

GOVERNMENT OF THE DISTRICT OF COLUMBIA
ZONING COMMISSION FOR THE DISTRICT OF COLUMBIA
ZONING COMMISSION ORDER NO. 14-09

Z.C. Case No. 14-09

QC 369 LLC

**(Consolidated Planned Unit Development and Related Map Amendment
@ Square 369, Lots 40, 62, 65- 67, 801-805, 838, 839, 842, 848, 859, 878, and portions
of two public alleys to be closed)**

February __, 2015

Pursuant to notice, the Zoning Commission for the District of Columbia (the "Commission") held a public hearing on January 29, 2015, to consider applications for a consolidated planned unit development ("PUD") and related zoning map amendment filed by QC 369 LLC (the "Applicant"). The Commission considered the applications pursuant to Chapters 24 and 30 of the District of Columbia Zoning Regulations, Title 11 of the District of Columbia Municipal Regulations ("DCMR"). The public hearing was conducted in accordance with the provisions of 11 DCMR § 3022. For the reasons stated below, the Commission hereby **APPROVES** the applications.

FINDINGS OF FACT

The Applications, Parties, and Hearings

1. On June 17, 2014, the Applicant filed an application with the Commission for consolidated review of a planned unit development and related map amendment to rezone portions of the property at the northwest corner of 9th and L Streets, N.W. (Square 369, Lots 40, 62, 65- 67, 801-805, 838, 839, 842, 848, 859, 878, and parts of two public alleys to be closed) ("Property"). The Property is currently split-zoned, with the lots fronting on 9th Street in the DD/C-2-A District and the remainder of the site in the DD/C-2-C District. Under the proposed map amendment, the majority of the 9th Street lots, for a depth of approximately 40 feet, would remain in the DD/C-2-A District and the rest of the Property would be rezoned to DD/C-3-C.
2. The proposed project ("Project") contemplates the adaptive reuse of eight historic buildings to be incorporated into a new 12-story mixed-use development, consisting of two Marriott hotels with ground floor retail and service uses (Phase I) and a residential building (Phase II). The Applicant presently intends to construct both phases simultaneously, subject to market conditions. The hotel will consist of approximately 360,315 square feet of gross floor area and approximately 504 guest rooms (approximately 144 rooms at the Residence Inn and approximately 360 rooms at the Courtyard by Marriott). The residential portion of the building will consist of approximately 222,507 square feet of gross floor area with approximately 203 units. The building is designed with underground parking spaces (including valet and vault spaces) on two levels that can accommodate approximately 255 vehicles. Approximately 149 parking spaces (including vault and valet spaces) will be devoted to the hotel use and approximately 106 parking spaces (including vault spaces) will

be devoted to the residential use. The proposed project will have various building heights, with the new construction rising to a maximum height of 110 feet. The maximum proposed density for the Project is 8.23.

3. By report dated July 18, 2014, the Office of Planning recommended that the applications be set down for a hearing. At its public meeting held on July 28, 2014, the Commission voted to schedule a public hearing on the application.
4. The Applicant submitted a pre-hearing statement for the project on August 7, 2014, and a hearing was timely scheduled for the matter on November 17, 2014. At the request of the Applicant, the hearing was rescheduled for January 29, 2015. A description of the proposed development and the notice of the rescheduled public hearing in this matter were published in the D.C. Register on September 26, 2014. The notice of rescheduled public hearing was mailed or emailed to all property owners within 200 feet of the PUD Site as well as to ANC 2F on September 25, 2014.
5. The parties to the case were the Applicant and ANC 2F in support of the application
6. The Commission convened a hearing on January 29, 2014, which was concluded that same evening. At the hearing, the Applicant presented four witnesses in support of its applications: Robert Knopf, Jr., Quadrangle Development on QC 369 LLC; C. Robert Neal, AIA, Cooper Carry TVS Architects; and Erwin Andres, Gorove/Slade Associates. Based upon their professional experience and qualifications, Mr. Neal was recognized as an expert in architecture and Mr. Andres as an expert in transportation engineering, and the Commission accepted his Transportation Impact Statement ("TIS") into the record as Exhibit ___. The Commission also qualified Mr. Peter Green of TVS Design as an expert in architecture; Mr. Lindsley Williams, Holland & Knight LLP, as an expert in land use and planning; Mr. Eric Smart, Bolan Smart Associates, expert in real estate financial impacts; and Ms. Emily Eig, EHT Traceries, as an expert in architectural history and historic preservation. Expert reports submitted by Mr. Smart and Ms. Eig were also accepted into the record as Exhibits __ and ___.
7. Stephen Gyor, Development Review Specialist at the District's Office of Planning ("OP"), and Anna Chamberlain of the District's Department of Transportation ("DDOT") testified in support of the application with certain comments and conditions.
8. On January 29, 2015, ANC 2B submitted its resolution to the record in support of the application. The Commission also received letters of support from Mr. Gregory O'Dell of DC Events, and the D.C. Preservation League, in support of the preservation component of the project. Both the Whitman Condominium and the Quincy Court Condominium Association initially submitted letters in opposition to the Project. Subsequently, the Whitman Condominium submitted a letter in support and the Quincy Court Condominium submitted a letter indicating that it no longer objected to the Project. Mr. Alex Padro and Rev. Arthur Williams, Emmaus Services for the Aging, appeared as persons in opposition to the applicant's community contributions.

9. The record was closed at the conclusion of the hearing, except to receive additional submissions from the Applicant, as requested by the Commission, and responses thereto from the parties. The Commission also requested proposed findings of fact and conclusions of law from the parties.
10. At its public meeting held on February 23, 2015, the Zoning Commission took proposed action by a vote of _____ to approve with conditions the PUD and related map amendment.
11. The application was referred to the National Capital Planning Commission (“NCPC”) for review of any impacts on the federal interest under the Comprehensive Plan. On _____, NCPC recommended that _____.
12. The Zoning Commission took final action to approve the PUD on _____, by a vote of _____.

The Property and Surrounding Area

13. The site is located at the northwest corner of 9th and L Streets, N.W. and is comprised of lots 40, 62, 65-67, 801- 805, 838, 842, 848, 859, and 878 in Square 369. The site has a land area of 70,787 square feet. Square 369 is split-zoned, with the existing historic buildings fronting on 9th Street located in the Downtown Development Overlay (DD)/C-2-A District, and the remaining western portion of the square located in the DD/C-2-C District. The historic buildings, located on lots 65, 66, 801, 802, 838, 839, 942, 879, and 881, date from the period of significance for the Shaw Historic District (1833-1932).
14. The remainder of Square 369 primarily includes multifamily houses and condominiums, two and three story row dwellings with ground floor retail, and surface parking lots. Square 369 is bisected by a 15-foot wide public alley that runs north-south between L and M Streets. The square also includes several other east-west and north-south alley segments. Portions of the alleys would be closed to facilitate the proposed Project.
15. Surrounding squares have some mixed-use, higher density structures. To the east of the Property, on the east side of 9th Street, N.W., between Massachusetts Avenue and N Street N.W., is the Washington Convention Center; to the north of the property, zoned DD/C-2-A, are low-density commercial structures and a multifamily building; to the west of the Property is a multifamily building, zoned DD/C-2-C; and to the south of the property, across L Street, is the Marriott Marquis Hotel. The property is near four Metrorail stations (Mount Vernon Square-Convention Center, Gallery Place-Chinatown, Judiciary Square, and Union Station), and has access to Metrobus routes, the DC Circulator, and Capital Bikeshare.

Existing and Proposed Zoning

16. The Site is split-zoned DD/C-2-C and DD/C-2-A, and is located within Housing Priority Area A, as that area is defined in section 1706.8 of the Zoning Regulations. In order to facilitate the proposed development of the Site, the Applicant seeks to modify the current zone designations for the majority of the Site from the DD/C-2-C and DD/C-2-A Districts to the DD/C-3-C District. The historic properties fronting 9th Street, N.W. will remain in the DD/C-2-A District to an average depth of approximately 40 feet. The boundary line will follow the rear portions of the retained buildings.
17. The Downtown Development ("DD") Overlay is applied to the core of the Downtown area, including the Convention Center and Mount Vernon Square areas. The C-2-A zoning classification on the east portion of the site is designed to provide facilities for shopping and business needs, housing, and mixed uses for large segments of the District outside of the central core. 11 DCMR § 720.2. The C-2-A Districts permit development to medium proportions and accommodate a major portion of existing commercial strip developments. 11 DCMR §§720.4-5. Buildings may be constructed to a height of 110 feet (unless a greater height is permitted under the 1910 Height Act), with a maximum density of 8.0 floor area ratio ("FAR"). 11 DCMR §§ 1701.7; 1706.4.
18. The C-2-C zoning classification on the western portion of the site is designed to serve commercial and residential functions with relatively high densities and mixed uses. 11 DCMR § 720.9. C-2-C Districts are compact and located in or near the Central Employment Area. (11 DCMR § 720.11. Buildings in the C-2-C District may be entirely residential or may be a mixture of commercial and residential uses. 11 DCMR § 720.12.
19. The C-3-C District permits medium-high density residential and mixed-use developments. 11 DCMR § 740.8. Buildings in the C-3-C District may be constructed to a maximum height of 90 feet, with no limitation on the number of stories, and a maximum FAR of 6.5. 11 DCMR §§ 770 and 771. Buildings in the C-3-C District may occupy 100 percent of the lot, but must provide a rear yard measuring 2.5 inches per foot of vertical height, but not less than 12 feet. 11 DCMR §§ 772, 774. Corner lots may provide a court in lieu of a rear yard in the C-3-C Districts.
20. Under both the PUD guidelines and the DD Overlay, the maximum building height permitted in the C-3-C District is 130 feet , provided there is no conflict with the 1910 Height Act. 11 DCMR §§ 2405; 1701.7. In the DD/C-3-C District, the matter of right density is 9.5FAR, which may be devoted to all residential use or may include commercial or residential uses, provided at least 3.5 FAR is devoted to residential use. 11 DCMR §1706.5(a) and (b). Based on the proposed split-zoning, the Property may be developed to a maximum aggregate density of 8.77 FAR; the Applicant proposes to construct the project to a maximum aggregate density of 8.23 FAR.

Description of the PUD Project

21. The Applicant proposes to construct a new 12-story mixed use building at the Site with residential, hotel, and retail and service uses. The hotel uses will consist of a Residence Inn by Marriott and a Courtyard by Marriott. The Residence Inn will provide spacious studios and one and two-bedroom suites with rooms designed for extended-stay travelers with separate living and sleeping areas, kitchens, and work areas. This portion of the hotel will be located on the southeast corner of the Site, with the majority of the suites facing L Street to the south, and the remaining suites facing 9th Street to the east or into an interior courtyard. The Applicant proposes to provide approximately 144 guest rooms marketed as part of the Residence Inn, all of which will be located in new construction.
22. The Courtyard by Marriott will be located at the northeast portion of the Site and will be comprised primarily of one-bedroom units with two queen beds or one king-sized bed per guest room. This segment of the hotel will include approximately 360 hotel guest rooms facing, north, south, or west into a courtyard, or east toward 9th Street, N.W.
23. The project will provide a large lobby to accommodate the two different hotel types, both accessed from L Street as well as the corner of L and 9th streets, and through the historic buildings on 9th. The ground floor of the hotel will also contain a restaurant and bar that will occupy 4 of the 6 ground floors of the historic buildings on 9th Street. These spaces will operate as public food and beverage outlets open to the public as well as for the use of all hotel guests. Additionally, the ground floor will have a business center and back of house hotel uses. The Residence Inn will provide a separate hearth and breakfast area/buffet for guests, as well as a small market. These will be oriented toward the internal courtyard as they will have access restricted to Residence Inn guests. The ground floor will also include retail space accessed from 9th Street, N.W. This retail space as well as the public bar and restaurant will all be located in the historic 9th Street structures, which will be renovated and incorporated into the new construction.
24. The second floor of the hotel will include seven separate meeting rooms, three hospitality suites, a boardroom, pre-function, and back of house spaces. The boardroom, three hospitality suites, and three meeting rooms will be located in historic structures. Floors 3-12 will house the hotel guest rooms. An internal court is located in the center of the building and will include turf with lounge seating, wood plank pavers and benches, landscaped areas, a fire pit, a water feature, and an optional yoga deck. The building will also incorporate an outdoor terrace at the fourth level of the hotel, which will provide lounge seating nooks and benches, ornamental grasses and perennial banding, wood plank paving, and a water feature, for use and enjoyment by hotel guests. Rooftop amenities will be provided, as well. The overall streetscape at the ground level will incorporate linear paving and lighting, landscaped areas with ornamental fencing, new and existing street trees, lighted bollards, and new pedestrian-oriented sidewalk furniture.

25. Below-grade parking for hotel guests will be accessed from the new access easement from 9th Street and will accommodate approximately 149 parking spaces (including vault and valet spaces) on two levels. Loading will be provided on the ground level, accessed from either the same alley or the north-south alley at M Street.
26. The residential portion of the building is located on the western side of the Site. The new apartment building will rise to a height of 110 feet and will include approximately 203 units comprised of studios, one- and two-bedroom units on floors two through twelve. The existing 52-foot tall brick apartment building facing south onto L Street (the "Lurgan Building") will be retained, preserved and converted into 18 residential units, with two units in the basement, two units on the ground floor, and four units on floors 2-4. The ground floor of the main residential portion of the building will include a lobby accessed from L Street, an exercise room, and a mail room. Below-grade residential parking will be accessed from the alley to the west of the Site and will contain approximately 105 parking spaces (including vault spaces) for residential use.

Historic Preservation

27. The project calls for demolition of 913 L Street, retention and relocation of the front half of 911 L Street, retention of the Lurgan Building on L Street, and removal of the rear portions of the six buildings along 9th Street. The proposal includes many design aspects that successfully integrate the historic structures with the new construction, including significant setbacks along 9th Street.

Zoning Flexibility Requested

28. The Applicant requested flexibility to allow a roof structure not meeting the one-to-one setback requirements of section 770.6(b) in order to accommodate the necessary mechanical equipment for the building. Due to historic preservation constraints, this portion of the new construction is set back more than 47 feet from 9th Street and has a very narrow penthouse. If the Applicant were required to set back the penthouse on both the east and west sides, only 27 feet would remain to house the cooling towers and other mechanical equipment, which is inadequate for the hotel needs. The equipment cannot be shifted to the north bar of the penthouse along the alley because it will block key views of the residents of the adjacent Whitman Condominium. The Applicant successfully set back the penthouse from all other exterior walls of the building and courtyard; only in this one area is the penthouse not set back. Based on the sightlines submitted to the record, this portion of the penthouse will be only slightly perceptible from the street, but for the most part will be blocked by the Flemish gable of the Lurgan Building. Consequently, the Commission finds this minor deviation from the setback requirements to be appropriate.
29. The Applicant also requested flexibility to allow the glass guardrail at the west exterior wall of the residential building, which overlooks the court area created by the new access easement, not to be set back the full distance equal to its height. Because this guardrail is

not visible at any point from the street, the Commission finds relief in this instance to also be appropriate.

30. The Commission likewise finds the deviations requested by the Applicant from the court requirements to be acceptable in order to allow the Applicant to integrate the new construction around the historic structures. The area and width of the existing nonconforming interior court at the Lurgan Building may be reduced to accommodate an air intake shaft of the ground floor. Similarly, the width of the open court above the retained and relocated 911 L Street, N.W., may be reduced to create an appropriate backdrop for this historic structure. Finally, minor deviations from the court requirements in the area above the alley easements to be dedicated for public access on the west of the Property are necessary for the enhanced circulation of the Site and will not compromise the light and air of residents.
31. The Applicant also sought relief from the parking requirements. Under section 2120.3, approximately 139 spaces are required for the hotel uses, and approximately 45 spaces are required for the residential uses, generated a total requirement for 185 parking spaces. The Applicant proposes to provide 191 zoning compliant spaces, 99 of which will be devoted to hotel uses and 92 of which will be devoted to residential uses. Additionally, the Applicant will provide 50 vault and valet spaces for the hotel, and 14 vault and valet spaces for the residential uses. The Commission finds the parking ratios for each use to be adequate and acceptable.
32. Finally, the Applicant requested flexibility to reduce the number of required loading facilities and instead provide two berths at 45 feet deep and a service/delivery space at 25 feet deep for the hotel; and two loading berths at 30 feet deep for the residential building. Based on the expert report of the transportation engineer and the DDOT report, the Commission finds the deviation to be acceptable.
33. The Applicant also requests flexibility in the following areas:
 - a. To increase the interior area of the rooftop penthouses devoted to accessory communal recreational space and fitness center to 36.5 percent of the total rooftop recreation space.
 - b. To provide a range in the number of residential and hotel units of plus or minus ten percent from the number shown on the Plans.
 - c. To vary the sustainable design features of the building, provided the total number of LEED points achievable for the project does not decrease below the LEED Silver rating under the LEED 2009 for New Construction and Major Renovations rating standards.
 - d. To vary the location and design of all interior components, including partitions, structural slabs, doors, hallways, columns, stairways, and

mechanical rooms, provided that the variations do not change the exterior configuration of the building.

- e. To vary the final selection of the exterior building materials and public space materials within the color ranges and material types as proposed, based on availability at the time of construction without reducing the quality of the materials; and to make refinements to exterior details and dimensions, including curtainwall mullions and spandrels, window frames, glass types, belt courses, sills, bases, cornices, railings and trim, or any other changes to comply with the District of Columbia Building Code, to comport with final design comments from the Historic Preservation Review Board, the DDOT Public Space Committee, or that are otherwise necessary to obtain a final building permit.
- f. To vary the selection of plantings in the landscape plan depending on seasonal availability within a range and quality as proposed in the plans.
- g. To vary the final selection of all exterior signage on the building.
- h. To vary the location and design of the ground floor components of the building in order to comply with any applicable District of Columbia laws and regulations, including the D.C. Department of Health, that are otherwise necessary for licensing and operation.

Project Benefits and Amenities

- 34. Urban Design, Architecture, Landscaping and Open Space - Section 2403.9(a): The project implements a number of urban design and architectural best practices, which will contribute to the ongoing development of the Mount Vernon Square neighborhood as a major mixed-use district within the city. The construction of a new building with hotel and residential uses will provide a formal presence at the corner of 9th and L Streets, N.W. The architectural design and elements of the project will reflect an appropriate level of modernity while respecting the traditional Washington, D.C. architecture and highlighting the existing historic structures. The building facades will have articulations that break up the massing of the building, similar to the Convention Center, so as to not overwhelm the existing urban scale and aesthetic. High-quality exterior building materials will enhance the urban building fabric, and high-quality landscape materials, patterns, and pedestrian-oriented lighting and street fixtures will improve the streetscape surrounding the project. Glass exposure at the street level, coupled with the preservation of the existing historic structures along 9th Street, N.W., will animate the streets and enliven the area with new residents and visitors to the Mount Vernon Square/Shaw neighborhood. All four elevations of the building will be fully articulated in deference to the historic district and adjacent residents within the square.

35. Site Planning and Efficient and Economical Land Utilization - Section 2403.9(b): The design of the proposed PUD provides several examples of exemplary site planning and efficient and economical land utilization. The building will incorporate a ground floor interior courtyard, which will include artificial turf with lounge seating, wood plank pavers and benches, landscaped areas with a green wall, a fire pit, a water feature, and an optional yoga deck. The building will provide an outdoor terrace at the fourth level of the hotel, which will include lounge seating nooks and benches, ornamental grasses and perennial banding, wood plank paving, and a water feature. The residential portion of the building will have a roof-top communal recreation space and pool deck with a grill area, lounge seating, a fire pit, and chess board turf. The overall streetscape at the ground level will incorporate linear paving and lighting, landscaped areas with ornamental fencing, new and existing street trees, and lighted bollards. Furthermore, traffic impacts will be mitigated, since access to the parking garage and loading facilities will be located from public alleys to the north and west of the Site. Hotel drop off and pickup, including buses and taxis will be accommodated in a layby located on L Street, N.W., thus minimizing conflict on 9th Street, N.W.

36. Historic Preservation of Private or Public Structures, Places, or Parks – Section 2403.9(d): The Applicant project seamlessly integrates eight existing historic structures into the design and program of the new construction. The PUD will highlight the historic nature of the existing structures, as well as their street presence, and will preserve and protect the salvageable portions of the deteriorated historic buildings.

37. Housing and Affordable Housing – Section 2403.9(f): The Applicant proposes to provide 222,027 square feet of gross floor area devoted to residential uses comprised of 203 new residential units, including studios, one- and two- bedroom apartments. The Project would be located in the Mount Vernon Square neighborhood, which is a Housing Priority Area as provided by § 1706.8. The Project's residential component would help accomplish the balanced mixture of uses essential to a "Living Downtown". Further, the historic Lurgan apartment building would be retained and used for residential units. Additionally, although properties in the DD Overlay are specifically exempt from the Inclusionary Zoning requirements of Chapter 26, the Applicant has nevertheless committed to include an affordable housing component in the project. For a period of five years, or longer as specified herein, the Applicant shall provide a total of four units in the Lurgan Apartment Building at 919 L Street, N.W. to households earning no more than 80 percent of the area mean income for the Washington Metropolitan Statistical Area. The units designated for affordable housing shall be two one-bedroom units and two studio units (L-001 through L-004). The five-year period will begin upon the issuance of the certificate of occupancy for the Lurgan. At the conclusion of the five-year period, a qualifying tenant in possession of the affordable unit may continue occupancy at the affordable rate until the tenant vacates the unit or is no longer able to meet its rent or lease obligations. The affordability rate will be based on a qualifying household devoting no more than 30 percent of its income to rent.

38. Use of Special Value to the Neighborhood or the District as a Whole - Section 2403.9(i): The proposed PUD will be of special value to the District by (i) providing lodging and

conference facilities and other ancillary meeting space to support the Washington Convention Center, (ii) providing additional lodging options that support the District's hospitality and tourism industry, (iii) constructing a substantial amount of new, high-density housing, and (iv) preserving and incorporating eight historic structures into the design and program of the proposed building. The project also has special value to the Mount Vernon Square/Shaw neighborhood because it will replace an underutilized site and abandoned buildings with an exemplary, well-designed convention hotel and apartment house that promotes the continued redevelopment of this segment of the District. In addition, the restaurant and bar at the ground floor of the hotel will provide services to the neighborhood and enliven the streetscape.

39. Financial Contributions to Community Organizations. The Applicant will make the following financial contributions to community organizations to support efforts to enhance the neighborhood and residential activities:
 - a. *Friends of Gompers Park* – The Applicant will contribute \$20,000 to this organization to help fund the following improvements to Gompers Park located at 10th and L Streets, N.W.: the refurbishment of the grass turf (removal of existing turf; regrading for property drainage; installation of new sod and maintenance), and refurbishment of the flower beds (recreate historic flower beds, amend soil, install metal bed edging, install annuals).
 - b. *Friends of 10th Street Park* – The Applicant will contribute \$20,000 to this organization, to help fund the following improvements 10th Street Park located in Square 369: park maintenance and new plantings, community bulletin board, additional seating, repair/replacement of light bollard, additional seating, and improvements to soft-play surface.
 - c. *Thomson Elementary Parent-Teacher Association* – The Applicant will contribute \$5,000 to this organization for the purchase of Imagination Playground Blocks, a nationally recognized educational tool for igniting cognitive development through unstructured play, for use by students at Thomson Elementary School, 1200 L Street, N.W.
40. The Commission finds that the benefits and amenities package is commensurate with the level of flexibility requested. Each proffered category is at a minimum acceptable, but the benefits and amenities are particularly superior in the categories of urban design, architecture, and historic preservation.
41. The Commission further finds that the impacts of the project are favorable, capable of being mitigated or acceptable, in compliance with section 2403 of the PUD regulations. The construction of the new hotel and residential building, which incorporates eight historic buildings into the design, provides efficient use of land compatible with uses of the surrounding property. The project does not cause any adverse traffic impacts and provides sufficient parking to meet demand, as confirmed by the reports of Gorove/Slade Associates

and DDOT. The proposed height is consistent with other existing buildings in the vicinity. The conceptual approval from the Historic Preservation Review Board assures that design will be of high quality and not incompatible with the character of the Shaw Historic District.

Comprehensive Plan

42. The Future Land Use Map of the Comprehensive Plan designates the Property for High Density Residential and High Density Commercial land uses. The proposed development is consistent with that designation. The Site is designated as a Land Use Change Area and a Neighborhood Conservation Area on the District of Columbia Comprehensive Plan Generalized Policy Map. The proposed development furthers numerous policies and objectives of the Comprehensive Plan, as discussed below.
43. *Policy H-1.1.3 - Balanced Growth* - The project supports Policy H-1.1.3 by creating housing on vacant and underutilized land in the city and by helping to ensure that the city meets its long-term housing needs, including the need for higher-density housing.
44. *Policy H-1.1.4 - Mixed Use Development* - In accordance with Policy H-1.1.4, the project will help to promote mixed use development, including housing, on commercially zoned land in a neighborhood commercial center that is well served by public transportation.
45. *Policy H-1.1.6 - Housing in the Central City* - The PUD will support this policy by absorbing a substantial component of the demand for new high-density housing in Central Washington and by creating a mixed-use neighborhood to conserve single-family residential neighborhoods throughout the city. Mixed income, higher density downtown housing will create vibrant street life to support the restaurants, retail, entertainment, and other amenities that are desired and needed in the heart of the city.
46. *Policy ED 1.1.1 - Core Industries* - The PUD will support Policy ED 1.1.1 by supporting and growing the District's core industries, including hospitality.
47. *Policy ED 2.3.1 - Growing the Hospitality Industry* - Consistent with Policy ED 2.3.1, the PUD will help to develop an increasingly robust tourism and convention industry. The hotel will allow more visitors to stay overnight in the District rather than in suburban hotels, and to stay for longer periods of time. The Site will become a preferred base for tourists to explore the city's attractions, as well as a preferred overnight base for visiting regional attractions.
48. *Policy ED 2.3.4 - Lodging and Accommodation* - The PUD will support Policy ED 2.3.4 by developing two new hotel typologies serving travelers of varying needs, tastes, and budgets. This policy also encourages new hotels within Central Washington.
49. *Policy HP 2.4.1 - Rehabilitation of Historic Structures* - The PUD promotes Policy HP 2.4.1 by preserving the eight historic buildings through an effective design review process. The Applicant will apply design guidelines without stifling creativity, allowing for a new

development project that achieves an appropriate balance between restoration and adaptation that suitable for the Site.

50. *Policy HP 2.4.3 - Compatible Development* - Consistent with this policy, the Applicant will preserve the important historic features of the existing structures on the Site while constructing compatible new infill development. The Applicant will preserve the established form of development, while ensuring that new construction, repair, maintenance, and improvements are in scale with and respect the historic context through sensitive siting and design and the appropriate use of materials and architectural detail.
51. *Policy HP 2.4.5 - Protecting Historic Building Integrity* - The PUD supports this goal by protecting the historic buildings on the Site from demolition and protecting their integrity as whole buildings. The project will not incorporate treatments such as facadism or relocation. The project will also remedy the deteriorated condition that currently characterizes these resources.
52. *Near Northwest Area Element*. The PUD is consistent with many of the policies of the Near Northwest Area Element. For example, *Policy NNW 1.1.4 - Neighborhood Commercial Revitalization*, calls for the improvement of the neighborhood shopping areas along 9th Street, N.W. (among other streets), and *Policy NNW 2.1.5 - 7th and 9th Street Corridors*, encourages the location of retail development within the Shaw/Convention Center Area in a manner that best serves residents, creates the best environment for businesses to succeed, and uses land already zoned for commercial uses. The 7th and 9th Street corridors should attract convention-goers, residents, and visitors, and should include both new and existing businesses. Consistent with these goals, the new PUD will include residential, hotel, and retail space that will improve the neighborhood shopping area along 9th Street, N.W. and improve the pedestrian experience. The PUD will serve residents within the building and in the surrounding neighborhood, will create an excellent environment for businesses to succeed, and will attract all types of residents and visitors to the area.

Office of Planning Report

53. By report dated January 19, 2015, OP recommended approval of the proposed PUD and related Zoning Map amendment. In its report, OP stated that the proposal would particularly further the Land Use, Housing, Economic Development, Environmental Protection, Historic Preservation, and Urban Design Citywide Elements, as well as the Near Northwest Area Elements and policies.

DDOT Report

54. By report dated January 20, 2015, DDOT stated it had no objection to the Applicant's request for a PUD and related map amendment provided the following conditions were met: (i) install a minimum of 67 long-term and 10 short-term bicycle spaces for the residential building; (ii) install a minimum of 15 long-term spaces and six short-term bicycle racks for

the proposed hotel and retail uses; (iii) install a Transit Screen in each residential and hotel lobby; (iv) become a Hotel Partner or Corporate Member of Capital Bikeshare; (v) provide a one-time Capital Bikeshare membership or carshare membership at initial lease and/or sale of each residential unit; (vi) unbundle parking costs from the price of all commercial and residential leases; and (vii) provide shower and changing facilities for hotel staff. The Applicant agreed to these additional measures at the hearing.

ANC 2F Report

55. By report dated January 29, 2015, ANC 2F recommended approval of the PUD and related map amendment. It noted that the proposed development provides important public benefits and the impacts of the project on the surrounding area are all either favorable, to be mitigated, or acceptable given the quality of public benefits in the project. In addition to the other community benefits identified in the application, the ANC supported the specific community benefits that included a \$20,000 donation to Friends of Gompers Park for park maintenance and improvement, \$20,000 to Friends of Gompers Park for park maintenance and improvement, and \$5,000 to Thomson Elementary Parent-Teacher Association for student equipment.

Persons in Opposition

56. Alex Padro of Shaw Main Streets testified in opposition to the Applicant's proffered benefits, stating that the Applicant is not to be trusted in its present commitments because a related entity of the Applicant failed to meet its obligations under the PUD for the Marriott Marquis in Square 370 immediately to the south. According to Mr. Padro, the Applicant's related entity did not make its promised contributions to several non-profits organizations in Z.C. Case No. 08-13. The Applicant directly refuted these claims and provided evidence in the record demonstrating that related entity made the full \$50,000 contribution as required under the conditions of Z.C. Order No. 08-13 (see Exhibit 63F). The Commission credits the testimony and evidence of the Applicant, finds that all required contributions were made, and find that there is no evidence in the record to suggest that the Applicant or any related entity has failed to honor its commitments.

CONCLUSIONS OF LAW

1. Pursuant to the Zoning Regulations, the PUD process is designed to encourage high-quality development that provides public benefits. 11 DCMR § 2400.1. The overall goal of the PUD process is to permit flexibility of development and other incentives, provided that the PUD project "offers a commendable number or quality of public benefits, and that it protects and advances the public health, safety, welfare, and convenience." 11 DCMR § 2400.2.
2. Under the PUD process of the Zoning Regulations, the Zoning Commission has the authority to consider this application as a consolidated PUD. The Commission may

impose development conditions, guidelines, and standards which may exceed or be less than the matter-of-right standards identified for height, FAR, lot occupancy, parking and loading, or for yards and courts. The Zoning Commission may also approve uses that are permitted as special exceptions and would otherwise require approval by the Board of Zoning Adjustment.

3. Development of the property included in this application carries out the purposes of Chapter 24 of the Zoning Regulations to encourage the development of well-planned developments, which will offer a project with more attractive and efficient overall planning and design, not achievable under matter-of-right development.
4. The PUD complies with the development standards of the Zoning Regulations. The hotel, retail and residential uses for this project are appropriate for the PUD Site. The impact of the project on the surrounding area and the operation of city services is acceptable, given the quality of the public benefits in the project. Accordingly, the project should be approved.
5. The application can be approved with conditions to ensure that any potential adverse effects on the surrounding area from the development will be mitigated.
6. The Applicant's request for flexibility from the Zoning Regulations is not inconsistent with the Comprehensive Plan. The Commission also concludes that the project benefits and amenities are reasonable trade-offs for the requested development flexibility in accordance with sections 2400.3 and 2400.4.
7. Approval of this PUD is appropriate because the proposed development is consistent with the present character of the area, and is not inconsistent with the Comprehensive Plan. In addition, the proposed development will promote the orderly development of the site in conformity with the entirety of the District of Columbia zone plan as embodied in the Zoning Regulations and Map of the District of Columbia.
8. The proposal to rezone the Property from the DD/C-2-A and DD/C-2-C to the DD/C-2-A and DD/C-3-C District is not inconsistent with the Property's designation on the Future Land Use Map and the Generalized Policy Map.
9. The Commission is required under section 5 of the Office of Zoning Independence Act of 1990, effective September 20, 1990 (D.C. Law 8-163; D.C. Official Code § 6-623.04 (2001)), to give great weight to OP recommendations. The Commission carefully considered the OP report and, as explained in this decision, finds its recommendation to grant the applications persuasive.
10. The Commission is required under D.C. Code Ann. § 1-309.10(d)(3)(A) (2001) to give great weight to the issues and concerns raised in the written report of the affected ANC. The Commission has carefully considered the ANC 2F's recommendation for approval and concurs in its recommendation.

11. The application for a PUD is subject to compliance with D.C. Law 2-38, the Human Rights Act of 1977.

DECISION

In consideration of the Findings of Fact and Conclusions of Law contained in this Order, the Zoning Commission for the District of Columbia **ORDERS APPROVAL** of the application for consolidated review and approval of a planned unit development and related map amendment from the DD/C-2-A and DD/C-2-C Districts to the DD/C-2-A and DD/C-3-C District for the Property located at Lots 40, 62, 65- 67, 801-805, 838, 839, 842, 848, 859, 878, and portions of two public alleys to be closed in Square 369, as delineated on the rezoning plan attached to the drawings as Sheet A-004. For the purposes of these conditions, the term "Applicant" shall mean the person or entity then holding title to the Property. If there is more than one owner, the obligations under this Order shall be joint and several. If a person or entity no longer holds title to the Property, that party shall have no further obligations under this Order; however, that party remains liable for any violation of these conditions that occurred while an Owner. The approval of this PUD is subject to the guidelines, conditions and standards set forth below.

A. Project Development

1. The PUD shall be developed in accordance with the plans and materials submitted by the Applicant, dated January 9, 2015, and marked as Exhibit 50A in the record, as supplemented by Exhibits 59A and 63A ("Plans"), and as modified by the guidelines, conditions and standards of this Order.
2. In accordance with the plans, the PUD shall be a mixed-used project consisting of approximately 582,822 square feet of gross floor area. Approximately 360,315 square feet of gross floor area will be devoted to hotels with accessory retail/service uses, and approximately 222,507 square feet of gross floor area will be devoted to residential uses. The PUD shall have a maximum aggregate density of 8.23 FAR and a maximum height of 110 feet.
3. The hotel component of the PUD shall provide 99 zoning-compliant vehicle parking spaces, and may provide an additional 50 valet and vault spaces, as shown on Exhibit 59A (Sheets A-003A, A-201 and A-202). The residential component of the PUD shall provide 92 zoning-vehicle parking spaces, and may provide an additional 14 valet and vault spaces, as shown on as shown on Exhibit 59A (Sheets A-003A, A-201 and A-202).
4. The Applicant shall have zoning flexibility with the PUD in the following areas:
 - a. To vary the number, location and arrangement of parking spaces shown on Exhibit, provided that parking shall be provided for no fewer than 185 vehicles.

- b. To reduce the required amount of loading facilities and instead provide two berths at 45 feet deep and a service/delivery space at 25 feet deep for the hotel; and two loading berths at 30 feet deep for the residential building.
- c. To reduce the width and area requirements for the courts located within the Lurgan Building, above the relocated historic building known as 911 L Street, and along the western property line above the public easement area.
- d. To set back the mechanical penthouses a distance less than their height, all as shown on Exhibit 63A (Sheets A-210, A-210A, A-211, A-211A, A-215 and A-215).
- e. To increase the interior area of the rooftop penthouses devoted to accessory communal recreational space and fitness center to 36.5 percent of the total rooftop recreation space.
- f. To provide a range in the number of residential and hotel units of plus or minus ten percent from the number shown on the Plans.
- g. To vary the sustainable design features of the building, provided the total number of LEED points achievable for the project does not decrease below the LEED Silver rating under the LEED 2009 for New Construction and Major Renovations rating standards.
- h. To vary the location and design of all interior components, including partitions, structural slabs, doors, hallways, columns, stairways, and mechanical rooms, provided that the variations do not change the exterior configuration of the building.
- i. To vary the final selection of the exterior building materials and public space materials within the color ranges and material types as proposed, based on availability at the time of construction without reducing the quality of the materials; and to make refinements to exterior details and dimensions, including curtainwall mullions and spandrels, window frames, glass types, belt courses, sills, bases, cornices, railings and trim, or any other changes to comply with the District of Columbia Building Code, to comport with final design comments from the Historic Preservation Review Board, the DDOT Public Space Committee, or that are otherwise necessary to obtain a final building permit.
- j. To vary the selection of plantings in the landscape plan depending on seasonal availability within a range and quality as proposed in the plans.

- k. To vary the final selection of all exterior signage on the building.
- l. To vary the location and design of the ground floor components of the building in order to comply with any applicable District of Columbia laws and regulations, including the D.C. Department of Health, that are otherwise necessary for licensing and operation.

B. Public Benefits

- 1. Historic Preservation. The Applicant shall retain and rehabilitate eight of the nine historic buildings on the Property, consistent with the approved Plans.
- 2. Affordable Housing. For a period of five years, the Applicant shall offer a total of four units in the Lurgan Apartment Building at 919 L Street, N.W. to households earning no more than 80 percent of the area mean income for the Washington Metropolitan Statistical Area. The units designated for affordable housing shall be two one-bedroom units and two studio units (L-001 through L-004). The five-year period will begin upon the issuance of the certificate of occupancy for the Lurgan. At the conclusion of the five-year period, a qualifying tenant in possession of the affordable unit may continue occupancy at the affordable rate until the tenant vacates the unit or is no longer able to meet its rent or lease obligations. The affordability rate will be based on a qualifying household devoting no more than 30 percent of its income to rent. The Zoning Administrator shall not approve an application for a certificate of occupancy for the PUD unless the Applicant has executed monitoring and enforcement documents with the District of Columbia, consistent with section 2409.10 of the regulations.
- 3. Transportation Demand Management ("TDM") Measures. Prior to issuance of the certificate of occupancy for the hotel or residential building, the Applicant shall implement the following TDM measures at the PUD, as applicable to the separate uses:
 - a. identify a TDM Leader, who will print materials related to local transportation alternatives available to residents and employees upon request and at move-in for new tenants;
 - b. Install a minimum of 67 long-term and 10 short-term bicycle spaces for the residential building;
 - c. Install a minimum of 15 long-term spaces and six short-term bicycle racks for the proposed hotel and retail uses;
 - d. Install a transit screen in each residential and hotel lobby;
 - e. Dedicate one space on site for a car-sharing services with right of first refusal;
 - f. Become a Hotel Partner or Corporate Member of Capital Bikeshare;
 - g. Provide a one-time Capital Bikeshare membership or carshare membership for the first lease and/or sale of each residential unit;
 - h. Unbundle parking costs from the price of all commercial and residential leases; and
 - i. provide shower and changing facilities for hotel staff.

4. **LEED Qualification:** The PUD shall be designed to meet a LEED-Silver rating, and the Applicant shall register to obtain the certification from the United States Green Building Council.
5. **Contributions to Community Organizations:** Prior to issuance of the building permit, the Applicant shall contribute funds to the following community organizations to support their efforts as described below. The Applicant shall provide proof to the Zoning Administrator that the items or services funded have been or are being provided in order to obtain the building permit.
 - a. *Friends of Gompers Park* – The Applicant shall contribute \$20,000 to this organization to help fund the following improvements to Gompers Park located at 10th and L Streets, N.W.: the refurbishment of the grass turf (removal of existing turf; regrading for property drainage; installation of new sod and maintenance), and refurbishment of the flower beds (recreate historic flower beds, amend soil, install metal bed edging, install annuals).
 - b. *Friends of 10th Street Park* – The Applicant shall contribute \$20,000 to this organization, to help fund the following improvements 10th Street Park located in Square 369: park maintenance and new plantings, community bulletin board, additional seating, repair/replacement of light bollard, additional seating, and improvements to soft-play surface.
 - c. *Thomson Elementary Parent-Teacher Association* – The Applicant shall contribute \$5,000 to this organization for the purchase of Imagination Playground *Blocks*, a nationally recognized educational tool for igniting cognitive development through unstructured play, for use by students at Thomson Elementary School, 1200 L Street, N.W.

C. Miscellaneous

1. The Office of Zoning shall not release the record of this case to the Zoning Regulations Division of Department of Consumer and Regulatory Affairs (DCRA) and no building permit shall be issued for the PUD until the Applicant has recorded a covenant in the land records of the District of Columbia, between the Applicant and the District of Columbia, that is satisfactory to the Office of the Attorney General and the Zoning Division, DCRA. Such covenant shall bind the Applicant and all successors in title to construct and use the property in accordance with this order, or amendment thereof by the Commission. The Applicant shall file a certified copy of the covenant with the records of the Office of Zoning.
2. The PUD shall be valid for a period of two (2) years from the effective date of Zoning Commission Order No. 14-09. Within such time, an application must be filed for a

building permit for the construction of the project as specified in 11 DCMR § 2409.1; the filing of the building permit application will vest the Zoning Commission Order.

Construction of the project must commence within three (3) years of the effective date of Zoning Commission Order No. 14-09. The Applicant shall have the right to proceed with matter of right development at its election.

3. The Applicant is required to comply fully with the provisions of the Human Rights Act of 1977, D.C. Law 2-38, as amended, and this order is conditioned upon full compliance with those provisions. In accordance with the D.C. Human Rights Act of 1977, as amended, D.C. Official Code § 2-1401.01 et seq., (“Act”) the District of Columbia does not discriminate on the basis of actual or perceived: race, color, religion, national origin, sex, age, marital status, personal appearance, sexual orientation, familial status, family responsibilities, matriculation, political affiliation, disability, source of income, or place of residence or business. Sexual harassment is a form of sex discrimination that is also prohibited by the Act. In addition, harassment based on any of the above protected categories is also prohibited by the Act. Discrimination in violation of the Act will not be tolerated. Violators will be subject to disciplinary action. The failure or refusal of the Applicant to comply shall furnish grounds for the denial or, if issued, revocation of any building permits or certificates of occupancy issued pursuant to this Order.

On _____, 2015, the Zoning Commission approved the application by a vote of _-_-_(_____).

The Order was adopted by the Zoning Commission at its public meeting on _____, by a vote of _-_-_(_____).

In accordance with the provisions of 11 DCMR § 3028, this order shall become final and effective upon publication in the D.C. Register; that is on _____.

ANTHONY J. HOOD
Chairman
Zoning Commission

SARA BARDIN
Director
Office of Zoning