1	GOVERNMENT OF THE DISTRICT OF COLUMBIA
2	Zoning Commission
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9	Special Public Meeting
10	Case No. 04-33G [Coalition for Smarter Growth, et al.
11	- Text Amendment to Chapter 26 of the Zoning
12	Regulations.]
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15	
16	6:37 p.m. to 8:05 p.m.
17	Wednesday, July 20, 2016
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19	
20	
21	Jerrily R. Kress Memorial Hearing Room
22	441 4th Street, N.W., Suite 220 South
23	Washington, D.C. 20001
24	
25	

1	Board Members:
2	ANTHONY HOOD, Chairman
3	MARCIE COHEN, Vice Chair
4	PETER MAY, Commissioner
5	ROBERT MILLER, Commissione
6	
7	
8	Office of Zoning:
9	SHARON SCHELLIN, Secretary
10	
11	Office of Planning:
12	JOEL LAWSON
13	ARTHUR RODGERS
14	
15	Office of Attorney General:
16	ALAN BERGSTEIN
17	
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19	
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23	
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25	

# 1 PROCEEDINGS

- 2 CHAIRPERSON HOOD: Please come to order.
- 3 Good evening, ladies and gentlemen. This is a
- 4 special public meeting of the Zoning Commission for
- 5 the District of Columbia.
- 6 My name is Anthony Hood. Joining me are Vice
- 7 Chair Cohen, Commissioner Miller, and Commissioner
- 8 May. We're also joined by the Office of Zoning
- 9 staff, Ms. Sharon Schellin, Office of Attorney
- 10 General, Mr. Bergstein, as well as the Office of
- 11 Planning, Mr. Lawson and Mr. Rogers.
- 12 Copies of today's meeting agenda are
- available to you and are located in a bin near the
- 14 door. We do not take any public testimony at the
- meetings unless we ask someone to come forward.
- 16 Please be advised, this proceeding is being recorded
- 17 by a court reporter and is also webcast live. Please
- 18 turn off all beepers and cell phones.
- Does the staff have any preliminary matters?
- MS. SCHELLIN: No, sir.
- 21 CHAIRPERSON HOOD: Okay. If not, let's move
- with the first item on the agenda, Zoning Commission
- 23 Case No. 06-04E, Consent calendar Florida and O
- 24 Street, LLC., request for minor modification to PUD
- 25 at Square 3100. Ms. Schellin.

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- MS. SCHELLIN: Yes, sir. As the Commission
- 2 knows, this case was deferred from the last meeting
- 3 and the applicant has made a supplemental filing at
- 4 Exhibit 6 and 6A, would ask the Commission to
- s consider final action this evening.
- 6 CHAIRPERSON HOOD: Okay, Commissioners. As
- 7 noted we have submissions from 6 and 6A and I think
- 8 we already knew that we had a letter of support; a
- 9 resolution in support of ANC 5E. Let me open it up
- 10 for any discussion on the revised plans.
- MR. MAY: Mr. Chairman.
- 12 CHAIRPERSON HOOD: Commissioner May.
- MR. MAY: Since I was the one who raised the
- issues on this one I can tell you I think that
- they've met all the setback requirements so I'm very
- 16 happy to move this one forward.
- 17 CHAIRPERSON HOOD: Any other comments? Vice
- 18 Chair Cohen?
- MS. COHEN: No, other than I would second
- 20 that.
- 21 CHAIRPERSON HOOD: Okay. Was that a motion,
- 22 Commissioner May?
- MR. MAY: So moved.
- 24 CHAIRPERSON HOOD: Okay.
- MS. COHEN: And second.

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- 1 CHAIRPERSON HOOD: It's been moved and
- 2 properly seconded. Any further discussion?
- Wote taken.
- 4 CHAIRPERSON HOOD: Ms. Schellin, would you
- 5 record the vote and the absentee if you have it?
- MS. SCHELLIN: Yes, sir. Staff would record
- 7 the vote five to zero to zero to approve final action
- 8 in Zoning Commission Case No. 06-04E, Commissioner
- 9 May moving, Commissioner Cohen seconding,
- 10 Commissioners Hood and Miller in support,
- 11 Commissioner Turnbull in support by absentee ballot.
- 12 CHAIRPERSON HOOD: Okay. Next, let's go to
- 13 Zoning Commission case -- thank you, Ms. Schellin.
- 14 Let's go to Zoning Commission Case 04-33G. Again,
- 15 this is -- this is a proposed action campaign for
- 16 Inclusionary Zoning text amendment for Inclusionary
- 17 Zoning. Ms. Schellin.
- MS. SCHELLIN: Yes, sir. There is just one
- 19 submission since the hearing, or the further hearing
- 20 last week. And that is a submission from NCPC at
- 21 Exhibit 425. Or, I'm sorry, 245, and it is advising
- 22 that NCPC does not find any -- the regulations are
- 23 not inconsistent with the federal elements of the
- 24 Comp Plan for the National Capital.
- 25 CHAIRPERSON HOOD: Okay.

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- MS. SCHELLIN: And we'd ask the Commission to
- 2 consider proposed action this evening.
- 3 CHAIRPERSON HOOD: Okay. Thank you, Ms.
- 4 Schellin.
- 5 Commissioners, I will tell you, I think a lot
- of this has been covered as far as I'm concerned in
- 7 the presentation and materials and what they are. 1
- 8 think our options -- what options we choose, there's
- 9 some multiple choice issues here. But I think as far
- 10 as a whole lot for me, and I can leave that up to
- 11 whoever wants to discuss it, I think the record is
- 12 complete. I think it's just a matter of us going
- 13 through the items and just picking which ones that we
- 14 would go with.
- For example, I think we had initially had
- 16 further discussions on those five items, which I
- don't know if we have our worksheets in front of us.
- 18 Okay. Great. And those five items -- and if you
- 19 feel we need to go through all the other ones, we
- 20 should.
- 21 So I would like to basically start off with -
- 22 let me make sure I have the most current in front
- of me. Shifted target of medium family incomes, MFI,
- options, and we have A, B, C, and D. And again the
- 25 way I like to move forward with this is that we have

- 1 had plenty of discussion. And from our standpoint
- 2 the options, I think, are 1A, 1B, and then one of
- 3 them says, retain all current targets. I think, from
- 4 my standpoint we know something needs to be done and
- from my standpoint I would be going along, basically
- in the first five that we have, and I'd be looking at
- 7 Option 1B. But let me open it up for discussion.
- 8 From my standpoint 1A just does not go far enough.
- All right. Let me open it up for discussion;
- 10 however, you all want to do it. If you want to go
- down one by one, we can. However, you all want to do
- 12 it. I'm leaving it up to my colleagues.
- MR. MAY: I think it makes sense for us to
- 14 march through these things one by one. But I think -
- 15 I agree with the Chairman that 1B, the case has
- been made strongly by the petitioner, and they did
- 17 pivot from where they originally were to support 1B
- 18 as it was developed by the Office of Planning. I
- 19 think we heard, you know, a lot of good testimony,
- 20 you know, from a number of sources supporting, you
- 21 know, both sides of this. But I think in the end I
- 22 think we should be pushing further than the sort of
- 23 safe choice that is 1A. And so I would support 1B as
- 24 well.
- 25 CHAIRPERSON HOOD: Anyone else? Okay. So as

- 1 -- oh, I'm sorry, Commissioner Miller.
- MR. MILLER: Thank you, Mr. Chairman. I'm
- 3 pleased that we're here today at proposed rulemaking
- 4 to strengthen the Inclusionary Zoning program after
- 5 many years of seeing it produce affordable housing,
- 6 but seeing also that it's not quite meeting the needs
- 7 that existing in the city, and I think that the
- 8 Option 1B, listed as 1B on our worksheet, that OP had
- gerecommended back in July of last year, which the
- 10 petitioner embraced as a compromise to have all 60
- 11 percent MFI rental units at the 60 percent MFI level,
- will more greatly meet the need than the alternative,
- and certainly more than the existing program. So I'm
- 14 pleased to support you and Commissioner May and I'll
- wait to hear from Commissioner Cohen on that point.
- MS. COHEN: Thank you, Mr. Chairman. I think
- 17 that DCBIA and the Office of Planning did make
- 18 thoughtful arguments on the development economics.
- 19 However, again, I agree that we must in this urgent
- time where there's a mismatch between what's being
- 21 produced and what is needed by the population, I
- mean, the market isn't meeting the need. And
- therefore we have to be aggressive in how we address,
- 24 I think, the IZ program.
- It will not, and we all know this, resolve

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- 1 all the issues and all the needs. But I think we
- 2 need to just keep pushing to attempt to address this
- 3 60 percent median income, median family income.
- I think, you know, the argument on land
- 5 development values, they're just, I think they're
- 6 over extended and I think our actions may end up
- 7 affecting production. But then again, I think that
- 8 it may not. It may end up balancing the cost of
- 9 doing business in the city. So I am in support of
- 10 1B.
- 11 CHAIRPERSON HOOD: Okay. I think we've all
- 12 commented on and keeping it in the spirit with which
- 13 I think we have 22 items so we'll just run through
- 14 these.
- MS. COHEN: Twenty-two? Or five?
- 16 CHAIRPERSON HOOD: No. Well, five is what we
- 17 thought we needed to hear about, but we actually have
- 18 22, so we'll do our best to plow through these.
- Okay. Shifted target median income options,
- we have A, B, C, and D. Do I need to read all that?
- 21 I think it's for the record. I don't need to -- I
- think it's in the record so I don't need to read all
- 23 this. I didn't want to do like we did when we did
- 24 the ZRR. So, I think we've already decided
- 25 colleagues, through the discussion and the

- 1 information we received from all sides and all
- 2 parties interested, OP setdown report, Option 1B said
- 2603.3, shift current targets to 60 percent MFI for
- 4 rental IZ developments and 80 percent MFI for
- 5 ownership IZ developments, whereas the OP final
- 6 recommendation, the 1A, we're going away from that.
- 7 I think we all chose 1B. Am I correct in that?
- 8 ALL: Yes.
- 9 CHAIRPERSON HOOD: Okay. So any other
- 10 comments on that?
- Okay. Let's go to number two.
- MR. MILLER: Do we need to -- we don't need
- 13 to vote on each --
- 14 CHAIRPERSON HOOD: I think as long as we're
- agreeing, I don't think I we need to vote on each
- one.
- MR. MILLER: That's fine.
- 18 CHAIRPERSON HOOD: Yeah. Yeah. Unless we
- 19 come to a disagreement, but right now it seems like
- we're hitting 100 percent.
- Okay. The change percent IZ square footage
- requirement, the OP setdown requirement in expanded
- zones of OP's recommendation 1A listed above, kept
- 24 both the eight percent of the residential square
- 25 footage requirement and the 50 percent of the bonus

- 1 density achieved requirement.
- The petitioner, as we've noted, changed
- 3 percent of -- well, I don't need to read all that.
- 4 But do we all agree with 1B?
- MR. MAY: So this one had me a little bit
- 6 confused because --
- 7 CHAIRPERSON HOOD: 2B, I'm sorry.
- MR. MAY: -- I thought that this was, you
- 9 know, Options A and B are tied explicitly to OP's
- 10 recommendation 1A, which it you know, talks about
- 11 expanding the requirement to split IZ units in
- 12 certain specific districts. So I don't think that we
- 13 can vote for A or B since we didn't vote for 1A. So
- 14 the question is, do we keep the current percentages
- with the 50 percent of the bonus density as the
- 16 alternative. I mean, you know, eight percent or 50
- 17 percent of bonus density. Or do we go to some other
- 18 calculation such as what is proposed by the
- 19 petitioner.
- So I mean, I guess it's really -- I mean, the
- 21 first thing I said was actually D. And then the
- 22 alternative is C. That's the way I read it. Does
- 23 anybody understand it differently?
- MS. COHEN: I think you're correct,
- 25 Commissioner May. That's the way I understand it.

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- MR. MAY: I saw a nod from the Office of
- 2 Planning too.
- 3 CHAIRPERSON HOOD: I didn't understand it
- 4 that way, but okay. If that's -- whatever gets us to
- 5 where we need to be in compliance with what we just
- 6 did, our actions of 1B, that's where I'm trying to
- 7 90.
- 8 MR. MAY: So I mean, essentially the real
- g question is whether we want to expand the percentage
- of square feet required and be more aggressive about
- 11 that, you know, where the scheme we have now with
- eight percent or 10 percent depending on the type of
- 13 construction, and then 50 percent of bonus density is
- 14 the alternative which I mean, essentially that's the
- 15 status quo. It's not what the petitioner had asked
- 16 for originally which was 12 percent for most zone
- 17 districts and change Saint Elizabeth's from 8 to 10 -
- 18 excuse me, eight percent to 10 percent.
- I guess, I mean, I would like to get a
- 20 clarification from the Office of Planning about
- 21 whether tied to their original Option 1B they had
- 22 recommended any other further changes to this
- 23 requirement, because I didn't see anything that was
- 24 tied to 1B.
- 25 CHAIRPERSON HOOD: Okay. Mr. Lawson, or Mr.

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- 1 Rogers.
- MR. ROGERS: That's correct. Our
- 3 recommendation for changing the percent of square
- 4 feet required was strictly with regards to 1A. We
- 5 made no recommendations one way or the other with
- 6 regards to 1B.
- MS. COHEN: One of the things that I want to
- 8 note though, is that Saint E.s now is required to
- 9 provide 30 percent. And this is a question for you,
- 10 Mr. Rogers. 30 percent median income. I mean, 30
- 11 percent of the units affordable. Is that correct?
- 12 It's been legislated at Saint -- or it's been, the
- 13 RFPs indicate that there is a deeper subsidy
- 14 required.
- MR. ROGERS: If it is the result of a
- 16 disposition that is a result of District law, then
- 17 that is correct. Then it would be either 20 percent
- if it's not near a Metro station, or 30 percent if it
- is near a Metro station. I don't know the specifics
- 20 of Saint E.s, whether they're all going to be public
- 21 dispositions or not.
- MS. COHEN: Well, I believe that the RFPs
- were issued at the deeper affordability.
- 24 CHAIRPERSON HOOD: Commissioner Miller.
- MR. MILLER: Well, Mr. Lawson -- well, just

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- 1 following up on Vice Chair Cohen's -- and there's a
- 2 later worksheet item that I think says that if it's
- at a higher disposition then IZ doesn't apply and
- 4 it's recognizing what we've been doing in cases.
- But I do have a question on the proposed
- 6 change, just the part of the proposed change,
- 7 originally proposed change from the petition to
- 8 change it from 8 percent to 10 percent. Do you see
- 9 any harm if that was adopted, either Mr. Rogers or
- 10 Mr. Lawson? Did you have a position on that in your
- 11 filings? I just don't remember.
- MR. ROGERS: Yeah, I think we did not take a
- 13 position on it specifically.
- MR. MILLER: I think I have no problem going
- to the 10 percent if -- it's going to be more than
- that anyway. They're mostly going to be by
- 17 dispositions as the Vice Chair pointed out. I think
- 18 as a threshold I think it might be a good signal to -
- 19 just to have the minimum threshold at 10 percent
- 20 for Saint E.s.
- 21 CHAIRPERSON HOOD: Okay. I would agree. I
- 22 will concur with that. So in that case Saint E.s.
- would change it from eight percent to 10 percent,
- 24 unless someone objects.
- MS. COHEN: No.

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- 1 MR. MAY: No.
- 2 CHAIRPERSON HOOD: No objection.
- MR. MAY: And otherwise it would stay the
- 4 same.
- 5 CHAIRPERSON HOOD: Yeah.
- 6 MR. MAY: Okay.
- 7 CHAIRPERSON HOOD: Okay. Are we ready to
- 8 move --
- 9 MR. BERGSTEIN: There was an accidental
- 10 repeal which was noted in the public hearing notice.
- 11 The original Saint E's order had it at eight percent
- and 10 percent depending on the type of construction.
- 13 And then that accidently got repealed so that the
- only thing that was mentioned was the eight percent.
- 15 And actually the public hearing notice attempted to
- 16 correct that.
- But just so you know that the existing Zoning
- 18 Regulations that say eight percent for Saint E.s
- 19 actually is incorrect and it was actually supposed to
- 20 be an 8/10 split based upon whether or not it was,
- 21 you know, a concrete or not concrete construction.
- But if you want to change it all to 10
- 23 percent, that's fine. I just want you to be aware of
- 24 that.
- 25 CHAIRPERSON HOOD: Okay. I think we all in

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- agreeance. Everything is 10 percent. Any
- 2 objections?
- Okay. We ready to move on. What number is
- 4 that? Number 3, expand IZ requirements to currently
- 5 exempted zone districts. We have the Options A, and
- 6 then we have the petitioner. We have what the Office
- 7 of Planning's final recommendation. Retain current
- 8 exempt zone districts except for Hill East. OP notes
- 9 that Hill East set-asides and MFI recommendations did
- 10 not make it into the final report and public hearing
- 11 advertisement and OP submitted new text in this case
- 12 to exempt sites such as portions of Hill East from
- 13 the IZ requirements, which they are subject to
- 14 greater affordability requirements as a result of
- 15 District law anyway. Now the petitioner expands IZ
- 16 requirements to Downtown District and Southeast
- 17 Federal Center.
- Okay. Commissioners, what is -- you want to
- 19 do the --
- MS. COHEN: Well, again, my understanding is
- 21 that if it is a disposition by -- excuse me, by the
- 22 City, it will have deeper affordability so IZ will
- 23 not apply. But I think that I would agree with the -
- 24 agreeing with the petitioner I don't think the
- 25 Downtown Development District adds any benefits, and

- 1 I don't think Southeast Federal Center does. So --
- 2 excuse me. So maybe I'm arguing on behalf of the OP
- 3 final recommendation.
- 4 CHAIRPERSON HOOD: Any other comments on
- 5 that?
- 6 MR. MAY: I would agree.
- 7 CHAIRPERSON HOOD: Anything else?
- 8 MR. MILLER: Mr. Chairman. I wonder if OP
- 9 could just very briefly state the rationale for why
- 10 the Downtown Development District and Southeast
- 11 Federal Center are currently exempt. I think
- 12 Southeast Federal Center we realized that there are -
- 13 there is a development agreement that requires a
- much -- again, a much higher affordable housing
- 15 level. I think it's -- it is almost at the -- well,
- 16 I thought -- well, maybe you can just speak to that;
- 17 to why they are current exempt and what your current
- 18 position is, why they should continue to be --
- MR. ROGERS: So the Zoning Commission, back
- in 2006, concluded that if there was no opportunity
- to offer bonus density, then no requirement should be
- 22 made of those areas because the fear was that we
- 23 would lose housing development to office development
- 24 in those areas. So that was the original reason why
- 25 they were exempted.

- And as a result of the ZRR we have introduced
- 2 a voluntary form of Inclusionary Zoning into those
- 3 zones, and so those are the two reasons that we
- 4 recommended against applying a mandatory form.
- With the case of the Southeast Federal
- 6 Center, that is a development agreement for, I
- 7 believe it's 20 percent affordability for rental
- 8 projects.
- 9 MR. MILLER: Thank you. So with that
- 10 explanation I'm willing to keep that as it is. There
- is an area of exemption that I'd like to bring up at
- 12 some point but I'll bring it up later.
- 13 CHAIRPERSON HOOD: So we're all in agreement?
- MS. COHEN: Yes.
- 15 CHAIRPERSON HOOD: Okay. Let's move to
- increased bonus density options. We see Office of
- 17 Planning's recommendation, retain current percent of
- 18 bonus density permitted, and the petitioner has asked
- 19 to increase density to 22 percent above matter of
- 20 right floor area ratio.
- 21 Commissioner Miller.
- MR. MILLER: Yeah, Mr. Chairman, thank you.
- 23 I don't think that's the petitioner's current -- that
- 24 was their original recommendation. I don't think
- 25 that is their current position. I think they --

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- CHAIRPERSON HOOD: Okay. 1
- MR. MILLER: -- are fine with the status quo, 2
- as I am. 3
- CHAIRPERSON HOOD: So we'll retain the bonus 4
- density, current percentage of the bonus density. 5
- MR. MILLER: Yeah. I think that's where the 6
- balance currently is. 7
- CHAIRPERSON HOOD: Okay. Am I reading from 8
- the right -- I guess I'm reading from the right
- sheet. I didn't know that --10
- MS. COHEN: So far. 11
- CHAIRPERSON HOOD: Okay. Change flexibility 12
- to permitted building envelope. And we have the 13
- Office of Planning's recommendation. We have the 14
- Office of Planning's setdown recommendation. And 15
- then we have the recommendations by the petitioner. 16
- And then we have retained D, which is option to 17
- retain all current height and lot occupancy 18
- requirements. 19
- MR. MILLER: Mr. Chair, I wonder of OP again 20
- could refresh our memory as to what the rationale is. 21
- Is that -- to confirm that that is still your current 22
- recommendation, I think A and B are the -- no, 23
- they're not the same. What is OP -- what is OP's 24
- current -- is it the final recommendation that is 25

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- 1 your recommendation, and if you could briefly state
- what the rationale is? I think I'm supportive of it.
- MR. ROGERS: Yes. A is our final
- 4 recommendation. And it is actually, with regards to
- 5 the C-2-C, it's actually sort of more of a technical
- 6 correction from back in 2006. And it was, I believe,
- 7 it was advertised but never made it into the final.
- 8 And then C-3-C is based on you know, analysis we did
- 9 as a result of this case, that it would work better
- 10 with the additional height.
- MR. MILLER: Thank you, Mr. Rogers. I'm
- 12 supportive of OP's final recommendation.
- 13 CHAIRPERSON HOOD: Mr. Rogers, help me
- understand the difference between the petitioner's C-
- 15 1 on your worksheet here. What is the difference in,
- other than the zones, which they have expanded, what
- is the difference in what you say in your final
- 18 recommendation as opposed to what the petitioner is
- 19 saying?
- MR. ROGERS: They recommended removing lot
- occupancy restrictions all together, as well as
- 22 adding 10 feet in height across almost all the zone
- 23 categories. It was our recommendation that in --
- there wasn't a single zone that wasn't mapped in some
- 25 place where we thought this would be in conflict, or

- 1 potential conflict with the Comprehensive Plan. Sc
- we recommended against it.
- CHAIRPERSON HOOD: Okay. And I do too, now
- 4 that you -- okay. So any other comments on this?
- 5 MS. COHEN: No.
- 6 CHAIRPERSON HOOD: So we all agree? Okay.
- 7 MS. COHEN: Yes.
- 8 CHAIRPERSON HOOD: Okay. Let's go to permit
- voluntary compliance. Hold on a second. And I think
- 10 this is a better way. Mr. Rogers, if you can kind of
- 11 go over that for us and we will -- I think that's the
- 12 better way to do it than me trying to hash -- hash
- 13 through it.
- If you can kind of -- each one, Mr. Rogers,
- if you can just give us a background on it and then
- 16 we'll keep moving.
- MR. ROGERS: And so just for the record,
- 18 you're on number 6?
- 19 CHAIRPERSON HOOD: Number 6, yes.
- 20 MR. ROGERS: Okay. Yes, this -- sorry, go
- 21 ahead.
- MR. LAWSON: No, I was -- I was just reading
- 23 through this one.
- Essentially this is under the current
- 25 regulations if you are -- unless you meet that

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- 1 trigger of 10 units IZ cannot apply, and there is no
- 2 provision to allow somebody to opt into IZ, even if
- 3 the property can't quite accommodate 10 units but
- 4 they'd be happy to provide affordable units in return
- 5 for the density boost. This was to allow for that to
- 6 happen.
- We have actually seen some examples of this.
- 8 I don't think it's something that's going to be
- 9 incredibly common, but it is one more way of
- 10 achieving additional Inclusionary Zoning units spread
- 11 throughout the city. So that's why we recommended
- 12 it.
- 13 CHAIRPERSON HOOD: Any comments on this?
- MS. COHEN: No, I think that we want to
- 15 include A, Option A.
- MR. MILLER: I concur.
- MR. MAY: So, you know, I recall that we had
- 18 substantial testimony from some members of the public
- who were concerned about the bonus density, as sort
- 20 of giving an automatic on the bonus density and they
- 21 would prefer to see it -- well, I don't know that it
- was even proposed that it be a special exception.
- 23 But I mean, I think that was a concern that there's
- 24 sort of an automatic up-zoning that you could get and
- 25 that may not be appropriate in every circumstance,

- 1 you know. So I'm thinking, you know, there are -- I
- 2 mean, I don't know if we hit all the correct zones in
- 3 2602.3E, but maybe we want to consider making any
- 4 project that, you know, that opts into IZ, that if
- 5 they're going to take the bonus density that there
- 6 has to be a special exception.
- I mean, I don't want to make it too
- 8 difficult, but I think the one time that this
- 9 actually came up in a real case, it was a case where
- 10 they, you know, they sought relief to get it. We
- 11 couldn't grant it in the end, I think. But you know,
- 12 it came before us.
- So that's what I'm a little bit uneasy about
- 14 for some of the zones. Now, I guess I should look at
- 15 the 2602 -- I mean, another way to think about this
- is to look at those zones that are exempted and
- whether we're hitting the right ones. Or rather the
- 18 zones you know, the exempted zones 2602.3E. Is that
- 19 listed in one of our exhibits that we already have?
- 20 Or do we have to look at the regs?
- MS. COHEN: Is your --
- 22 CHAIRPERSON HOOD: Somebody take -- direct us
- 23 to where that is?
- MS. COHEN: Is your concern R-1 -- well, the
- 25 old R-1 through 4 Districts? Is that what --

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- MR. MAY: I honestly don't recall what the
- testimony was about, but I do recall the testimony.
- 3 I'm guessing it was in the R-3, R-4 range. I don't
- 4 think it was in the R-1, R-2, but more the R-3, R-4,
- 5 the row house neighbors. I think that was a big
- 6 concern.
- 7 It might also have been R-5-A as well.
- 8 But --
- 9 MR. ROGERS: So the exempted zones in 2602.3E
- 10 are the ones where it was concluded that the bonus
- 11 density was incompatible with the character, so -- or
- 12 with a specific overlay what was in the Federal
- interest. So for instance, it was the C-2-A in the
- 14 Naval Observatory. It was the 8th Street overlay in
- 15 along M Street in Southeast. So those were
- 16 considered. The bonus density was considered
- incompatible with those areas for either character of
- 18 the neighborhood or federal interest.
- So our recommendation was, those areas not be
- 20 allowed to have access to the bonus density. If they
- 21 want to opt in, that's up to them. But all the other
- 22 areas where IZ does apply, a small project of fewer
- 23 than 10 units could opt in.
- MR. MAY: So again, I mean, is there a place
- 25 -- I just would feel better if I could look at that

- 1 list again, and if I have to pull up the regs to do
- 2 it, I mean, I can do that. But do you have them
- 3 handy? Or do you have a report that --
- MR. LAWSON: I actually have the list here.
- 5 MR. MAY: Great. Thank you.
- 6 MR. LAWSON: It's the DD in Southeast Federal
- 7 Center, which wouldn't apply. The TDR receiving
- 8 areas which are all -- I think they're all C-3-C.
- 9 The W-2 Zone, portions of Georgetown, the R-3 Zone
- 10 portion of Anacostia Historic District.
- MR. MAY: All right. So go a little slower.
- MR. LAWSON: Oh, I'm sorry. I'm sorry. The
- 13 W-2 within Georgetown Historic District.
- MR. MAY: Yeah.
- MR. LAWSON: R-3 within Anacostia Historic
- 16 District.
- MR. MAY: Uh-huh.
- MR. LAWSON: C-2-A within Naval Observatory
- 19 District.
- MR. MAY: Okay.
- MR. LAWSON: And the 8th Street Overlay,
- which is that little section, those four blocks just
- 23 off M Street. Southeast.
- MR. MAY: Okay. Thank you. So again, I
- 25 don't -- I can't recall the particulars of who was

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- 1 testifying about this but my recollection was that it
- 2 had to do with the low end residential zones. So R-
- 3 2, R-3, R-4, I mean, do we -- I mean, I can certainly
- 4 picture it happening in R-4, because you can get the
- 5 bonus density and you can narrow your town houses in
- 6 a townhouse development. Things like that.
- I don't know, you know, maybe I'm worrying
- 8 about something that isn't likely to happen.
- 9 CHAIRPERSON HOOD: So you're saying that we
- 10 should add a special exception component to the R-2,
- 11 R-3, R-4. Is that where you're doing?
- MR. MAY: Yeah, I would say R-5-A or less.
- 13 CHAIRPERSON HOOD: R-5-A or less?
- MR. MAY: Yeah. We haven't really studied it
- 15 so it's kind of a hard question. I mean --
- 16 CHAIRPERSON HOOD: Here's where I am. I
- would rather proceed with caution, and I think that
- 18 gives people a -- the public, you know, it's just not
- 19 haphazard.
- MR. MAY: Right.
- 21 CHAIRPERSON HOOD: It might make more work
- 22 for us but I think it will give the public a say-so.
- 23 So I don't have a problem with what you're
- 24 recommending. So, R-5 --
- MR. MAY: Special exception for anything

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- 1 involves bonus density in the R-1 through R-5A.
- 2 CHAIRPERSON HOOD: R-1 through R-5A. And if
- 3 somebody finds out that it doesn't work, we do like
- 4 we always do, come back and change it.
- 5 MR. MAY: Right.
- 6 MR. MILLER: I have no problem with that.
- 7 MR. MAY: Okay. I mean, Office of Planning,
- 8 do you have -- Art?
- 9 MR. ROGERS: I would just point out that our
- recommendation, 2602.1D does not add IZ to the R-1.
- 11 It is only where IZ currently applies, and IZ does
- not apply in the R-1. So it only -- R-2 --
- MR. MAY: So it would be R-2 through R-5-A?
- MR. ROGERS: Yes.
- MR. MAY: But do you see any concerns with
- adding a special exception component for the bonus
- 17 density?
- MR. ROGERS: No.
- MR. MAY: Yeah. Okay.
- 20 CHAIRPERSON HOOD: And if you do see one I'm
- 21 sure you all will notify us as soon as possible.
- MR. MAY: Yes.
- 23 CHAIRPERSON HOOD: Okay. Which number? Are
- 24 we ready to move on?
- MR. MAY: Thank you.

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- 1 CHAIRPERSON HOOD: We all in agreement on
- 2 that? Which number is that? No. 5? Six? No, I'm
- 3 sorry, seven. I'm on seven.
- Okay. Reduce square footage requirements
- 5 set-side for lower household incomes. Excuse me. We
- 6 have our options, the final recommendation, and the
- 7 setdown. Mr. Rogers, can you give us a quick
- 8 synopsis?
- 9 MR. ROGERS: Yeah, this was a thought that
- when the sales price of an ownership unit is very
- 11 close to the surrounding market prices, it might be
- 12 difficult to -- especially for the 80 percent of AMI
- units, it might be difficult for the developer to
- market a price controlled unit in that neighborhood.
- 15 And so therefore we were going to give them the
- option of providing fewer units but at a lower target
- income.
- 18 CHAIRPERSON HOOD: Okay. So on this one your
- 19 final recommendation is, reduce the requirement to 80
- 20 percent MFI units by 20 percent, provide the
- 21 remaining units at target to the households at 50
- 22 percent.
- MR. ROGERS: Yeah, that was based on our
- 24 recommendation for 1A. If the Zoning Commission is
- 25 going to go with Option 1B, then just be consistent.

- 1 We would probably suggest choosing Option B in this
- 2 case.
- 3 CHAIRPERSON HOOD: Okay. All right.
- MR. MAY: So just, so I fully understand this
- because I got confused reading all those percentages.
- 6 Essentially if it's an eight percent requirement,
- 7 that can be reduced by 20 percent so the 8 percent
- 8 would drop down to 6.4 percent, and it would be
- 9 provided at 60 percent of MF -- 60 percent MFI.
- MR. ROGERS: Yeah, that's roughly correct.
- 11 Yeah.
- MR. MAY: Okay. All right. That works for
- 13 me.
- MR. MILLER: And what's the trigger for that?
- MR. ROGERS: This would be at the developer's
- option.
- MR. MILLER: At the developer's option.
- MS. COHEN: But it's a market issue that the
- 19 prices within the market are -- they're very close.
- 20 And so to sell the unit --
- MR. MILLER: And this only applies to for
- 22 sale.
- MS. COHEN: Yeah.
- MR. MILLER: Is that correct?
- MR. ROGERS: Yes, it only applies to for

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- 1 sale. That's correct.
- MR. MILLER: Okay.
- 3 CHAIRPERSON HOOD: I wish this was as easy
- 4 because I always look at the lower number. I always
- 5 like 30 percent of the MFI. You know, that's kind of
- 6 where I am, but anyway.
- 7 MR. MILLER: I'm fine with it.
- 8 CHAIRPERSON HOOD: Okay. All right.
- MR. MAY: Well, but hold on a second. But
- 10 the 60 percent MFI is tied to rental units. So we
- 11 could choose A or B. Would not be inconsistent.
- MR. ROGERS: That's correct. You could
- 13 choose A or B.
- MR. MAY: So do we want to go -- I mean, how
- 15 low do we want to go? I mean, first for -- when
- we're talking about for sale units are we better off
- 17 -- because I mean, right now what we're doing is
- we're creating this sort of 60 percent category for
- 19 rental units, and pushing that. And we already have
- the 80 percent and 50 percent for sale units, right?
- 21 So --
- MS. COHEN: If you go down to 50 percent I
- would presume that they would definitely need some
- 24 subsidy, if you're at 50 percent, to help in purchase
- 25 as well as maintain the property.

- MR. MAY: Sure. I don't know. I mean, I
- 2 don't know what the right thing to do is here.
- 3 CHAIRPERSON HOOD: Well, I think for now what
- 4 I would like to go down the 50 percent, I think for
- 5 now though, as Mr. Rogers stated, consistent with our
- 6 other action, obviously they work hand in glove. So
- 7 we may better stick with being consistent, even
- 8 though I would like to figure out -- but I don't know
- 9 all the dynamics of when you're looking at 50 percent
- of the households at 50 percent of the MFI.
- 11 And the other subsidies might not be
- 12 available.
- MS. COHEN: Well, that's your final
- recommendation, though, right? The 50 percent? And
- 15 you must have some basis for recommending that. So
- maybe you could more elaborate in explanation.
- MR. ROGERS: Yeah, it was more for
- 18 consistency with the current regulations that if the
- 19 Commission was going to go with 1A, that we reduce it
- 20 down to 50 percent of AMI rather than create a new
- income category.
- With Option B, it would be consistent with
- 23 Option 1B in that DHC would be categorizing their
- 24 households, yet either 60 percent of AMI or 80
- 25 percent of AMI. So they would already have a process

- 1 in that. So a part of it was a consideration for
- 2 administration.
- MS. COHEN: I think that we should attempt to
- 4 be consistent.
- 5 CHAIRPERSON HOOD: Okay. Let's continue this
- as we stated before, consistent with our further
- 7 action. Any other questions on this?
- Okay. This next one, expand the Mayor's
- g right to purchase. This is one I really didn't
- 10 understand. But anyway, Mr. Rogers?
- MR. ROGERS: So as they are written right
- now, the regulations allow the Mayor to purchase up
- 13 to 25 percent of the IZ units. However, in certain
- 14 small projects that would not allow the Mayor to
- 15 purchase one unit. So we expanded that to a minimum
- of one, or up to -- an absolute right to purchase up
- to 25 percent of the IZ units, but expanding it up to
- whatever the developer would agree to. If they want
- 19 to sell all of their IZ units to the Mayor, they
- 20 could do so.
- 21 CHAIRPERSON HOOD: And which option is -- I
- 22 mean, which --
- MS. COHEN: A.
- CHAIRPERSON HOOD: That's A? And they would
- 25 at least have to sell one, but if they wanted to sell

- 1 all IZ units to the Mayor they can. And that's in
- 2 Option A.
- MR. ROGERS: they would not have to. They
- 4 could.
- 5 CHAIRPERSON HOOD: They could if they wanted.
- 6 MR. ROGERS: Yeah.
- 7 CHAIRPERSON HOOD: But they had to do one.
- 8 MR. ROGERS: Had to do one or up to 25
- 9 percent.
- 10 CHAIRPERSON HOOD: Okay.
- MS. COHEN: And I think that would satisfy
- 12 the petitioner.
- 13 CHAIRPERSON HOOD: I'm more concerned with
- what's doable, what's going to work, what's going to
- 15 help the residents of the city. And if the
- 16 petitioner recommended it, I appreciate it but --
- MS. COHEN: I think that would help the --
- 18 CHAIRPERSON HOOD: That's what I'm more in
- 19 tune to.
- MS. COHEN: -- the population of our city.
- 21 CHAIRPERSON HOOD: All right. Any objections
- 22 to that? Okay. I kind of like that so, any other
- 23 comments on that one?
- Okay. Let's go to permit greater off-site
- 25 flexibility as a matter of right. Mr. Rogers?

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- MR. ROGERS: This was an attempt to do two
- things. One in areas where we might see very high-
- 3 end amenities with high condo fees that might trigger
- 4 the desire to either move them off-site or to perhaps
- 5 get out of IZ all together. We want to introduce a
- 6 matter of right option that could be done
- 7 administratively provided there were certain
- 8 thresholds that one, they be within a certain
- 9 distance of the on-site location and that, two, the
- 10 requirement be increased by 20 percent. So the
- 11 square footage would be increased by 20 percent.
- So it would leverage more additional
- 13 affordable units.
- 14 CHAIRPERSON HOOD: Okay. Commissioners, any
- 15 comments? Commissioner Miller?
- MR. MILLER: Mr. Chairman, I don't think I'm
- 17 supportive of this. I think it goes against one of
- 18 the goals of the IZ to have mixed income projects,
- and because this would allow the clustering of all
- 20 the affordable -- well, let me ask OP. This would
- 21 allow the clustering of all the affordability housing
- units for a project on an off-site project that
- wouldn't necessarily be a mixed income project. Is
- 24 that correct?
- MR. ROGERS: They could move all of their

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- units off site. They would have to be within a half
- 2 mile of the project. So it would still achieve the
- 3 desire goal of a mixed neighborhood, but not a mixed
- 4 project.
- 5 MR. MILLER: Right. I guess if it went up to
- 6 50 percent of square footage I might be willing to
- 7 consider that. But I still think mixed income
- 8 buildings is a goal that should be retained. But
- 9 I'll hear what my colleagues have to say in answer.
- MS. COHEN: I would concur with you but I
- 11 think the important -- the economics may end up
- 12 resulting in more units, but in a mixed income
- 13 neighborhood. And the location being less than half
- 14 a mile should not really -- may not inhibit that
- 15 mixture of incomes. But again, it is a neighborhood
- based, and there may be really good reasons to, on
- 17 the economic side, to do this. So I don't have a
- 18 problem with it.
- MR. MAY: You don't have -- I'm sorry. You
- 20 don't have a problem with --
- 21 CHAIRPERSON HOOD: Agreeing with him?
- MR. MAY: -- Miller's, Commissioner Miller's
- 23 position?
- MS. COHEN: Yeah. I would prefer that we be
- 25 more sensitive to the economics of the project and

- 1 maybe have more units that are affordable than fewer
- 2 units in a mixed income.
- MR. MILLER: Yeah, so I was saying that I
- 4 could only support it if we were going to up the
- 5 requirement instead of 20 percent more affordable
- 6 units, 50 percent more, since we're keeping that
- 7 eight percent, you know --
- MS. COHEN: Yeah, I understand what you're
- 9 saying now.
- MR. MILLER: And you know, this is the
- argument about, here's the poor door and here's the
- market rate door, and we don't really -- that's not
- what IZ kind of is about. But if we're going to get
- 14 50 percent more units and it's within a half a mile,
- 15 I could go for it.
- MS. COHEN: Okay. I can concur with you.
- 17 CHAIRPERSON HOOD: Commissioner May, anything
- 18 on --
- MR. MAY: So I have a question. I'm
- 20 wondering if in your service on the BZA, if you've
- 21 heard cases like this because I've heard only one and
- it was recent, and it was a tangled case for a number
- of reasons. I won't go into the particulars of it,
- 24 but the thing is that was striking to me is that
- there was a substantial resistance to the idea of

- 1 moving the required units off site. And so I think
- 2 that this does kind of strike at the heart of the
- 3 intention of Inclusionary Zoning. I mean, it is
- 4 inclusionary, right? It's supposed to be
- 5 inclusionary and so I mean, I guess you could define
- 6 inclusionary as being within a half mile. But it
- 7 somehow feels a bit less inclusionary.
- And I'm less concerned about the, sort of
- g the, you know, the poor door concept. I mean, I
- 10 think that there, you know, it's okay to have units
- of varying size and quality and things like that and
- 12 be proximate to each other. So I'm not -- I'm less
- 13 concerned about that aspect of it.
- I just think, I think there's a principle
- 15 that we should be standing up for. And even if we
- 16 can get a lot more units elsewhere, I'm not sure that
- we're going to get that many because I mean, even as
- 18 it is I don't think -- I don't know. I don't know
- 19 how many cases we actually get for off-site zoning,
- 20 so. I mean, off-site IZ.
- MS. COHEN: Yeah, I agree with you that I
- 22 don't think we get that many cases. But I'm thinking
- of the project in Adam's Morgan. I mean, in U Street
- 24 corridor where the residents -- you know, it was two
- 25 buildings that were paired and the residents you

- 1 know, wanted to remain separate and not be blended in
- the larger project. So there might be those types of
- 3 instances that come forward.
- And again, I'm anxious to get more units that
- 5 are affordable, as long as they are inclusive in a
- 6 neighborhood. But that's just, you know, my position
- 7 is the more units the better.
- 8 CHAIRPERSON HOOD: I am willing to support
- 9 Commissioner Miller's first, whatever it was now,
- 10 before you added the 50 percent off-site. I forgot
- 11 now with everything else that came into place. I
- 12 thought that was a great idea. I think that was
- 13 consistent with what we've done because I remember
- 14 years ago one of my issues was moving things off
- 15 site. And I particularly remember the Watergate
- 16 case. I mean, just think about moving the
- 17 affordability, which I know a lot of folks thought I
- 18 was crazy. But at that time the applicant came back
- 19 with another alternative.
- But I can tell you that I agree with whatever
- 21 your first statement was.
- MR. MILLER: Which is that it was kind of
- 23 what Commissioner May was saying, that it was against
- 24 the idea of mixed income projects. And I think -- I
- 25 appreciate your comment because I think they still

- 1 could be able -- they still could argue a hardship
- 2 under the hardship provision to go for more units
- 3 off-site if the economics don't work under the
- 4 existing regulations. So I would support keeping it
- 5 the way it is.
- 6 CHAIRPERSON HOOD: So what number is that?
- 7 MR. MILLER: That is --
- 8 CHAIRPERSON HOOD: What is your --
- 9 MR. MILLER: -- eight. No, not 8. Nine.
- 10 It's just --
- 11 CHAIRPERSON HOOD: D? No.
- MR. MILLER: Yeah. Yeah, D.
- 13 CHAIRPERSON HOOD: 9D?
- MR. MILLER: Yeah.
- 15 CHAIRPERSON HOOD: Okay. Are we all in
- 16 agreeance with 9D?
- MR. MILLER: Well, certain B. Certainly B
- and D. I mean, if it needs to be clarified that off-
- 19 site units need to be in the District of Columbia we
- 20 certainly should -- is that what that's saying?
- 21 CHAIRPERSON HOOD: Yeah.
- MR. MILLER: I mean, if that needs to be
- 23 clarified, we should do that. So let's go with B
- 24 and --
- MR. MAY: I think there might be a

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- 1 requirement --
- MR. MILLER: -- keep the same language.
- MR. MAY: -- now that they be in the same
- 4 census tract. Isn't that what it is?
- MR. MILLER: Are census tracts across state
- 6 lines?
- 7 MR. ROGERS: The applicant has to show a good
- 8 faith effort to locate them in the same census tract.
- 9 And then the BZA is authorized to grant them
- 10 flexibility beyond the census tract, but it doesn't
- 11 specifically state within the District of Columbia.
- 12 CHAIRPERSON HOOD: So, it should state that.
- MR. MILLER: We'll keep the current language
- and go with the clarification that it should be in
- 15 the District of Columbia.
- MR. MAY: Yeah, I think that's probably --
- it's okay to clarify that but I think it's pretty
- 18 obvious.
- MS. COHEN: Again, I just want to say that
- there are a number of subsidies that are available to
- 21 certain projects like low income housing, tax
- 22 credits, that may end up encouraging two separate
- 23 projects. And one project is located off site but in
- the neighborhood. And we saw that as well in Capra
- 25 Carrollsburg (phonetic). So you know, I just want to

- 1 caution us that sometimes subsidy projects are very
- 2 restrictive because of the need to add subsidies with
- 3 requirements for different median incomes. And so I
- 4 would just ask the OP office to take a look at that
- because I don't want unintended consequences to
- 6 occur.
- 7 MR. ROGERS: So the current regulations
- 8 actually do not allow the off-site units to be
- 9 located in a subsidized project. They must be in a,
- 10 you know, a private market rate development. And
- 11 there is another threshold that the units moved off
- 12 site plus the off site's own IZ requirement cannot
- 13 exceed 30 percent of the units. So the project would
- 14 not become too concentrated with affordable units.
- MS. COHEN: All right. I'll go along with
- 16 the majority.
- 17 CHAIRPERSON HOOD: Okay. Are we back to the
- 18 same where were at? Okay. All right. So we all
- 19 clear on that one? What number we on now?
- MS. COHEN: We're on 10 now
- 21 CHAIRPERSON HOOD: Ten? Okay. Great
- 22 flexibility and when other cost of IZ units threaten
- 23 affordability. Mr. Rogers.
- MR. ROGERS: So this is in response to the
- 25 potential for condo fees and other things rising

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- 1 rapidly and threatening the affordability of the unit
- 2 to the occupant. It would allow two options. It
- 3 would allow them a 50 percent -- well, I mean, under
- 4 1A it would have allowed a 50 percent unit to be sold
- 5 at 80 percent of AMI. With 1B it would allow the --
- 6 an 80 percent of AMI unit to be sold at market. But
- 7 the difference between the market price and the
- 8 control price would be deposited into the Housing
- 9 Production Trust Fund.
- 10 CHAIRPERSON HOOD: Okay. The later was --
- 11 what all did you say? The latter is -- which
- 12 alphabet is it? B? I don't have B on --
- MS. COHEN: It would be the decimal two.
- 14 CHAIRPERSON HOOD: Let me ask Mr. Rogers. No
- offense, Vice Chair. Let me make sure I'm clear. I
- 16 appreciate you helping me out. I know you're a
- 17 housing advocate and you're an expert and very well
- 18 respected. I'm not diminishing that any, but I want
- 19 to make sure I'm clear. You're more advanced than I
- 20 am. I want to make sure I'm clear.
- So, Mr. Rogers, which one is what you just
- 22 described?
- MR. ROGERS: So the worksheet that you have
- 24 in front of you.
- 25 CHAIRPERSON HOOD: Yeah.

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- MR. ROGERS: The worksheet that you have in
- 2 front of you, the recommendation is based on OP's
- 3 recommendation for 1A, where we would retain the
- 4 current 50 and 80 percent of AMI targets.
- With the Zoning Commission opting for 1B,
- 6 what would -- how we would revise this, this
- 7 language, would probably reflect that sort of current
- 8 units that are at 50 percent of AMI could be sold to
- 9 a household. The control price would stay the same,
- 10 but the buyer could earn up to 80 percent of AMI.
- 11 And presumably -- but their increased income could
- 12 afford the higher condo fees.
- The alternative is that the unit be sold at
- market, and if for instance an 80 percent of AMI
- 15 buyer could not be found, who can also afford those
- 16 high condo fees, the alternative would be that it
- would be sold at market and the difference between
- 18 the control price and the market rate price that is
- 19 received would be deposited toward the housing
- 20 production trust fund and then DHCD could use that
- 21 money to invest in affordable housing elsewhere.
- 22 CHAIRPERSON HOOD: Okay. Commissioners, what
- is your pleasure? Or Commissioner Miller?
- MR. MILLER: Thank you, Mr. Chairman. I do
- 25 not support this recommendation. I think it would

- 1 create an incentive for developers to keep the IZ
- 2 units vacant so they could get the higher AMI level,
- which is already at 80 percent AMI, which is the high
- 4 AMI level. So I don't think they need to go higher
- 5 than that under any circumstances, really.
- 6 CHAIRPERSON HOOD: Mr. Rogers, you wanted
- 7 to --
- MR. ROGERS: Yeah, I just wanted to make one
- g clarification. The way we've drafted the regulations
- 10 is it's not -- it would not be available to the
- 11 developers. It would only be available to an owner
- who had purchased the unit and at the target incomes
- 13 that they were required to meet. And that, DHCD
- 14 would review their application and they have a
- 15 protocol for the PUD units and land dispositions that
- they review when condo fees have gone up and they
- 17 have determined that the unit is no longer
- 18 affordable, they will make a determination and that
- 19 becomes submitted to the Zoning Commission as part of
- 20 the record. And then the Zoning Commission can say
- 21 yes or no.
- 22 So it is -- the case would be reviewed by the
- 23 Zoning Commission, and it would be only open for the
- 24 individual owners who can no longer afford the unit.
- 25 CHAIRPERSON HOOD: So it won't be no opt in

- and opt out by a developer. Okay.
- MR. ROGERS: Correct.
- MS. COHEN: It actually helps the household
- 4 who can no longer afford that unit. It allows DHCD
- 5 to intervene on their behalf.
- 6 MR. MILLER: I just need to study that more
- 7 to make sure that the representation is accurate that
- 8 it's not at the option of a developer. So I will
- 9 study it more but I will go along with this now.
- 10 CHAIRPERSON HOOD: Okay. And that's one you
- may want to remember because we'll have a second bite
- 12 at this. Okay. But from what I'm hearing I do like
- 13 the route that Mr. Rogers mentioned. But if you find
- 14 something different I'll -- okay. All right.
- 15 Anything else on this?
- Number 11, clarify steel and concrete frame
- 17 construction. Mr. Rogers.
- MR. ROGERS: This was at the request of the
- 19 Zoning Administrator to improve their ability to
- 20 administer the projects that were filing for
- 21 compliance with IZ. It is basically making reference
- to how the building code defines a steel and concrete
- 23 structure versus a stick built.
- MR. MAY: Well, I think that makes sense to
- 25 me that we -- because we're getting these hybrid

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- 1 building types that it's not totally clear. I mean,
- 2 you know, stick built on top of a concrete pad. I
- mean, what is that? So it's, you know, Type 1 makes
- 4 it clearer.
- MS. COHEN: I concur with that.
- 6 CHAIRPERSON HOOD: I really am not even -- I
- 7 don't even really understand. I really don't.
- MR. MAY: Well, maybe we need to define -- I
- 9 mean, Type 1 as defined by the building code.
- 10 CHAIRPERSON HOOD: Yeah, what is Type 1?
- MR. ROGERS: Type 1 is basically, it's a fire
- 12 code requirement that allows occupants to evacuate
- 13 the building before it burns down. And essentially
- 14 the only types of material that meet the Type 1 are
- 15 steel and concrete construction.
- MR. MAY: And that's all the way to the top?
- MR. ROGERS: Well, to your point, it is
- 18 actually the second Is, the double I, clarify the
- development to construct a majority of dwelling
- 20 units.
- MR. MAY: Got it.
- MR. ROGERS: So that it's whatever the
- 23 majority of the dwelling units are used.
- MR. MAY: Right. So --
- 25 CHAIRPERSON HOOD: So we should be looking at

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- 1 two as opposed to one.
- MR. MAY: No, it's one and two together.
- 3 CHAIRPERSON HOOD: One and two together?
- 4 MR. MAY: Yeah.
- MR. ROGERS: It's A-I and A double I.
- 6 CHAIRPERSON HOOD: Oh, okay. A-I and A-II.
- 7 Okay. All right. I understand it now that I know
- 8 what Type 1 is. Okay.
- Anything else? Okay. Let's move on with 12,
- 10 clarify IZ requirements. Applicability to additions
- and the existing residential square footage. Mr.
- 12 Rogers, can you help us?
- MR. ROGERS: This was to clarify and
- 14 strengthen the existing regulations which go back to
- the original 2006 case that if the addition reached
- the threshold of more than 50 percent of the original
- 17 project, that the IZ requirements apply to both the
- 18 new construction and the existing construction. This
- amendment is as a result of the Zoning Administration
- 20 interpretation that the current regulations didn't
- 21 require that.
- 22 CHAIRPERSON HOOD: So you have three
- 23 recommendations, right? Three OP final
- 24 recommendations on this.
- MR. ROGERS: Yes. The first one is that if

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- 1 the addition is more than 10 units, or 10 units or
- 2 more, that IZ apply to the addition.
- And then secondly if the addition of 10 units
- 4 or more is also a 50 percent expansion then it
- 5 applies to both the addition and the existing
- 6 structure. And then finally because the existing
- 7 units might be occupied, and you wouldn't be able to
- 8 you know, find a unit to meet the IZ requirement,
- 9 that the developer could be allowed to concentrate
- 10 all the IZ units into the new addition.
- MS. COHEN: How does this impact the
- 12 testimony we heard from the woman who brought in rent
- 13 control? Is this consistent or does it complicate?
- MR. ROGERS: There are -- there are
- 15 complications because rent control applies whether
- 16 the unit is -- an existing unit is occupied or
- 17 vacant. It can only go up so much in rent between
- 18 tenants.
- In discussions with DHCD we concluded that
- 20 any conflicts could be handled through either an
- amendment to the rent control, or to the regulations
- of rent control.
- MS. COHEN: But the one issue that appeared,
- 24 you know, to jump out, was the issue with related to
- 25 the management, but -- or the operating budget. And

- 1 I'm trying to recall how she presented it where she
- was concerned that the IZ units might in some way
- 3 negatively impact the budget. So could you take a
- 4 look at that one more time?
- 5 MR. ROGERS: Sure.
- MS. COHEN: I just want to make sure that
- 7 we're not in any way negatively impacting an addition
- 8 to a rent controlled building.
- 9 MR. MILLER: Mr. Chair, I would just follow
- up on the Vice Chair's comments. Yeah, I don't want
- 11 to negatively impact a rent controlled building, but
- 12 having additions and upgrades, but there are existing
- 13 provisions in the IZ regulations for hardship, and
- 14 there are existing provisions in the rent control law
- 15 for hardship. So, I just wanted to point that out
- 16 that --
- MR. MAY: Can I get a clarification, though?
- 18 I mean, it sounded like you were -- these were three
- individual recommendations that you are making, and
- 20 that we should be adopting A, B, and C. Or we could
- 21 be adopting A, B, and C.
- MR. ROGERS: The first recommendation is to
- 23 clarity that regardless of how large the project is
- 24 compared to the existing structure, that IZ will
- 25 apply to the addition.

- MR. MAY: Uh-huh.
- MR. ROGERS: So in a sense, that is a
- 3 standalone recommendation.
- 4 MR. MAY: Right.
- MR. ROGERS: We have had projects that have
- 6 been added on to that were more than 10 units. But
- 7 because they were not a 50 percent expansion the
- 8 Zoning Administrator interpreted it as IZ applying
- 9 not at all to the addition. So that, I think, is the
- 10 first distinct recommendation by itself.
- MR. MAY: Uh-huh. But then B is a distinct
- 12 recommendation.
- MR. ROGERS: Yes.
- MR. MAY: And then C is a distinct
- 15 recommendation.
- MR. ROGERS: Correct.
- MR. MAY: Right. And C doesn't currently
- 18 apply right now. You can't cluster them all in the
- new construction. Or can you? Maybe you can but it
- 20 hasn't been -- it's not clear.
- MR. ROGERS: You, theoretically could. It
- 22 would be up to the Zoning Administrator if it met the
- 23 test for nonconcentration.
- MR. MAY: Got it. Okay. So, essentially you
- 25 are recommending A, B, and C?

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- 1 MR. ROGERS: Correct.
- 2 CHAIRPERSON HOOD: Okay. Are we going to --
- any objections to accepting those recommendations
- 4 again? We have another shot at this.
- MR. MAY: Yeah, I mean, I would note that we
- 6 did get that testimony that raised concerns about it.
- 7 And I do understand those concerns, but I quess I
- 8 would trust that the hardship provisions -- hardship
- 9 is difficult to demonstrate in a BZA case. So it's a
- 10 little sticky but I would -- I'll go along with this.
- 11 CHAIRPERSON HOOD: But I think also with the
- 12 request from the Vice Chair, I think that that will
- 13 help us, especially if we find out any further
- information before we take final on this.
- Okay. Number 13, if we're ready to move on.
- 16 Clarify IZ requirement calculations, include cellar
- 17 space, and projections in the public space options.
- 18 We had a recommendation, then we had retained current
- 19 references.
- Mr. Rogers, you have anything else to add?
- MR. ROGERS: Yes. Again, this is just at the
- 22 request of the Zoning Administrator to clarify how
- 23 the calculations are made of what would be the total
- 24 square feet required of the project. And it has to
- 25 do just with the variety that projects have of you

- 1 know, do projections like a bay that go out into
- public space, does that count toward the requirement.
- Typically, those don't count toward FAR, but
- 4 they are this sort of net leasable space that an
- 5 occupant would pay for.
- 6 CHAIRPERSON HOOD: Okay. Commissioners, what
- 7 is your pleasure? Either retain the current
- 8 references or the final recommendation of Office of
- 9 Planning?
- MR. MILLER: I think the OP recommendation
- 11 makes sense.
- MR. MAY: Uh-huh.
- 13 CHAIRPERSON HOOD: All right.
- MS. COHEN: Yeah. I think so.
- 15 CHAIRPERSON HOOD: Okay. Great. Let's move
- on. Clarify IZ requirements, applicability to
- 17 adjoining lots. Mr. Rogers.
- MR. ROGERS: Yes, again this was at the
- 19 request of the Zoning Administrator. They
- 20 interpreted a loophole in the regulations that when -
- 21 the regulations state that when IZ applies to
- 22 adjoining lots, if they are of single-family units.
- 23 But it does not mention multiple dwelling units. So
- 24 in other words, if there were adjoining lots of four
- units each, the way the Zoning Administrator was

- 1 interpreting it, is that IZ would not apply to the
- 2 entire project.
- 3 CHAIRPERSON HOOD: Okay. And your
- 4 recommendation would clarify that?
- 5 MR. ROGERS: Correct.
- 6 CHAIRPERSON HOOD: Okay. Any objections,
- 7 comments?
- MS. COHEN: No.
- 9 CHAIRPERSON HOOD: Okay. Let's move on to
- 10 15, eliminate use of CFO as an IZ trigger. Mr.
- 11 Rogers.
- MR. ROGERS: Yes. Again, the request of the
- 13 Zoning Administrator because single-family dwelling
- units are not issued a C of O. And so there was no
- way to enforce this. And so we are adjusting it to
- when the building permits were filed.
- 17 CHAIRPERSON HOOD: Okay. I don't think -- I
- 18 think that's pretty straight forward. Let's go to
- 19 exempt subsidized affordable projects. Mr. Rogers.
- MR. ROGERS: Yes. This was to establish a
- 21 minimum threshold that the subsidized projects would
- 22 have to meet in order to be exempt from IZ. I would
- 23 point out that we've also had an emergency setdown
- 24 for 0433-H, which adds the projects that are as a
- 25 result of District law.

- 1 CHAIRPERSON HOOD: Okay. So your
- 2 recommendation -- let me open it up. Your
- 3 recommendation moves us in that direction anyway,
- 4 which would be consistent with possibly our hearing
- 5 that we may be having; our hearing that's scheduled.
- 6 Commissioner Miller.
- MR. MILLER: Well, I would prefer, then, that
- 8 we put this -- either that we put this issue off to
- 9 be part of that case, or that we make this consistent
- with the first action which we took tonight, which
- would be to set the minimum threshold at 60 percent
- 12 for rental units and 80 percent for home ownership
- 13 units. I think that would make more sense as an
- initial matter. Maybe we can just go that direction
- and study that between the preliminary and final
- action and we'll probably have the hearing on the
- 17 other case in between.
- 18 CHAIRPERSON HOOD: I have no objection to
- 19 that. I don't know about others, but I have no
- 20 objection. I mean, we can put it in there and then
- if we see we need to move it over, I mean, you know -
- 22 I think, I'm not sure what that hearing is going to
- 23 be, but apparently we've already set it down.
- MR. MILLER: But I don't support the
- recommendation as made here that 80 percent should be

- 1 the minimum for rental units. I just don't --
- 2 CHAIRPERSON HOOD: No, I agree with --
- MS. COHEN: No, it's --
- 4 MR. MILLER: That's not consistent with what
- 5 we just --
- 6 CHAIRPERSON HOOD: Right. I agree with us
- 7 making this consistent and if we find that something
- 8 needs to be changed when we have the hearing then we
- 9 do it -- I don't know when everything is scheduled,
- 10 but you know, the timing of it.
- MS. SCHELLIN: October 6th.
- 12 CHAIRPERSON HOOD: October 6th. We probably
- won't take final action on this until October
- 14 sometime, right?
- MR. ROGERS: That depends when we issue the
- 16 notice of proposed rulemaking --
- 17 CHAIRPERSON HOOD: Yeah, so it would be
- 18 October sometime. So I think all that will fall
- 19 right into place. Okay? But for now I think we
- 20 could insert what Commissioner Miller mentioned
- 21 witness the --
- MR. BERGSTEIN: Right. I mean, the -- yes,
- 23 you can propose it and but there is --
- 24 CHAIRPERSON HOOD: Yeah.
- MR. BERGSTEIN: -- the adopted amendments are

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- 1 actually in effect, and required that they actually
- 2 exceed the standards of IZ. So it may be that what
- 3 it says is that any development subject to mandatory
- 4 affordable housing requirement that exceeds the
- 5 requirements of this chapter. So there is actually,
- 6 the law says right now that in order to get the
- 7 exemption you must exceed the requirements of the
- 8 chapter. So ultimately the two may mesh anyway. So,
- 9 yes, just for you to know that.
- 10 CHAIRPERSON HOOD: Okay. So we'll adopt -- I
- don't think anyone has any objections to adopting the
- 12 language, Commissioner Miller.
- MR. MAY: Can you repeat the language?
- MR. BERGSTEIN: Sure.
- MR. MAY: Mr. Miller's language, at that.
- MR. MILLER: Oh, I was just using the summary
- worksheet as the -- it said establish a minimum
- 18 threshold for exemption from IZ for subsidized
- 19 affordable housing development to a minimum target
- 20 income standard, it says of 80 percent MFI. I was
- 21 suggesting to say 60 percent MFI for rental units and
- 22 80 percent MFI for homeownership units.
- MR. MAY: Okay.
- 24 MR. MILLER: And I think our intent is to
- 25 make it consistent with what the language that Alan

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- Bergstein just -- or counsel just said; stated.
- MR. MAY: Okay. Thank you.
- 3 CHAIRPERSON HOOD: All right. Okay. Let's
- 4 move on. Let's go to 17, treat variances and
- increased FAR as bonus density. Mr. Rogers.
- 6 MR. ROGERS: This was the result of a BZA
- 7 case that received an increased far above and beyond
- 8 what IZ permits. However, because the way the
- 9 regulations are drafted the Zoning Administrator
- 10 could not interpret that additional FAR as bonus
- 11 density, so that would clarify that.
- 12 CHAIRPERSON HOOD: Okay. I certainly don't
- 13 have any problems with that. I don't think we need a
- 14 whole lot of discussion on that. One of our test
- 15 cases.
- Okay. Let's move forward. Clarify how IZ
- units may not be concentrated. Mr. Rogers.
- MR. ROGERS: Yes, this is in respond to the
- 19 potential that a project have a mixture of rental and
- 20 ownership, and that it would require the affordable
- 21 units be distributed between those two elements of
- 22 the project, rather than be concentrated by tenure.
- 23 Currently the regulations only require that they not
- 24 be concentrated on any floor.
- MS. COHEN: So does this refer to if a

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- 1 developer is doing an ownership condo and a rental
- that you want the distribution to be in both
- 3 buildings as opposed to just rental, correct?
- 4 MR. ROGERS: Correct. Yes.
- 5 CHAIRPERSON HOOD: Okay. I think that is
- 6 okay. Any objections?
- 7 MS. COHEN: No.
- 8 CHAIRPERSON HOOD: Okay. Let's move right on
- 9 to clarify the quality of interior amenities. Mr.
- 10 Rogers. And I think this is another clarifying.
- MR. ROGERS: Yes, this was, again, as a
- 12 result of the Zoning Administrator's research of what
- other jurisdictions use as a benchmark to make sure
- 14 that the interior fixtures are not just comparable
- 15 but of consistent -- as it says, consistent with
- 16 contemporary standards for new housing.
- 17 CHAIRPERSON HOOD: Okay. Another
- 18 clarification. Any objection? Okay. Let's go to
- 19 clarify and update definitions. Mr. Rogers.
- MS. COHEN: Wait, can we go back to that for
- 21 a second?
- 22 CHAIRPERSON HOOD: Interior amenities? Okay.
- MS. COHEN: Yeah. Who actually reviews that?
- 24 I mean, does the Zoning Administrator staff actually
- 25 go in and check that, because I don't know if that's

- 1 something we want to --
- MR. ROGERS: Yeah. So there is a -- the
- 3 developers are required to submit a schedule of
- 4 finishes and then there is an inspection done when
- 5 the units are delivered.
- 6 MS. COHEN: Thank you.
- 7 CHAIRPERSON HOOD: Ready to move on to
- 8 definitions?
- 9 MS. COHEN: Yes.
- 10 CHAIRPERSON HOOD: Okay. Clarify, update
- 11 definitions. Mr. Rogers.
- MR. ROGERS: This was to clarify what DHCD
- 13 has learned through administration that there were
- units. One, to clarify the definition of a bedroom,
- to include both an exterior window and a closet. The
- 16 current building code does not define a bedroom.
- 17 They define a sleeping room which does not require a
- 18 window to the immediate light and air.
- And so this was to clarify that that should
- 20 be a minimum standard for -- to qualify as a one or
- 21 versus a two-bedroom.
- 22 CHAIRPERSON HOOD: Okay.
- MR. MAY: I'm sorry. So we are clarifying
- 24 that a bedroom has to have a window.
- MR. ROGERS: Yes.

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- MR. MAY: Yeah. Okay.
- 2 CHAIRPERSON HOOD: And also we're updating
- 3 the Area Median Income to Medium Family Income,
- 4 right?
- 5 MR. ROGERS: Yeah.
- 6 CHAIRPERSON HOOD: Okay.
- 7 MR. ROGERS: Simply that's -- HUD has changed
- 8 the terminology from Area Median Income to Median
- 9 Family Income.
- 10 CHAIRPERSON HOOD: So I think we -- any
- issues with any of that? Okay. I think we're fine
- 12 with that. Let's move.
- Eliminate references to R-5-E, Mr. Rogers.
- MR. ROGERS: This is a correction to what's
- in the current regulations. R-5-E was exempted
- 16 because the bonus density was not achievable within
- 17 the 90 feet and the FAR of -- the current FAR of 6
- and a reasonable assumption for lot occupancy. And
- 19 so that was concluded, however it was left in certain
- 20 elements of the current regulations. So this is just
- 21 removing any reference to R-5-E.
- 22 CHAIRPERSON HOOD: Okay. I think that's
- 23 pretty straight forward.
- Now, the last thing is effective date. Mr.
- 25 Rogers, you want to comment on any of that? I see

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- 1 your recommendation.
- MR. ROGERS: Yeah, our recommendation of six
- months was to address the idea of projects that are
- 4 already in the pipeline, that if any significant
- 5 changes be made to the IZ requirements that that
- 6 projects that are under a current review, whether
- 7 it's for a BZA case or a building permit, be able to
- 8 get those things processed six months -- within six
- 9 months of the application of the changes.
- 10 And then just to add on that it would
- 11 probably be since the Zoning Commission is opting for
- 12 1B, it would also be subject to a publication of a
- 13 price schedule reflecting the 60 percent AMI rents.
- MR. MAY: So, I'm sorry. The six months --
- MR. LAWSON: Never occurs later. Right?
- MR. MAY: Is that in the six months, or
- 17 outside the six months?
- 18 MR. ROGERS: The six months would be after
- 19 the first publication of the price schedule.
- MR. MAY: Oh, okay. So how long is that
- 21 going to take? Well, I mean, wasn't there a delay in
- 22 getting that done the first time around?
- MR. MILLER: Years.
- MR. MAY: Years.
- MR. BERGSTEIN: Well, that's because for the

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- original amendments there needed to be an act, there
- 2 needed to be a regulations, and there needed to be a
- 3 price schedule. The price schedule is actually the
- 4 easiest thing to do. There doesn't have to be a
- 5 notice of proposed rulemaking.
- You've heard in other instances that DHCD
- 7 cannot administer IZ units at 60 percent. And that
- 8 may be because of legal issues. That may be because
- 9 of regulatory issues. That may be cause of
- 10 administrative issues. That may be cause of
- 11 budgetary issues, or a combination of all those
- 12 things. So I don't think anyone here can speak to
- 13 how long it will take DHCD to be able to come up with
- 14 a price schedule.
- 15 Certainly if their general counsel believes
- it requires an amendment to the IZ act, that will
- 17 take time. Then there will have to be -- if they
- don't have the budgetary authority to implement this,
- and a fiscal impact statement indicates that, there
- 20 may be a delay in the applicability of any amendment
- 21 to the IZ act. Then they will have to adopt a new
- regulatory scheme perhaps, to address certification
- of income levels at 60 percent.
- I can't tell you if all those things are
- required. Perhaps it might be wise to ask DHCD to

- 1 give you a ballpark figure. But those would be the
- 2 circumstances that DHCD would have to address in
- 3 whole or in part.
- MS. COHEN: Mr. Rogers, excuse me. Have you
- 5 had any discussions with DHCD with regard to the 60
- 6 percent? I mean, it's been talked about for a long
- 7 time and we keep hearing push back but they can't do
- 8 it. Yet it seems to me that it doesn't take rocket
- 9 science to implement something like this.
- And I mean, of course they may have to do
- modified legislation, but maybe I don't know what it
- 12 all involves. But you did it once.
- MR. ROGERS: I think at minimum this would
- 14 require changes to the administrative regulations.
- 15 Whether -- I can't speak to whether it would trigger
- 16 a change to the law itself. But certainly the things
- 17 that we have talked about here would trigger changes
- 18 to the administrative regulations, and that has a
- 19 process of public notice and so on and so forth.
- MS. COHEN: Even though it's -- well, even
- though it's done here, they still would have to do it
- 22 on another track.
- MR. ROGERS: Correct. There's a whole other
- 24 set of administrative regulations that guide how
- 25 people apply for to be on the lottery lists, how

- developers submit documentation, the stewardship of
- the units, and a lot of other issues.
- MS. COHEN: Thank you.
- 4 MR. MILLER: Mr. Chairman, I would just
- 5 comment that I think the six months is a reasonable -
- 6 from the date of final order, is a reasonable
- 7 effective date and we've done that for other major
- 8 changes.
- I think the administration should work on --
- work on the implementation beginning with after we
- 11 take proposed action so that it can be done as
- 12 quickly as possible in terms of administrative
- 13 actions.
- And to the extent that legislative actions
- are necessary, we have in our record a unanimous
- 16 resolution from the council supporting the direction
- 17 that we've gone in this evening. So I would hope
- 18 that that would be a -- if that is determined to be
- 19 necessary.
- But I think Mr. Bergstein, or whoever,
- 21 suggested that DHCD should maybe provide us with some
- 22 commentary as to how they're going to -- how quickly
- 23 they're going to figure out how to implement this. I
- think that's what they should be trying to do.
- 25 CHAIRPERSON HOOD: Do you think we need to

- 1 send the Mayor a letter from us or -- should I
- 2 mention it to her, or how should we do this so they
- 3 can move --
- MR. MILLER: I'll leave that to you, Mr.
- 5 Chairman.
- MR. MAY: So I agree, though, that we should
- 7 get clarity on what's going to happen. I mean, you
- 8 know, six months -- you know, if the order is
- published in, what is it going to take, two weeks or
- a month or something like that, the proposed
- regulations get published and then that's got to be
- out for how many days and --
- MR. BERGSTEIN: It's 30 days.
- MR. MAY: Thirty days.
- MR. BERGSTEIN: And then you'd have to take
- 16 final action. And then it takes about a week or two
- 17 for ODAY to publish it. And then it will be six
- 18 months.
- MR. MAY: So we're talking about two or three
- 20 months from now before it gets published, and then
- 21 another six months before it takes effect. So I
- think when we take final it would be useful to know
- 23 that all the wheels are moving that have to move,
- 24 whether it's legislation, policy changes,
- regulations, development of the price schedule. All

- 1 those things; that those are in motion so that we can
- 2 say with some certainty that six months after that
- 3 the regulations can apply. Does that make sense? Or
- 4 we're worrying about the --
- MR. ROGERS: Well, if there is a price
- 6 schedule at 60 percent for rental.
- 7 MR. MAY: Uh-huh.
- MR. ROGERS: Then I don't see any reason why
- $_{9}$  the regulations could not apply after six months. I
- 10 mean, that's the bottom line.
- MR. MAY: That's the key thing.
- MR. BERGSTEIN: There needs to be a rent
- 13 schedule at 60 percent.
- MR. MAY: So then we just need DHCD to --
- MR. BERGSTEIN: To tell you what needs to be
- done.
- MR. MAY: -- assure us that they can get the
- 18 schedule done within that time frame.
- MR. BERGSTEIN: Well, again you're saying,
- 20 the six months -- the price schedule would trigger a
- 21 six-month count down to the effectiveness of this
- 22 regulatory change. So what you would need to know
- 23 from DHCD is how long it would take them to get to
- the point where that six-month countdown begins to
- 25 effectiveness.

- MR. MAY: So I think we need to hear from
- 2 DHCD fairly immediately, not at final action. I
- mean, by the time we take final action, I think if we
- 4 want this to be in effect six months after the order
- is published, that's going to be, you know, six and a
- 6 half months after final action. So we need to know
- 7 before that that DHCD is on track to get the new
- 8 schedule done. Doesn't that make sense.
- 9 MR. BERGSTEIN: Well, the earliest you'd be
- 10 able to respond to that would be September 12th.
- MR. MAY: Right.
- MR. BERGSTEIN: Yes. So you would schedule
- 13 this as a sort of -- assuming you take proposed
- 14 action tonight which would then authorize us to
- 15 create text, under the ZR-16 of course, and then
- 16 publish that, you would do an interim status during
- 17 the comment period to react to DHCD's response.
- But in the meantime should the proposed text
- 19 propose a six-month effective date after the pricing
- 20 schedule, or is that something you want to wait on
- until you hear DHCD's response? It would be better
- 22 to put that forward so that there could be comments
- on that, with the idea that it may be adjusted at
- 24 final depending upon the DHCD response.
- MR. MAY: Absolutely, and I think we should

- 1 say something right now about when we want it to
- 2 happen, but then we would look for an update from
- 3 DHCD. So --
- 4 MR. BERGSTEIN: So what I'm hearing is that
- 5 the rules would become effective six months after the
- 6 publication of a price schedule for rental at 60
- 7 percent. Is that what's on the table?
- MR. MAY: Well, we, I think we were talking
- 9 about our order, not the price schedule.
- MR. MILLER: Yeah, I think it should be tied
- 11 to our order, I think. That's what we usually do.
- MR. MAY: Yeah.
- MR. MILLER: Tie it to something we control.
- MR. MAY: I think we just want reassurance
- 15 that the price schedule will --
- MR. MILLER: Happen.
- MR. MAY: Will be ready to go when we publish
- 18 our order.
- MR. BERGSTEIN: Okay. So you would be
- 20 proposing just a six-month effective period flat,
- 21 without regard to whether or not there is a price
- 22 schedule or not?
- MR. MAY: Well, that's maybe what we're
- 24 saying right at this moment. I think we'd have to --
- 25 once we hear from DHCD we would consider how rational

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- 1 that is.
- MR. ROGERS: And we could note that. We'll -
- 3 in other words, the text will propose that with the
- 4 notion that the Zoning Commission is requesting DHCD
- 5 to provide this response. And based upon the
- 6 response at final it may adjust the -- so, we could
- 7 certainly say that.
- 8 CHAIRPERSON HOOD: Okay. I think that's
- g actually the way -- that's a good way for us to move
- 10 forward. Vice Chair Cohen.
- MS. COHEN: No, I was just going to emphasize
- 12 that again DHCD, now that we have and probably will
- have proposed action tonight, they're under pressure
- 14 from, I think the counsel, to move forward. And as I
- 15 said, it's not rocket science to develop a schedule.
- 16 And they can even go to their former written
- 17 administrative procedures and amend them and adapt
- 18 them.
- So as I said, I don't think it should take
- 20 them that long. Especially knowing that they're
- under the gun by not only the Zoning Commission but
- 22 the council as well.
- 23 CHAIRPERSON HOOD: Okay. All right.
- 24 Anything else?
- I would move that we approve Zoning

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- 1 Commission Case 04-33G with all the necessary
- 2 comments and corrections and things we've asked for,
- 3 and ask for a second.
- MS. COHEN: Well, I would just like to
- 5 emphasize, though, Mr. Chairman, because I will make
- 6 a --
- 7 CHAIRPERSON HOOD: I'm going to call a
- 8 discussion.
- 9 MR. MILLER: Second.
- MS. COHEN: No, I --
- 11 CHAIRPERSON HOOD: It's been moved and
- 12 properly seconded. Any further discussion? Vice
- 13 Chair Cohen.
- MS. COHEN: Yes. I would just like to
- emphasize that we are splitting the units between 60
- 16 percent MFI for rental IZ developments, and 80
- 17 percent MFI for ownership IZ developments.
- 18 CHAIRPERSON HOOD: Okay. Thank you for that.
- 19 Anything else? Moved and properly seconded. Any
- 20 further discussion?
- 21 [Vote taken.]
- CHAIRPERSON HOOD: Ms. Schellin, would you
- 23 please record the vote?
- MS. SCHELLIN: Yes. I just want to confirm
- 25 that Commissioner Cohen seconded that?

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- 1 CHAIRPERSON HOOD: Commissioner Miller.
- MS. SCHELLIN: Okay. So, staff will record
- 3 the vote five to zero to zero to approve final --
- 4 sorry, proposed action in Zoning Commission Case No.
- 5 04-33G, with the changes as discussed this evening by
- 6 the Commissioners. Commissioner Cohen --
- 7 Commissioner Hood moving, Commissioner Miller
- 8 seconding, Commissioners Cohen and May in support,
- 9 Commissioner Turnbull in support by absentee ballot.
- 10 And I just want to confirm that at the
- 11 September 12th meeting that the Commission wants a
- 12 status update from DHCD. Is that correct?
- 13 CHAIRPERSON HOOD: Yes.
- MR. BERGSTEIN: That you would want to put
- 15 this on the agenda, assuming you got the response for
- 16 a status, even though it's proposed action that takes
- 17 us ongoing. But you will have a discussion on
- 18 September 12th. Okav.
- 19 CHAIRPERSON HOOD: Okay. Anything else?
- MS. COHEN: No, sir.
- 21 CHAIRPERSON HOOD: All right. I want to
- 22 thank everyone for their participation tonight and
- 23 this special public meeting is adjourned.
- [Hearing adjourned at 8:05 p.m.]