Metropolitan Transportation Commission and Association of Bay Area Governments Joint MTC ABAG Legislation Committee

May 14, 2021 Agenda Item 3d

Assembly Bill 1401 (Friedman): Residential and Commercial Parking Requirements Near Transit

Subject: Prohibits minimum parking requirements from applying to commercial or

residential buildings located within one-half mile of a major transit stop or high

quality transit corridor.

Overview: AB 1401 prohibits local governments from imposing or enforcing minimum

parking requirements for residential, commercial and other developments if the parcel is located within one-half mile walking distance of a high-quality transit corridor or a major transit stop. If the bill were to take effect, a developer would still have the option to provide parking but would do so based on their assessment of need, rather than as a condition of development. Local jurisdictions would not need to modify their existing requirements to comply with the bill; they would

simply be unenforceable within the specified areas.

Recommendation: Support

Discussion: Minimum parking requirements are customary—even sacrosanct—in local

planning rules in California and indeed nationwide, but change is underway as local jurisdictions reckon with the impact these requirements have on climate change and housing affordability. In January 2021, the cities of Berkeley and Sacramento eliminated their minimum parking requirements, following the elimination of minimums in San Francisco and San Diego within the last few years. The City of San Jose has been evaluating their parking requirements, a direct result of Climate Smart San Jose, the city's sweeping climate plan passed in early 2018, in which the city pledged to reduce greenhouse gas emissions to the levels outlined in the Paris Agreement and ensure that by 2040, no more than 25% of commute trips are made by residents driving alone. AB 1401 (Friedman) would not interfere with any of these efforts but would establish some consistency statewide for where minimum parking requirements would not apply—namely

areas with decent public transit service.

Existing Requirements Often Produce More Parking Than Needed Minimum parking requirements often result in an oversupply of parking. TransForm's

Greentrip Parking Database (link following

https://www.transformca.org/greentrip/parking-database) (partially funded by MTC) shows that in 80 multifamily developments across the Bay Area, 28 percent of the developments' parking was not being used, which is equivalent to 1.1 million sq ft of space and a cost of \$198 million to supply that unused parking. The City of Berkeley found that nearly 50 percent of off-street parking provided for housing projects was vacant, which supported their recent elimination of parking requirements.

Parking Reform is Strongly Aligned with Plan Bay Area 2050 Goals The elimination of minimum parking requirements where there are reasonable alternatives to driving, such as near high quality transit, is strongly aligned with the goals of Plan Bay Area 2050 related to climate, equity and safety. Since the availability of parking is strongly associated with higher rates of vehicle ownership and vehicle miles traveled, it is also a clear contributor to greater greenhouse gas and other air quality pollutants, vehicle-related injuries and deaths, and higher transportation costs. A recent study (link following https://www.sightline.org/2021/01/28/more-parking-isnt-harmless-it-actuallymakes-us-drive-more/) of San Francisco's affordable housing program by the Sightline Institute found that projects with more on-site parking induce more auto ownership, leading to more driving, less transit use, and less walking. Parking also directly takes up land that could be used for other uses, such as more housing. For example, parking requirements in Los Angeles reduced the number of units in an apartment building by 13 percent according to a study (link following shoup.bol.ucla.edu/HighCost.pdf) by the renowned parking policy scholar Professor Don Shoup, with UCLA.

Parking Requirements Drive Up Cost of Housing A recent Terner Center study (link following

californialanduse.org/download/Mawhorter Housing Policies in California Cities.pdf) found that places with higher parking requirements were associated with limited housing supply, resulting in higher prices and lower rates of homeownership and household formation among young people. The study also found that reducing parking requirements is one of *the most* significant steps a city can take to facilitate the construction of more housing because it is such a significant cost of housing development. A SPUR (link following https://www.spur.org/news/2020-04-27/sheltering-place-reveals-how-much-parking-dominates-our-cities-and-lives) survey of Bay Area developers released in April 2020 found that parking costs between \$30,000-\$75,000 per parking spot ranging from surface parking at the low-end and underground parking at the highend. Given how costly housing construction is in the Bay Area, elimination of minimum parking requirements is an incredibly cost-effective tool to incentivize the construction of more housing.

Where Would the Bill Apply? AB 1401's provisions would apply within one-half mile of a major transit stop or a high quality transit corridor. In these areas, commercial and residential developers could still build parking based on their assessment of market need, but would not be required to do so. Current law defines a "major transit stop" as an existing rail or bus rapid transit station; a ferry terminal served by either a bus or rail transit service; or the intersection of two or more major bus routes with a frequency of service interval of 15 minutes or less during the morning and afternoon peak-commute periods. A "high-quality transit corridor" means a corridor with fixed route bus service with service intervals no longer than 15 minutes during peak commute hours. An illustration of where these areas are located in the Bay Area is included as Attachment A.

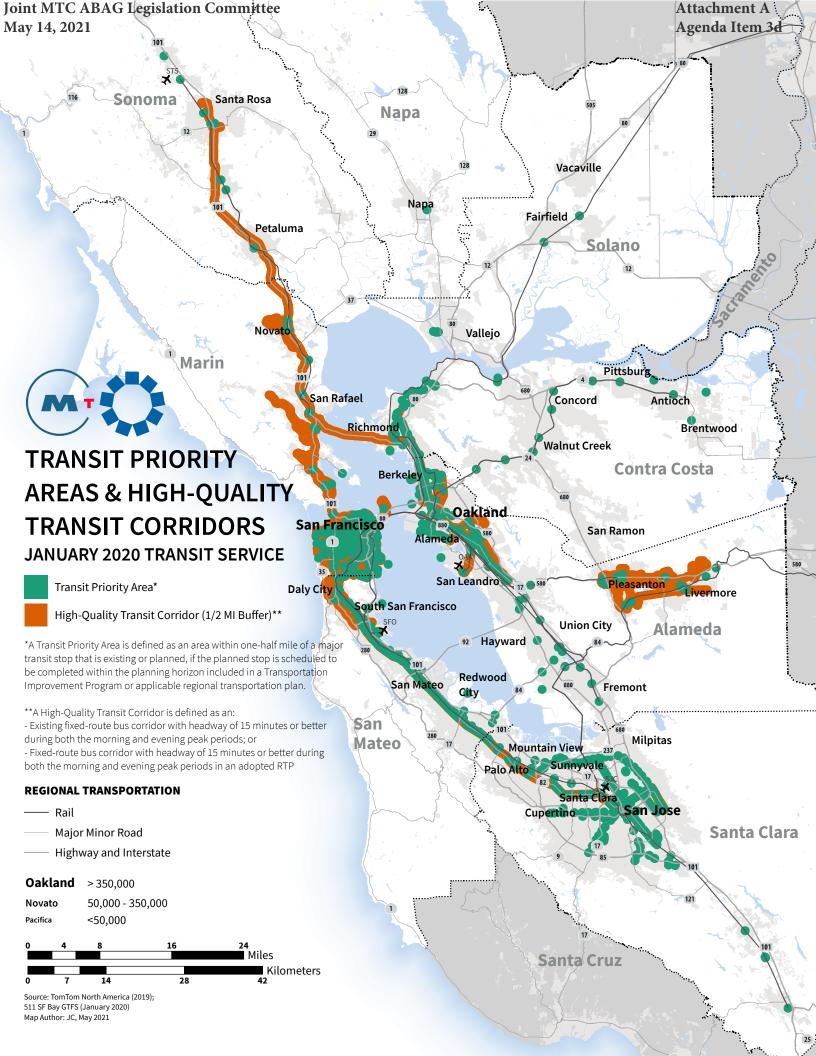
Consistent with our Plan Bay Area 2050 climate goals and our 2021 Advocacy Program's goals to support proposals to lower the cost of affordable housing production and reduce single-occupancy vehicle travel, staff recommends the Committee forward a support position on AB 1401 to the Commission and the ABAG Executive Board.

Bill Positions: See Attachment B

Attachments: Attachment A: Map – Transit Priority Areas & High-Quality Transit Corridors

(January 2020 Transit Service) Attachment B: Bill positions

Therese W. McMillan



AB 1401 (Friedman) Bill Positions (As of 4/29/21)

Support

Abundant Housing LA (Co-Sponsor) California YIMBY (Co-Sponsor)

Council of Infill Builders (Co-Sponsor)

SPUR (Co-Sponsor) 350 Bay Area Action

AARP

Active SGV, a Project of Community

Partners

Bay Area Council

Bay Area Rapid Transit (BART) Cal Asian Chamber of Commerce California Downtown Association California Interfaith Power & Light California Restaurant Association California State University, Pomona, College of Environmental Design

Casita Coalition

CBIA

Central City Association Chan Zuckerberg Initiative

Circulate San Diego

City Council Member, City of Gilroy

Civic Enterprise **Codding Enterprises** East Bay for Everyone

Fieldstead and Company, INC.

Greenbelt Alliance

Habitat for Humanity California

Hello Housing

Housing Action Coalition

Independent Hospitality Coalition

LISC San Diego

Local Government Commission

Long Beach YIMBY MidPen Housing

Modular Building Institute Mountain View YIMBY

Natural Resources Defense Council

Northern Neighbors

Parkade

Peninsula for Everyone

People for Housing - Orange County

Related California

San Fernando Valley YIMBY

San Francisco YIMBY Santa Cruz YIMBY

Silicon Valley Leadership Group

South Bay YIMBY Streets for All

Streets for People Bay Area

Terner Center for Housing Innovation at the

University of California, Berkeley

The Two Hundred **TMG Partners** Transform

UC Berkeley School of Law's Center for

Law, Energy, and the Environment UCLA Department of Urban Planning

Urban Environmentalists Urban Mix Development

West Third Street Parking and Public

Improvement Association

YIMBY Action

Support If Amended

American Planning Association, California

Chapter

Opposition

Albany Neighbors United

California Cities for Local Control

California Contract Cities Association

Century Glen HOA City of Corona

City of Fountain Valley

City of Pleasanton

Livable California

Town of Truckee

Ventura Council of Governments