2162. No applications have been requested, however, if so, the City uses the HCD-approved form for streamlined application processing for qualified projects as applicable. | Updated status noted. Update for 6 th Cycle and continue program. | | |

| | Table E.1- Assessment of Programs from 5th Cycle Update | | | | | | |
|-------------------------------|---|--|---|--|--|--|--|
| Housing Element Program | 2019 Policy/Program | Responsibility | Progress | Program Assessment for 6 th Cycle | | | |
| | accordance with state law ¹ . AB 2162 streamlines and expedites the approval of supportive housing to better address the need of Californians experiencing homelessness. The legislation requires a local government to approve, within statutory timelines, a supportive housing development that complies with specified criteria. | | | | | | |
| | | | of unit, and price to meet the existing and future housing need | ds in the City. | | | |
| Program B.1 | Develop Inclusionary and Affordable Housing Requirements The City will adopt an Inclusionary and Affordable Housing Ordinance that will require new residential development or redevelopment in the City to meet the City's RHNA requirements as identified in the AMBAG RHNA. The City's RHNA requirement are identified in the 5 th Cycle Housing Element. | City Council Planning Commission Planning Department | The City has not developed an Inclusionary Housing Ordinance and has not received any development applications for residential development. | Updated status noted. Update status for 6 th Cycle and continue program. | | | |
| Program B.2 | Facilitate Affordable Housing for All Income Levels The City will support housing for low-income, extremely low-income, and moderate-income households and persons with disabilities (including developmental disabilities). The City | City Hall City Manager's Office | The City continues to support housing for low-income, extremely low-income, and moderate-income households and persons with disabilities (including developmental disabilities). The City has revised programs to accommodate the RHNA. See Program A-1 above. The City Council and Planning | Updated status noted. Update for 6 th Cycle and | | | |

¹ https://www.hcd.ca.gov/community-development/accountability-enforcement/docs/SB%20330%20Preliminary%20Application%20%20Form_Final.pdf

| | Table E.1- As | ssessment of Prog | rams from 5th Cycle Update | |
|-------------------------------|--|---------------------------------------|---|---|
| Housing Element Program | 2019 Policy/Program | Responsibility | Progress | Program Assessment for 6 th Cycle |
| | will actively seek to participate in and promote housing assistance service provided by such agencies as the Monterey County Housing Authority and the U.S. Department of Housing and Urban Development. As opportunities arise, new funding sources for lower-income housing will be sought from available non-profit, local, State, and federal programs. Planning and entitlements should consider how to position an affordable project to qualify for future grant applications. The City will also work with developers to facilitate affordable housing development. Specifically, as funding permits, the City will provide gap financing to leverage State, federal, and other public affordable funding sources. Gap financing will focus on rental housing units affordable to lower-income households and households with special needs (such as seniors and disabled, including people with developmental disabilities). To the extent feasible, the City will also ensure a portion of the affordable housing units created will be available to extremely low-income households. | | Commission workshops indicate City-owned Sites 1 and 1a are suitable for rezoning to residential to provide for affordable housing to meet RHNA. The City continues to communicate with developers to facilitate affordable housing development on Sites 1 and 1a. Additional sites that are vacant are being considered for 6 th Cycle. | continue program. |
| Program B.3 | Utilize Section 8 Housing Choice Vouchers The Housing Authority of Monterey County (HAMC) which administers the Section 8 Certificate/Voucher Program for Del Rey Oaks and throughout Monterey County provides rental subsidies to very low-income families | City Hall City Manager's Office | The Housing Choice Voucher Program (HCV), formerly known as "Section 8", provides assistance for very low-income households (single or family), the elderly, and the disabled to afford decent, safe, and sanitary housing in the private market, administered through the HAMC. Effective January 1, 2020, it is illegal in California for landlords to refuse to rent to prospective tenants solely | Updated status noted. Update for 6 th Cycle and |

| | Table E.1- Assessment of Programs from 5th Cycle Update | | | | | |
|-------------------------------|--|--|---|---|--|--|
| Housing Element Program | 2019 Policy/Program | Responsibility | Progress | Program Assessment for 6 th Cycle | | |
| | and elderly households that spend more than 30 percent of their gross income on housing. To help overcome the reluctance of many landlords to sign Section 8 agreements, the City shall work with the Housing Authority to offer incentives to property owners that sign Section 8 agreements. | | because they have a Housing Choice Voucher (formally known as Section 8). The City currently does not offer incentive programs. The City is supportive of the Housing Authority and HCV's. | continue program. | | |
| Program B.4 | Preferential Housing for Del Rey Oaks Residents and Workers To the extent that such policy can be legally implemented, the City shall consider adoption of a new ordinance in compliance with the Fair Housing Law, requiring that all newly constructed inclusionary dwelling units for below-market-rate income, moderate-income, and lower-income households within the City, and all first-time homebuyer programs, be provided on a preferential basis to Del Rey Oaks residents and workers. | City Council Planning Commission Planning Department | No action to date. | Updated status noted. Update for 6 th Cycle and continue program. | | |
| Program B.5 | Develop a Density Bonus Ordinance consistent with State law. Government Code section 65915 requires that a jurisdiction adopt a local Density Bonus Ordinance consistent with State law. State Density Bonus Law requires a local jurisdiction to grant an increase in density, if requested by a developer, for providing affordable housing as part of a development project. Key provisions of the law include incremental density bonuses that correspond to the percentage of housing set aside as affordable units. The City shall develop and adopt a | City Council Planning Commission Planning Department | The City has not developed a Density Bonus Ordinance but complies with current State law requirements for density bonuses. | Updated status noted. Update for 6 th Cycle and continue program. | | |

| | Table E.1- A | ssessment of Prog | rams from 5th Cycle Update | |
|-------------------------------|---|--|----------------------------|---|
| Housing Element Program | 2019 Policy/Program | Responsibility | Progress | Program Assessment for 6 th Cycle |
| Program B.6 | Density Bonus Ordinance consistent with the current Government Code and State Density Bonus Law. Once passed, the City will review any future amendments to State Density Bonus law to ensure that its local ordinance remains consistent with State law. Once passed the City shall commit to consider requests under State Density Bonus Law (including requests for incentives, concessions, waivers, and parking reductions) so that projects that qualify are not prevented from developing at the densities to which they are entitled. Facilitate Affordable Rental Units The City will apply for low interest loans, grants, and rent subsidies through the U.S. Department of Housing and Urban Development, the California Housing Finance Agency, Farmers Home Administration, and the HCD. The City will apply for at least one funding opportunity per year within the 5 th Cycle Planning period. In addition, the City will provide funding through use of tax increment funding for a housing fund as such funds are available. | City Council and City Manager | No action to date. | Updated status noted. Update for 6 th Cycle and continue program. |
| | ork to remove governmental and non-governmen | | | |
| Program C.1 | Support efforts of public and private groups providing housing for the elderly and disabled, including assistance with obtaining permits and permit streamlining consistent with SB 35, or where appropriate, waiving City fees or regulatory requirements. | City Council Planning Commission | No action to date. | Updated status noted. Update for 6 th Cycle |

| | Table E.1- A | ssessment of Prog | rams from 5th Cycle Update | |
|-------------------------------|---|--|--|--|
| Housing Element Program | 2019 Policy/Program | Responsibility | Progress | Program Assessment for 6 th Cycle |
| | The City will continue to find opportunities to streamline the permitting process to remove unnecessary barriers, without compromising public health, safety and community character. In order to do this, as part of the City's Zoning Ordinance update, site improvement standards and development procedures will be reviewed and, as needed, revised to ensure that such standards and procedures do not unnecessarily constrain the development, conservation, and rehabilitation of affordable housing. This Zoning Ordinance update will ensure compliance with SB 35 which allows streamlined approval processes in municipalities not meeting the RHNA. | Planning Department | | and continue program. |
| Program C.2 | Update the Accessory Dwelling Unit Ordinance to Existing Standards A major constraint to housing in the City is affordability. ADUs help meet the City's needs for housing that is affordable by providing a housing resource for seniors and low- and moderate-income households. State ADU law has been updated since the passage of the City ADU ordinance. The City will update their ADU Ordinance (also known as auxiliary housing) to be compliant with updated State regulations that promote the development of ADUs. The City will encourage the construction of ADUs by providing incentives such as waiver or reduction of development fees and expedited | City Council, Planning Commission, and Planning Department | The City adopted an ADU compliant with updated State regulations that promote the development of ADUs. The City provides information regularly to eligible property owners concerning the City's amended ordinance. | Updated status noted. Continue and expand program (revised to show monitor results annually) |

| | Table E.1- Assessment of Programs from 5th Cycle Update | | | | | |
|-------------------------------|--|--|--|---|--|--|
| Housing Element Program | 2019 Policy/Program | Responsibility | Progress | Program Assessment for 6 th Cycle | | |
| | permit processing for ADU applications. Further, information to all eligible property owners concerning the City's amended ordinance will be provided at City Hall. | | | | | |
| Program C.3 | Mitigating Constraints Based upon this review of the City's standards, the following additional Zoning Ordinance amendments will be considered: Amend the Zoning Ordinance to eliminate limits on number of persons allowed to live in housing unit under definition of "Family." Amend the Zoning Ordinance to include language on density bonuses to comply with State requirements. Review Zoning Ordinance to ensure that transitional and supportive housing is allowed in the same way other residential uses are allowed in all zoning districts allowing residential uses. Review and amend the Zoning Ordinance to conditionally permit SRO housing in the C-1 (Commercial) zone. Consistent with the California Employee Housing Act, amend the Zoning Ordinance to update standard that requires that housing for six or fewer employees be treated as a regular residential use. | City Council, Planning Commission, City Hall, and Planning Department | The City updated the zoning ordinance to allow year-round emergency shelters-by-right and amend the definition of family in March 2023. Per requirements, the City will provide the Emergency Shelter Ordinance to HCD. HCD will review and issue correspondence identifying the updated status of the City's 2019 Housing Element compliance or required amendments. See discussion in Program A.2, B.5 and C.2 above. The City will be updating the Zoning Ordinance for Transitional and Supportive Housing and SRO housing, as well as hosing for employees. | Updated status noted. Update for 6 th Cycle and continue program. Update timeframe for 2024. | | |
| Program | Ensure the Availability of an Adequate Water | City Council | | | | |
| C.4 | Supply to Serve the Long-Term Housing Needs of the City | City Manager Planning | The City continues to work with the MPWMD, MCWD, M1W and other appropriate agencies through meetings and | Minor update to | | |

| | Table E.1- A | ssessment of Prog | rams from 5th Cycle Update | |
|-------------------------------|---|--|--|---|
| Housing Element Program | 2019 Policy/Program | Responsibility | Progress | Program Assessment for 6 th Cycle |
| | A major constraint to development within the City is water supply. The City will continue to work with the MPWMD, MCWD, FORA, and other appropriate agencies through meetings and consultation to seek securement of sufficient water resources to meet the expected needs of projected housing development. | | consultation to seek securement of sufficient water resources to meet the expected needs of projected housing development. MCWD and MPWMD provided updates to the City Council in a public forum in 2021. The City Manager meets regularly with MCWD management on water issues. | delete reference to FORA. See Section 7. |
| D. Promot | e equal housing opportunities for all persons. | | | |
| Program D.1 | Promote Fair Housing by Providing Educational and Referral Materials The City will continue to provide Fair Housing education and outreach, making information available in multiple languages, and refer persons with fair housing questions to the Housing Authority, Department of Equal Housing and Employment, and California Rural Legal Assistance on an as-needed basis. The City will make information about fair housing services available at City offices and on the City's website. | City Hall, Planning and Building Departments | No action to date. | Updated status noted. Update for 6 th Cycle and continue program. |
| Program D.2 | Provide Opportunity for and Encourage the Development of Adequate Housing for the City's Special Needs Groups. The City shall facilitate the provision of housing for the elderly and disabled, including developmental disabilities, and other special needs housing by modifying the Zoning Ordinance to define licensed residential care facilities, to explicitly allow small residential | City Council, Planning Commission, and Planning Department | The City did not update the Zoning Ordinance. | Updated status noted. Update for 6 th Cycle and continue program. |

| Housing Element Program | 2019 Policy/Program | Responsibility | Progress | Program Assessmen for 6 th Cycl |
|-------------------------------|--|--|---|--|
| | care homes by right in all residential zone districts, allow group homes of six or fewer to be allowed in all zones allowing single-family uses (not limited to residential uses), and to permit larger residential care homes (seven or more) in the City's R-2 and C-1 districts consistent with the standards of these districts. | | | |
| | The City shall also support the efforts of public and private groups to provide housing for the elderly and disabled. Such support may include staff assistance in obtaining permits or financing, or, where appropriate, the waiver of City fees or regulatory requirements, some combination of these, or other tangible measures of support. | | | |
| Program D.3 | Special Needs Housing for Disabled Persons The City shall amend the Zoning Ordinance to ensure that future projects incorporate accessible design. Specifically, the zoning ordinance will be amended to: | City Council, Planning Commission, and Planning Department | The City updated the Zoning Ordinance to include amendment to the definition of family. The City adopted an Emergency Shelter Ordinance with required reduced parking standards. | Updated status noted. Update for 6 th Cycle |
| | Require new multi-family development to be in compliance with Title 24 of the California Code of Regulations, | | The City continues to allow and provide for accommodation for persons with disabilities as identified in the program. | and continue program. |
| | Eliminate restrictions on occupancy standards for group homes by amending the definition of family to comply with section 801(c) and 801(k) of the Fair Housing Act; and | | The zoning code also continues to identify and remove any additional constraints and ensure that reasonable accommodations are provided for persons with disabilities. | |

| | Table E.1- As | ssessment of Progr | rams from 5th Cycle Update | |
|-------------------------------|--|--|--|---|
| Housing Element Program | 2019 Policy/Program | Responsibility | Progress | Program Assessment for 6 th Cycle |
| | Allow reduced parking standards for all transitional housing and homeless shelters, for age-restricted housing (regardless of affordability), and for persons with disabilities. | | | |
| | The zoning code will be further reviewed to identify and remove any additional constraints and ensure that reasonable accommodations are provided with regard to housing designed for persons with disabilities. This update will expressly allow exceptions to zoning and development standards including, but not limited to, ramps as a permitted encroachment into required front and rear yards in order to ensure accessibility for persons with disabilities. | | | |
| Program D.4 | Support Programs to Reduce Homelessness The City shall identify adequate sites for emergency shelters and then amend its Zoning Ordinance to make appropriate zone changes, if needed, to provide for the zoning for the site to allow for the emergency shelters in the City's zoning districts consistent with State law. Zoning changes may not be necessary as certain zones may allow emergency shelters currently. Adequate sites for these housing types are available throughout the City in C zones outside of the former Fort Ord that allow residential use with a permit (acreages and vacant sites in these zones are shown in Figure 4). Although the City has constraints due to lack of water and available land sites, the C zone | City Council and Planning Commission | Pursuant to Government Code Section 65583 subdivision (a) (4) (A), the City amended the Zoning Ordinance to permit year-round emergency shelters without discretionary action within the city limits in the C.1 zone. | Revised D.4 Program as shown in Section 7. |

| | Table E.1- Assessment of Programs from 5th Cycle Update | | | | | |
|-------------------------------|---|---|--------------------|---|--|--|
| Housing Element Program | 2019 Policy/Program | Responsibility | Progress | Program Assessment for 6 th Cycle | | |
| | outside could be developed into emergency shelters, most of the City is within a mile of transit stops and community services. Specifically, the City has adequate capacity on vacant and underutilized parcels (approximately 12 acres) within the C-1 zoning districts outside of former Fort Ord near Canyon Del Rey (see Figure 4), which are suitable for the development of emergency shelters due to their proximity to public transit lines, social services, and personal services. To the extent that funds are available, the City will provide financial support to sponsor or assist emergency shelter facilities, inside City limits or outside within a reasonable proximity to the City, as well as encourage or support facilities by providing grants, or low-cost loans, to operating agencies. | | | | | |
| Program D.5 | Develop written process for continued compliance with AB 101 The City shall continue to comply with the requirements of AB 101 and develop a written process to adhere to the statutory requirements in accordance with state law. AB 101 requires a Low Barrier Navigation Center (LBNC) be a use by right in areas zoned for mixed use and nonresidential zones permitting multifamily uses if it meets specified requirements, including: Access to permanent housing. | City Council, Planning Commission | No action to date. | Updated status noted. Update for 6 th Cycle and continue program. | | |

| Table E.1- Assessment of Programs from 5th Cycle Update | | | | | | |
|--|--|--|---|--|--|--|
| 2019 Policy/Program | Responsibility | Progress | Program Assessment for 6 th Cycle | | | |
| Use of a coordinated entry system (i.e., Homeless Management Information System). | | | | | | |
| • Use of Housing First according to Welfare and Institutions Code section 8255. (Gov. Code section 65662.) | | | | | | |
| A LBNC is defined as a Housing First, low barrier, temporary, service-enriched shelter focused on helping homeless individuals and families to quickly obtain permanent housing. Low barrier includes best practices to reduce barriers to entry, such as allowing partners, pets, storage of personal items, and privacy. (Gov. Code section 65660). | | | | | | |
| nserve and improve the condition of the existing | housing stock to e | nsure the safety, welfare, and affordability of residents. | | | | |
| Assist in Rehabilitating Housing The City will investigate available low-interest loans, subsidies, and grants from federal and State agencies to provide rehabilitation funds. As funding becomes available, the City shall provide grants and/or low interest, deferred, and/or forgivable loans for building code violations, health and safety issues, essential repairs, upgrades of major component systems, and modifications to accommodate disabilities. Rehabilitation funds will be available to low-income homeowners and to owners of rental units that will rent to low- | City Council and City Manager | No action to date. | No change; continue program. | | | |
| | 2019 Policy/Program Use of a coordinated entry system (i.e., Homeless Management Information System). Use of Housing First according to Welfare and Institutions Code section 8255. (Gov. Code section 65662.) A LBNC is defined as a Housing First, low barrier, temporary, service-enriched shelter focused on helping homeless individuals and families to quickly obtain permanent housing. Low barrier includes best practices to reduce barriers to entry, such as allowing partners, pets, storage of personal items, and privacy. (Gov. Code section 65660). Assist in Rehabilitating Housing The City will investigate available low-interest loans, subsidies, and grants from federal and State agencies to provide rehabilitation funds. As funding becomes available, the City shall provide grants and/or low interest, deferred, and/or forgivable loans for building code violations, health and safety issues, essential repairs, upgrades of major component systems, and modifications to accommodate disabilities. Rehabilitation funds will be available to low-income homeowners and to | 2019 Policy/Program Responsibility • Use of a coordinated entry system (i.e., Homeless Management Information System). • Use of Housing First according to Welfare and Institutions Code section 8255. (Gov. Code section 65662.) A LBNC is defined as a Housing First, low barrier, temporary, service-enriched shelter focused on helping homeless individuals and families to quickly obtain permanent housing. Low barrier includes best practices to reduce barriers to entry, such as allowing partners, pets, storage of personal items, and privacy. (Gov. Code section 65660). reserve and improve the condition of the existing housing stock to en Assist in Rehabilitating Housing The City will investigate available low-interest loans, subsidies, and grants from federal and State agencies to provide rehabilitation funds. As funding becomes available, the City shall provide grants and/or low interest, deferred, and/or forgivable loans for building code violations, health and safety issues, essential repairs, upgrades of major component systems, and modifications to accommodate disabilities. Rehabilitation funds will be available to low-income homeowners and to owners of rental units that will rent to low- | 2019 Policy/Program Responsibility Progress • Use of a coordinated entry system (i.e., Homeless Management Information System). • Use of Housing First according to Welfare and Institutions Code section 825S. (Gov. Code section 65662.) • Was of Housing First according to Welfare and Institutions Code section 825S. (Gov. Code section 65662.) • Was of Housing First, low barrier, temporary, service-enriched shelter focused on helping homeless individuals and families to quickly obtain permanent housing. Low barrier includes best practices to reduce barriers to entry, such as allowing partners, pets, storage of personal items, and privacy. (Gov. Code section 65660). • No action to existing Housing rbc City will investigate available low-interest loans, subsidies, and grants from federal and State agencies to provide rehabilitation funds. As funding becomes available, the City shall provide grants and/or low interest, deferred, and/or forgivable loans for building code violations, health and safety issues, essential repairs, upgrades of major component systems, and modifications to accommodate disabilities. Rehabilitation funds will be available to low-income homeowners and to owners of rental units that will rent to low- | | | |

| | Table E.1- A | ssessment of Prog | rams from 5th Cycle Update | |
|-------------------------------|--|----------------------|--|--|
| Housing Element Program | 2019 Policy/Program | Responsibility | Progress | Program Assessment for 6 th Cycle |
| | the City will look to assist an average of one to two households (ranging from single-family, multi-family, and mobile homes), dependent on need. | | | |
| Program E.2 | Continue Code Enforcement The City will continue to perform code enforcement for areas or homes with building code violations posing life and/or safety to occupants and/or significant property maintenance concerns and ensure that such violations are adequately abated. When violations are cites, enforcement officers will provide a list of potential funding sources to homeowners. | Police Department | The City continues code enforcement however, there are no known areas where code violations pose a threat to life or safety. | No change; continue program. |
| Program E.3 | Energy Conservation and Energy Efficient Opportunities The City will promote subsidy and incentive programs for energy conservation available to residents. Some of these programs include PG&E's rebates, Energy Watch Partnerships, and Energy Savings Assistance Program; CARE/FERA program, and the CaliforniaFIRST program. The City will promote these programs in their newsletter and on their website. | Police Department | No action to date. | No change; continue program |