

# *HOUSING ELEMENT*

## City of Del Rey Oaks

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**Adopted by City Council December 17, 2019**



## PREFACE

This document comprises the Housing Element which incorporates all of the changes requested by the Department of Housing and Community Development (HCD) Division of Housing Policy and Development, as well as public comments received. State law requires that draft Housing Elements be submitted to HCD for review at least 60 days prior to adoption. The Public Review Draft Housing Element (entitled HCD Review Draft Housing Element) was submitted to HCD for a formal 60-day review, and was also published and released for public review, on September 18, 2019. HCD conducted an early review of the Draft Housing Element and initiated oral communications with the City and the City's consultant, in early October and November 2019. HCD outlined preliminary comments and suggestions to facilitate the City's efforts to prepare a Housing Element in accordance with state housing element law. In response to HCD's comments, several revisions were made to the Draft Housing Element. The modifications to the Draft Housing Element were published online, as well as outlined to the City Council on November 6, 2019.<sup>1</sup> This Housing Element following incorporates the HCD revisions.

HCD's formal review letter was received on November 14, 2019 and indicates that the Draft Housing Element meets the statutory requirements of law, meaning it is approved pending some elements identified in the Housing Element. The letter is attached to the Housing Element as **Appendix A**.

In a parallel process, the Draft Initial Study/Negative Declaration (Draft IS/ND) for the Housing Element was circulated for a 30-day public review period starting on October 24, 2019. The Draft IS/ND was made available for public review on the City's website with hard copy version also available at City Hall. The close of the public review period for the Draft IS/ND is November 22, 2019.

The November 25, 2019 Planning Commission hearing is a duly noticed public hearing to consider Planning Commission recommendation to the City Council on the Housing Element, the Initial Study/Negative Declaration, the staff report, public testimony, and other information in the record. The City Council will consider the Negative Declaration and the Housing Element at an upcoming hearing currently scheduled for December 17, 2019. The City Council will review the HCD letter, the recommendation from the Planning Commission and any changes to the policies and programs proposed during the review period and public hearings at this upcoming meeting.

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<sup>1</sup> The City posted the HCD redlined version of the Draft Housing Element (incorporating HCD revisions) and also reviewed these revisions with the City Council at the November 6, 2019 Council meeting (<https://www.delreyoaks.org/community/page/update-housing-element>). The City also posted this November 20, 2019 Housing Element with changes accepted on the City's website.

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## LIST OF ACRONYMS

AB	Assembly Bill
ACS	American Community Survey
ADA	Americans with Disabilities Act
ADU	Accessory Dwelling Unit
AMBAG	Association of Monterey Bay Area Governments
AMI	Area mean income
APR	Annual Percentage Rate
ARM	Adjustable Rate Mortgage
BRP	Base Reuse Plan
CARE	California Alternative Rates for Energy
CDBG	Community Development Block Grant
CDO	Cease and Desist Order
CHAS	Comprehensive Housing Affordability Strategy
CPUC	California Public Utilities Commission
CSCDA	California Statewide Communities Development Authority
DOE WAP	California Weatherization Assistance Program
DTSC	Department of Toxic Substances Control
DUC	Disadvantaged Unincorporated Communities
EIR	Environmental Impact Report
EPA	Environmental Protection Agency
FERA	Family Electric Rate Assistance Program
FHA	Federal Housing Administration
FORA	Fort Ord Reuse Authority
HAMC	Housing Authority of Monterey County
HCD	Housing and Community Development
HMDA	Home Mortgage Disclosure Act
HMP	Habitat Management Plan
LIHEAP	Low-Income Heating Energy Assistance Program

LIRA	Low-Income Rate Assistance
M1W	Monterey One Water
MBCP	Monterey Bay Community Power
MCWD	Marina Coast Water District
MCWRA	Monterey County Water Resources Agency
MGD	Million gallons per day
MPPRD	Monterey Peninsula Regional Parks District
MPWSP	Monterey Peninsula Water Supply Project
OE	Unexploded Ordinance and Explosives
PACE	Property Assessed Clean Energy Program
PG&E	Pacific Gas and Electric
PUD	Planned Unit Developments
PWM/GWR	Pure Water Monterey Groundwater Replenishment Project
R-1	Single Family Residential District
R-2	Multiple Family Residential District
RCS	Residential Conservation Service
RDIF	Regional Development Impact Fee
RHNA	Regional Housing Needs Allocation
SB	Senate Bill
SCE	Southern California Edison
SDG&E	San Diego Gas & Electric
SRO	Single-room Occupancy
SWRCB	State Water Resources Control Board
TAMC	Transportation Agency for Monterey County
TCAP	Target Consumer Appliance Program
TND	Traditional Neighborhood Design
UXO	Unexploded Ordinance

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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, one of the seven State mandated elements of the General Plan, was last officially updated on June 1997. In accordance with State Housing Law, this Housing Element has been prepared for the 5<sup>th</sup> Planning Cycle. Due to significant policy changes from the previous General Plan update, this Housing Element has undergone substantive changes in format and content and is essentially a new document.

This Housing Element for the City represents the 5<sup>th</sup> Planning Cycle update and covers the eight-year planning period of December 31, 2015 through December 31, 2023. Under Government Code section 65588(e)(4), a jurisdiction that failed to adopt its housing element within 120 calendar days of the statutory due date, shall revise its housing element not less than every four years, until adopting at least two consecutive revisions by the applicable due dates. Since Del Rey Oaks did not meet the requirements of Government Code section 65588(e)(4), it is subject to the four-year revision requirement until the City has adopted at least two consecutive updated revisions by the applicable due dates. The City is diligently working toward meeting this requirement. This document has been prepared by the City, with input and assistance from HCD and public input.

### General Plan Consistency

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 may also result in future amendments to the General Plan and specific changes to the Land Use Element and/or the Circulation Element, as well as the potential for new implementing ordinances.<sup>1</sup> 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 local needs, resources, and conditions.<sup>2</sup>

### **Fort Ord Base Reuse Plan**

The Housing Element is also governed by policies from the Fort Ord Reuse Authority's (FORA's) Base Reuse Plan (BRP). The City's General Plan addresses and incorporates objectives and policies from the BRP, containing specific land use policies and program actions consistent with the BRP. The BRP is designated under the FORA Act as the official local plan for all purposes related to planning, disposition, reuse and redevelopment of the former Fort Ord (Government Code section 67675). Upon adoption of the BRP, local jurisdictions were required to amend and submit their General Plans to FORA for a determination of conformity with the BRP, and to conform their zoning regulations to the FORA approved amended general plans (Government Code sections 67675–67675.7, inclusive). The City prepared its General Plan Amendment, and FORA found the City's General Plan Amendment was consistent with the BRP by Resolution (June 17, 1997). The City will also request a formal consistency determination from FORA after City adoption of this Housing Element update.

### **City Redevelopment Plan for the former Fort Ord Base**

The City also adopted amendments to its Zoning Ordinance covering the former Fort Ord Redevelopment area, in conformance with the land use designations, development standards and policies of the BRP (Ordinance No. 242 introduced on May 27, 1997 and approved on June 17, 1997). On June 17, 1997, the City

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<sup>1</sup> 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.

<sup>2</sup> Certain other elements of the general plan 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]).

also adopted amendments to its General Plan which approved land use designations and policies for the City's lands within the former Fort Ord.<sup>3</sup> The City's Redevelopment Plan for the former Fort Ord Base has been reviewed for consistency with the Housing Element and is considered consistent with the goals and policies of the Housing Element.

## 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:** This 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:** This addresses various programs to accommodate the localities 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.

**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 an 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 housing element required contents:

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<sup>3</sup> Resolution #97-1, approved by the City Council on July 17, 2002, adopted the General Plan Update and Certified the Environmental Impact Report (EIR) for the General Plan Update.

**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 “Sites Inventory and Analysis” under required contents above.

**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 “Analysis of Constraints” under required contents 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; a matrix evaluates progress of previous programs.

**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 is consistent with requirements of “Housing Programs” and “Quantified Objectives”, as described above.

## Data and Methodology

To understand the context of local housing in the City, a review and analysis of the community's population characteristics and housing stock was performed. The primary data source for the Housing Element Update is the City of Del Rey Oaks 5<sup>th</sup> Planning Cycle Housing Element Data Package prepared by HCD staff. Additional data sources include the U.S. Census Bureau (2010 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 Unincorporated Communities (DUCs) were also sourced as part of this documentation research.<sup>4</sup>

## Public Participation

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

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<sup>4</sup> Review of the sources shows that there are no DUCs within the City limits or Sphere of Influence.

must take-on the form of active participation by both the public and private sectors in a variety of projects addressing local housing needs. Additionally, public participation in preparation of the Housing Element is required under Government Code section 65588(c).

Throughout 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. The Draft Housing Element update meetings were preceded by specific mailings to residents, local businesspersons, representatives of public agencies and non-profit organizations, and representatives 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. Public input was received through workshops conducted in June 2019 and September 2019.<sup>5</sup> All meetings and hearings were posted and publicly noticed, including specific mailings to organizations that represent the needs of low-income and special needs housing. Meetings with non-profit representatives occurred to receive input and collaborate on the process and document. 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 published in the newspaper and posted at various locations within the City. 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 to ensure all members of the Del Rey Oaks community could participate in the workshop.

The City's efforts to involve all economic segments of the community in the Housing Element update process included an initial public workshop conducted by City staff and consultant on June 6, 2019 at a noticed City Council hearing. The attendees included the full Council, members of the Planning Commission and members of the public. Invitations and notices were sent to all of the recipients noted in **Appendix B**<sup>6</sup>. The presentation included information about the housing element update process, recent updates to State housing law, and the RHNA numbers assigned to the City. The consultants provided fact sheets that provided a breakdown of what the Housing Element meant for the City. No surveys were taken for this process. City and consultants were able to engage with the community members through this workshop, outreach via letters and additional meetings/public workshops. At the June meeting, participants and community members expressed their excitement and shared their ideas for what type of housing they would like to see in the City. The general tone of the participants, based on the questions and comments received, were that they were eager to bring additional housing to the City while minimizing the negative impacts on the environment. There was active participation during this workshop. The following issues were brought up in the discussion at the June 6, 2019 workshop and subsequent hearings 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. Participants expressed interest in having affordable housing requirements met at the former Fort Ord property where there is an existing water allocation and vacant land available to meet RHNA.

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<sup>5</sup> Planned public hearings or a joint meeting with the Planning Commission and the City Council will be provided as part of the Draft Housing Element review.

<sup>6</sup> A Spanish interpreter was available for all public workshops; all of the mailings were provided in English. 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.

- Need for an inclusionary housing ordinance – questions involved requirements for large projects and former Fort Ord area within the City.
- Discussion of the income categories, types of housing, and the need for full range of housing types in the City were identified as needed goals and programs in the Housing Element.
- Role of Planning Commission and City Council; requests for continued public participation in the housing element process and involvement of stakeholders.
- Participants asked questions about recent laws involving Housing Elements and whether funding sources could be sought to prepare updates to the Housing Element on a more regular basis consistent with State requirements.

Some participants asked questions pertaining to the type of housing development that would be needed to meet affordable goals and expressed interest in having mixed-use housing development, specifically residential uses in upper levels of commercial buildings within the City. An additional public meeting took place on September 4, 2019, after the Preliminary Review Draft Housing Element was sent to the City and made available to the community for public review and comment. All meeting material 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 for the June workshop.

During the second public workshop, all City Council members were in attendance, as well as members of the Planning Commission, the City attorney, representatives from community organizations, and many of the same community members from the first workshop. A Spanish translator was also at the workshop to provide any requested translation services; none were requested or needed. The consultants prepared an information sheet outlining the workshop format of the presentation and distributed it to all the attendees. It explained the steps of submitting a Preliminary Review Draft Housing Element to the HCD and how the public could get involved. The community members expressed their interest in development of the Housing Element 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 members thought was best for their City. The community engagement workshops resulted in positive discussion between City residents and consultants, who expressed support for policies and programs that were in the Preliminary Draft. Participants also confirmed that the Housing Element must include policies to be consistent with State law. There was overall comment and support for development of more housing in their City for all income levels. Subsequent oral and written comments were also received on the land use inventory, consistency with City Plans and water availability within the City and former Fort Ord property.

The City incorporated comments into the Draft Housing Element including programs addressing development of an inclusionary housing ordinance, location of affordable housing to meet RHNA in the current City limits and the former Fort Ord area where there is vacant land and a water allocation, pursuit of funding sources and development of housing in commercial areas within the City. Public outreach materials including meeting materials and summaries of all public comments are available for review on the City's Housing Element webpage at <https://www.delreyoaks.org/community/page/update-housing-element>.

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.

After public review of the Housing Element, comments received from stakeholders and public hearings held at both the Planning Commission and City Council, participation continued in the housing element process through involvement of stakeholders. The City continued to reach out to HCD and other stakeholder and made revisions in programs related to where the City would meet RHNA and revised the land use inventory. Primary revisions included removal of future rezoning action as a program and additional review of the land use inventory to address the questions and comments involving environmental and water availability for properties. Additional language was added to address current water planning and acknowledge the potential for water to be provided in areas within the City and outside the former Fort Ord property due to recent water planning efforts. These revisions have been provided to the City Council and revised programs to address stakeholders comment are included as part of this Housing Element as well as in staff recommendations for consideration at the December 17, 2019 Council hearing.

### **Status of Del Rey Oaks Housing Element Compliance with HCD**

As noted above, the City is subject to the four-year revision requirement until the City has adopted at least two consecutive updated revisions by the applicable due dates. Prior to obtaining housing element compliance, the City must adopt both an initial 5<sup>th</sup> Planning Cycle Housing Element and a compliant four-year update. The two Housing Elements may not be adopted concurrently. Thus, the City anticipates adopting this 5<sup>th</sup> Planning Cycle Housing Element by December 31, 2019 and then working on the four-year update starting in 2020 for completion of the 5<sup>th</sup> Planning Cycle. The City is working diligently toward this goal.

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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 5<sup>th</sup> Planning Cycle Housing Element Data Package prepared by HCD staff, U.S. Census Bureau, the California DOF, and the AMBAG.

### Population Characteristics and Historic Trends

The City was incorporated on September 3, 1953 and currently has over 1,700 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.

Over the past decade, the City has maintained a static population with little variation from year to year. **Table 2-1** shows recent population growth since 1990 in Del Rey Oaks. Population growth over the past two decades has increased slightly overall with a population increase of approximately 3 percent since 1990. Del Rey Oaks' total population at the start of 2018 was estimated at approximately 1,727.

**Table 2-1**  
**Historical Population Growth, 1990 to 2017 City of Del Rey Oaks**

Year	1990	1993	1997	2000	2002	2008	2010	2014	2017
<b>Population</b>	1,670	1,661	1,608	1,648	1,660	1,599	1,624	1,668	1,719

Sources: California DOF 1990, 2007, 2012, and 2019

### Ethnicity and Racial Composition

As shown in **Table 2-2**, according to the 2017 data from the 2013-2017 ACS 5-year estimates (U.S. Census Bureau, 2017), 85 percent of the City's residents reported themselves as White, 4.2 percent reported themselves as Asian, 1.7 percent as Black or African American, and 9.6 percent as Hispanic or Latino. Most of the Hispanic or Latino population reported themselves as being of Mexican origin (12.9 percent of Del Rey Oaks residents). 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.

**Table 2-2**  
**Del Rey Oaks Ethnicity and Racial Composition, 2017**

Ethnicity/Race	Number	Percent (%)
White	1,319	84.8%
Black or African American	27	1.7%
American Indian or Alaska Native	3	0.2%
Asian <sup>1</sup>	66	4.2%
Native Hawaiian and Other Pacific Islander	9	0.6%
Some Other Race	21	1.4%
Two or More Races	110	7.1%
<b>TOTAL</b>	<b>1,555</b>	<b>100%</b>
Hispanic or Latino <sup>2</sup>	<b>249</b>	<b>16.0%</b>

Source: U.S. Census Bureau, 2017

<sup>1</sup> Asian, Indian, Chinese, Filipino, Japanese, Korean, or Vietnamese.

<sup>2</sup> Mexican, Puerto Rican, Cuban, other Hispanic or Latino.

## Age

Approximately 18 percent of Del Rey Oaks' citizens were under 19 years old according to the 2017 data from the 2013-2017 ACS 5-year estimates (U.S. Census Bureau, 2017). People age 65 and over accounted for about 20 percent of the population in 2017, compared to about 12 percent in the County as a whole. 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. As seen in **Table 2-3** the average age of the Del Rey Oaks population is 47.1. This means that Del Rey Oaks needs to create more housing accommodations for its elderly population, while considering the rise of families moving into the City as well.

**Table 2-3**  
**Del Rey Oaks Age Profile, 2017**

Age	Population	Percent of Total
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%
55 to 59 years	166	10.7%
60 to 64 years	140	9.0%
65 and over	311	20.0%
<b>AVERAGE:</b>	<b>47.1</b>	---

Source: U.S. Census Bureau, 2017

## 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 AMBAG's 2018 Regional Growth Forecast forecasts that Monterey County will continue to grow between now and the year 2030. **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, over the past 20 years Del Rey Oaks has seen a population increase of just 3 percent, and AMBAG is estimating that the population will increase by 66 percent by 2030. This is a huge population jump in a relatively short amount of time for a City that has kept a very steady population<sup>1</sup>. It is crucial to the success of the City to prepare for the potential influx of people by developing more housing.

**Table 2-4**  
**Del Rey Oaks Population and Household Size, 1990–2030**

	1990	2000	2010	2020 (est.)	2030 (est.)
Population	1,661	1,650	1,624	1,949	2,591

Source: U.S. Census Bureau, 1990, 2000 and 2010; AMBAG 2018

<sup>1</sup> Comments during public workshops questioned the City achieving this population growth and these projections.

## Household Size and Type

Results from the 2010 U.S. Census indicate that 1,624 people (100 percent of the population) lived in households, none lived in non-institutionalized group quarters, and none were institutionalized. There were 701 households, out of which 164 households (23.4 percent) had children under the age of 18 living in them. 209 households (29.8 percent) were made up of individuals and 90 households (12.8 percent) had someone living alone who was 65 years of age or older. The average household size was 2.32. There were 443 families (63.2 percent of all households); the average family size was 2.86. 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 and 2010 in other various cities in Monterey County and the County average as well. Based on this data, Del Rey Oaks' average household size is lower than the County average, but similar to other coastal cities like Carmel, Marina, Monterey, Pacific Grove and Sand City.

**Table 2-5**  
**Monterey County Cities Household Size, 2000 & 2010**

City/County	2000	2010
<b>Del Rey Oaks</b>	<b>2.34</b>	<b>2.32</b>
Carmel	1.79	1.78
Gonzales	4.42	4.29
Greenfield	4.75	4.71
King City	4.03	4.26
Marina	2.79	2.75
Monterey	2.13	2.08
Pacific Grove	2.10	2.09
Salinas	3.66	3.66
Sand City	2.46	2.27
Seaside	3.21	3.16
Soledad	4.54	4.27
Monterey County	3.14	3.20
Source: U.S. Census Bureau, 2000 and 2010		

For purposes 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 2017 there were 627 total households. The average 2017 household size in Del Rey Oaks was 2.80 persons per household, an increase from 2.32 in 2010 (see **Table 2-6**). 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 plan for family housing and services such as daycare. Although there is an increase in the average household size, Del Rey Oaks must not forget about its 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 these elderly people. As of now, this age cohort mostly resides in single-family homes, but as they require more assistance in their old age, they will need more options for assisted living.

**Table 2-6**  
**Del Rey Oaks Households by Type, 2017**

Household Type	Number of Households	Percent of Total Households
Married Couple Households	334	53.3
Female-Headed Households	34	5.4
Non-Family Households*	239	38.1
<b>Total Households</b>	627	100
<b>Average Household Size</b>	2.80	--

Source: U.S. Census Bureau, 2017  
Note: Non-Family Households are defined by the U.S. Census as households that include either householders whom live alone or householder who is 65 years and over.

## Employment

AMBAG's 2018 Regional Growth Forecast reported that there were 359 jobs in Del Rey Oaks. Over the course of the next 25 years AMBAG estimates a 20 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 percent 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, it does not mean that Del Rey Oaks or any other city in the County, can ignore their need for housing. 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 inevitable rise in population for the community to develop, while ensuring no groups are left out based on income, age or race.

**Table 2-7**  
**Del Rey Oaks Employment Forecast**

Jurisdiction	2015	2020	2025	2030	2035	2040	Change 2015-2040	
							Numeric	Percent
<b>Del Rey Oaks</b>	359	371	387	404	418	432	73	20%
<b>Monterey County</b>	203,550	211,799	218,203	224,207	230,212	235,822	32,272	16%

Source: AMBAG, 2018

According to the 2017 data from the 2013-2017 ACS 5-year estimates (U.S. Census Bureau, 2017), the total employed population was 795 persons as seen in **Table 2-8**. The table also shows other various industries and their employment rates for both Del Rey Oaks and Monterey County as a whole. In 2017, 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 30 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 an 18 percent total for Monterey County's workforce according to the data in **Table 2-8**.

**Table 2-8  
Del Rey Oaks Employment by Industry, 2017**

Employment by Industry	City of Del Rey Oaks		Monterey County	
	Estimate	Percent	Estimate	Percent
Civilian employed population 16 years and over	795	100%	182,439	100%
Agriculture, forestry, fishing and hunting, and mining	0	0.0%	32,377	17.7%
Construction	56	7.0%	10,927	6.0%
Manufacturing	25	3.1%	9,088	5.0%
Wholesale trade	17	2.1%	4,894	2.7%
Retail Trade	74	9.3%	18,217	10.0%
Transportation and warehousing, and utilities	17	2.1%	6,112	3.4%
Information	37	4.7%	2,389	1.3%
Finance and insurance, and real estate and rental and leasing	48	6.0%	6,963	3.8%
Professional, scientific, and management, and administrative and waste	99	12.5%	16,113	8.8%
Educational services, health care and social assistance	241	30.3%	36,158	19.8%
Arts, entertainment, recreation, and accommodation and food services	83	10.4%	21,928	12.0%
Other services, except public administration	45	5.7%	7,786	4.3%
Public administration	53	6.7%	9,487	5.2%

Source: U.S. Census Bureau, 2017

## 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.<sup>2</sup> Manufactured and factory-built homes are another option for inexpensive housing.

**Table 2-9** 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.

<sup>2</sup> 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).

**Table 2-9**  
**Del Rey Oaks Housing Inventory by Type, 2000-2010**

Type of Unit	2000	% Change / 2000-2010	2010
<b>Single-Family</b>			
<i>Detached</i>	567	3%	568
<i>Attached</i>	25	0%	25
<b>Multi-family</b>			
<i>2 to 4 units</i>	23	-17%	19
<i>5+ units</i>	109	2%	111
<b>Mobile Homes/Other<sup>1</sup></b>	3	-100%	0
Source: U.S. Census Bureau, 2000 and 2010; HCD, n.d.			
Note: the U.S. Census defines a unit as a house, apartment, or mobile home. Condominiums fall under the definition of multi-family unit according to the U.S. Census Bureau.			
<sup>1</sup> The City of Del Rey Oaks reports that there are no mobile homes within City limits.			

More recent data for the 2012-2016 reporting years indicates about 82 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, 2017).<sup>3</sup>

**Table 2-10**  
**Housing Unit Growth by Type (2000-2016)**

Unit Type	2000		2012-2016	
	Number of Units	Percent of Total	Number of Units	Percent of Total
<b>Del Rey Oaks</b>				
Single-Family	592	81.4%	607	82.4%
Detached	567	78.0%	571	77.5%
Attached	25	3.4%	36	4.9%
Multi-Family	132	18.2%	121	16.4%
2-4 Units	23	3.2%	19	2.6%
5+ Units	109	15.0%	102	13.8%
Mobile Homes, Boat, RV, Van, etc.	3	0.4%	9	1.2%
<i>Total</i>	727	100.0%	737	100.0%
<b>Monterey County</b>				
Single-Family	91,751	69.7%	96,749	69.0%
Detached	79,405	60.3%	87,859	62.7%
Attached	12,346	9.4%	8,890	6.3%
Multi-Family	34,314	26.1%	37,324	26.6%
2-4 Units	11,822	9.0%	12,278	8.8%
5+ Units	22,492	17.1%	25,046	17.9%
Mobile Homes, Boat, RV, Van, etc.	5,643	4.3%	6,096	4.3%
<i>Total</i>	131,708	100%	140,169	100%
Sources: U.S. Census Bureau, 2000 and 2017				

## 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 2017 data from the 2013-2017 ACS 5-year estimates (U.S. Census Bureau, 2017).

<sup>3</sup> In Seaside about 73 percent of all units were single-family units; Monterey (53 percent) had slightly lower proportions of single-family units and higher proportions of multi-family housing.

Renter-occupied housing was a smaller portion of the housing stock. The vast majority of housing units contained two or three bedrooms.

**Table 2-11**  
**Distribution of Units by Tenure and Size, 2017**

Size of Unit	Owner-Occupied	Renter-Occupied
Studios	0	3
1-Bedroom Units	20	12
2 or 3-Bedroom Units	348	166
4-Bedroom+ Units	74	4
<b>TOTAL</b>	<b>442</b>	<b>185</b>

Source: U.S. Census Bureau, 2017

## Vacancy Rates

The vacancy rate indicates the approximate percentage of units that are vacant and for sale or rent at any one time. 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. **Table 2-12** compares the City's vacancy rate since 1990. In 2000, the Census recorded an overall vacancy rate of 3.6 percent with a rental vacancy rate of 2.9 percent and an owner-occupied unit vacancy rate of 0.7 percent, indicating a very tight housing market. The 2010 Census indicates a higher overall vacancy rate of 5.4 percent, with a rental vacancy rate of 2.6 percent and an owner-occupied unit vacancy rate of 1.9 percent. 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**  
**Vacancy Rates in Del Rey Oaks, 1990–2010**

	1990	2000	2010
<b>Tenure</b>			
<i>Owner-Occupied</i>	558	539	517
<i>Renter-Occupied</i>	138	165	184
<b>Vacancy Rate (overall)</b>	7.6%	3.6%	5.4%
<i>Homeowner</i>	2.1%	0.7%	1.9%
<i>Rental</i>	5.5%	2.9%	2.6%

Source: U.S. Census Bureau, 1990, 2000 and 2010

## 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 2-13** shows the various household income levels of homeowners and renters in Del Rey Oaks.

**Table 2-13**  
**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				

- 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 2-14**, shown below, breaks down the number and percent of renters and owners paying 30 percent or more for gross rent or housing costs per month in Del Rey Oaks. 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 paid more than half of their income on rent.

**Table 2-14**  
**Household Overpayment**  
**Del Rey Oaks, 2010**

Type of Household	All Occupied Housing		Owner-Occupied Housing		Renter-Occupied Housing	
	Number	% of Total Housing	Number	% of Total Housing	Number	% of Total Housing
<b>All Households</b>	<b>685</b>	<b>100.0%</b>	<b>495</b>	<b>64.3%</b>	<b>190</b>	<b>35.7%</b>
Paying More than 50%						
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 30%						
Lower-Income	83	12.1%	55	8.0%	28	4.1%

Source: HCD, n.d.

## Special Needs Groups

The Housing Element identifies certain special needs groups that may have more difficulty finding decent affordable housing. 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. 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:<sup>4</sup>

- the elderly,
- people with disabilities,
- 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 have 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. While many of

<sup>4</sup> Farmworkers are not included as there have been no identified farmworkers or agricultural uses in the City.

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 (HCD, n.d.), as shown in **Table 2-15**, the number of householders 65 years and over in Del Rey Oaks in 2012 was 167 (25.3 percent). Monterey County's householders 65 years and over in 2012 was 25,384 (20.3 percent).

**Table 2-15**  
**Householders 65 Years and Over**  
**Del Rey Oaks and Monterey County, 2012**

	2012 Number	2012 Percent
Del Rey Oaks	167	25.3
Monterey County	25,384	20.3

Source: HCD, n.d.

As shown in **Table 2-16** below, in 2012, there were approximately 149 owner-occupied elderly householders age 65 or older within the City (22.5 percent). The number of renter-occupied elderly householders 65 years and over in Del Rey Oaks was 18 (2.7 percent) in 2012. This shows 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, 2012**

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

Source: HCD, n.d.

## 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 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 shown in **Table 2-17** below, 11 percent of the City's population had one or more disabilities compared to about nine percent of the Monterey County population, and similar proportions in Salinas (eight percent), Seaside (10 percent), and Monterey (10 percent).

**Table 2-17**  
**Persons with Disabilities Profile for Area Cities (2012-2016)**

	% of Population	Hearing Disability	Vision Disability	Cognitive Disability	Ambulatory Disability	Self-Care Disability	Independent Living Disability
Monterey	10.4%	33.7%	18.4%	41.0%	55.4%	26.3%	40.4%
Salinas	7.7%	24.0%	17.7%	38.2%	52.6%	24.4%	35.3%
Seaside	9.9%	26.2%	13.8%	38.0%	53.0%	21.3%	35.3%
<b>Del Rey Oaks</b>	<b>11.0%</b>	<b>31.5%</b>	<b>10.9%</b>	<b>37.0%</b>	<b>53.8%</b>	<b>11.4%</b>	<b>27.7%</b>
Sand City	10.0%	27.6%	6.9%	41.4%	31.0%	17.2%	34.5%
Monterey County	9.2%	30.3%	19.0%	37.4%	50.9%	23.9%	37.7%

Source: HCD, n.d.

The City had an estimated 331 persons living with a range of disabilities. **Table 2-18** 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.

**Table 2-18**  
**Persons with Disabilities in Del Rey Oaks by Age and Type, 2017**

Disability Type	Under 18 Years	Ages 18 to 64	Ages 65 and Over	Total
With a Hearing Difficulty	4	19	47	70
With a Vision Difficulty	19	47	0	66
With a Cognitive Difficulty	47	0	23	70
With an Ambulatory Difficulty	0	23	6	29
With a Self-Care Difficulty	23	6	3	32
With an Independent Living Difficulty	--	3	61	64
<b>Total</b>	93	98	140	331

Source: U.S. Census Bureau, 2017

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 age 18 years, continues, or can be expected to continue, indefinitely, and constitutes a substantial disability for that individual which includes mental retardation, cerebral palsy, epilepsy, and autism. This term shall also include disabling conditions found to be closely related to mental retardation or to require treatment similar to that required for individuals with mental retardation, 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.

**Table 2-19** identifies the population of people in the City with developmental disabilities, defined as those with severe, life-long disabilities attributable to mental and/or physical impairments provides a closer look at the disabled population.

**Table 2-19**  
**Developmentally Disabled Residents, by Age, for City Del Rey Oaks**

5-64 Years	Percent of total City population with disabilities	65+ Years	Percent of total City population 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 was used in the 2000 U.S. Census and in the 2010 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** below shows overcrowding by tenure for the City of Del Rey Oaks in 2012. Owner-Occupied overcrowding (OO) is less than Renter-Occupied overcrowding (RO), with OO overcrowding at 2 percent and RO overcrowding at 5 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, 2012**

	OO Number	OO Percent	RO Number	RO Percent
Occupied Housing Units	469	71.0%	192	29.0%
<i>Occupants per room</i>				
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%

Source: HCD, n.d.

## 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 2012-2016 ACS (HCD, n.d.) indicates that large households represented about 19 percent of the households, a slight decrease 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. 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 renter-occupied households is larger than that of owner-occupied households being overcrowded meaning there is a lack of affordable housing available in Del Rey Oaks.

**Table 2-21**  
**Household Size by Tenure**  
**Del Rey Oaks, 2011**

	1 Person		2-4 Persons		5+ Persons		Total	
	Number	%	Number	%	Number	%	Number	%
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, n.d.

### 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. 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). 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** shows the comparison between female-headed householders in Del Rey Oaks and Monterey County from the 2011 ACS (HCD, n.d.).

**Table 2-22**  
**Female Headed Households, 2011**

Female Headed Households (2011)	Monterey County		Del Rey Oaks City	
	Number	Percent	Number	Percent
<b>Female Headed Householders</b>	15,727	17.46%	35	7.58%
<i>Female Heads with Own Children</i>	10,839	12.04%	7	1.52%
<i>Female Heads without Children</i>	4,888	5.43%	28	6.06%
<b>Total Householders</b>	90,051	100.00%	462	100.00%
Female Headed Householders Under the Poverty Level	3,958	4.40%	<b>3</b>	<b>0.65%</b>
Total families Under the Poverty Level	10,277	11.41%	<b>3</b>	<b>0.65%</b>

Source: HCD, n.d.

## 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 Needs in Monterey County, 2012-2013**

	Individual		Persons in Families	
	2012	2013	2012	2013
<b>Total Homeless</b>	1,664	2,277	1,009	663
<b>Total Sheltered</b>	4	367	758	382
<b>Total Unsheltered</b>	1,660	1,910	251	281

Source: HCD, n.d.

The 2019 Monterey County Homeless Report recently published provides the homeless population by jurisdiction and area. To count homeless persons, a Point-in-Time Census was conducted on two consecutive days. The count of homeless individuals staying at a shelter was conducted the night of January 30, 2019, and the count of unsheltered individuals was conducted in the early morning of January 31, 2019. The Point-in-Time 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 and 2019.<sup>5</sup> All persons identified as homeless in Del Rey Oaks were unsheltered within the City, as the City does not have a homeless shelter. 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.

<sup>5</sup> 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, 2017**

Jurisdiction	Unsheltered				Sheltered			
	2015	2017	2019	Net Change	2015	2017	2019	Net Change
<b>Del Rey Oaks</b>	55	111	0	-100%	0	0	0	--
<b>Monterey County</b>	1,630	2,113	1,830	12%	678	724	592	-13%

Source: Applied Survey Research 2015, 2017 and 2019.  
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.

## Farmworkers

**Table 2-25** identifies farmworkers within Monterey County. 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 2013-2017 ACS 5-year estimates (U.S. Census Bureau, 2017), 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 retail trade (9 percent), professional, scientific, management, administrative, and waste management services (12 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.

**Table 2-25**  
**Farmworkers by Jurisdiction**

Area	# of Farmworkers	% of Total Population
Monterey	154	1.2%
Salinas	17,246	25.7%
Seaside	211	1.4%
<b>Urban County</b>		
Total Unincorporated County	6,903	15.2%
<b>Cities</b>		
<b>Del Rey Oaks</b>	<b>0</b>	<b>0.0%</b>
Gonzales	1,022	32.2%
Greenfield	2,456	39.8%
Sand City	0	0.0%
<b>Total</b>		
Urban County	10,381	18.6%
Monterey County	32,414	17.9%

Source: U.S. Census Bureau, 2017

## 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 24 percent of Del Rey Oaks' housing stock has been constructed between 1970 and 2000 (see **Table 2-26**) with no new housing units constructed since 2000.

**Table 2-26**  
**Del Rey Oaks Housing Stock by Year Constructed**

	Before 1960	1960-69	1970-79	1980-89	1990-00	2000 to Present
Number of Units	429	126	30	92	50	0
Percent of Total	59%	17.3%	4.1%	12.7%	6.9%	0

Source: U.S. Census Bureau, 2000

\*Note: No new housing units have been constructed since 2000, per personal communication with City Del Rey Oaks staff (Del Rey Oaks, 2006).

\*\*The U.S. Census Bureau defines a unit as a house, apartment, or mobile home. 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. Data from the 2012-2016 ACS (HCD, n.d.) indicates that the proportion of older housing units in Del Rey Oaks, Monterey and Seaside is slightly higher than in the County as a whole, as shown in **Table 2-27** below.

**Table 2-27**  
**Age of Housing Stock (2012-2016)**

Area	Total Housing Units	% Built After 1979	% Built After 1969
Monterey	13,639	25.5%	47.6%
Salinas	42,234	42.2%	60.8%
Seaside	10,851	24.1%	38.3%
Del Rey Oaks	737	21.8%	28.4%
Sand City	154	57.1%	63.0%
Monterey County	140,169	37.2%	56.1%

Source: HCD, n.d.

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

## Cost of Housing

### Home Sales

**Table 2-28** provides a summary of median home prices in Del Rey Oaks in 2000 and 2010 and the increase in prices (U.S. Census Bureau, 2000 and 2010).

**Table 2-28**  
**Rise in Median Home Prices, 2000 and 2010**

	2000	2010	% Increase 1990 to 2000
<i>Monterey County</i>	\$265,800	\$566,300	113%
<i>City of Del Rey Oaks</i>	\$312,500	\$653,200	109%

Source: U.S. Census Bureau, 2000 and 2010

Like most areas in California, the cost of housing in Monterey County has increased significantly during the past decade. **Table 2-29** shows more recent data for median housing sale prices (2017 and 2018) and the increase of pricing for median house sales. 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.

**Table 2-29**  
**Housing Sale Prices (2017 and 2018)**

Jurisdiction	Units Sold in November 2018	Median Sale Price November 2018	Median Sale Price November 2017	Percent Change
Monterey	22	\$726,500	\$792,500	-8.3%
Salinas	108	\$496,000	\$441,000	12.5%
Seaside	19	\$499,750	\$459,000	8.9%
Monterey County	288	\$589,750	\$580,000	1.7%

Source: Veronica Tam & Associates, 2019  
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 (**Table 2-30**).<sup>6</sup> As of this writing, a total of 24 homes have been sold within the City of Del Rey Oaks since the beginning of the 2019 calendar year, compared to the 34 total homes sold in 2018.

**Table 2-30**  
**Housing Prices – 2019**

City	Average Sales Price	Median Price
Del Rey Oaks	\$569,995	\$520,000

Source: Zillow, 2019

## Rental Costs

Rental prices have also increased significantly in the Del Rey Oaks area; U.S. Censuses of 2000 and 2010 provided data for rents in Del Rey Oaks, see **Table 2-31** below indicating rental increases and costs have steadily increased.

**Table 2-31**  
**Average Rents in the Del Rey Oaks Area, 2000 to 2010**

2000	Units	2010	Units
\$100 - \$199	3	\$100 - \$199	0
\$200 - \$299	0	\$200 - \$299	0
\$300 - \$399	0	\$300 - \$399	0
\$400 - \$499	2	\$400 - \$499	4
\$500 - \$599	0	\$500 - \$599	0
\$600 - \$699	0	\$600 - \$699	0
\$700 - \$999	39	\$700 - \$999	15
\$1,000 - \$1,499	104	\$1,000 - \$1,499	25
\$1,500 - \$1,999	7	\$1,500 - \$1,999	114
\$2,000 or more	2	\$2,000 or more	32
No Cash Rent	5	No Cash Rent	0
<b>TOTAL:</b>	<b>162</b>	<b>TOTAL:</b>	<b>190</b>
<b>MEDIAN:</b>	<b>N/A</b>	<b>MEDIAN:</b>	<b>\$1,173</b>

Source: U.S. Census Bureau, 2000 and 2010

<sup>6</sup> As of August 15<sup>th</sup>, 2019

**Table 2-32** shows more recent average rental housing prices (2018). Salinas and the County’s unincorporated areas had the lowest average rents. However, due to the limited number of units for rent in smaller communities such as Del Rey Oaks, a few outliers could skew the average rents. This table also provides the payment standard established by the Housing Authority County of Monterey (HACM) for 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 2-32  
Average Rental Housing Prices (2018)**

	Studio	1-Bedroom	2-Bedroom	3-Bedroom	4+Bedrooms
<b>Housing Authority Payment Standard</b>	\$283- \$683	\$828	\$1,000	\$1,235	\$1,350- \$1,700
<b>Community</b>	<b>Studio</b>	<b>1-Bedroom</b>	<b>2-Bedroom</b>	<b>3-Bedroom</b>	<b>4+Bedrooms</b>
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
<b>Urban County</b>					
<b>Unincorporated Monterey County</b>	\$1,370	\$1,803	\$1,977	\$3,090	\$2,632
<b>Cities</b>					
Del Rey Oaks	\$862	\$995	\$2,537	\$2,900	--
Gonzales	--	--	--	\$1,525	\$3,200
Greenfield	--	\$1,550	--	\$1,493	\$1,840
Sand City	\$1,805	--	\$2,750	\$2,650	--
Sources: Veronica Tam & Associates, 2019; Craigslist, 2018 and 2019					
“--” indicates no units of his size were available for rent.					
Note: Housing Authority County of Monterey, Payment Standard and Utility Allowance, effective October 1, 2018.					

## 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 2018 for Monterey County is provided in **Table 2-33**.

**Table 2-33  
2018 Income Limits for Monterey County**

Family Size	Extremely Low-Income	Very Low-Income	Low-Income	Median Income	Moderate-Income
1	17,550	29,250	46,800	48,350	58,050
2	20,050	33,400	53,450	55,300	66,300
3	22,550	37,600	60,150	62,200	74,600
4	25,100	41,750	66,800	69,100	82,900
5	29,420	45,100	72,150	74,650	89,550
6	33,740	48,450	77,500	80,150	96,150
7	38,060	51,800	82,850	85,700	102,800
8	42,380	55,150	88,200	91,200	109,450
Source: HCD, n.d.					

A comparison of affordability figures to average rental and sales prices 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 (see **Table 2-34** and **Table 2-35**). 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.

**Table 2-34**  
**Housing Affordability (2018)**

Household	Annual Income	Affordable Costs (All Costs)		Estimated Utilities		Taxes and Insurance	Affordable Price	
		Rental Costs	Ownership Costs	Renters	Owners		Renters	Owners
<b>Extremely Low-Income (0-30% area median income (AMI))</b>								
1-Person	\$17,550	\$439	\$439	\$107	\$177	\$154	\$332	\$25,179
2-Person	\$20,050	\$501	\$501	\$117	\$191	\$175	\$384	\$31,376
3-Person	\$22,550	\$564	\$564	\$157	\$242	\$197	\$407	\$28,961
4-Person	\$25,100	\$628	\$628	\$210	\$305	\$220	\$418	\$23,943
5-Person	\$29,420	\$736	\$736	\$265	\$373	\$257	\$471	\$24,455
<b>Low-Income (31-50%)</b>								
1-Person	\$29,250	\$731	\$731	\$107	\$177	\$256	\$624	\$69,428
2-Person	\$33,400	\$835	\$835	\$117	\$191	\$292	\$718	\$81,864
3-Person	\$37,600	\$940	\$940	\$157	\$242	\$329	\$783	\$85,879
4-Person	\$41,750	\$1,044	\$1,044	\$210	\$305	\$365	\$834	\$86,912
5-Person	\$45,100	\$1,128	\$1,128	\$265	\$373	\$395	\$863	\$83,755
<b>Moderate-Income (51-80% AMI)</b>								
1-Person	\$46,800	\$726	\$846	\$107	\$177	\$296	\$619	\$86,859
2-Person	\$53,450	\$829	\$967	\$117	\$191	\$339	\$712	\$101,894
3-Person	\$60,150	\$933	\$1,088	\$157	\$242	\$381	\$776	\$108,317
4-Person	\$66,800	\$1,037	\$1,209	\$210	\$305	\$423	\$827	\$111,948
5-Person	\$72,150	\$1,119	\$1,306	\$265	\$373	\$457	\$854	\$110,757
<b>Median-Income (81-100% AMI)</b>								
1-Person	\$48,350	\$1,088	\$1,270	\$107	\$177	\$444	\$981	\$150,885
2-Person	\$55,300	\$1,244	\$1,451	\$117	\$191	\$508	\$1,127	\$175,067
3-Person	\$62,200	\$1,399	\$1,632	\$157	\$242	\$571	\$1,242	\$190,637
4-Person	\$69,100	\$1,555	\$1,814	\$210	\$305	\$635	\$1,345	\$203,415
5-Person	\$74,650	\$1,679	\$1,959	\$265	\$373	\$686	\$1,414	\$209,540
<b>Middle Income (101-120%)</b>								
1-Person	\$58,050	\$1,330	\$1,552	\$107	\$177	\$543	\$1,223	\$193,569
2-Person	\$66,300	\$1,520	\$1,774	\$117	\$191	\$621	\$1,403	\$223,849
3-Person	\$74,600	\$1,710	\$1,995	\$157	\$242	\$698	\$1,553	\$245,517
4-Person	\$82,900	\$1,900	\$2,217	\$210	\$305	\$776	\$1,690	\$264,392
5-Person	\$89,550	\$2,052	\$2,394	\$265	\$373	\$838	\$1,787	\$275,396
Sources: HCD, 2017; Housing Authority County of Monterey, 2018; and Veronica Tam and Associates, 2018.								
Assumptions: 30% gross household income as affordable housing cost; 20% of monthly affordable cost for taxes and insurance; 10% down payment; and 4.0% interest rate for a 30-year fixed-rate mortgage loan.								

**Table 2-35** provides maximum annual income, affordability monthly housing costs and maximum affordability sales price for households in 2015 for comparison purposes.

**Table 2-35  
Owner Affordability, 2015**

Household Size	Maximum Annual Income	Affordability Monthly Housing Costs	Maximum Affordability Sales Price
<b>Extremely Low-Income</b>			
1-Person	\$15,250	\$381	\$95,000
2-Person	\$17,400	\$435	\$108,000
3-Person	\$20,090	\$502	\$125,000
4-Person	\$24,250	\$606	\$150,000
5-Person	\$28,410	\$710	\$176,000
<b>Very Low-Income</b>			
1-Person	\$25,400	\$635	\$157,000
2-Person	\$29,000	\$725	\$180,000
3-Person	\$32,650	\$816	\$202,000
4-Person	\$36,250	\$906	\$225,000
5-Person	\$39,150	\$978	\$242,000
<b>Low-Income</b>			
1-Person	\$40,600	\$1,015	\$252,000
2-Person	\$46,400	\$1,160	\$287,000
3-Person	\$52,200	\$1,305	\$323,000
4-Person	\$58,000	\$1,450	\$359,000
5-Person	\$62,650	\$1,566	\$388,000
<b>Moderate-Income</b>			
1-Person	\$57,700	\$1,443	\$357,000
2-Person	\$65,950	\$1,649	\$408,000
3-Person	\$74,200	\$1,855	\$459,000
4-Person	\$82,450	\$2,061	\$510,000
5-Person	\$89,050	\$2,226	\$551,000
Source: HCD, 2015			
Note: affordable housing cost for renter-occupied households assumes 30% of gross household income, not including utility cost.			

This information provides context for housing planning and helps to identify issues that affect the City's existing and future housing needs as addressed in the following sections.

## 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. The 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 RHNA for the Monterey region is 4,375 housing units for the 2014 to 2023 RHNA cycle.

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. The RHNA for the City is shown below. 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.

**Table 3-1  
Regional Housing Need Allocation -5<sup>th</sup> Planning Cycle**

Income Category	Allocation
Very low-income (31-50% of area of median income)	7
Low-income (51-80% of area median income)	4
Moderate-income (81-120% of area median income)	5
Above moderate (over 120% of area median income)	11
<b>Total</b>	<b>27</b>
Source: RHNA Determination HCD (HCD, 2019)	

The City has a RHNA allocation of 7 very low-income units for the 5<sup>th</sup> Planning Cycle. Pursuant to new State law (Assembly Bill [AB] 2634), the City must project the number of extremely low-income (30 percent of less of AMI) housing needs based on U.S. Census income distribution or assume 50 percent of the very low-income units as extremely low-income. Pursuant to new State law (AB 2634), the City must project the number of extremely low income (30 percent of less of area of median income) housing needs based on Census income distribution or assume 50 percent of the very low-income units as extremely low. The City's extremely low-income need is assumed to be 4 units (using the 50% method).

**Table 3-2**  
**Del Rey Oaks' Total Low and Very Low Regional Housing Need Determinations**  
**(with Carry-over from 4<sup>th</sup> Planning Cycle)**

	Very Low-Income	Low-Income	Total Need Low- and Very Low-Income
5 <sup>th</sup> Planning Cycle	7	4	11
4 <sup>th</sup> Planning Cycle*	34	25	59
<b>Total</b>	41	29	70
*Carryover required per HCD for low- and very low-income categories (HCD, 2019) 2007-2014 numbers from 4 <sup>th</sup> Planning Cycle per AMBAG, 2007-2014 RHNA Plan. (AMBAG, 2008) Source: AMBAG RHNA 5 <sup>th</sup> Housing Element Cycle (AMBAG, 2014) and RHNA Determination HCD (HCD, 2019)			

**Tables 3-1 and 3-2** above 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 <http://www.ambag.org>.

### 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.

### 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 5<sup>th</sup> Cycle or 2023 (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 affordable 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 nearing the end of the 5<sup>th</sup> Planning Cycle, the City would not be able to create or credit residential projects

within this timeframe. Thus, the third option is not available. **Therefore, the City's strategy for meeting its RHNA relies solely on ensuring that enough vacant land is available to accommodate projected growth.** (Please refer to **Chapter 7.0, Table 7-1** for Quantified Objectives Summary).

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.

1. **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.
2. **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.
3. **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.
4. **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.

## Site(s) Inventory

The following land inventory discusses the housing sites inventory according to these criteria. 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. The methodology for determining residential capacity of listed sites was the utilization of the City's General Plan and Zoning Ordinance in addition to the review of available Geographic Information Systems (GIS) information. A vicinity map is included as **Figure 1**. The City's General Plan and Zoning Map are included as **Figures 2 and 3**. The available sites identified in this land use inventory are shown on **Figure 4**. Supplemental materials and mapping are also provided in **Appendix C**. An environmental study (Initial Study/Negative Declaration) for the housing element will address potential policy and future development at a programmatic level. Future environmental documentation for individual projects will be required to analyze the precise environmental impacts of proposed projects or future increases in land use density based upon zoning revisions.

The following site inventory in **Table 3-3** and the full discussion in **Appendix C** provide an analysis of the land available within the City for residential development, and then compares this to the City's future housing needs as determined by AMBAG's RHNA.<sup>1</sup> The sites that can accommodate the RHNA include the former Fort Ord areas (Sites 1 and 1a) and vacant and development lands within the City, including Sites 2, 3 and 4. These have the potential for services to be provided and thus are the focus of this Chapter. HCD preliminary

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<sup>1</sup> For vacant sites identified in two or more consecutive planning periods, HCD requires that housing elements, or non-vacant sites identified in a prior housing element, that are identified to accommodate housing for lower-income households, the sites meet the density requirements for housing for lower-income households and the housing element includes a program to allow by right approval for housing developments that include 20 percent or more of its units affordable to lower income households (Government Code section 65583.2[c]).

comments indicate that Site 1a is their preferred site to meet the needs for RHNA low- and very low-requirements. All sites require rezoning and general plan amendments to allow for residential land use including areas outside of the former Fort Ord with the exception of Site 4. Future development of former Fort Ord areas including Site 1 are contingent upon rezoning, general plan amendment, removal of potential hazards associated with unexploded ordnance, as well as securing a developer. Sites 2 and 3 also require rezoning and Site 2 has limited area for development of housing due to environmental constraints. Site 1 is assumed to have a longer period of time for potential affordable housing development and entitlements due to the larger size of the property, infrastructure requirements, and community involvement. While each site has some constraints, all properties are assumed to provide adequate land and reasonable suitability for location of future housing to meet all needs under the RHNA.

The following table summarizes the site inventory assessment for all the sites. Additional analysis is also included in **Appendix C** and summarized below.

**Table 3-3  
Site Inventory**

<b>Sites Inventory Analysis Summary – Site 1</b>	
Assessor Parcel Number	031-191-026-000
Property Size	247 acres
General Plan and Zoning designation	General Commercial – Neighborhood Commercial with Visitor overlay (GC (C-1-V))
Dry Utilities	Utilities would need to be extended to the site. Utilities would be provided by Energy: Pacific Gas & Electric (PG&E) Cable, Internet & Phone Service: Comcast or AT&T
Suitability and availability	Site 1 is a vacant large parcel (247-acre) property that is currently available and has been planned for development in approved City and regional planning documents. A developer has come forward in the past two years and gotten a tentative parcel map approved by the City for various types of housing. Previous use of the site and additional approvals from DTSC (Department of Toxic Substances Control) for UXO (Unexploded Ordnances) issues are required.
Map of sites	See <b>Figure 4</b> and <b>Appendix C</b>
Realistic capacity	A City Rezoning and General Plan Amendment would be required to designate part of the site to allow residential land uses. A FORA consistency determination would also be required to use this site for residential land uses. Currently, the City’s adopted Redevelopment Plan identifies up to 200 residential units onsite. Only a portion of the entire property would be needed to meet the City’s RHNA. The City would need to complete a general plan amendment and rezoning an area of adequate size to specifically allow residential development. Assuming approximately 20 acres are rezoned and would be developed under D district zoning density (16-18 units per acre current density under City’s Zoning Code), this site could facilitate residential development to satisfy the RHNA. While realistic capacity may be greater, the City is assigning 200 units of capacity consistent with the adopted Redevelopment Plan. This is considered the potential realistic development capacity based on the regional planning efforts conducted to date for the site under the Redevelopment Plan. As the City has had no development of housing for over two decades, there are no historic 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.

**Table 3-3  
Site Inventory**

Affordability Level of Units	There will be a range of various income level housing in the development. This site can meet the RHNA requirements identified, including affordability levels for all moderate-, low- and very low-incomes, shown in <b>Tables 3-1</b> and <b>3-2</b> .
Suitability and availability of non-vacant lands	Not Applicable (Vacant Land)
<b>Sites Inventory Analysis Summary – Site 1a</b>	
Assessor Parcel Number	031-191-027(8)-000, 031-191-012-000
Property Size	18.5 acres
General Plan and Zoning designation	GC (C-1-V); the City would need to designate this site to allow residential land uses similar to Site 1 above. Currently, this property is City-owned and within the former Fort Ord area. FORA Reuse Plan designates the site for commercial, golf course and visitor-serving. The City's adopted Redevelopment Plan provides 200 residential units.
Dry Utilities	Utilities would need to be extended to the site. Utilities would be provided by Energy: Pacific Gas & Electric (PG&E) Cable, Internet & Phone Service: Comcast or AT&T
Suitability and availability	Site 1a is an 18.5-acre property within the former Fort Ord in the City limits of Del Rey Oaks. It is currently vacant land and available for development with almost 10 acre-feet of water assigned to this site. No water or sewer lines
Map of sites	See <b>Figure 4</b>
Realistic capacity	Assuming a density range for medium density, and up to 200 residential units allowed in the former Fort Ord area under the current Redevelopment Plan, a realistic development capacity on this site is 72 units. This is based on developable property of approximately 6 acres within the 18.5 acres property and a D District zoning density of 16-18 units per acre. There are no historic 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 Level of Units	There will be a range of various income level housing in the development, similar to Site 1. There is enough realistic capacity to meet RHNA needs at this site in combination with Site 1.
Suitability and availability of non-vacant lands	Not Applicable (Vacant Land)
<b>Sites Inventory Analysis Summary – Site 2</b>	
Assessor Parcel Number	259-011-025-000
Property Size	17 acres (Total acres does not reflect development area; assumes 2-3 acres for this site due to constraints)
General Plan and Zoning designation	GC (C-1-V)
Dry Utilities	Energy: Pacific Gas & Electric (PG&E) Cable, Internet & Phone Service: Comcast or AT&T
Suitability and availability	Site 2 is approximately 17 acres of which a portion is available and suitable for development, per the City's General Plan. The developable portion of the site is accessible from Canyon Del Rey/Highway 218. The site is owned by the City and zoned for visitor serving uses. Improvements are needed for access from the roadway. Portions of the property are not considered useable due to natural resource and steep terrain. Rezoning for residential use would also be required.
Map of sites	See <b>Figure 4</b> attached to Appendix B, Site 2
Realistic capacity	Residential capacity is considerably constrained by environmental factors and water availability. Assuming water can be provided, and rezoning is approved by the City, capacity would be up to 2-6 small units. Realistic capacity is limited due to available land that is not constrained by resources.

**Table 3-3  
Site Inventory**

Affordability Level of Units	Affordability is assumed to be low- to moderate-income level housing depending on costs of improvements to allow access to the property.
Suitability and availability of non-vacant lands	Not Applicable (Vacant Land)
<b>Sites Inventory Analysis Summary – Site 3</b>	
Assessor Parcel Number	031-191-026-000
Property Size	23.5 acres
General Plan and Zoning designation	Public-Open Space
Dry Utilities	Energy: Pacific Gas & Electric (PG&E) Cable, Internet & Phone Service: Comcast or AT&T
Suitability and availability	Site 3 is owned by the City. The 23.5-acre site previously used as a driving range and a portion is currently leased for commercial use as a garden center. The property is located off Angelus Way to the south of Canyon Del Rey Road (State Route 218) where it meets Rosita Road (see <b>Figure 4</b> ). Access to the site is through a two-lane City road, Angelus Way, which turns off of Rosita Road, and feeds traffic from SR 218. Additional access is provided near the Safeway off State Route 218. The adjacent and nearby land uses are residential and commercial. The leased area of the garden center is known as the Del Rey Oaks Gardens. A large commercial shopping center border the site to the west.
Map of sites	See <b>Figure 4</b> and Appendix B attachment for Site 3
Realistic capacity	Canyon del Rey Creek runs along the southern portion of the property and a portion of the site is floodplain. There is some availability of land outside the existing development and resource constraints. Assuming water can be provided at this site, up to four units may be considered the realistic capacity at this site on the eastern portion of the property near Angelus Way. Additional capacity is available on the western side of the property near the Safeway back entrance and commercial center. Residential capacity at western side would be subject to engineered development outside of the flood zone, where vacant land and access are both available. With this portion of the site, and subject to further review based upon water service, realistic capacity at this site is 24 – 30 units. Also, while currently leased, if the current tenant leave, the buildings may be retrofitted for some affordable residential use to add residential capacity to the eastern portion of the site.
Affordability Level of Units	There will be a range of various income level housing in the development.
Suitability and availability of non-vacant lands	In addition to the commercial buildings on the site, there is open space, public recreational trails, and public tennis courts. A portion of the site is vacant and may be available for housing development outside resource and existing uses on the western side of the site. The property is owned by the City and should the current tenant leave, the buildings may be retrofitted for some affordable residential use.
<b>Sites Inventory Analysis Summary – Site 4</b>	
Assessor Parcel Number	Various; refer to <b>Figure 4</b> and supplemental parcel map information for Site 4.
Property Size	Individual parcels of 8,000 minimum size
General Plan and Zoning designation	Single Family Residential (R-1), Multiple Family Residential (R-2); Commercial as allowed
Dry Utilities	Energy: Pacific Gas & Electric (PG&E) Cable, Internet & Phone Service: Comcast or AT&T

**Table 3-3  
Site Inventory**

Suitability and availability	<b>Figure 4</b> and additional mapping identify the area and residential parcels where accessory units could be developed within the City. The City does not have any remaining water allocation for accessory units within the City other than the former Fort Ord area. There were no accessory units approved due to the existing Cease and Desist Order (CDO) on new hookups for water from the State Board. However, there are several planned water supply projects, such as the Monterey Peninsula Water Supply Project and the Pure Water Monterey Groundwater Replenishment project, since these projects are planned and may reasonably be providing water to the City within the 5 <sup>th</sup> Planning Cycle, this inventory appropriately includes the potential for accessory dwelling units (ADU) within the City.
Map of sites	See <b>Figure 4</b> and attachments to Appendix B, Site 4
Realistic capacity	With additional water source, there are up to 185 individual parcels that could accommodate ADUs. Assuming water becomes available, a realistic assumption is provision of 10 – 20 ADUs of these parcels.
Affordability Level of Units	Very low- and low-income and moderate income.
Suitability and availability of non-vacant lands	Per ADU State law, residential zoning allows for ADUs and the City Zoning Code provides auxiliary units on all lots of 8,000 sq. ft.; The properties included on <b>Figure 4</b> and attachment to Appendix B, Site 4 all suitable and available for ADU development.

**Site 1: Additional Analysis of 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. Site 1 consists of approximately 247 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 known that would preclude development. The City has been pursuing development to allow both market rate and affordable residential uses on the site. The site is currently zoned to allow golf course, commercial and visitor-serving uses and is would require rezoning and general plan amendments to revise the land use designations on the site to allow residential.
- For the purposes of this Housing Element, the City is focused on determining adequate area of vacant land that can be used to meet the RHNA needs as identified in **Table 3-1** and **3-2**. The large area of available land in Site 1 ensures adequate land area to meet RHNA needs for affordable housing, including 5<sup>th</sup> Planning Cycle and 4<sup>th</sup> Planning Cycle carry over. However, any future development of the site is considered controversial and would require future environmental documentation that is likely to be challenged.
- The City has taken a number of actions to allow development on the site over the past decades. The City adopted a Redevelopment Plan for the former Fort Ord Property in 2004. The project may be developed in phases, concurrent with governmental approvals and infrastructure development. Background materials that more fully describe development entitlements include the following:
  - The adopted Redevelopment Plan, Report on the Plan, and Negative Declaration.
  - The City General Plan and Certified EIR, which is available from the City.
  - The Fort Ord Reuse Plan and Certified EIR which is available from FORA.

- The property has direct access from South Boundary Road which feeds into both General Jim Moore Boulevard and 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.
- According to the FORA BRP, residential is not a specifically allowed land use. However, the City has made significant progress toward development and is currently working with FORA to allow for housing on this site. Previous approvals include a consistency determination from FORA on the adopted Redevelopment Plan. A City Rezoning and General Plan Amendment would be required to designate part of the site to allow residential land uses. A FORA consistency determination would also be required to use this site for residential land uses.
- Site 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. FORA is overseeing the reconstruction of South Boundary Road and construction is anticipated in 2019-2020. 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 of 242.5 acre-feet per year from the MCWD in accordance with FORA and the MCWD's 2015 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. Water service and extension are dependent upon MCWD CIP projects to extend water lines from General Jim Moore Boulevard to the sites.
- 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. FORA, the federally recognized land use authority responsible for transfer of U.S. Army land to private use, has obtained environmental insurance to be allocated for the Del Rey Oaks site.
- The City will need to select a developer for future development on Site 1, and determine the requirements of affordable housing to be provided on Site 1.
- Although there are remaining hurdles for use of this property as residential, the City is diligently pursuing this approach. The site is currently zoned for visitor serving/commercial and appropriate approvals will be required to also allow residential use. The City's Redevelopment Plan specifies up to 200 residential units on this site. Rezoning and general plan amendments to specifically allow residential designation/uses are needed. A FORA consistency determination would also be required to use this site for residential land uses. Future actions to initiate a change in zoning designation to provide for the City's required RHNA on the site would be required.

**Site 1a: Additional Discussion of Available Residential Development on City-Owned Portion of Site 1a, south of South Boundary Road (Connected Parcel to Former Fort Ord Property within City of Del Rey Oaks):**

- This site is identified on **Figure 4** as Site 1a and ownership is retained by the City. This site is also within the former Fort Ord property, but is not part of the development area that is planned for development on the north side of South Boundary Road. This is one of the few properties within the City with a current water allocation and vacant land to accommodate residential development capacity.
- A City Rezoning and General Plan Amendment would be required to designate part of the site to allow residential land uses. A FORA consistency determination would also be required to use this site for residential land uses.) The site is zoned as C-1-V, so it would need to be rezoned in order for housing development to occur. The parcel is approximately 18.5 acres (807,166 sq. ft) of vacant land. Nearby properties in Del Rey Oaks are the Frog Pond Wetland Preserve to the west, which is owned by Monterey Peninsula Regional Parks District (MPRPD). This parcel also borders the City of Monterey to the south. Environmental issues involve the need to extend services as no water or sewer service is on-site as well as steep grades in portions of the site. The area along South Boundary Road could accommodate higher density housing, such as an apartment complex, but similar to Site 1, this site would need to be rezoned to a residential zoning district which allows residential use.
- Services and other factors are similar to discussion above for Site 1, however, this site is smaller and is not being considered by the City for a development agreement with a developer. The City thus has the potential to provide affordable housing more expeditiously on this site. Future development of Site 1 is contingent upon securing a developer and is assumed to have a longer period of time for potential affordable housing development and entitlements due to the larger size of the property, infrastructure requirements, and community involvement.
- Future delivery of water and utilities is dependent on funding availability to extend the infrastructure to serve these sites, including sewer and water.

**Site 2: Additional Discussion of Available Residential Development on Site 2, Former Approved Hotel Site within City of Del Rey Oaks:**

- Site 2 is located southwest of Site 1a, at the boundary of the former Fort Ord military base and Canyon Del Rey at the intersection of General Jim Moore Boulevard and Canyon Del Rey (Highway 218). This site is approximately 17 acres, zoned C-1-V within the City of Del Rey Oaks. The site is currently undeveloped. Since this site was the subject of a citywide referendum identifying this site for visitor use, it is not known whether this site can be used for residential land use without a land use amendment and/or further City action, General Plan Amendment and Rezoning approvals would be needed.
- While Site 2 is planned for development within the General Plan, water allocations are not currently available under the MPMWD allocation system discussed in the following section. See discussion of Site 3 below. To comply with building requirements, the site would require a geotechnical study and engineered analysis to address building on part of the property due to high slope.
- The planned water, sewer and other dry utilities would be served by the local provider. Connection to services for water and sewer are located near the site boundaries, although no services are currently being provided onsite. The primary issue would be environmental constraints due to wetlands and other resources on this site. The City does not have any remaining allocation for the development

and construction of residential units or accessory units within the City outside of the former Fort Ord area. However, there may be an alternative water source associated with this property that would allow for development or the MPWMD may provide water for limited residential for affordable if no new water sources can be provided.

- In the past year, this parcel received an unsolicited proposal to purchase the land for development in accordance with its General Plan zoning. The City has also received two development proposals after the Council directed City staff to market the property for development. One proposal was for a small visitor-serving development and the other proposed a mixed-use site with residential and office/commercial uses. These proposals resulted in additional review of this site and more specific concerns related to wetlands and resources on the site.
- Portions of Site 2 are not available for building due to environmental constraints such as wetlands and steep slopes. Limited areas within the site are considered available for building and it is likely that only smaller (“tiny homes”) could be able to be developed on this site due to these environmental and resource concerns. Environmental regulations may require a larger portion of the property to be preserved for parkland or environmental mitigation for future developments. MPRPD previously expressed interest in purchasing the 17-acre parcel because of its vicinity to the Frog Pond Wetland Reserve, which is also owned by MPRPD.

### **Site 3: Additional Discussion of Available Residential Development on Site 3, Former Golf Driving Range within City of Del Rey Oaks:**

- Site 3 is identified on **Figure 4** and is owned by the City of Del Rey Oaks. The site was previously leased as a golf driving range for approximately 30 years and is zoned for open space and recreational use. Since the driving range shut down in 2012, a portion of the parcel has been turned into a garden center. There has been discussion of building an extension of the commercial use with residential use above on the City-owned tennis courts adjacent to the center. Other than concept design, no formal development proposal has been brought forward.
- Site 3 has vacant land behind the shopping center at the Safeway back entrance. This area of the site could use the existing access directly from Highway 218, Canyon Del Rey. This location and entrance is nearer to services and has existing utilities that could be extended.
- The land is currently zoned for open space and would require both rezoning and an amendment to the General Plan to allow for residential land uses. A portion of the property would be available for residential use, as the primary use of the garden center is assumed to remain. If California American Water (Cal-Am) water service is to be used, development of housing would also depend upon water availability. Assuming the current planned and partially-approved projects for new water sources can be use, existing restrictions of water allocations would also need to be lifted and extension of water utility service provided. While, the current water provision is not adequate for residential development under current conditions, either the Desalination Plant project approved by the California Public Utilities Commission (CPUC) or the MPWMD and Monterey One Water Back-Up Expansion Project for the Pure Water Monterey Project may provide a secured water source for this site. While the property does have an on-site well, it is not clear if this may be repurposed for residential use (subject to MWPMD and State Division of Drinking Water and local environmental health requirements). All other services are currently provided on the site.

- Environmental constraints also include the flood zone within a portion of the property, neighboring Del Rey Creek and wet weather issues over a portion of the site (see Site 2 maps). All the above would require regulatory consideration and engineered plans before any type of development occurs. However, adequate area appears to be available outside the flood plain to allow for future residential.

#### Site 4: Accessory Dwelling Units

- Site 4 recognizes the parcels where ADU's units may be developed. These parcels are on lots where single-family residences already exist, as identified on **Figure 4** and additional mapping provided as an attachment to this Appendix, or otherwise appropriately sized lots. According to the City Zoning Ordinance, lots that could accommodate ADU's within the current zoning restrictions must be greater than 8,000 sq. ft., which is relatively large for Del Rey Oaks. For this Land Use Inventory, in order to address a more robust approach to available land, both residential and commercial lots of this size were identified. A survey of existing parcels identified approximately 185 existing lots (zoned residential and commercial) would meet the minimum lot size requirements for a potential ADU.
- The City reports that no requests for applications for ADUs have been submitted in the past decade. The City's allocation under the Monterey Peninsula Water Management District (MPWMD) prevents property owners the development of ADUs, even as demand for these units rises.<sup>2</sup> Until an additional water source is identified by regional efforts and/or additional allocation is available to the City, ADU and production of additional housing on developable land in the City within the MPWMD boundaries is constrained. This land use inventory assumes that future water availability for these units within the planning cycle can be provided either by planned or approved water projects as described elsewhere in this document or new policies and programs by MPWMD that provide water for affordable units within the District.

### 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 until the General Plan and rezoning is completed on all of the sites. Sites 2 and 3 require revised land uses to allow residential and Sites 1 and 1a would need to be amended on the former Fort Ord. Site 4 does not require any zoning amendments and the analysis above and documentation in **Appendix C** identifies parcels that could be developed for ADUs. There are several milestones that need be reached before water can come available at all the sites 2, 3, and 4, 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. Although these projects are by no means complete or certain that water will be provided to the City by these

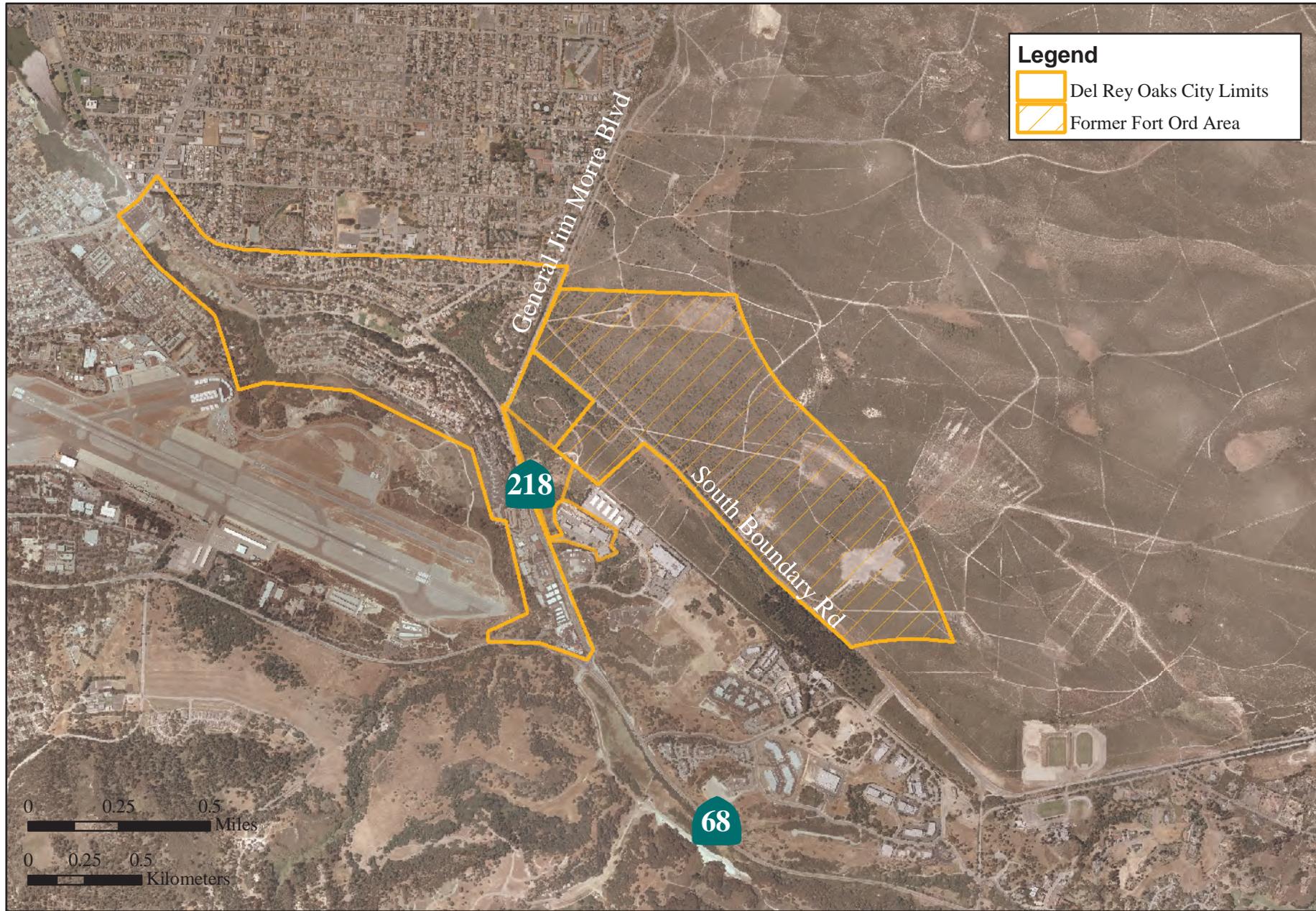
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<sup>2</sup> MPWMD has established criteria by which water credits are allocated for new development. Residential water credits are based on the number of plumbing fixtures. To build an accessory unit on an existing lot, the number of plumbing fixtures must be maintained for both the main and subordinate accessory units, making the addition of a full functioning unit difficult. To build housing in commercial zones, the existing commercial use must be reduced in size to provide water credits for the units.

project, it is reasonable to consider these planned water sources may come available during the current planning period under the MPWMD allocation program.

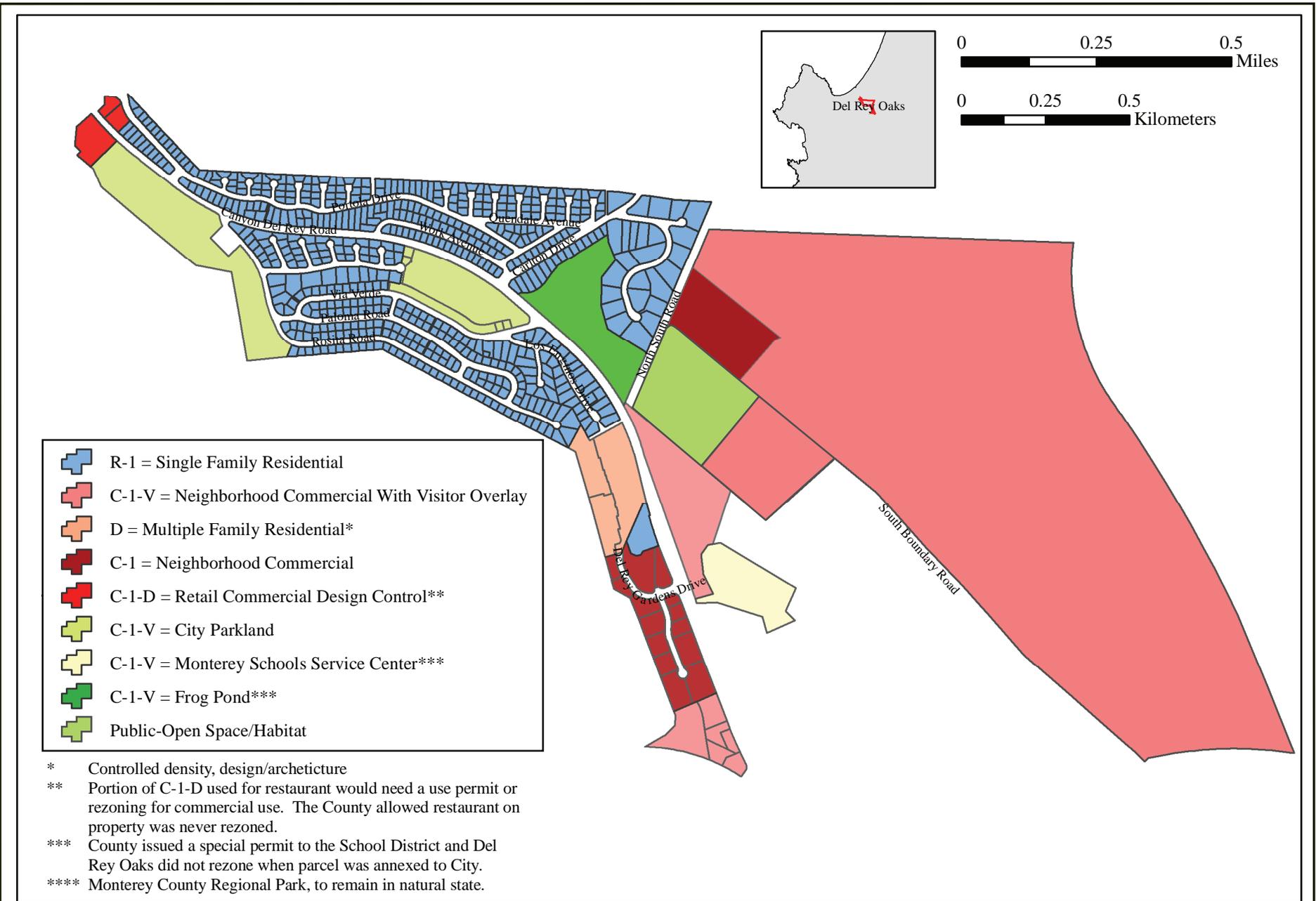
The City is working toward meeting its requirement for needed affordable housing through use of all of the sites identified in the Land Use Inventory and evaluated herein. HCD evaluated the September 18, 2019 HCD Review Public Review Draft Housing Element submitted and directed the City to the former Fort Ord area as the most suitable site for future development required to meet the City's RHNA goals. HCD cited development of the former Fort Ord property, where there is a current water allocation. However given the challenges of development on these areas due to potential groundwater impacts at this site, a complete environmental review will need to be conducted before development can occur on this site. Therefore, the City is also looking to address the RHNA with limited use of Sites 2, consideration of Site 3 and also Site 4. Sites 2 and 3 of the Site Inventory Analysis would provide 30-40.5 acres of development space, and these sites provide land available to meet RHNA needs. (Site 2 realistic capacity is limited due to available land that is not constrained by resources). Site 4 would accommodate a maximum capacity of 185 Accessory Dwelling Units (ADU). The combined realistic capacity of all of these sites would be more than enough to accommodate the 70 Low-Income and Very Low-Income unit portion of the 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 in Sites 1, 1a, 2, and 3 of up to 288 units and up to 185 maximum units in Site 4, which is more than adequate to meet RHNA in all income categories. Under this approach, and since there are water, infrastructure, and land use compatibility constraints on all of the properties within the MPWMD and former Fort Ord, the City is focused on use of all Sites identified for provision of affordable housing to accommodate the RHNA needs. (See **Chapter 7.0, Table 7-1** for Quantified Objectives Summary).



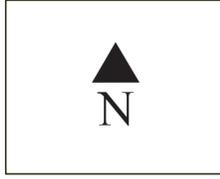
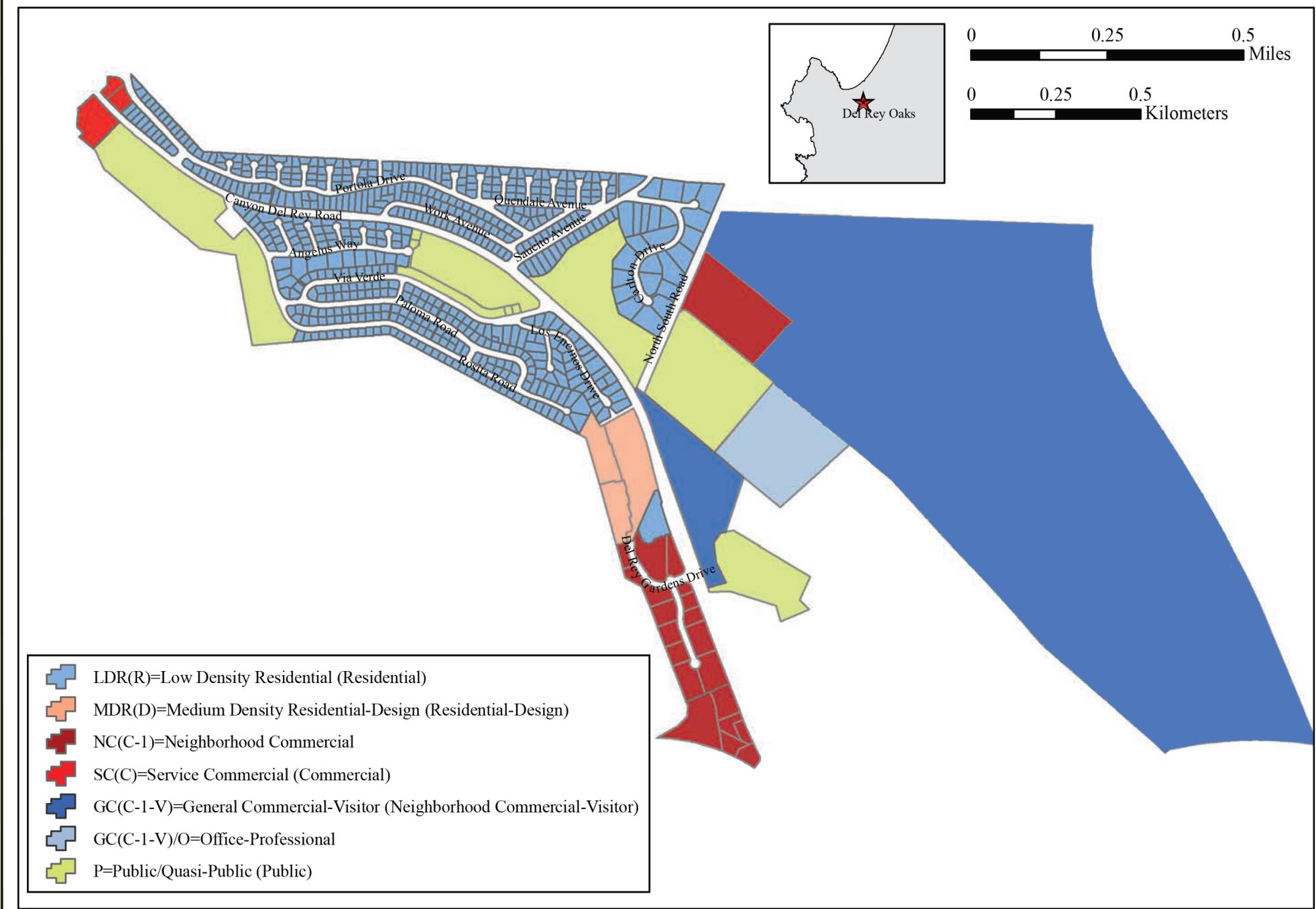
Vicinity Map

Figure  
1



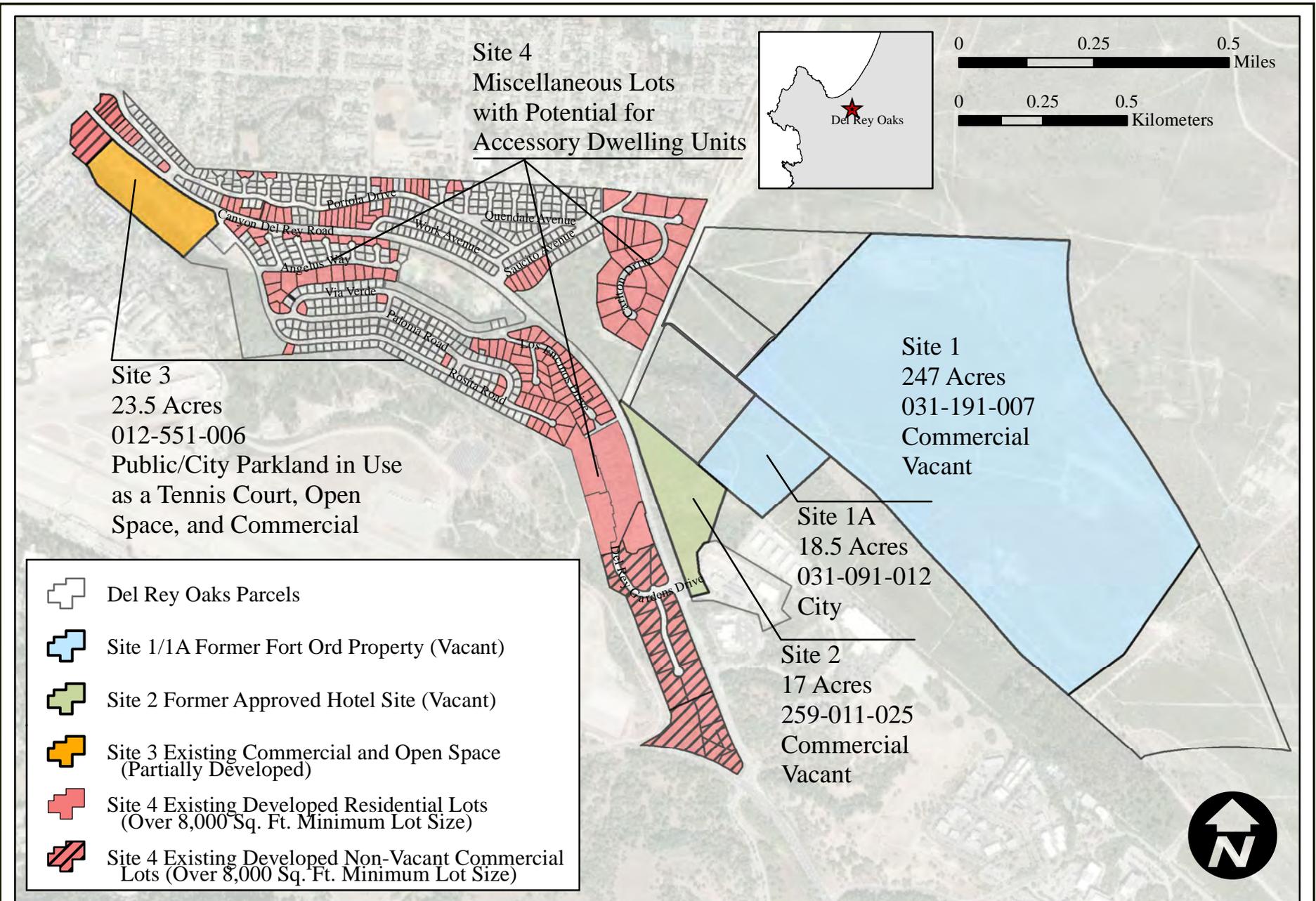
Zoning Map for the City of Del Rey Oaks

Figure  
2



# City of Del Rey Oaks General Plan

Figure  
3



Available Land Inventory

Figure  
4

## 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, 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. Also see tables below identifying zoning district densities and standards in other zoning districts. The City provides for residential uses in commercial zones as

shown in the tables below under the Commercial (C), Special Treatment (ST) and Design (D) zoning districts. The City’s Planned Unit Development (PUD) district allows residential use at 5 to 18 units per acre.

**Table 4-1  
Existing Development Standards for Residential Zones**

	Single Family Residential Districts (R-1) <sup>1</sup>	Multiple Family Residential Districts (R-2)
<b>Permitted Uses</b>	One- and two-family dwellings, schools, libraries, clinics, and nurseries/greenhouses with accessory buildings	Two-family dwellings, dwelling groups, two-family flats, multiple family dwellings, hotels, clubs, lodges; automobile courts, automobile camps, and similar uses; all uses permitted in R-1 Districts <sup>1</sup>
<b>Conditional Uses</b>	Short-Term Rentals shall be permitted, after obtaining a conditional use permit from the Planning Commission <sup>3</sup>	
<b>Lot Requirements</b>		
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
<b>Yard Requirements</b>		
Front (min. in feet)	20 ft. <sup>4</sup>	20 ft. <sup>4</sup>
Side (min. in feet)	Not less than 10% of the lot width but not less than 6 ft. <sup>5</sup>	6 ft., except add 2 ft. for each story beyond the second story
Rear	Not less than 20% of the depth of the lot, to a maximum depth of 20 ft.	Not less than 15 ft.
<b>Height Requirements</b>		
Building Height (max.)	30 ft. <sup>6</sup>	35 ft.
Number of Stories (max.)	1.5	3
<b>Additional Regulations</b>		
Garage (min.)	288 sq. ft.	N/A
Parking	One space for each family unit; one space for each two guest rooms, and one additional on-site parking space for an Auxiliary Housing Unit	One garage space for each family unit
Source: City of Del Rey Oaks Zoning Ordinance, as amended through May 13, 2019.		
<sup>1</sup> The City has an adopted accessory dwelling unit ordinance, referred to as an “auxiliary (second) unit”. Such units are defined by the City of Del Rey Oaks Zoning Code as: “a studio or one-bedroom residential dwelling unit, having independent living facilities including kitchen and bathroom, not exceeding 450 sq. ft. in size, which is within, attached to, or detached from an existing single-family dwelling within the R-1 district.”		
<sup>2</sup> Subject to securing a use permit for any use for which a use permits is required in an R-1 District.		
<sup>3</sup> 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.		
<sup>4</sup> Exceptions allowed subject to obtaining a conditional use permit from the Planning Commission.		
<sup>5</sup> Exceptions provided per code based upon lot size, layout and location.		
<sup>6</sup> 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 zoning designations of C, C-1, ST, and D allow residential uses in these categories, thereby expanding the ability for housing in a number of land use jurisdictions.

**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.

**Table 4-2**  
**Zoning Districts Other than Residential Zones**

Residential Use/Densities	D Zoning	C Zoning	C-1 Zoning	ST Zoning
PUD (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, <sup>1</sup> development standards must be consistent with the residential zone	Conditional Use, development standards must be consistent with the residential zone	Permitted Use
Residential-Condominium	Conditional Use	All uses permitted in any R District, <sup>1</sup> development standards must be consistent with the residential zone	Not Specified, although development standards must be consistent with the residential zone	Conditional Use

<sup>1</sup> Except automobile camps and similar uses  
 Note: Per Zoning Code, D Zoning. "17.16.030 - Conditional uses. No uses are permitted in the "D" zone without a use permit. The following uses are permitted in the "D" zone subject to first securing a conditional use permit: 1. 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 non-residential zoning standards.

**Table 4-3**  
**Development Standards for Non-Residential Zones**

	Design (D) Overlay District	Commercial (C)	Neighborhood Commercial (C-1)	Special Treatment (ST)
<b>Permitted Uses</b>	Uses subject to securing a use permit <sup>1</sup>	Commercial use, residential, retail and wholesale businesses, automobile camps <sup>2</sup> , power-driven machinery, outdoor advertising signage/structures	Restricted Commercial Use, business and professional offices	Single-Family Residential and "multiple residences to the designated density"; Agricultural Use
<b>Lot Requirements</b>				
Density <u>if applicable</u>	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
<b>Yard Requirements</b>				
Front (min. in feet)	20 ft.	N/A	35 ft.	N/A

**Table 4-3  
Development Standards for Non-Residential Zones**

	<b>Design (D) Overlay District</b>	<b>Commercial (C)</b>	<b>Neighborhood Commercial (C-1)</b>	<b>Special Treatment (ST)</b>
Side (min. in feet)	7 ft., except add 2 ft. for each story beyond the first story <sup>3</sup>	20 ft. <sup>4</sup>	10 ft.	10 ft. along property line adjoining another ownership
Rear	15 ft. <sup>5</sup>	10 ft. <sup>4</sup>	15 ft.	20 ft. along rear property line adjacent to another ownership
<b>Height Standards</b>				
Building Height (max.)	35 ft.	35 ft.	30 ft.	N/A
Number of Stories (max.)	3.5 <sup>6</sup>	3	2 <sup>6</sup>	N/A
<b>Additional Regulations</b>				
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.
<p>Source: City of Del Rey Oaks Zoning Ordinance, as amended through May 13, 2019</p> <p><sup>1,2</sup> Subject to securing a use permit in each case.</p> <p><sup>3</sup>Where any multiple dwelling or dwelling group is arranged so as to have a rear entry opening into a side yard, said side yard shall be no less than 9 ft. and the side yard upon which said dwelling fronts shall be not less than 20 ft.</p> <p><sup>4</sup> In cases of C District property bordering an R District</p> <p><sup>5</sup> Except as otherwise provided for accessory buildings.</p> <p><sup>6</sup> No accessory building shall exceed either 15 ft. or one story in height.</p>				

**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.<sup>1</sup> Processing times for development review vary, based on the size of the project and the 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 will 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 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 will schedule projects for review by the Planning Commission for consideration or approval (assuming exempt from environmental review).

If the environmental review of the project can be accomplished without the processing of an EIR, 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 or related to a project will add one to two months to the process. The need to prepare required environmental studies will typically add two or three months to the process as well. The determination of the need for an EIR will add six months to one year of processing time.

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 permits 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

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<sup>1</sup> 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 of automobile travelers. See Del Rey Oaks Zoning Ordinance accessible at: [https://library.municode.com/ca/del\\_rey\\_oaks/codes/code\\_of\\_ordinances](https://library.municode.com/ca/del_rey_oaks/codes/code_of_ordinances)

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 development primarily due to the limited area for development, limitation on 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/>. Forms are simplified and easy to complete. City processing procedures keep projects on a reasonable timetable.

Processing and application requirement do not form a constraint to provision of adequate housing. Overall, for the size of the City of Del Rey Oaks and limited City staffing with contracted personnel for planning and building services, the City has a record of moving permits through the process with time periods typically less 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 the City of Monterey to provide plan-checks and inspections. The Del Rey Oaks Building Department enforces the currently required 2016 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.

The on- and off-site improvement standards in Del Rey Oaks are not as stringent as they are in most other cities. The City requires that each house have a garage and that each auxiliary (second) unit have an off-street parking space. The City also requires that each house have a 20-foot setback, a side setback that is 10 percent of the width of the lot, and a back setback that is 20 percent of the depth of the lot (or 20 feet, whichever is less). There are no identified off-site improvements other than the provision of utilities to the site. Each unit, principal and auxiliary (second), must be provided with separate utility hookups and meters, and no occupancy of the unit shall take place until all utilities are provided.

### **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.

**Table 4-4  
City of Del Rey Oaks 2019 Fee Schedule**

Department		Fee
<b>Planning Department</b>		
<b>Architectural Review Committee Review:</b>		
<b>Commercial</b>		
Major	New commercial	\$1,990
Minor	Commercial additions, remodels, exterior tenant improvements, etc.	\$620
<b>Residential</b>		
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
<b>Architectural Review Committee Sign Review:</b>		
Major	Large monument signs, multiple freestanding signs, pole signs, internally illuminated signs	\$680
Minor	All signs not included above	\$120
Architectural Review/Solar Panels		No Fee
<b>Appeal Fees</b>		
Appeals of Planning Commission Decisions to City Council		\$370
Appeals of Staff Decisions/Home Occupation Permits		\$170
<b>Environmental Review</b>		
Environmental Impact Report		Contract price + 17%
Environmental Initial Study Leading to a Negative Declaration (Excludes Fish and Game Fee and technical studies)		\$3,570
Environmental Exemption		\$100
<b>Use Permits</b>		
Master	Projects requiring environmental review and/or multiple permits	\$4,000 deposit
Major	Commercial, industrial, multi-family	\$2,990
Minor	Single-family residential uses	\$820
<b>Permits</b>		
Home Occupation (Business) Permit due every year		\$150
Home Occupational Use Permit Application Fee		\$10
Permit Extension		\$780
Reopen Permit		\$850
Special Permits (Temporary use)		\$280
Special Sign Permit (Temporary window/banner sign)		\$170
Investigative fee for work without permit(s)		Cost of the permit
Missed Inspections or work not complete		\$95/hour
Electrical/Plumbing/Mechanical Permit		\$125
Grading Permit Fee		\$120
Tree Removal/Significant Alteration Permit		\$50
Residential Property Inspections Reports - Single Family Dwelling		\$250
Duplicate Job Card		\$25
<b>Variance Permit</b>		
Master	Multiple variances for commercial, multi-family or industrial projects	\$1,410
Major	One variance (coverage, height, parking adjustments) for commercial, multi-family or industrial sites	\$980
Minor	One variance - residential fences, setbacks, parking, etc.	\$820
<b>Engineering</b>		
Encroachment Permit (Residential)		\$250
Encroachment Permit (Commercial)		\$300 plus 2% of cost of public improvements requires plan check
Street Opening Permit (Residential)		\$250

**Table 4-4  
City of Del Rey Oaks 2019 Fee Schedule**

<b>Department</b>		<b>Fee</b>
Street Opening Permit (Commercial)		\$300 plus 2% of cost of public improvements requires plan check
Driveway, Curb, Gutter, Sidewalk Permit		\$150
Construction Activity Road Impact Fee		1% of the sum of the building permit's project valuation
Storm Water Review & Inspection Fee		\$250 plus \$95/hour for plan review & inspection
<b>Zoning Permits</b>		
R-1 District		\$100
D District (Condo.)		\$100
Hotel/motel/multi-family		\$200
1-7 units		\$925
8-36 units		\$125/unit
>36 units		Negotiated fee for cost of planning service
<b>Commercial &amp; Industrial</b>		
<15,000 square feet		\$500+140 K/sf
>15,000 square feet		Negotiated fee for cost of service
Additional meetings		\$400
<b>Reclassification or Rezoning</b>		
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
<b>Standard Subdivision Map</b>		
Tentative		\$1,800+\$100/lot
Exceptions		\$700/lot w/exceptions
Minor		\$1,600
Exceptions		\$700/lot w/exceptions
Additional meetings for minor text amendments		\$120
<b>Final Map</b>		
Processing		\$750+\$60/lot
Parcel Map		\$600 per map
Lot Line Adjustment		\$1,000
<b>General Plan Amendment</b>		
Minor Text	alterations of existing sections	Contract Cost plus 10%
Major Text	addition of new sections	Contract Cost plus 15%
<b>Development Agreements</b>		
Consultant fee, plus 30% of consultant fees to cover normal staff costs, plus 15% of consultant fee as a contingency fund to cover unanticipated costs, plus duplication. These fees shall be considered advances, and should the actual cost be less than the fee advanced, the excess shall be returned to the applicant; should the actual cost be more than the fee advanced; the difference shall be paid by the applicant.		
Applicant shall, in addition to those fees listed in this fee schedule, pay the actual cost of legal advertising.		
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 is 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.		

**Regional Fees**

**Table 4-4**, City of Del Rey Oaks 2019 Fee Schedule, 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, provides an estimate of development fees that are collected by other agencies for residential development within the City. 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 the Zone 3 area, fees were \$217 per trip (2017). FORA assesses impact fees for new residential development; FORA imposed a fee of \$23,279 per unit in 2017. 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.

**Table 4-5  
Development Fees Collected by Other Agencies**

Utility Type	Provider Name	Single-Family Project <sup>1</sup>	Multifamily Project <sup>2</sup>	Affordable Project <sup>3</sup>
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)	\$5,000	Actual cost	\$3,000
	Marina Coast Water District (MCWD)	\$4,526	\$81,468	\$4,526
Sewer	Monterey One Water (M1W)	\$3,506	\$63,099	\$1,800
	Marina Coast Water District (MCWD)	\$2,333	\$41,994	\$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 <sup>1</sup>
Housing	FORA	\$23,279	\$23,279	\$23,279

Assumptions:

1. Single-family development based on 2,000 square feet.
2. Multifamily development based on 1,200 square feet at 18 units.
3. Affordable cost per 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).
4. TAMC fees (<http://www.tamcmonterey.org/programs/dev-impact-fees/>) shown are for single-family unit, for 18 apartment units, and for a moderate-income condominium unit.

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 the City of Seaside. 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).

Del Rey Oaks is a small, nearly built out city; the staff is very small and the workload on 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.

## 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. There are currently six 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. Del Rey Oaks has no other requirements related to growth that would preclude the City from meeting its regional housing needs. Though, the City does have local amendments to the California Building Code. 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.

One group of governmental constraints that if removed or modified could likely result in the development of new affordable housing is the City's set of development standards in its auxiliary (second) unit ordinance. There have been no requests or applications for auxiliary units in the City during the recent years, primarily due to the very limiting water allocation system for individual homes within the City under MPWMD.<sup>2</sup>

## Existing Zoning Code Auxiliary Unit Application and Review Process

In the R-1 districts, one auxiliary (or accessory) housing unit is permitted attached to or detached from an existing single-family dwelling, subject to obtaining a use permit and provided the following requirements or conditions are met:

- The existing single-family lot where the unit is proposed shall be at least 8,000 sq. ft. per section 17.08.100.A of City Zoning Ordinance.
- The auxiliary (second) unit shall not exceed 450 sq. ft. in floor area.
- One additional on-site parking space shall be provided for the auxiliary (second) unit.
- The owners of the property shall reside within either the principal residence or in the auxiliary (second) unit.
- All exterior alterations shall be approved by the architectural review board.
- There shall be only one driveway to serve both units (only one entrance from the street) unless otherwise specifically permitted in the use permit.

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<sup>2</sup> See Water Supply and Constraints section for discussion of the ongoing building restriction for new homes or additions due to the limited water allocation within MPWMD boundaries

- All applicable zoning regulations shall apply to the addition or construction of the auxiliary (second) housing unit.
- Any detached housing unit shall be separated from the principal dwelling by a minimum of at least 6 ft.
- Any existing single-family dwelling on the site within which an auxiliary (second) housing unit is to be attached or included shall be made to comply with minimum City building and housing code standards to the satisfaction of the building inspector, including the installation of smoke detector devices in both units.
- All applicable development fees shall apply to the auxiliary (second) unit.
- Street number signs for each unit, principal and auxiliary (second), shall be provided in such a manner as to be visible from the street to the satisfaction of the chief of police.
- Each unit, principal and auxiliary (second), shall be provided with separate utility hookups and meters, and no occupancy of the auxiliary (second) unit shall take place until all conditions set forth in this section are satisfied.

**Constraints on Development:** In recent years, State law on accessory dwelling units (formerly known as secondary units) has gone through major changes. Most communities have not revised their Zoning Codes to reflect the new State law. Although existing second unit ordinances have become null and void in 2017, 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 has several programs in place addressing auxiliary unit development. Currently the minimum lot size allowed for the construction of an auxiliary unit is 8,000 sq. ft., a relatively large lot size in Del Rey Oaks. The City's standards also require the provision of an off-street parking space for each unit built. Additionally, the second unit must have a separate utility meter, sewer connection, a separate outside entrance, and its own kitchen and bathroom. If the unit is detached, the second unit must be more than 6 ft. from the main house, and the property owner must live in either the auxiliary unit or the main unit. These restrictions may form somewhat of a barrier to the construction of auxiliary units in Del Rey Oaks. However, it is just as likely that the severe limitation on water availability causes the constraint and limits development of residential or commercial lands in the City. If these standards (along with City development fees) were to be waived or relaxed, in cases where the property owner was to rent to persons of very low-income and low-income, it is likely that new affordable auxiliary housing could be provided within Del Rey Oaks.
- **Consistency with State Law:** The City's Zoning Ordinance is not current on State law in reference to auxiliary units, which are now referenced as ADUs. Chapter 1062 of the Statutes requires development applications for accessory dwelling units to be "...considered ministerially without discretionary review or a hearing..." or, in the case where there is no local ordinance in compliance with subsections (a) or (c), a local government must "...accept the application and approve or disapprove the application ministerially without discretionary review...". In order for an application to be considered ministerially, the process must apply predictable, objective, fixed, quantifiable, and clear standards. While the City's Zoning Code allows for ADUs to be constructed in the R-1 district, it currently requires a use permit and thus is not considered ministerial. The City is reviewing its Zoning Ordinance for this and other provisions of recent updates to State statute on ADUs including AB 494 and SB 229. To ensure the

City is meeting all new state law, a program has been included to address ADUs (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.

## 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.

## Density Bonus

The City has not amended its Zoning Ordinance to incorporate a density bonus ordinance consistent with the requirements and intent of SB 1818 and SB 435. Also, the State adopted AB 2222 adding new replacement requirements and extended affordability control to the State's density bonus provisions. AB 2222 became effective on January 1, 2015. The City will be required to adopt a density bonus ordinance to comply with these additional requirements. City staff expects to have these updates adopted within one year of the Housing Element adoption.

## Housing Accessibility for the Disabled

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. This constraints analysis examines the City of Del Rey Oaks zoning provisions, building codes, and permitting processes or procedures to identify potential impediments. **Chapter 7.0 Housing Plan** of this Housing Element proposes specific actions and implementation schedules to remove such impediments on persons with disabilities.

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]).

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 3 ft. into any required side yard. Although this section does not specifically reference ramps needed for accessibility by disabled persons, ramps up to 30 inches in height are allowed without a building permit or administrative approval. Nonetheless, it may be appropriate to modify this provision to expressly include ramps as a permitted encroachment into required front and rear yards in order to ensure accessibility for persons with disabilities.
- The City's parking requirements are not modified for housing designated for persons with special needs and should be reviewed for modifications.

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. This Housing Element includes a program for the City to process Reasonable Accommodation requests through an administrative review process.

## 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 17.36) permits a range of housing types suitable to special needs groups with and without the approval of a special use permit. The City does not impose additional zoning, building code, or permitting procedures on small group homes other than those allowed by State law. Small group homes are permitted without regard to distances between such uses or the number of uses in any part of the City.

Currently, the Del Rey Oaks Zoning Code is dated and does not reflect the current legal definition of a “family” (although the Code does not restrict occupancy of a housing unit or dwellings to only persons who are related). The Del Rey Oaks Zoning Ordinance, section 17.04.150, defines a “family” as follows: “a Family means a person or persons, related by blood, marriage or adoption, or a group of not more than four persons, excluding necessary employed servants, not related by blood, marriage or adoption, living together as a single housekeeping unit.”<sup>3</sup> Del Rey Oaks (See **Chapter 7.0 Housing Plan**) will amend its Zoning Ordinance to either not have a definition of family in their Zoning Code or the definition is inclusive and consistent with recent definitions.

## Emergency Shelter and Transitional Housing

The Zoning Ordinance lacks specific references to and definitions of small and large residential care facilities, emergency shelters, and transitional housing. 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. Transitional housing is typically defined as temporary (usually 6-month to 2-year) housing for individuals or families who are transitioning to permanent housing, or for youth who are moving out of the foster care system. 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.

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<sup>3</sup> A community’s Zoning Ordinance can potentially restrict access to housing for households failing to qualify as a “family” by the definition specified in the Zoning Ordinance. For instance, a landlord may refuse to rent to a “nontraditional” family based on the zoning definition of a family. A landlord may also use the definition of a family as an excuse for refusing to rent to a household based on other hidden reasons, such as household size. Even if the code provides a broad definition, deciding what constitutes a “family” should be avoided by jurisdictions to prevent confusion or give the impression of restrictiveness. California court cases have ruled that a definition of “family” that: 1) limits the number of persons in a family; 2) specifies how members of the family are related (i.e. by blood, marriage or adoption, etc.), or 3) is a group of not more than a certain number of unrelated persons as a single housekeeping unit, is invalid.

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, secondary dwellings, mobile homes, and live-work housing.

Although the City's Zoning Ordinance may not specifically reference either type of facility, emergency shelters and transitional housing would be allowed in the R-1 district (two-family dwellings, with a use permit), the R-2 district (dwelling groups and multiple dwellings, without a use permit), and C-1 districts (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.

SB 2 requires that transitional and supportive housing types be treated as residential uses and subject only to those restrictions that apply to other residential uses of the same type in the same zone. Both transitional and supportive housing types must be explicitly permitted in the Zoning Code pursuant to State law. 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**). Currently, transitional housing may be permitted as a conditional use in the commercial and residential multi-family districts.

### **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. The City will review the reasonable accommodation procedure to provide flexibility in the planning application and development regulations for disabled residents via an administrative procedure. The procedure will specify eligibility, standards and regulations covered by the reasonable accommodation procedure, and extent of relaxation provided.

### **Single-Room Occupancy (SRO)**

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. The City will amend the Zoning Ordinance to conditionally permit SRO housing in the C-1 zone.

### **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 2020 to include provisions for housing for six or fewer employees.

### **Mitigating Constraints**

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:

- 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.
- 2) Amend the Zoning Ordinance to require new multi-family development to be in compliance with Title 24 of the California Code of Regulations.
- 3) Amend the Zoning Ordinance to eliminate limits on number of persons allowed to live in housing unit under definition of “Family”.
- 4) Amend the Zoning Ordinance to include language on density bonuses to comply with State requirements.
- 5) Conduct a review of the Zoning Ordinance to allow for reduced parking standards for special needs housing and remove any additional identified constraints to ensure that reasonable accommodations are provided with regard to special needs housing.
- 6) The City Zoning Ordinance allows for ADUs to be constructed in the R-1 District but calls them auxiliary units. Amend the Zoning Ordinance to update language and provisions of recent updates to state statute on ADUs including AB 494 and SB 229 to be consistent with all new state law passed.
- 7) 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.
- 8) Review and 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.

## 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. Due to the low interest rates currently available, it is anticipated that home buying will continue to increase provided other recessionary factors are overcome.

Obtaining permanent financing for qualified homebuyers does not pose irreconcilable constraints with the availability of various home loan programs requiring 0 to five percent down payments. Interest rates on these financing vehicles average just above six percent.

Disposition and Development Agreements can require housing for low-income households in exchange for agency financial participation.

**Table 4-6**  
**Interest Rates**

Product	Interest Rate	Annual Percentage Rate (APR)
Conforming and Federal Housing Administration (FHA) 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 – Amounts that exceed conforming loan 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.

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	Total Applicants	Percent Approved	Percent Denied	Percent Other
<b>Del Rey Oaks</b>				
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%
<b>Total</b>	<b>74</b>	<b>67.6%</b>	<b>9.5%</b>	<b>23.0%</b>
<b>Monterey</b>				
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%
<b>Total</b>	<b>1,140</b>	<b>64.3%</b>	<b>14.3%</b>	<b>21.4%</b>

### 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, but for 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.

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 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, the City of Monterey data 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 the FORA and/or 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. 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 ordinance 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 (Site 1), and the State of California has approved the transfer of most of the site to the City of Del Rey Oaks for all uses including single-family housing. Additional lifting of covenants and restrictions in portions or all of the area 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 these 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 Frog Pond area and the former Fort Ord portion of the community, which are protected by the FORA Habitat Management Plan (HMP).

#### **Water Supply**

Two water suppliers, the MCWD and 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 the Cal-Am operation and supply. The Cal-Am is a privately owned and operated water company with a system capacity regulated by the MPWMD. The 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. The Cal-Am is under a CDO and no new water connections are allowed within the 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. 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. The 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; which is considered a “back-up plan” to the MPWSP. The Expanded PWM/GWR Project would be implemented in the event that the MPWSP encounters obstacles that prevent timely and feasible implementation.

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.<sup>4</sup> 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. FORA has allocated a portion of this water to the City, however FORA is scheduled to sunset in 2020. As a result, the City is working with the MCWD to finalize an agreement for water service; the agreement will be signed and in place prior to the FORA sunset date. Nevertheless, the City currently 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 from FORA 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, permit approvals as well as consistency determination by FORA if completed prior to the sunset date.

### **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. It has established progressive water conservation policies and programs through its

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<sup>4</sup> The portion of Del Rey Oaks within the boundaries of the former Fort Ord is within the jurisdiction of the MCWD.

1997 General Plan and requirements under the MPWMD. All new construction is required 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 wastewater 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. 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. However, a portion of incorporated former Fort Ord lands lie within the airport's Approach Protection Zone and Traffic Pattern Zone. Future development within these zones will have to follow strict guidelines and appropriate mitigation measures to ensure consistency with the above plan. In particular, within the Approach Protection Zone, residential use is limited; however, there is adequate land available in the current City and also in former Fort Ord to address regional housing needs even with this limitation. The Monterey Airport Land Use Commission (ALUC) staff has recommended the Housing Element Update to be consistent with the ACLUP.

### **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 requirements of the HMP will be codified through the completion and execution of a Habitat Conservation Plan and Implementing Agreement. Developer impact fees to FORA include funding for implementation of HMP measures throughout the former Fort Ord.

## 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.

## 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

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. 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.

### Funding Resources

The other primary non-governmental constraint is the high cost of housing as discussed above. 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.

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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 1992 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. An evaluation of the City's current housing policies addressing progress and evaluation since adoption of the City's current Housing Element (1992) 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. There are several potentially cost-effective energy-saving programs:

The Residential Conservation Service (RCS) program, which requires major utilities to provide free energy audits for residential buildings and to assist with arranging for installation and financing. The following programs are available through PG&E to qualified low-income households:

- Energy Partners, which provides home insulation and related repairs.
- Target Customer Appliance Program (TCAP), through which new refrigerators, furnaces, and water heaters are available.
- Low-Income Rate Assistance (LIRA), which offers up to a 15 percent discount on utility bills.
- State residential building standards which establish energy performance criteria for new residential buildings (Title 24 of the California Administrative Code).
- State and federal appliance standards that 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 July 2019, the California Building Standards adopted a final version of the new building code, CALGreen, parts of which will become mandatory on January 1, 2020. CALGreen exists alongside the latest edition of the historic Title 24, which will take effect on January 1, 2020. 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 buildings is from solar power. The City is also studying options to use solar panels at City Hall to reduce the City's power bill while continuing to maximize use of renewable energy. The City also held two workshops in June 2019 on solar power for individual homeowners and developers.

### 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** 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)** – Low-income 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 that were created for Southern California Edison (SCE), PG&E, and San Diego Gas & Electric (SDG&E). CARE is funded through a rate surcharge paid by all other utility customers.

**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. 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-generations 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-through audit” provides a comprehensive assessment of energy.

**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.

**Monterey Bay Community Power (MBCP)** is a locally controlled public agency providing 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 MBCP. The City did not join MBCP until May 2019, and services will begin in early 2021. MBCP is recognized as a Community Choice Energy agency providing a higher percentage of renewable or carbon-free electricity at lower rates, supporting low-income rate payers, and finding local renewable energy projects. MBCP partners with PG&E to provide billing, power transmission and distribution, customer service, grid maintenance services and natural gas services to Monterey County.

Additionally, MBCP 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. These 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 increase the exposure to solar radiation and provide warmth for the home in the winter months. Such an orientation 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 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.<sup>1</sup> 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 tree 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.

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<sup>1</sup> R-value measures how well certain building insulation materials can resist heat. The higher the R-value, the greater the insulation performance.

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## 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. Following the Goals and Policies section, the Housing Programs section describes specific actions, procedures, or strategies the City will take to carry out the identified goals and policies. These programs also specify who the primary responsibility is for carrying out these actions and an estimated timeframe for its accomplishment. The timeframe indicates the fiscal year in which the activity is scheduled to be completed. These timeframes are general guidelines and may be adjusted based on City staffing and budgetary considerations.

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 5<sup>th</sup> Cycle Planning Period (**Table 7-1**).

**Table 7-1  
Quantified Objectives Summary**

Income Category	Allocation by Cycle*		Totals by Income Category	New Construction	Rehabilitation	Conservation/ Preservation	Total Units By Housing Type	
	5 <sup>th</sup> Cycle	4 <sup>th</sup> Cycle						
Very Low (0-50% of AMI)	7	34	41	41	0	0	41	Combined Low and Very Low = 70
Low (51-80% of AMI)	4	25	29	29	0	0	29	
Moderate (81-120% of AMI)	5	-	5	5	0	0	5	Combined Moderate/ Above Moderate = 16
Above Moderate (more than 120% of AMI)	11	-	11	11	0	0	11	
<b>Total Units</b>	<b>27</b>	<b>59</b>	<b>86</b>	<b>86</b>	<b>0</b>	<b>0</b>	<b>86</b>	
*4 <sup>th</sup> Planning Cycle affordable housing shortfall requirement applies to very low- and low-income only.								
** Total very low and low-income								
Source: HCD Projected Housing Needs – Regional Housing Needs Allocation (HCD, 2019)								

## 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 mixed-use 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 provide adequate housing to meet the needs of extremely low-, very low-, low- and 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 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 non-profit 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

According to the RHNA, the City has an affordable housing shortfall of 59 units for the 4<sup>th</sup> Planning Cycle and an allocation of 11 units for the 5<sup>th</sup> 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 5 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.

Responsible Agency	Planning Department, City Council, Planning Commission
Timeline and Objective	The City shall accommodate the City’s 5 <sup>th</sup> Planning cycle RHNA and 4 <sup>th</sup> cycle shortfall carryover by 4 <sup>th</sup> quarter 2021.
Source of Funding	General Fund

Program A.2 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. 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 the end of 2022.
Source of Funding	General Fund

**Affordable Housing**

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 as follows.

**Table 7-2  
Regional Housing Need Allocation**

Income Category	5 <sup>th</sup> Cycle Allocation	4 <sup>th</sup> Cycle Allocation*	Total
Very low- (31-50% of area of median income)	7	34	41
Low-income (51-80% of area median income)	4	25	29
Moderate-income (81-120% of area median income)	5		5
Above moderate (over 120% of area median income)	11		11
<b>Total</b>	<b>27</b>	<b>59</b>	<b>86</b>

Source: HCD, n.d.  
\*4<sup>th</sup> Planning Cycle carry over requirements

Responsible Agency	Planning Department, City Council, Planning Commission
Timeline and Objective	Develop a City Inclusionary and Affordable Housing Ordinance that meets the RHNA inclusionary housing requirements; adopt ordinance by the end of 2021.
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 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.

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 annually to City Council)
Source of Funding	General Fund

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 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.

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 Section 8 agreements with the HAMC. The number of applications received will depend upon how many property owners apply for Section 8 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 2022.
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	Adopt a Preferential Housing Ordinance by the end of 2020.
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 the end of 2021.
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 per year within the 5<sup>th</sup> 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 2020). The City will file 3 funding application during the 5 <sup>th</sup> 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 2020.
Source of Funding	General Fund

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 permit processing for ADU applications. Further, information to all eligible property owners concerning the City’s amended ordinance will be provided at the City Hall.

In addition, the City will explore the availability of prefabricated tiny homes and micro-units that may be suitable for ADUs, with the intent of providing additional information to interested homeowners.

Adopted Housing Element

Responsible Agency	Planning Department, City Council, Planning Commission
Timeline and Objective	Adopt updated ADU Ordinance by the end of 2020. City staff shall give an annual report to City Council on the number of new secondary units that are being built each year, starting at the end of 2021. If this number cannot meet the goal of two to three units per year, City Council will act to further amend the standards of the ADU Ordinance and height/setback requirements (for those units that have adequate water availability). Information detailing the requirements of the City’s amended 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 first quarter 2021 (anticipated to follow the approval and adoption of the ADU Ordinance in the end of 2020).
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:

- 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.

Responsible Agency	Planning Department, City Council, Planning Commission, and City Hall
Timeline and Objective	Adopt updated Zoning Ordinance by the end of 2020.
Source of Funding	Staff time

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, 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.

Responsible Agency	City Council
Timeline and Objective	Participate in an annual meeting with MPWMD, MCWD, FORA, and other appropriate agencies by the end of 2020.
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 2020; 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 2020. It will aim to identify at least one residential project by 2024 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 2021.
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;

**Adopted Housing Element**

- 2) 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
- 3) 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.

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 first quarter 2020. Amendments to Zoning Code specific to this program shall be adopted by end of 2020.
Source of Funding	Staff Time, General Fund

**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 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.

Responsible Agency	City Council and Planning Commission
Timeline and Objective	Amend the City Zoning Ordinance to include provisions for emergency shelters as needed within one year of housing element adoption.
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 (ongong); develop written compliance process for AB 101 compliance by the end of 2022.
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 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 2021.
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

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## CHAPTER 8.0 LIST OF PREPARERS AND REFERENCES

### List of Preparers

#### City of Del Rey Oaks

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Karen Minami, Deputy City Clerk  
Kim Carvalho, Assistant to the City Manager/Deputy City Clerk

#### Denise Duffy & Associates, Inc.

Denise Duffy, Principal  
Ashley Quackenbush, Associate Planner  
Karen Hernandez, Assistant Planner  
Conor O’Toole, Planning Technician  
Robyn Simpson, Editor

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**Appendix A**  
**HCD Review Letter**

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**DEPARTMENT OF HOUSING AND COMMUNITY DEVELOPMENT  
DIVISION OF HOUSING POLICY DEVELOPMENT**

2020 W. El Camino Avenue, Suite 500  
Sacramento, CA 95833  
(916) 263-2911 / FAX (916) 263-7453  
[www.hcd.ca.gov](http://www.hcd.ca.gov)



November 14, 2019

Danial "Dino" Pick, City Manager  
City of Del Rey Oaks  
650 Canyon Del Rey Blvd  
Del Rey Oaks, CA 93940

Dear Dino Pick:

**RE: Review of the City of Del Rey Oak's 5<sup>th</sup> Cycle (2015-2023) Draft Housing Element**

Thank you for submitting the City of Del Rey Oaks' draft Housing Element received for review on September 19, 2019, along with revisions received on October 17, 31, and November 6, 2019. Pursuant to Government Code section 65585, subdivision (b), the California Department of Housing and Community Development (HCD) is reporting the results of its review. Our review was facilitated by a conversation on October 9, 2019 with you, and the city's consultants Denise Duffy, Ashley Quackenbush, and Conor O'Toole.

The draft element, incorporating the revisions submitted, meets the statutory requirements of state Housing Element law. This finding was based on, among other reasons, Program A.1 - accommodate the city's Regional Housing Needs Allocation (RHNA), which commits to rezone Site 1a pursuant to the requirements of Gov. Code section 65583.2, subd. (h) and (i) by the first quarter of 2020. The rezoning accommodates a shortfall of 59 units of adequately-zoned sites for lower-income households carried over from the previous planning period, as well as a shortfall of 11 units for the current planning period. In addition, Program A.1 commits to rezone Site 1 by 2021 to accommodate Del Rey Oaks' moderate and above-moderate RHNA.

However, pursuant to Gov. Code section 65584.09, as more than one year has lapsed since the beginning of the current planning period, the element cannot be found in full compliance with Housing Element law until the rezoning of Site 1a is implemented. In addition, pursuant to the requirements of Gov. Code section 65583 subd. (a)(4)(A), Del Rey Oaks must identify a zone that allows emergency shelters without discretionary action. Program D.4 commits to allow emergency shelters by-right in the R-2 and C zones. The Housing Element will comply with state Housing Element law (Article 10.6 of the Government Code) when the element is adopted, submitted to and approved by HCD, in accordance with Gov. Code section 65585 along with evidence of the two required zoning actions.

Government Code Section 65588(e)(4) requires a jurisdiction that failed to adopt its Housing Element, including the submittal of a draft element and the consideration of HCD's findings, within 120 calendar days from the statutory due date (December 31, 2015 for Association of Monterey Bay Area Government localities) to revise its element every four years until adopting at least two consecutive revisions by the applicable due dates. As a result, the due date for the city to revise its next element is December 31, 2019. For more information on Housing Element adoption requirements, please visit HCD's website at: [http://www.hcd.ca.gov/hpd/SB375/sb375\\_final100413.pdf](http://www.hcd.ca.gov/hpd/SB375/sb375_final100413.pdf)

Public participation in the development, adoption and implementation of the Housing Element is essential to effective housing planning. Throughout the Housing Element process, the city must continue to engage the community, including organizations that represent lower-income and special needs households, by making information regularly available while considering and incorporating comments where appropriate.

For your information, some general plan element updates are triggered by Housing Element adoption. HCD reminds the City of Del Rey Oaks to consider timing provisions and welcomes the opportunity to provide assistance. For information, please see the technical advisories issued by the Governor's Office of Planning and Research at: [http://opr.ca.gov/docs/OPR\\_Appendix\\_C\\_final.pdf](http://opr.ca.gov/docs/OPR_Appendix_C_final.pdf) and [http://opr.ca.gov/docs/Final\\_6.26.15.pdf](http://opr.ca.gov/docs/Final_6.26.15.pdf).

Several federal, state, and regional funding programs consider Housing Element compliance as an eligibility or ranking criteria. For example, the CalTrans Senate Bill (SB) 1 Sustainable Communities grant; the Strategic Growth Council and HCD's Affordable Housing and Sustainable Communities programs; and the SB 2 Planning Grants as well as ongoing SB 2 funding consider Housing Element compliance and/or annual reporting requirements pursuant to Gov. Code section 65400. With a compliant Housing Element, City of Del Rey Oaks meets Housing Element requirements for these funding sources.

HCD appreciates the hard work and dedication the city's consultants Denise Duffy, Ashley Quackenbush, and Conor O'Toole, provided in preparation of the Housing Element and looks forward to receiving the City of Del Rey Oaks adopted Housing Element. If you have any questions or need additional technical assistance, please contact Divya Ram, of our staff, at (916) 263-7442.

Sincerely,



Shannan West  
Land Use & Planning Manager

**Appendix B**  
**Outreach/Public Participation**

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<b>Group</b>	<b>Contact Person</b>	<b>Address</b>	<b>City</b>	<b>State</b>	<b>ZIP</b>
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	CA	93901
Christian Memorial Community Church		2699 Colonel Durham St.	Seaside	CA	93955
Christian Methodist Episcopal Church		625 Elm Avenue	Seaside	CA	93955
Citizens League for Progress	Ewalker James	PO Box 1272	Seaside	CA	93955
City of Marina	Community Development	209 Cypress Avenue	Marina	CA	93933
City of Monterey	Elizabeth Caraker	580 Pacific Street	Monterey	CA	93940
City of Pacific Grove		300 Forest Avenue	Pacific Grove	CA	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	CA	93955
Community Partnership for Youth		PO Box 42	Monterey	CA	93942
County of Monterey Department of Social Services		1000 South Main St., Ste 209-A	Salinas	CA	93901

<b>Group</b>	<b>Contact Person</b>	<b>Address</b>	<b>City</b>	<b>State</b>	<b>ZIP</b>
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 Social Services	Comm. Affil. Mang., Margarita Zarraga	1000 South Main St., Ste 301	Salinas	CA	93901
County of Monterey Department of Social Services	Branch Director, Robert Taniguchi	1000 South Main St., Ste 205	Salinas	CA	93901
CSUMB	Rebecca Moreno, Coordinator of Community Partnerships Serv. Learning	100 Campus Center	Seaside	CA	93955
DDA Planning	Attn: Denise Duffy	947 Cass St, Ste 5	Monterey	CA	93940
Del Monte Manor	Neighborhood Network Center	1466 Yosemite Street	Seaside	CA	93955
Del Monte Manor Villa Del Monte Senior 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	CA	93955
EPS, Inc.	Attn: David Zender	400 Capitol Mall, 28th Floor	Sacramento	CA	95814
Faith Lutheran Church		1460 Hilby Avenue	Seaside	CA	93955
Finegan Law Firm	Attn: Brian Finegan	PO Box 2058	Salinas	CA	93902
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

<b>Group</b>	<b>Contact Person</b>	<b>Address</b>	<b>City</b>	<b>State</b>	<b>ZIP</b>
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	CA	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	CA	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	CA	93940
Monterey Bay LINKS, Inc.	Ruthie Watts	PO Box 1699	Seaside	CA	93955
Monterey County Advocacy Housing Council		34 E. Rossi Street	Salinas	CA	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	CA	93912
Monterey County Weekly		668 Williams Avenue	Seaside	CA	93955
Monterey Peninsula College	Student Services	980 Fremont Street	Monterey	CA	93940

<b>Group</b>	<b>Contact Person</b>	<b>Address</b>	<b>City</b>	<b>State</b>	<b>ZIP</b>
MPUSD	Board of Education	700 Pacific Street	Monterey	CA	93940
NAACP		PO Box 782	Seaside	CA	93955
Neill Engineers	Attn: Sherman Low	PO Box LL	Carmel By the Sea	CA	93921
Parade of Champions	Jerry Thorne	PO Box 811	Seaside	CA	93955
SALINAS LULAC COUNCIL #2055	President: Christopher Barrera	P.O. Box 1396,	Salinas	CA	93902
Salvation Army	Monterey Peninsula Corps	1491 Contra Costa Street	Seaside	CA	93955
Seaside City Chamber of Commerce		505 Broadway Avenue	Seaside	CA	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	CA	93955
The Village Project		1069 Broadway Avenue, Ste 201	Seaside	CA	93955
United Way		60 Garden Court, Suite 350	Monterey	CA	93940
Valley Health Associates		338 Monterey St	Salinas	CA	93901
VFW Post 8679	Commander Thomas Davis	PO Box 25	Seaside	CA	93955
Vounteer Center of Monterey County		376 South Main Street	Salinas	CA	93901
YMCA		600 Camino El Estero	Monterey	CA	93940

City Address List

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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 REGIONAL WATER  
POLLUTION CONTROL AGENCY  
PO BOX 2109  
MONTEREY CA 93942

MONTEREY PENINSULA  
WATER MANAGEMENT DISTRICT  
PO 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

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

GEORGE JAKSHA  
CHAIRMAN, PLANNING COMMISSIONER  
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  
VICE CHAIR, PLANNING COMMISSION  
4 CARLTON DR  
DEL REY OAKS CA 93940

SHEILA ZIMMERMAN  
1085 PALOMA  
DEL REY OAKS, CA 93940

City Address List

JEREMY HALLOCK  
PLANNING COMMISSIONER  
979 VIA VERDE  
DEL REY OAKS CA 93940

Michael Houlemard  
FORA  
920 2nd Ave Ste A  
Marina CA 93933

KERA ABRAHAM  
COAST WEEKLY  
668 WILLIAMS RD  
SEASIDE CA 93955

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

CATHERINE BOWIE  
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  
PLANNING COMMISSIONER  
1007 PALOMA RD  
DEL REY OAKS CA 93940

Scott Donaldson  
Planning Commissioner  
1007 Portola Dr  
Del Rey Oaks CA 93940

Rev. Bob Hellam  
841 Rosita Rd  
Del Rey Oaks CA 93940

Brain Dempsey  
1635 Broadway Ave  
Seaside, 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  
Planning Commissioner  
1048 Paloma Rd  
Del Rey Oaks CA 93940

Gary Kreeger  
Planning Commissioner  
3 Quendale Ave  
Del Rey Oaks CA 93940

Frank Gregory  
52 Carlton Dr  
Del Rey Oaks CA 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](mailto: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 provides 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: [leadcounselor@hrcmc.org](mailto:leadcounselor@hrcmc.org)

**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](http://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**  
**Land Use Inventory**  
**Additional Figures**

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## 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 (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 affordable 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 nearing the end of the 5<sup>th</sup> Planning Cycle, the City would not be able to create or credit residential projects within this timeframe. Thus, the third option is not available. **Therefore, the City's strategy for meeting its RHNA relies solely on ensuring that enough vacant land is available to accommodate projected growth** (Please refer to **Chapter 7.0, Table 7-1 for Quantified Objectives Summary**).

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.

1. **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.
2. **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.
3. **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.
4. **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.

### Site(s) Inventory

The following land inventory discusses the housing sites inventory according to these criteria. 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. The methodology for determining residential capacity of listed sites was the utilization of the City's General Plan and Zoning Ordinance in addition to the review of available Geographic Information Systems (GIS) information. **See figures included in Chapter 3.0 Housing Needs**

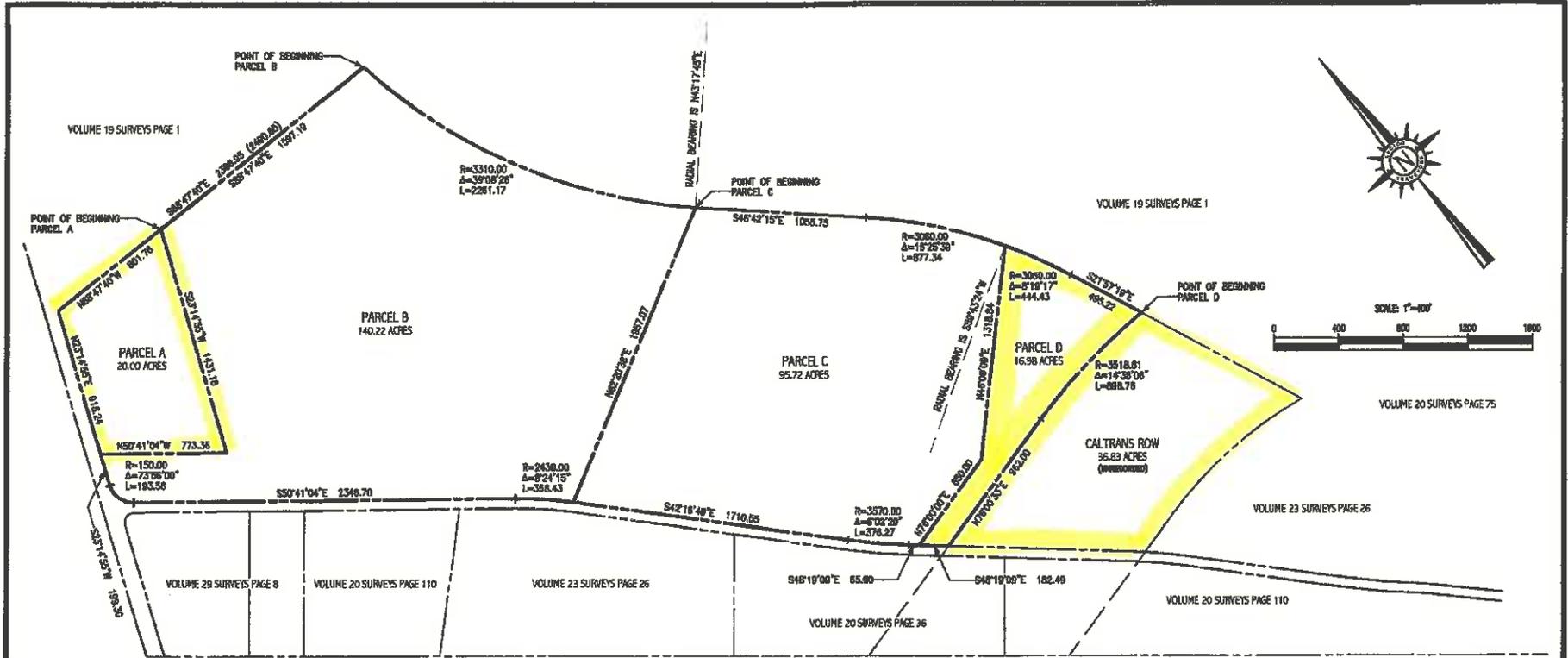
**and Resources:** A vicinity map is included as **Figure 1**; the City's General Plan and Zoning Map are included as **Figures 2 and 3**; the available sites identified in this land use inventory are shown on **Figure 4**. **Supplemental materials and mapping are also provided in attachments to this Appendix.** An environmental study (Initial Study/Negative Declaration) for the housing element will address potential policy and future development at a programmatic level. Future environmental documentation for individual projects will be required to analyze the precise environmental impacts of proposed projects or future increases in land use density based upon zoning revisions.

Note: For the December 2019 Housing Element, redundant text and tables from this Appendix C have been removed. **Chapter 3.0** provides a full analysis of the land available within the City for residential development, and then compares this to the City's future housing needs as determined by AMBAG's RHNA.<sup>1</sup>

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<sup>1</sup> For vacant sites identified in two or more consecutive planning periods, HCD requires that housing elements, or non-vacant sites identified in a prior housing element, that are identified to accommodate housing for lower-income households, the sites meet the density requirements for housing for lower-income households and the housing element includes a program to allow by right approval for housing developments that include 20 percent or more of its units affordable to lower income households (Government Code section 65583.2[c]).

## **Supplemental Maps**



# EXHIBIT "A"

FOR THE LEGAL DESCRIPTIONS OF PARCEL A, PARCEL B, PARCEL C, PARCEL D

PRELIMINARY DRAWING  
FOR REVIEW PURPOSES ONLY  
NOT FOR CONSTRUCTION



DATE: MAY 15, 2014

**BASIS OF BEARINGS:**

THE BEARING OF SOUTH  $46^{\circ}42'15''$  EAST AS SHOWN ON THE MAP FILED IN VOLUME 23 OF SURVEYS AT PAGE 103, AS FOUND BUT NOT MENTIONED AND SHOWN ON HEREON IS THE BASIS OF BEARINGS FOR THIS SURVEY.

ONE SHEET ONLY

## TENTATIVE PARCEL MAP

FOR THE  
CITY OF DEL REY OAKS COMMUNITY DEVELOPMENT  
LOT 36, BLOCK 4 IN VOLUME 5 OF CITIES & TOWNS AT PAGE 22  
RECORDS OF MONTEREY COUNTY  
APN 012-491-010-000 PER DOCUMENT: 2011035428

CITY OF DEL REY OAKS COUNTY OF MONTEREY STATE OF CALIFORNIA

PREPARED FOR  
Monterey Peninsula Partners

BY  
LUCIDO SURVEYORS

Boundary and Construction Surveys • Topographic and Planimetric Mapping  
ALTA Surveys and GIS Database Management • Land Planning and Consulting

HOME OFFICE  
2 SAUCILO AVENUE  
DEL REY OAKS, CALIFORNIA 95040  
email: info@lucidosurveyors.com



FIELD OFFICE  
245 FOAM STREET, SUITE 210  
MONTEREY, CALIFORNIA 93940  
telephone: 831-432-5323

SCALE: 1"=400'

PROJECT No. 1280

MAY 2014

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



259011025000

**Site 2 - Aerial**

 Parcel Boundaries

0 125 250 500 750 1,000 Feet





012551006000

218

Rosita Road

Casanova Avenue

012551007000

012551011000

0 125 250 500 750 1,000 Feet

**Floodplain Hazard**



Zone A

012551006000

218

Rosita Road

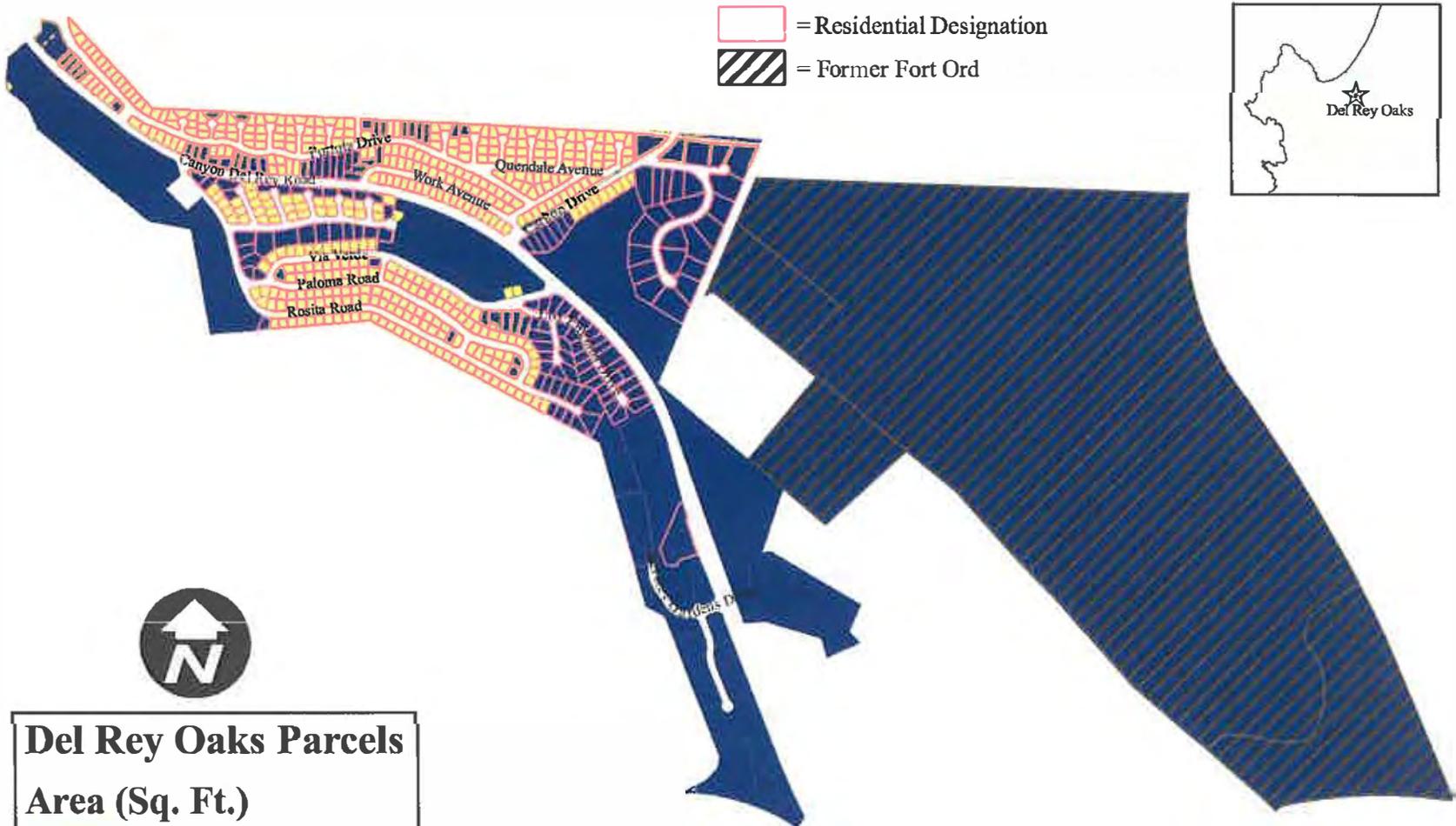
Casanova Avenue

012551007000

012551011000

0 125 250 500 750 1,000 Feet



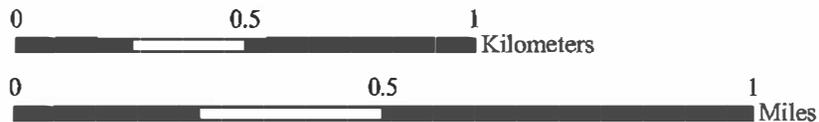


**Del Rey Oaks Parcels**

**Area (Sq. Ft.)**

	0 - 7,999
	>8000

Lots Over 8000 Sq. Ft. Potential to Accommodate Accessory Dwelling Unit



**Del Rey Oaks Parcel Map  
Land Use Inventory Parcels**

**ADU  
Areas  
Site 4**

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**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 tenant-based 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.

**APPENDIX D TO THE HOUSING ELEMENT**

**Appendix D -Table 1  
Financial and Program Resources Availability**

<b>Program Name</b>	<b>Description</b>	<b>Eligible Activities</b>
<b>1. Federal Programs</b>		
HOME	Grant program available to the City on a competitive basis for housing activities. City competes for funds through the State's allocation process.	<ul style="list-style-type: none"> <li>• Acquisition</li> <li>• Rehabilitation</li> <li>• Home Buyer Assistance</li> <li>• Rental Assistance</li> </ul>
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.	<ul style="list-style-type: none"> <li>• New Construction</li> <li>• Acquisition</li> <li>• Rehabilitation</li> </ul>
Mortgage Credit Certificate (MCC) Program	Income tax credits available to first-time homebuyers to buy new or existing single-family housing.	<ul style="list-style-type: none"> <li>• Home Buyer Assistance</li> </ul>
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.	<ul style="list-style-type: none"> <li>• Rental Assistance</li> <li>• Home Buyer Assistance</li> </ul>
Section 202	Grants to non-profit developers of supportive housing for the elderly.	<ul style="list-style-type: none"> <li>• Acquisition</li> <li>• Rehabilitation</li> <li>• New Construction</li> </ul>
Section 203(k)	Provides long-term, low interest loans at fixed rate to finance acquisition and rehabilitation of eligible property.	<ul style="list-style-type: none"> <li>• Land Acquisition</li> <li>• Rehabilitation</li> <li>• Relocation of Unit</li> <li>• Refinance Existing Indebtedness</li> </ul>
Section 811	Grants to non-profit developers of supportive housing for persons with disabilities, including group homes, independent living facilities and intermediate care facilities.	<ul style="list-style-type: none"> <li>• Acquisition</li> <li>• Rehabilitation</li> <li>• New Construction</li> <li>• Rental Assistance</li> </ul>
U.S. Department of Agriculture (USDA) Housing Programs	Below market-rate loans and grants for farmworker rental housing.	<ul style="list-style-type: none"> <li>• New Construction</li> <li>• Rehabilitation</li> </ul>
<b>2. State Programs</b>		
Affordable Housing Partnership Program (AHPP)	Provides lower interest rate CHFA loans to homebuyers who receive local secondary financing.	<ul style="list-style-type: none"> <li>• Home Buyer Assistance</li> </ul>
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.	<ul style="list-style-type: none"> <li>• Home Buyer Assistance</li> <li>• Rehabilitation</li> <li>• New Construction</li> </ul>
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.	<ul style="list-style-type: none"> <li>• Home Buyer Assistance</li> </ul>
California Self-Help Housing Program (CSHHP)	Provides grants for the administration of mutual self-help housing projects.	<ul style="list-style-type: none"> <li>• Home Buyer Assistance</li> <li>• New Construction</li> </ul>
Emergency Housing and Assistance Program (EHAP)	Provides grants to support emergency housing.	<ul style="list-style-type: none"> <li>• Shelters &amp; Transitional Housing</li> </ul>

**APPENDIX D TO THE HOUSING ELEMENT**

**Appendix D -Table 1  
Financial and Program Resources Availability**

<b>Program Name</b>	<b>Description</b>	<b>Eligible Activities</b>
Emergency Shelter Program	Grants awarded to non-profit organizations for shelter support services.	<ul style="list-style-type: none"> <li>• Support Services</li> </ul>
Senate Bill 2 – Building Homes and Jobs Act <sup>1</sup>	Provides funding to eligible applicants <sup>2</sup> for a range of housing activities at the local government level including: <ul style="list-style-type: none"> <li>• Updates to general plans, community plans, specific plans, local planning related to the implementation of sustainable communities strategies, and/or local coastal plans.</li> <li>• Updates to local zoning ordinances.</li> <li>• Environmental analyses that eliminate the need for project-specific review.</li> <li>• Local process improvements that expedite local planning and permitting.</li> </ul>	<ul style="list-style-type: none"> <li>• Public Services</li> <li>• Economic Development</li> </ul>
<b>3. Federal/State/Local Programs</b> (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.	<ul style="list-style-type: none"> <li>• Acquisition</li> <li>• Rehabilitation</li> <li>• Home Buyer Assistance</li> <li>• Economic Development</li> <li>• Homeless Assistance</li> <li>• Public Services</li> </ul>
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.	<ul style="list-style-type: none"> <li>• Rehabilitation</li> <li>• Home Buyer Assistance</li> </ul>
<b>4. Private Resources/Financing Programs</b>		
Federal National Mortgage Association (Fannie Mae)	Fixed rate mortgages issued by private mortgage insurers.	<ul style="list-style-type: none"> <li>• Home Buyer Assistance</li> </ul>
	Mortgages, which fund the purchase and rehabilitation of a home.	<ul style="list-style-type: none"> <li>• Home Buyer Assistance</li> <li>• Rehabilitation</li> </ul>
	Low Down-Payment Mortgages for Single-Family Homes in underserved low-income and minority cities.	<ul style="list-style-type: none"> <li>• Home Buyer Assistance</li> </ul>
Freddie Mac Home Works	Provides first and second mortgages that include rehabilitation loan. City provides gap financing for rehabilitation component.	<ul style="list-style-type: none"> <li>• Home Buyer Assistance</li> </ul>

<sup>1</sup> <http://www.hcd.ca.gov/grants-funding/active-funding/planning-grants.shtml>

<sup>2</sup> 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 Home Element Policies**

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## APPENDIX E: 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 HCD-certified 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 low-income 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).

Table E-1  
1992 Housing Element Policies and Analysis

Housing Element Policies and Programs	Policy/Program	Responsible Agency	Progress and Evaluation Through August, 2019	Revise/ Update Policy?
<b>1992 Policy A: Encourage the development of housing to meet the needs of very low-income, low-income, and elderly households.</b>				
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.	<input type="checkbox"/> Revise Policy <input checked="" type="checkbox"/> Update Policy <input type="checkbox"/> 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.	<input type="checkbox"/> Revise Policy <input checked="" type="checkbox"/> Update Policy <input type="checkbox"/> No

**Table E-1  
1992 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.	<input type="checkbox"/> Revise Policy <input checked="" type="checkbox"/> Update Policy <input type="checkbox"/> No
<b>1992 Policy B: Encourage the development of all types of housing units.</b>				
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.	<input checked="" type="checkbox"/> Revise Policy <input checked="" type="checkbox"/> Update Policy <input type="checkbox"/> No <input checked="" type="checkbox"/> Other
<b>1992 Policy C: Increase the availability of rental units in Del Rey Oaks.</b>				
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.	<input checked="" type="checkbox"/> Revise Policy <input checked="" type="checkbox"/> Update Policy <input type="checkbox"/> No <input checked="" type="checkbox"/> Other
<b>1992 Policy D: The City shall identify and solicit federal and State financial assistance for the construction of rental housing units and for rent subsidies for very low-income and low-income households.</b>				
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	<input type="checkbox"/> Revise Policy <input checked="" type="checkbox"/> Update Policy <input type="checkbox"/> No

**Table E-1  
1992 Housing Element Policies and Analysis**

Housing Element Policies and Programs	Policy/Program	Responsible Agency	Progress and Evaluation Through August, 2019	Revise/Update Policy?
			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.	<input type="checkbox"/> Revise Policy <input checked="" type="checkbox"/> Update Policy <input type="checkbox"/> No
<b>1992 Policy F: Encourage the redevelopment of presently underutilized commercial or residential properties.</b>				
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.	<input type="checkbox"/> Revise Policy <input checked="" type="checkbox"/> Update Policy <input type="checkbox"/> 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).	<input type="checkbox"/> Revise Policy <input checked="" type="checkbox"/> Update Policy <input type="checkbox"/> 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.	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.	<input type="checkbox"/> Revise Policy <input checked="" type="checkbox"/> Update Policy <input type="checkbox"/> No
<b>1992 Policy G: Regulate the use of land to minimize energy consumption and maximize the efficiency of energy consumed.</b>				

**Table E-1  
1992 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.	<input checked="" type="checkbox"/> Revise Policy <input checked="" type="checkbox"/> Update Policy <input type="checkbox"/> No <input checked="" type="checkbox"/> 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.	<input type="checkbox"/> Revise Policy <input checked="" type="checkbox"/> Update Policy <input type="checkbox"/> No
<b>1992 Policy H: The City will support efforts to minimize and prevent housing discrimination on the basis of race, color, sex, religion, age, marital status, sexual orientation, offspring, or disability.</b>				
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.”	<input type="checkbox"/> Revise Policy <input checked="" type="checkbox"/> Update Policy <input type="checkbox"/> No
<b>1992 Policy I: The City will actively seek to participate in and promote housing assistance service provided by such agencies as the Monterey County Housing Authority, the State Department of Housing and Community Development, and the U.S. Department of Housing and Urban Development.</b>				

**Table E-1  
1992 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.	<input type="checkbox"/> Revise Policy <input checked="" type="checkbox"/> Update Policy <input type="checkbox"/> No
<b>1992 Policy J: The City will ensure that State Housing Element Law provisions regarding the development of emergency shelters are followed.</b>				
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.	Del Rey Oaks City Council  Del Rey Oaks Planning Commission	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).	<input type="checkbox"/> Revise Policy <input checked="" type="checkbox"/> Update Policy <input type="checkbox"/> No