Memorandum



DATE May 7, 2018

Honorable Members of the Economic Development and Housing Committee:

To Tennell Atkins (Chair), Rickey D. Callahan (Vice Chair), Lee M. Kleinman, Scott Griggs, Casey Thomas, II, B. Adam McGough, Mark Clayton, Kevin Felder, Omar Narvaez

SUBJECT Accessory Dwelling Units

On Monday, May 7, 2018 the Economic Development and Housing Committee will be briefed on proposed amendments to the Development Code to allow for Accessory Dwelling Units. The City Plan Commission recommended no change to the Development Code on June 22, 2017. The briefing material is attached for your review.

Please feel free to contact either myself or David Cossum if you have any questions or need additional information.

Majed A. Al-Ghafry Assistant City Manager

c: Honorable Mayor and Members of City Council T.C. Broadnax, City Manager Larry Casto, City Attorney Craig D. Kinton, City Auditor Bilierae Johnson, City Secretary Daniel F. Solis, Administrative Judge Kimberly Bizor Tolbert, Chief of Staff to the City Manager Jo M. (Jody) Puckett, Assistant City Manager (Interim) Jon Fortune, Assistant City Manager Joey Zapata, Assistant City Manager M. Elizabeth Reich, Chief Financial Officer Nadia Chandler Hardy, Chief of Community Services Raquel Favela, Chief of Economic Development & Neighborhood Services Theresa O'Donnell, Chief of Resilience Directors and Assistant Directors

Accessory Dwelling Units

Economic Development and Housing Committee May 7, 2018

David Cossum, Director Sustainable Development and Construction



City of Dallas

Presentation Overview

- Purpose
- Background
- Proposal
- Next Steps
- Appendix





Purpose

- Brief Committee on proposed amendments to the Dallas Development Code to allow accessory dwelling units.
- Seek Committee approval to forward amendments to City Council for consideration.



- On October 19, 2015, the City Council Housing Committee was briefed on accessory dwelling units in single family neighborhoods and how accessory structures are currently addressed in the City code.
- On December 15, 2015, staff held a public meeting with Dallas residents to receive comments.
 - 900 plus email invitations sent that included City Council member offices, homeowner associations, neighborhood groups and individuals, Dallas Homeowners League representatives, and Dallas Builder Association Representatives;
 - 24 people attended with comments both in support of and in opposition to accessory dwelling units.



- On February 16, 2016, the City Council Housing Committee was again briefed.
 - Reviewed comments received at the public meeting from Dallas residents.
 - Reviewed Neighborhood Plus recommendations
 - **Policy 5.1** Encourage a wider range of well-designed and affordable housing types as a response to emerging homeownership preferences.
 - **Policy 6.2** Expand affordable housing options and encourage its distribution throughout the city and region.
 - Options presented to the Housing Committee
 - Sent the item to the Zoning Ordinance Advisory Committee (ZOAC)



- ZOAC considered this issue at five meetings: January 19, 2017; February 16, 2017; March 16, 2017; April 6, 2017 and on April 27, 2017 recommended "no change."
 - At each of the meetings; other cities (index cities, surrounding cities) were reviewed, staff proposal was discussed, and public comments were taken;
 - Public comments (both in support and opposition) were similar to the comments received during the public meeting;
 - Formulated proposal based on best practices and input
 - Recommendation of "no change":
 - ZOAC members expressed concerns that they were unsure of the Council Committee's policy objectives in considering accessory dwelling units.
 - No consensus among neighborhood representatives that spoke, as to whether the proposal was desirable.



- On June 22, 2017, City Plan Commission (CPC) considered this item and recommended "no change."
 - Proposal was briefed, other cities (index cities, surrounding cities) were reviewed, and public comments were taken;
 - Comments from the public were both in support and opposition;
 - Recommendation of "no change.
 - Some of the CPC members expressed concerns similar to those expressed by ZOAC members, that they were unsure of the Council Committee's policy objectives in considering accessory dwelling units.
 - Concern that the process proposed, similar to a Neighborhood Stabilization Overlay (NSO), would divide the neighborhood trying to implement.



- ZOAC and staff worked through several options and the final proposal was developed based on public input and ZOAC comments; these were presented at ZOAC and CPC.
- Existing regulations and restrictions on accessory buildings (not specifically dwelling units) were used as a base to develop proposal from. Those regulations are identified in the following proposal.



Proposal

- Recommend a two-pronged approach:
 - 1. Amend the existing Board of Adjustment (BDA) special exception process to authorize an additional dwelling unit to allow the option of a rental accommodation.
 - 2. Create an Accessory Dwelling Unit Overlay whereby accessory dwelling units could be allowed by right within a specific geographical area.



Board of Adjustment (BDA) Special Exception

Proposed Regulations

- Special exception to allow an additional dwelling unit as a rental accommodation.
 - Require owner occupancy on the premises;
 - Board may determine if additional parking is required; and
 - Remove the current requirement for a restriction that prohibits rental.



Initiation

- Neighborhood driven petition process
 - Similar to a neighborhood stabilization overlay and Conservation District process
- City Council or City Plan Commission authorized hearing to initiate.



Proposed Regulations (in general)

- Accessory Dwelling Unit (ADU) means an additional dwelling unit, subordinate to the main unit, located on a building site with a single family use.
- May be attached or detached;
- Allowed in:
 - Residential "R" single family districts and Agricultural districts;
 - Conservation district, historic overlay, neighborhood stabilization overlay, and single family planned development district.
- Not allowed on a lot with a non-single family use.



Proposed Regulations (in general)

- Unit cannot be sold separately (by metes and bounds);
- Allow additional water, sewer and electrical utility service on a lot.
 - <u>Current Restriction</u>: Board of Adjustment must approve additional electrical service.



Proposed Regulations (in general)

- Owner occupancy on the premises:
 - Property must be the homestead and owner shall reside on the lot, occupying either the primary dwelling unit or the ADU
- Non-owner occupied unit on the lot (ADU or primary dwelling unit) must be registered under the single family Non-Owner Occupied Rental Program of the City annually if rented.



Proposed Regulations (in general)

Parking:

- At least one off-street parking space is required; except
- No additional parking is required if ADU is located within 1200 feet of a DART bus or transit stop.



Proposed Regulations

If detached:

- Cannot be located in front of the main structure;
- Minimum of 200 square feet;
- Floor area of the structure containing ADU cannot exceed 700 sq. ft. or 25 percent of the floor area of the main building, whichever is greater;
 - <u>Current restriction</u>: Accessory buildings may not exceed 25% of the floor area of the main building, unless parking area



Accessory Dwelling Unit Overlay Proposed Regulations

- Options for height relative to main building
 - If ADU is located above the garage, the height of the structure containing ADU cannot exceed the zoning district height
 - <u>Current restriction</u>: Accessory buildings may not exceed the height of the main building
- Height of the ADU
 - If over 15 feet, setbacks of the zoning district;
 - If less than 15 feet and located in rear 30%, 3 foot side yard setback;
 - If less than 15 feet, 3 foot rear yard setback.



Proposed Regulations

- Compatible with the main building: similar in color, materials, exterior siding, roofing, roof pitch, foundation fascia, and fenestration (mirrors current restrictions for accessory structure);
- If an attached unit, same floor area restrictions apply, ADU cannot exceed 700 sq. ft. or 25 percent of the floor area of the main building, whichever is greater



Benefits of Accessory Dwelling Unit

- ADU's can assist in addressing existing gaps in affordable housing in Dallas
- Owner's can "age in place" by choosing to stay in the neighborhood and renting either the ADU or their main dwelling unit



Recommendation

- ZOAC no change
- CPC no change
- Staff approval of staff proposal





Staff recommends Committee approval to advance the amendments for City Council consideration.



Accessory Dwelling Units

Economic Development and Housing Committee May 7, 2018

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Appendix



Appendix-1 Research – Surrounding Cities

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	Alle	n Arit	nston Ced	ar Hill	.canville Gat	land Grat	nd Prairie	9 Mes	quite Nct	sinney Plan	o Rich	lardson Universit	y Park Highland	Part
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Rental Allowed in Single Family District by right	Х	X	Х	Х	Х	X	Х	Х	Х	Х	Х	Х	Х	
Note: Surrounding cities except Allen, allow an a be used for family or as a servant quarter, not fo					the rea	spective	e City (Codes,	the ad	ditional	dwelli	ng unit can		
ADU- Accessory Dwelling Unit														
√ - Yes														
X - No														
Empty - Unknown														



Appendix-2 Research – Index Cities

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ADU in Rental Allowed in Single Family	-														
District	\checkmark	×	×	V	1	×	1	×	V	1	V	V	×	×	
f allowed:															
Owner Occupancy on same lot	х			V	1		1		V	1	1	X			
ADU size regulations	\checkmark			V	1		1		V	1	V	1			
Lot size, set back requirements	V			V	1		1		V	1	1	1			
Additional or separate utility and sewer															
connections allowed				X			X		×						
Parking requirements	\checkmark			V	1		×		1	1	1	1			
Design requirements	Х			X	1				1	1	1	1			
ADU - Accessory Dwelling Unit															
* Not an Index City															
Empty - Unknown															
√ - Yes															
X - No															
1. Phoenix City Code states that a guest ro	om ma	ay not c	ontain	any co	oking fa	acility.									
2. Accessory Dwelling Unit cannot be rente							ential D	istrict (UR), a	transitio	on zone	e betwe	en low	densit	y single-family
neighborhoods and high-density commercia	al area	, a rar	nge of h	nousing	option	s are a	llowed.								

City of Dallas

Appendix-3

December 15, 2015 public meeting comments

- Comments in support included:
 - Accessory Dwelling Units (ADUs) can help slow down gentrification, increase density, and optimize existing infrastructure utilization
 - ADUs can provide additional income to seniors and help them to remain in their homes (aging in place)
 - ADUs should be allowed with restrictions, such as number of people allowed in ADU, parking, lot size, etc.



Appendix-3

December 15, 2015 public meeting comments (cont.)

- Comments opposing included:
 - Code enforcement is already overwhelmed and has difficulty enforcing ADUs being rented now
 - ADUs create additional burden on existing infrastructure (water, sewer, sanitation, schools, road capacity, etc.)
 - Excess on-street parking will reduce access for emergency vehicles and increase congestion
 - Some neighborhoods have worked hard to remove multifamily properties. Allowing ADUs in single family neighborhoods will un-do this work
 - ADUs will decrease property values
 - Too many illegal garage/shed conversions already
 - Construction quality for ADUs may be poor



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