

# Legislative Policy Committee September 16, 2024



#### AGENDA:

- PAPEA
- Latest on Amendment D
- Homelessness Update
- Data and Research Update
  - Justice Courts Survey Results
  - Upcoming surveys
  - Alcohol proximity
- LUTF
- CHA
- City Hall Pictures

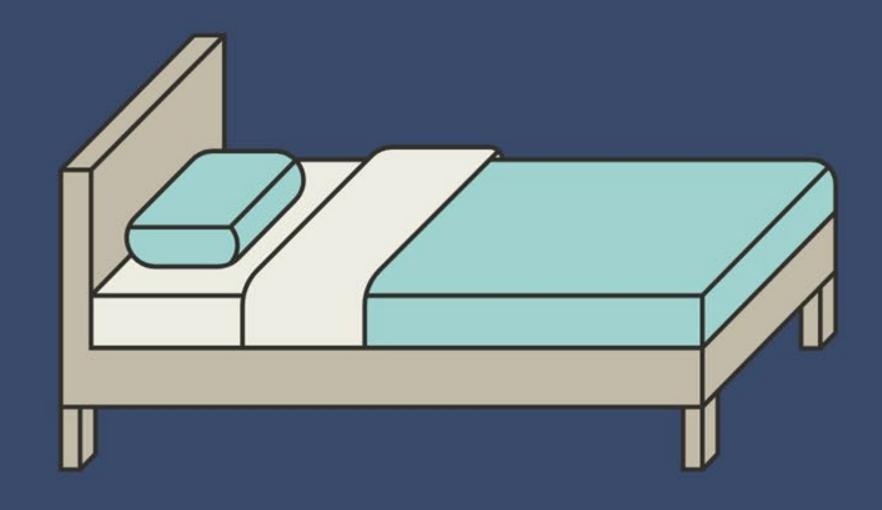
#### **REMINDERS**:

CHA Qualtrics Survey (LPC follow up email)

#### **UPCOMING MEETINGS:**

Cybersecurity Webinar Oct. 2nd

# Homelessness



## Utah State Homeless Board (USHB)

Municipal Representatives: SLC Mayor Erin Mendenhall and Midvale Mayor Marcus Stevenson

- Several members of the board are relatively new in this policy space and have a limited understanding of
  - 1. What role cities play in the homelessness system (public safety and land use)
  - 2. What cities have done so far to contribute to the statewide response (mitigation fund, winter plans, hosting facilities, permit affordable/transitional housing, etc.)
- Considering scattered sites vs. central campus model
  - 1. Both will have varying levels of impact on municipalities across the region
- Most recent board meeting included questions about why cities and counties were not doing (and paying) more for the system
- Allocated tentative funding for the 2024/2025 Winter Response Plans
  - 1. Working to get to compliance





# Research & Surveys



## **Justice Courts Survey**

Results

Justice Court Reform Task Force

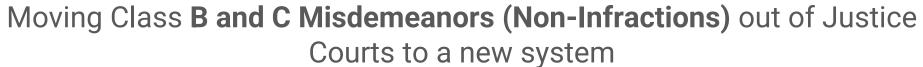
- 112 Total Responses
  - 80 Municipal responses (71.4%)
  - 32 County responses (28.6%)

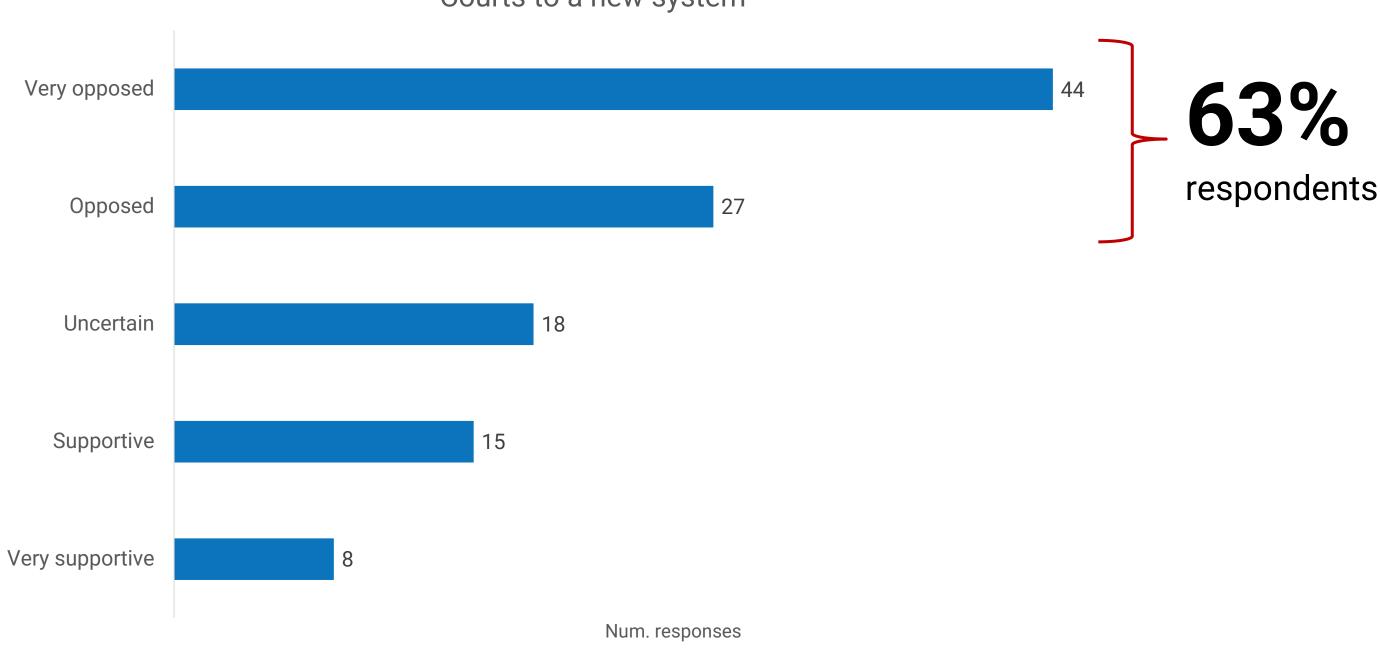
91% of respondents indicated that their entity currently operates a justice court



## Justice Court Takeaways Cont'd

Most respondents oppose moving Class B & C Misdemeanors to new system

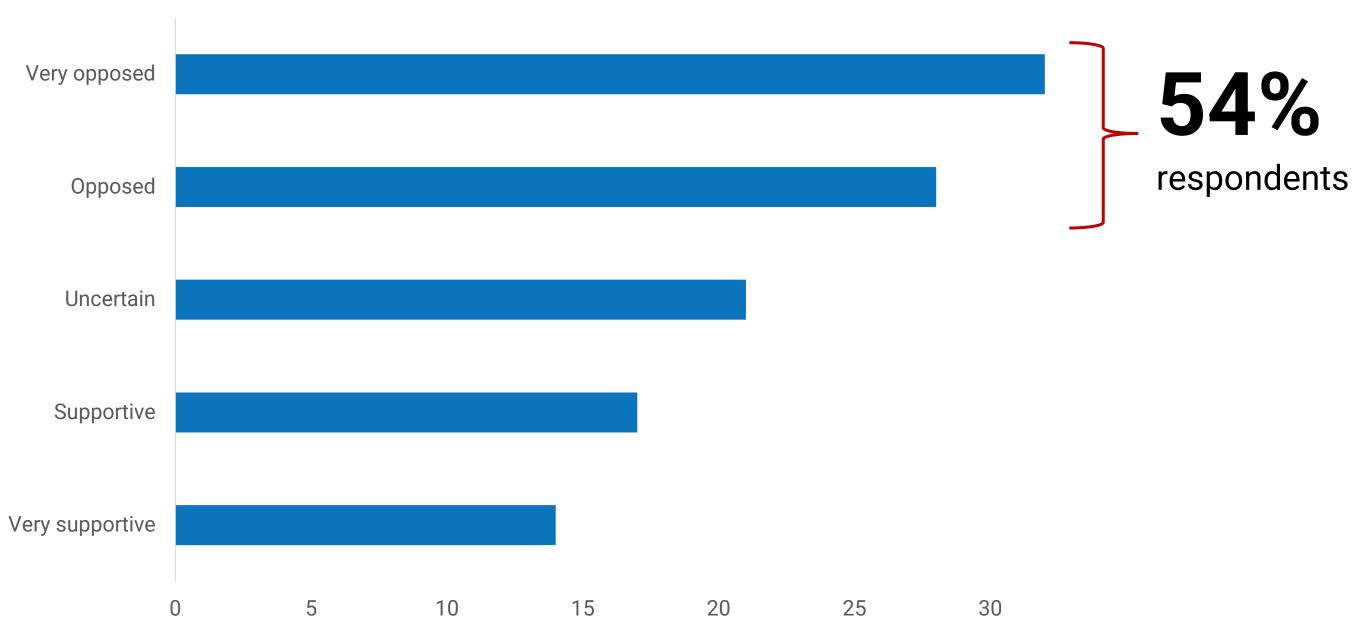




## Justice Court Takeaways Cont'd

Majority respondents oppose moving Small Claims cases to new system

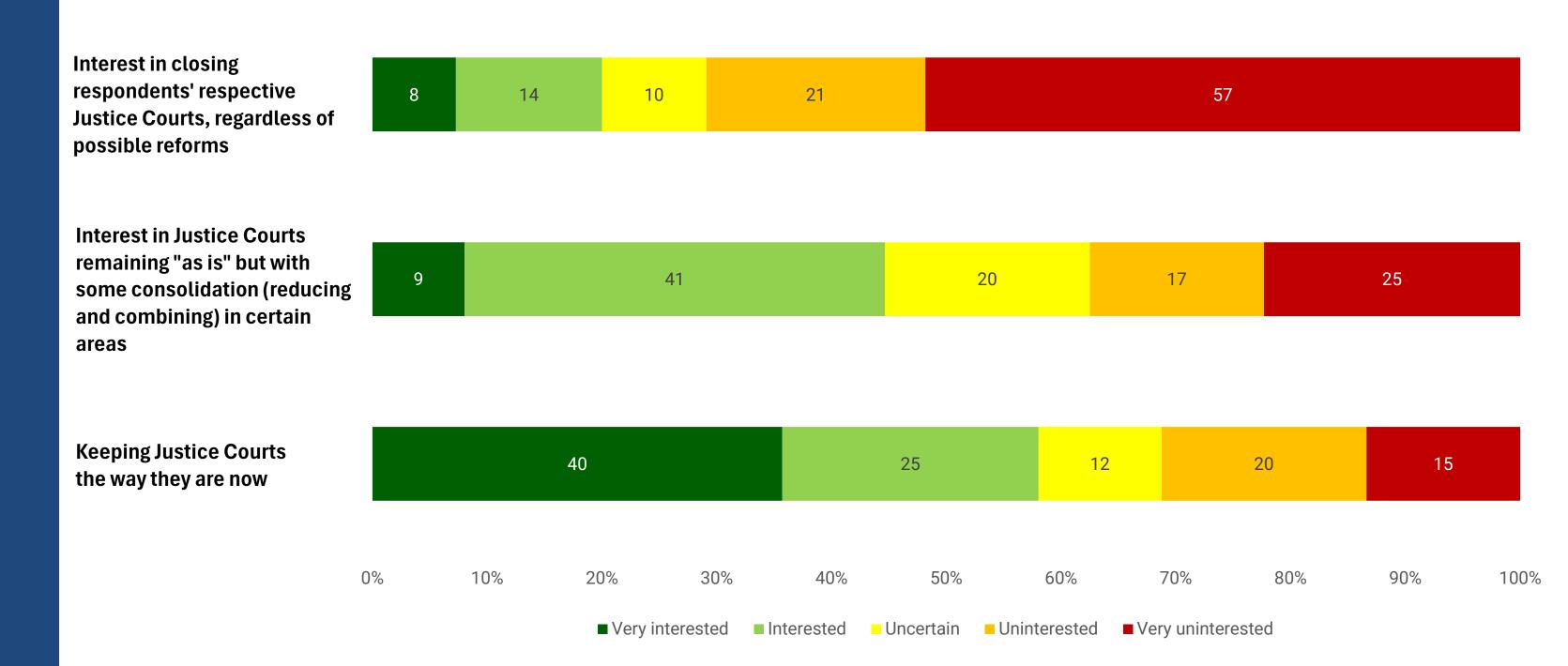




## Justice Court Takeaways Cont'd

Majority respondents oppose moving **Small Claims** cases to new system

Interest in Structural Justice Court Changes

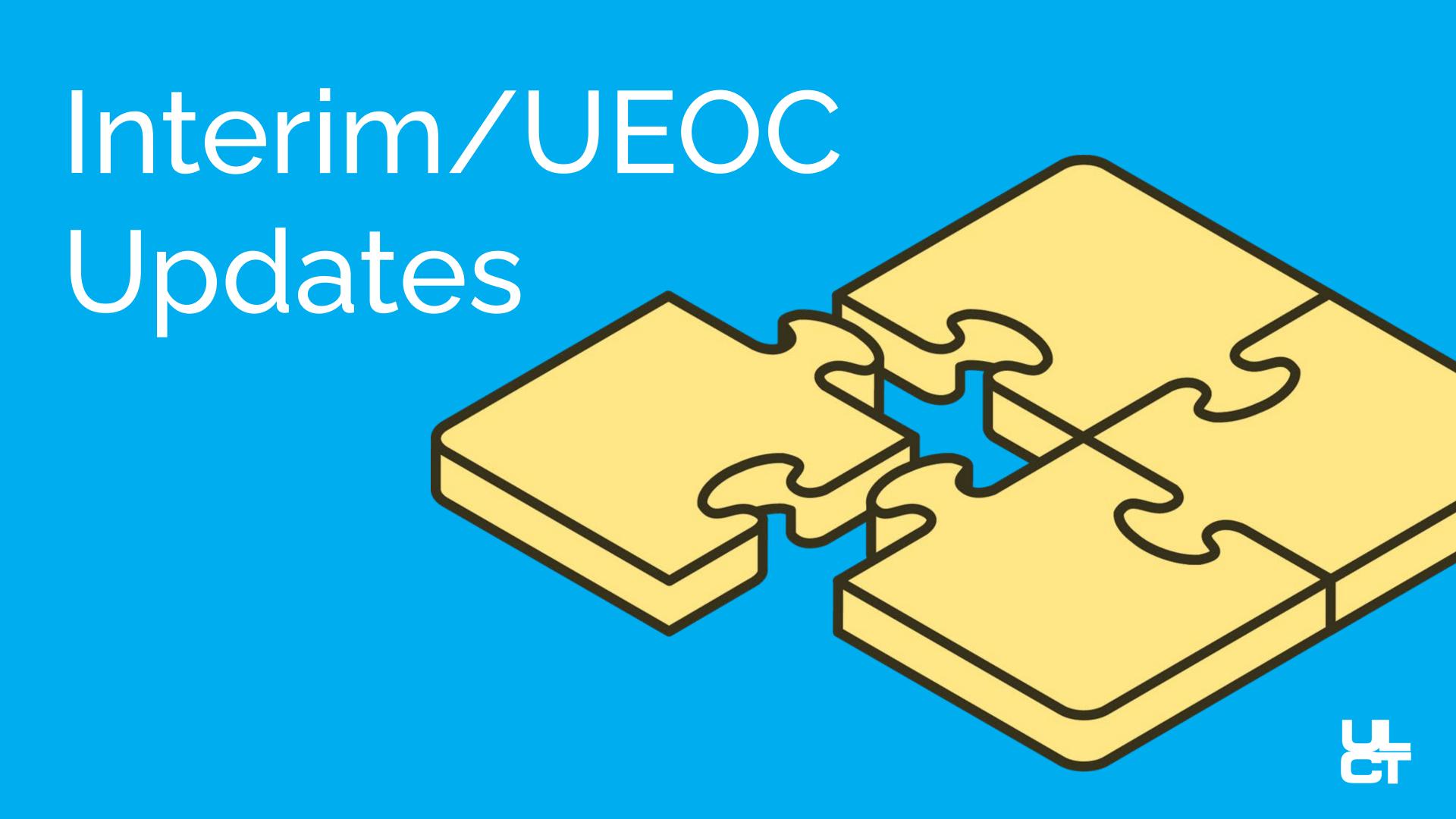


## Alcohol Proximity Asks

ongoing request

- Status quo 32B-1-202: proximity requirements for alcohol licensees (e.g. restaurants, outlets) and community locations
- Community locations: churches, libraries, parks, playgrounds, schools
- No restaurant with an alcohol license can be within 300 feet (as measured by ordinary travel) or 200 feet (as measured in a straight line) of a community location
- Question for LPC: have state alcohol proximity requirements impacted your city's ability to have restaurants in centers?
- Notify ULCT staff asap with maps, pictures, or examples





# Land Use Task Force

# LUTF - Cleanup/Clarification?

Plan review and start of shot clock

#### **Status quo: Utah Code 10-6-160(3):**

- (a) A city shall complete **a plan review** of a construction project for a one to two family dwelling or townhome by no later than 14 business days after the day on which the applicant submits a complete building permit application to the city.
- (b) A city shall complete a **plan review** of a construction project for a residential structure built under the International Building Code, not including a lodging establishment, by no later than 21 business days after the day on which the applicant submits a complete building permit application to the city.



#### LUTF - Problem #1

"Complete Building Permit Application"

**Technically Allowed Under Current Code** 

**Review for Completeness** 

Building Plan Review

Indefinite

14 days

Clarification/Cleanup

Review for Completeness

**Building Plan Review** 

≤ 5 days

14 days



## LUTF - Problem #1

"Complete Building Permit Application"

#### **Timeline for Incomplete Application**

Review for Completeness	Building Plan Review	Additional Time to Review
≤ 5 days	14 days	14 days



# LUTF - Cleanup/Clarification #1

Potential approach: clarify that an application is complete when all the documents under Subsection (8) have been submitted. Check for completion has to be done within 5 business days or less.

#### Utah Code 10-6-160(8):

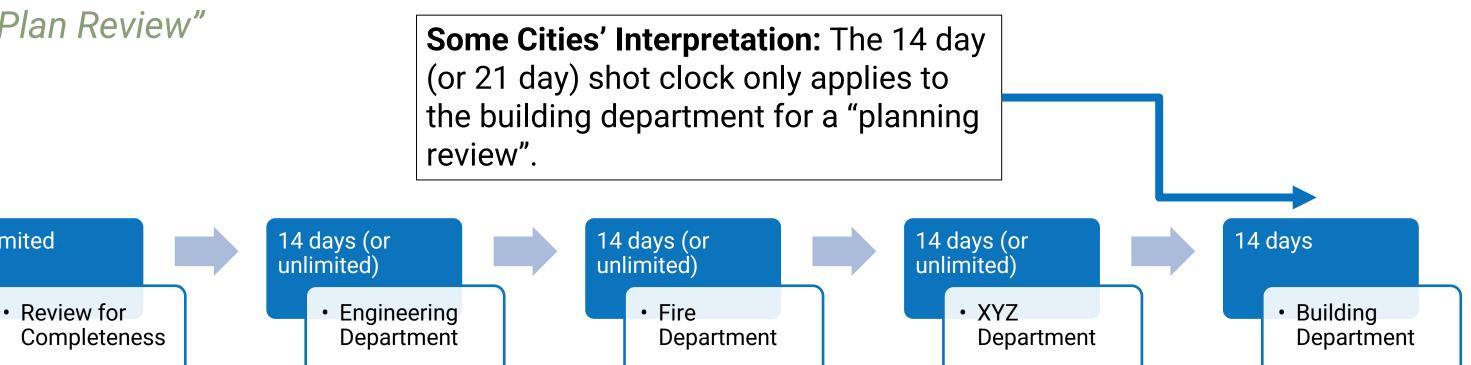
- a) Name, address, and contact information of the applicant and CM/GC (not subcontractors)
- b) Site plan for the construction project
- c) Construction plans and drawings
- d) Documentation of energy code compliance
- e) Structural calculations
- f) Geotechnical report (if required by the city)
- g) A statement indicating that actual construction will comply with applicable local ordinances and building codes.



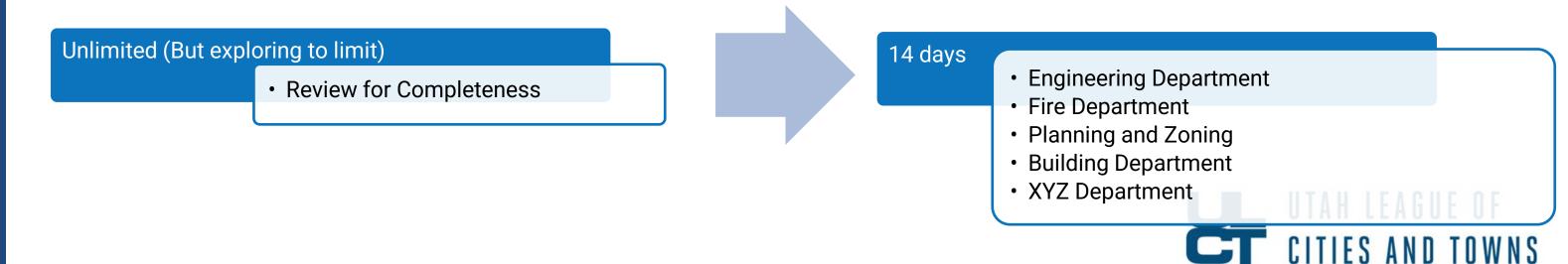
# LUTF - Cleanup/Clarification #2

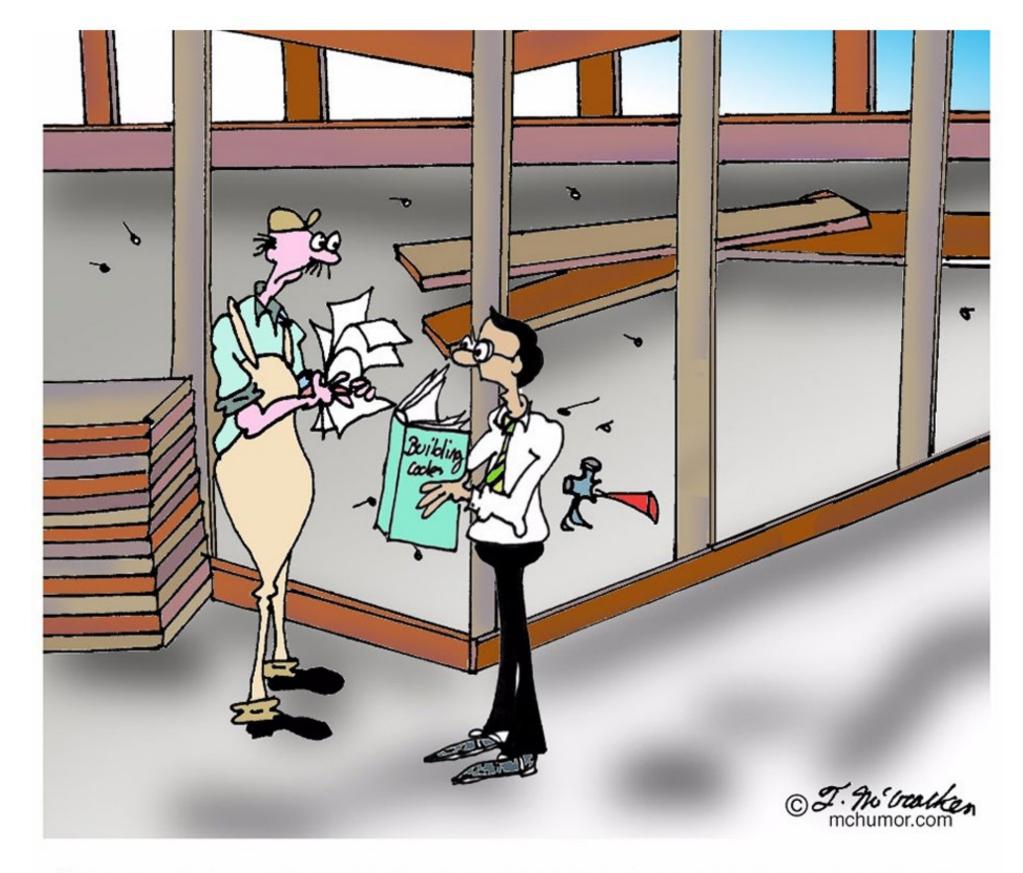
"Plan Review"

**Unlimited** 



Potential clarification: The 14 day (or 21 day) shot clock applies to the entire process to go through each of the departments. Not a successive 14 days, but all necessary reviews are done within 14 days after a complete building permit application is complete.





# "I PO NOT CHANGE THE BUILDING COPES EVERY WEEK. I PO IT EVERY OTHER WEEK."

# LUTF - OPLR Report

"Problem: Variability in code enforcement creates uncertainty for builders; can increase time and cost"



# LUTF - Building Inspections & Licensing

**OPLR** Report

# Finding: Building inspector timeliness is not a major constraint, but variability in enforcement may be

#### 100%

of cities surveyed by the ULCT have an average inspection time of less than three days.<sup>1</sup>

Despite a perceived workforce shortage, most inspections are done on time. However, this may mean inspectors are doing more inspections in a day than is ideal.

#### **Utah homebuilders experience<sup>2</sup>:**

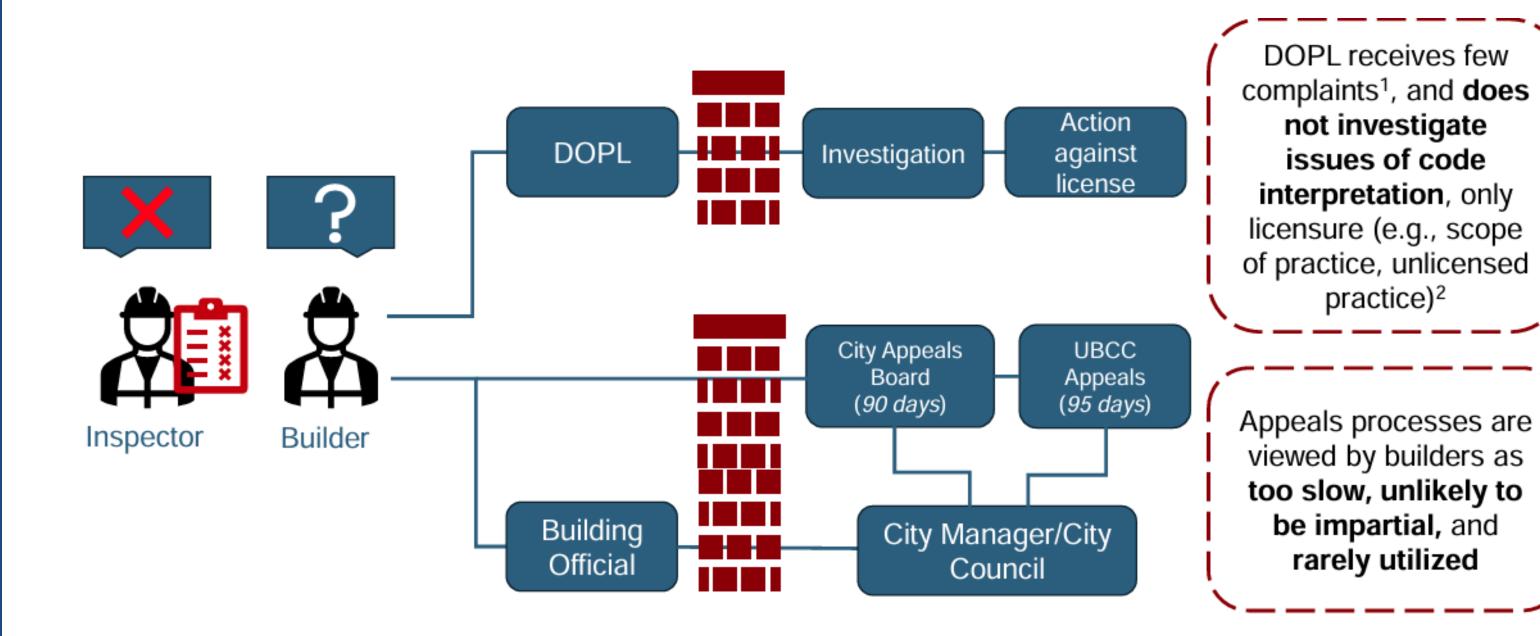
- Frustrations with the entire process
  from land entitlement, plan review, permit,
  inspections, to the certificate of occupancy
- Variability in code enforcement between both cities and individual inspectors
- Lack of a process to appeal code enforcement decisions that is quick enough to be worth pursuing



# LUTF - Building Inspections & Licensing

**OPLR** Report

Finding: Utah needs better mechanisms to improve accountability and reduce variation in enforcement



# LUTF - Building Inspections & Licensing

Proposal

# Finding: Utah needs better mechanisms to improve accountability and reduce variation in enforcement

#### Proposal: Dispute Resolution

- Cities and HBA to create pool of approved local government inspectors
- Builders may challenge building plan or inspection decision by engaging three inspectors from pool (2 picked by builders; 1 picked by the city)
- Engagement would be done by conference call or video (if onsite is required)
- Decision made by three building inspectors from list of approved inspectors
- Standard is "arbitrary, capricious"
- Timing of decision is less than 3 days
- Decision is binding
- Pay a fee to challenge the building officials action skin in game



# Bonding

UMAA survey results at Annual

Note: this was the only Q that didn't have a majority of "uncomfortable" responses

How comfortable would you be with the following proposal: Surety bonds are allowed so long as a certain percentage of the development is affordable, owner-occupied, deed restricted housing?

Very comfortable 16% Somewhat comfortable 58% Somewhat uncomfortable 13% Very uncomfortable 13%

# Bonding Potential proposal

# Developer-builder may use surety bond for public improvements if:

- The developer-builder commits, in writing, to offer for sale no fewer than 60% of the total units within the project will be sold for less than or equal to 450k.
  - This would tie into HB 572 from the 2024 session
- Deed-restricted, owner-occupied for at least X years
- Owner must occupy the home within 60 days of purchasing the property

# Bonding UMAA survey results at Annual

How comfortable would you be with the following proposal: Financial assurances (cash, escrow, credit, bond) could be released when each portion of a functional system (stormwater, sewer, streets, etc.) was completed and approved in a specific phase of the development.

Very comfortable 30% Somewhat comfortable 70% Somewhat uncomfortable 0% Very uncomfortable 0%

#### Recent headlines

#### Utah builds more new homes than any other state in the nation

by Jake Taylor, KUTV | Thu, September 5th 2024 at 6:54 PM Updated Fri, September 6th 2024 at 7:06 AM

#### Utah's housing market faces construction labor shortage

by Jim Spiewak, KUTV | Mon, September 9th 2024 at 10:21 PM Updated Tue, September 10th 2024 at 3:03 PM

# Housing is the main inflation problem







# Local Land Use in the National Spotlight

# Harris and Trump walk a supply-demand tightrope on housing

The practicalities of bringing down costs leave both campaigns navigating political minefields – like zoning rules and property values – to sell voters on ways to ease the home shortage.



# Is America's housing crisis determining how you vote this November?

By Bryan Mena, CNN

2 minute read · Published 4:16 PM EDT, Thu September 12, 2024



#### Trump, Harris agree: Construction regulations need work

by: <u>Cora Neas</u>
Posted: Sep 11, 2024 / 04:59 PM CDT
Updated: Sep 12, 2024 / 12:29 PM CDT



# Who's Responsible for the Housing Crisis?

How local governments broke America's housing markets

By Jerusalem Demsas

The Atlantic



# Big ticket items coming on housing beyond CHA

#### 1) Utah State Housing plan coming by January Steve Waldrip

- Goals
- Metrics
- Needs

## 2) Multiple legislators looking at bills

- Economic dev: ADUs
- Political subs: housing audit
- Rep. Bennion: investors
- Rep. Walter: short-term rentals
- Rep. Ward: small lots

## 3) "Land capacity" study coming soon Envision Utah for GOEO

- Infrastructure
- Market demands
- Water
- Zoning



# CHA Subgroup 2 Proposals

Proposal: MIHP "safe harbor" and prioritization of best practices

#### Frustration from state:

- What do the MIHP reports tell us about what is actually happening?
- State audit recommended more incentives and penalties
- State Housing Plan coming and want to build on MIHP

#### Frustration from cities:

- MIHP menu items are silent about ownership
- What does ongoing implementation mean?
- What is compliance?
- Burdensome reporting
- Are all cities doing their part?
- Have significant incentives and penalties already, some of which haven't been used yet



# CHA Subgroup 2 Proposals

Slido results in recent weeks

78%

of LPC/CHA advisory group were very or somewhat likely to adopt more objective MIHP actions that guaranteed compliance 5%

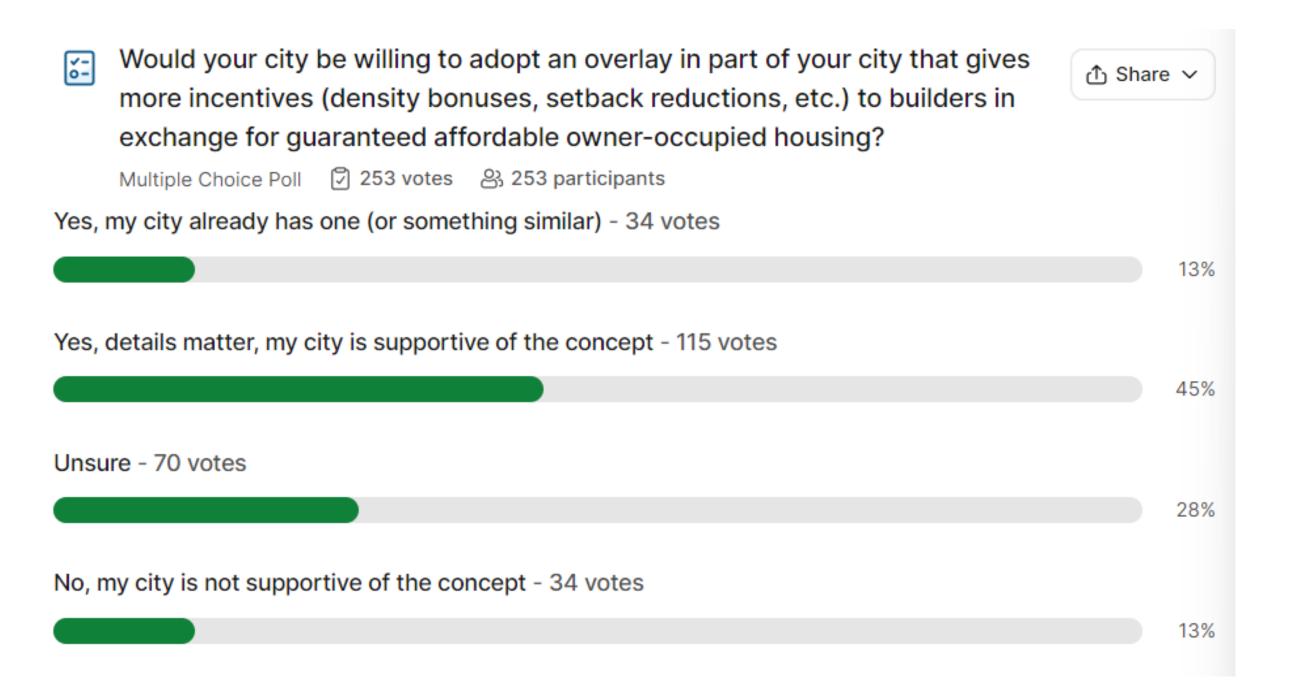
of **Annual attendees** said they don't allow at least one of the following types:

- Townhomes/single family attached,
- Duplexes/triplexes/missing middle, or
- Single-family units at 6 units to acre



# CHA 2: parking/garages/overlay

Slido results so far



80%

of Board said if you require a garage, then count it in parking req't

85%

of LPC advisory willing to reduce garage req't **IF** deed restricted for ownership

70%

of LPC advisory willing to reduce garage req't **IF** deed restricted for affordability

#### CHA 2

Proposal: MIHP "safe harbor" and prioritization of best practices for some MIHP strategies

#### **Existing MIHP language:**

"create or allow for, and reduce regulations related to, internal or detached accessory dwelling units in residential zones"

City 1: "Planning Commissioner presented on detached ADUs ... doing citizen survey"

City 2: passed ordinance to allow detached ADUs in these areas

• Both in compliance

#### Safe harbor concept: trade some flexibility for objectivity, best practices

Example 1: "allow for detached accessory dwelling units that can be sold"

Example 2: "allow for detached accessory dwelling units in residential zones on X% of lots that are 10,000 square feet or larger subject to local setbacks, parking, etc."

Pass the ordinance = in compliance



# CHA super menu items

Proposal: weighted or required strategy focused on ownership

#### May satisfy the MIHP req't through:

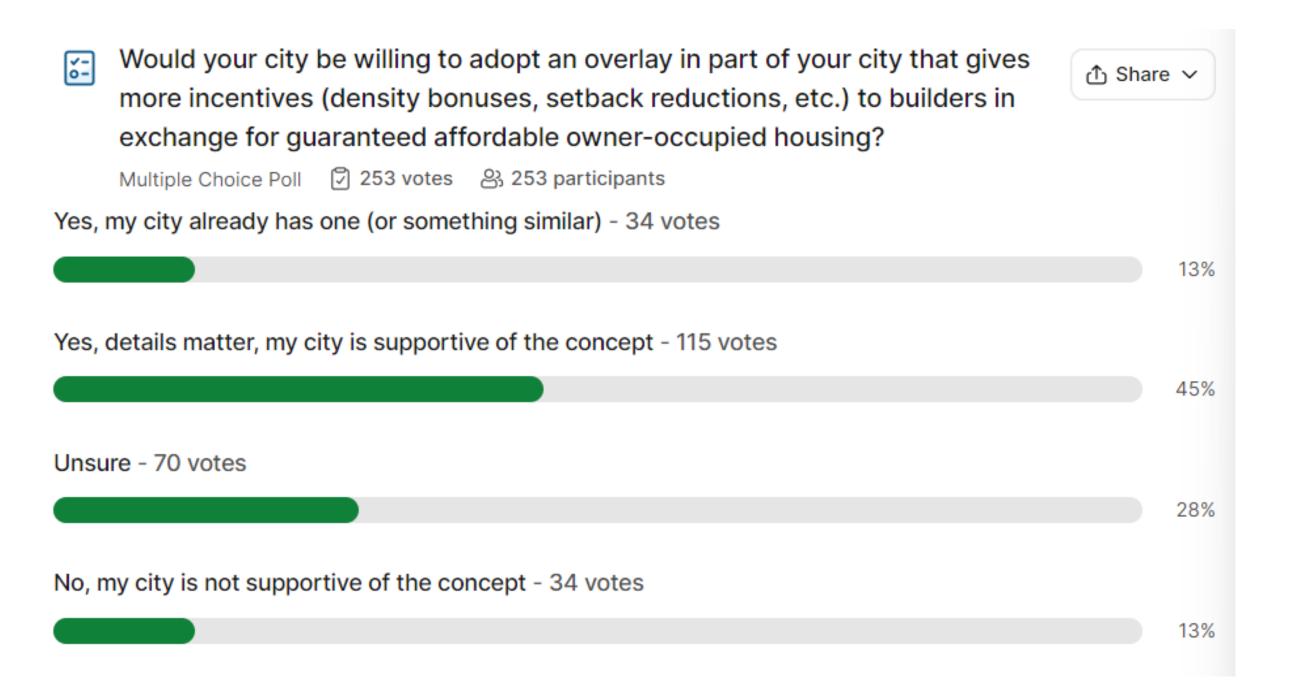
- 1. Adopt or propose an HTRZ
- 2. Adopt or propose a FHIZ
- 3. Adopt or propose a HOPZ
- 4. Approve a project that receives HB 572 funding
- 5. Owner-occupied ADU or owner-occupied 2nd unit
- 6. Multi-family "condo" incentives
  - 1. Y density for rentals
  - 2. Yx2 density for condos
- 7. Qualifying overlay
  - 1. SLC, Moab, Springdale, Spanish Fork, Park City
- 8. TBD: how to count existing units or other action for ownership?

#### "Qualifying overlay" could:

- require some units to be (combo):
  - Affordable
  - o owner-occupied
  - o workforce
- regulate some architectural design
  - No repetitive structures on same street
  - Distinct designs and features
  - Warranty for siding
- Continue requiring landscaping
- In exchange, city provides (combo of):
  - Density bonuses
  - Twin-homes, duplexes, triplexes
  - Expedited review
  - Reduced parking req'ts

# CHA 2: parking/garages/overlay

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## CHA 2; modified ULCT proposal from Aug LPC

Parking/garages

#### Problems that the PRC has highlighted on parking/garages:

- Want consistency in counting; same house & plan could be 4 spots in City A and only 2 spot in City B because City B doesn't count the driveway
- Some cities require larger garages
- Garages add to the price (and value) of the house

#### PRC acknowledgements based on ULCT pushback:

- parking/garages impact livability, planning, and quality of life
- parking/garages need to be sufficiently sized to accommodate cars

#### **ULCT** research (variety of regs):

- City A: 2 garage spots for all SF-D
- City B: garage spots based on number of bedrooms
- City C: requires garages of 24 x 22
- City D: requires external or internal parking spot of 9 x 18



# CHA 2; modified ULCT proposal from Aug LPC

Parking/garages

- 1) City may not require a garage or carport on a single-family detached unit that is affordable and owner-occupied (HB 572 definitions)
  - City may still require on-site parking
- 2) If a city requires a garage and the garage is structurally unobstructed, then the garage should fully count toward the parking minimum
- 3) Define the size of parking spaces in single-family and townhomes
  - Covered
  - Exterior
- 4) Tandem parking counts as 2 spots so long as the housing unit is affordable and owner-occupied, AND spots are unobstructed, AND no IADUs, ADUs, STRs



#### CHA<sub>1</sub>

Legacy city survey results

# CHA group 1 looking at use of public land, removing barriers to condos, short-term rentals, and incentivizing home ownership

Slido results at Annual: almost 100 ULCT members voted to prioritize:

- 1) First-time home buyers assistance for existing units
  - Gov. Cox at Annual
  - Positive dialogue last week at CHA
- 2) Revolving loan fund of state matching funds to buy rental units and convert them to owned units
- 3) Modify property tax deduction
  - Major change would require a constitutional amendment

#### Short-term rentals

- 1) Gardner Policy Institute data coming soon!
- 2) Knotwell language
- 3) "Vacancy tax"





Submit your city photos for our new website!



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