

City Council

Susan Candell, Mayor Teresa Gerringer, Vice Mayor Carl Anduri, Council Member Gina Dawson, Council Member Wei-Tai Kwok, Council Member

October 15, 2021

Jesse Arreguin, President Members of the ABAG Executive Board 375 Beale Street, Suite 800 San Francisco, CA 94105-2006

SUBJECT: Objection to the use of errata to change policy

President Arreguin and Member of the Board,

Over more than a year, the City of Lafayette has been actively engaged in the RHNA process, providing feedback at key milestones during the time that the Housing Methodology Committee (HMC) met, providing written comment letters to ABAG leadership, and requesting one-on-one office hours with key staff at ABAG.

Our appeal of our draft allocation was submitted in a timely fashion, and we provided clear documentation that Plan Bay Area 2050, which provided housing growth projections that were subsequently used as the baseline for the RHNA allocation process, <u>failed to exclude</u> public lands located in Very High Fire Hazard Severity Zones from its Growth Geographies, thereby increasing the number of units allocated to Lafayette in error.

The Draft RHNA Allocation Plan adopted by the Executive Board notes, on page 36, that: "The Final Blueprint Growth Geographies exclude CalFire designated VHFHSZs and county designated WUIs" and "The Final Blueprint Strategies focus future growth away from the highest fire risk zones." The January 21, 2021 Executive Board meeting transcript reads in part: "...[w]hen we're trying to accommodate 1.5 million homes across the region it's hard to take everything off the table. We've taken off the table large parts of the region that are not growth geographies. We're protecting public buildings, protecting public parks and open spaces. All those things are protected. We took off the table high risk fire areas and the like and any sort of areas that wouldn't be protected from sea level rise." [emphasis added]

ABAG's response to our appeal states: "Throughout the region, it is essentially impossible to avoid all hazards when siting new development, but jurisdictions can think critically about which areas in the community have the *highest* hazard risk."

www.ci.lafayette.ca.us

We agree, and it is clear that ABAG did precisely this at a regional scale, excluding high fire hazards zones from Growth Geographies. It is clear that an error was made when public lands which lie within VHFHSZs were included in the RHNA calculations, which staff acknowledges. All of the information available to the public and Executive Board stated that Growth Geographies excluded VHFHSZ's and that Public Lands were within Growth Geographies. However, the week of our appeal hearing, ABAG issued an erratum in an attempt to correct it at the last minute. In our view, it is inappropriate to use an erratum to change a policy that had been clearly stated throughout Plan Bay Area 2050 documentation, and it is inconsistent with the information provided to the public and the Executive Board before it voted on May 20th. The definition of erratum is an error in writing or printing, not a change in policy.

Next Steps

- 1. We understand that the Administrative Committee took a preliminary action to deny Lafayette's appeal, however we respectfully request that the error be corrected by reducing our allocation when the final action is taken.
- 2. The issuance of an errata (see attached) should not be used to change policy moving forward and should be limited to factual and technical corrections. Policy changes should be made by the Executive Board through a public hearing process.

Sincerely,

Susan Candell, Mayor

Susan Candell

On Behalf of the Lafayette City Council

Cc: Therese Watkins McMillan, Executive Director, Association of Bay Area Governments
Gillian Adams, Principal Planner, ABAG Regional Planning Program
Dave Vautin, Plan Bay Area 2050
Members of the Metropolitan Transportation Commission

Enc. Draft Plan Bay Area 2050 Errata • Updated September 13, 2021



Draft Plan Bay Area 2050 Errata

Updated September 13, 2021

The Metropolitan Transportation Commission and Association of Bay Area Governments note the following errors in the Draft Plan Bay Area 2050 document and supplemental reports. This document is regularly updated on the Plan Bay Area 2050 website.

Document	Page Number	Paragraph or Table Number	Correction
Draft Plan and Supplemental Reports	Various	N/A	Add Rohnert Park Councilmember Susan Adams to the list of ABAG Executive Board City Representatives and remove the vacant Cities in Sonoma County board seat
Forecasting and Modeling Report	41	Table 11	Change "2 BART routes" to "3 BART routes"
	53	Paragraph 2	In order to make the description consistent with the MTC/ABAG actions taken in September 2020 and January 2021, delete "were within the Growth Geographies and"
Statutorily Required Plan Maps	19	N/A	The following Priority Conservation Areas were omitted from the map of Alameda County: • Arroyo Las Positas Trail • First Street
	20	N/A	The following Priority Conservation Area was omitted from the map of Contra Costa County: • Northwest Waterfront
	21	N/A	The following Priority Conservation Area was omitted from the map of Marin County: • Tiburon Open Space
	22	N/A	The following Priority Conservation Area was omitted from the map of Napa County: • Napa County Agricultural Lands and Watersheds

	23	N/A	The following Priority Conservation Areas were omitted from the map of San Francisco County: • Central Waterfront • Excelsior/OMI Park Connections • India Basin • Lake Merced/Ocean Beach • Northern Waterfront • Treasure Island
	25	N/A	The following Priority Conservation Areas were omitted from the map of Santa Clara County: • Palo Alto Baylands • Palo Alto Foothills
	26	N/A	The following Priority Conservation Areas were omitted from the map of Solano County: Cache Slough Dixon Agricultural Service Area Mare Island Open Space Napa-Sonoma Marshes Wildlife Area White Slough Wetlands Area
	27	N/A	The following Priority Conservation Area was omitted from the map of Sonoma County: • Southeast Greenway
	2	Paragraph 1	Change "\$466 billion" to "\$469 billion"
Technical	3	Paragraph 1	Change "\$113 billion" to "\$110 billion"
Assumptions Report	15	Table 7	Combine "FHWA STP/CMAQ - Regional" and "FHWA STP/CMAQ - County" into one row, titled "FHWA STBG/CMAQ"
Transportation Project List	4	N/A	Delete "and Clayton Rd" from the scope of RTP ID 21-T06-033
	5	N/A	Move "(i.e., highway or freeway lane, auxiliary lane, or HOV lane)" to follow "lane extensions of less than 1/4-mile" in scope of RTP ID 21-T06-048
	6	N/A	Delete "(less than 1/4-mile)" from scope of RTP ID 21-T07-056
	12	N/A	Make the following changes to the scope of RTP ID 21-T12-116: change "I-80 (ALA)" to

		"I-80 (ALA, CC) and SR-4 (CC)" and "I-680 (ALA)" to "I-680 (ALA, CC)"
12	N/A	Change "Service Expansion" to "Modernization" in the title of RTP ID 21-T12-124



CITY OF SAUSALITO

420 Litho Street • Sausalito, CA 94965 Telephone: (415) 289-4100 www.sausalito.gov

October 27, 2021

Via EMail

Association of Bay Area Governments (ABAG) Executive Board Association of Bay Area Governments Administrative Committee C/O Fred Castro, ABAG Clerk of the Board 375 Beal Street, Suite 700 San Francisco, CA 94105-2066

RE: ABAG Administrative Committee Regional Housing Needs Allocation Appeals Public Hearing – Comment Letter on All Appeal Deliberations and on City of Sausalito Appeal

Dear Board, Administrative Committee Chair Arreguin, and Administrative Committee members,

Thank you for the difficult work to ensure the 6th Cycle RHNA is distributed in an equitable way that both seeks to provide opportunity to those in need of housing and ensures that our shared goals to put housing near services and jobs to address climate change are addressed. The City of Sausalito (Sausalito) would like to stress that we are an active partner in this process and are willing to take on our fair share of the region's housing needs.

Please consider this comment letter as it relates to the Administrative Committee's consideration of all RHNA appeals, including but not limited to, the City of Sausalito's appeal and final deliberations.

There is a significant misunderstanding on the part of ABAG staff and the Administrative Committee regarding what HCD reviewed and approved and the basis for an appeal of the RHNA.

ABAG RESPONSE TO APPEAL AND RELIANCE ON HCD FINDINGS

ABAG's response to Sausalito's appeal included the following statements:

"The final RHNA methodology adequately considers the potential development constraints described in Sausalito's appeal through use of data from the Plan Bay Area 2050 Final Blueprint as the baseline allocation."

"As stated previously, critiques of the RHNA methodology itself do not represent a valid basis for a RHNA appeal."

Committee Member Mayor Romero commented on Sausalito's appeal, referring to the appeal as allegations within the rather lengthy report presented from Sausalito consistently arguing that the RHNA Methodology is inconsistent State law. Mayor Romero identified that the Committee has abundant correspondence from the State that indicates the document and process and methodology the Committee used passes muster with the State.

FAX NUMBERS:

Administration: (415) 289-4167 Recreation: (415) 289-4189

Community Development: (415) 339-2256 Public Works: (415) 289-4138 Committee Chair Mayor Arreguin followed Mayor Romero's comments with a statement that HCD (the Department of Housing and Community Development) approved the methodology and found that it met the statutory requirements.

HCD FINDINGS DO NOT APPROVE ABAG'S APPLICATION OF GOVERNMENT CODE SECTION 65584.04

As shown above, ABAG staff and Administrative Committee members repeatedly identified that HCD has approved their methodology and that the City's appeal falls outside of the scope of the appeal process. ABAG staff and the members of the Administrative Committee are acting on the basis HCD has endorsed the methodology as being fully consistent with State law, including the factors prescribed Government Code Section 65584.04(e) that address opportunities and constraints, including suitable land for urban and residential development as well as a number of other factors, for each jurisdiction.

However, as described below, HCD has not approved the full methodology. *HCD's approval and findings have been limited to whether the methodology furthers the statutory objectives under Government Code Section 65584(d)*. HCD's April 12, 2021 letter (Attachment 1) only addressed the consistency of the ABAG RHNA methodology with the RHNA statutory objectives under Government Code Section 65584(d) and does not address nor endorse the Draft RHNA Plan or methodology in terms of consistency with Government Code Section 65584.04(e).

Government Code Section 65584.04(e) requires ABAG to address specific factors for each jurisdiction (jobs/housing ratio, water/sewer service, suitability of sites for residential/urban development, etc.) in the development of its methodology. As stated in ABAG's response, ABAG relied on Plan Bay Area 2050 for this analysis and Plan Bay Area 2050 does not analyze or address each of these factors at the local jurisdiction level. The lack of this analysis is the cause for the disconnect between cities, particularly those that are mostly built out or significantly constrained, and the Draft RHNA Plan.

Related to the methodology requirements established by Government Code Section 65584.04(e), HCD did not comment on whether ABAG's analysis under this section was adequate. Rather HCD put the burden on ABAG to review appeals, and specifically identified in its August 30, 2021 letter (Attachment 2) that "Any comparable data or documentation supporting this appeal should contain an analysis of not only land suitable for urban development, but land for conversion to residential use, the availability of underutilized land, and opportunity for infill development and increased residential densities. In simple terms, this means housing planning cannot be limited to vacant land, and even communities that view themselves as built out or limited due to other natural constraints such as fire and flood risk areas must plan for housing through means such as rezoning commercial areas as mixed-use areas and upzoning non-vacant land." However, ABAG did not consider whether appeals included documentation of land suitable for urban development, conversion to residential use, underutilized land, infill development and increased residential densities, but focused on the statement that communities that view themselves as built-out or limited due to natural constraints must plan for housing.

LEGAL REQUIREMENTS FOR APPEALS

Government Code Section 65584.05(b) states that appeals shall be limited to any of the following circumstances:

- (1) The council of governments or delegate subregion, as applicable, failed to adequately consider the information submitted pursuant to subdivision (b) of Section 65584.04.
- (2) The council of governments or delegate subregion, as applicable, failed to determine the share of the regional housing need in accordance with the information described in, and the methodology established pursuant to, Section 65584.04, and in a manner that furthers, and does not undermine, the intent of the objectives listed in subdivision (d) of Section 65584.
- (3) A significant and unforeseen change in circumstances has occurred in the local jurisdiction or jurisdictions that merits a revision of the information submitted pursuant to subdivision (b) of Section 65584.04. Appeals on this basis shall only be made by the jurisdiction or jurisdictions where the change in circumstances has occurred.

Sausalito is appealing based on paragraph 2 above. ABAG has not reviewed the appeals to determine if the RHNA Plan distributed allocations based on the information described in 65584.04, which requires significant analysis at the member jurisdiction level, as described in the City's appeal letter dated July 9, 2021.

REVIEW OF SAUSALITO APPEAL BASED ON GOVERNMENT CODE SECTION 65584.04

Sausalito is not stating that it does not need to plan for housing but is stating that the planning for housing should be based on the factors required by Government Code Section 65584.04, including factors identified by HCD in its August 30, 2021 letter. These factors are documented and analyzed in Sausalito's appeal letter and presentation. However, ABAG did not address whether there were actual opportunities to accommodate in housing through means such as rezoning commercial areas, such as mixed-use areas and upzoning non-vacant land, for each member jurisdiction that appealed its analysis based on ABAG's failure to demonstrate opportunities and constraints at the member jurisdiction level, as is required of ABAG by paragraphs 1 and 2 of Government Code Section 65584.04(e).

HCD's approval of the methodology only as it relates to Government Code Section 65584(d), but not Government Code Section 65584.04(e) is an extremely important distinction to make. The lack of adequate analysis for each member jurisdiction as required by Government Code Section 65584.04(e) is the primary cause of the disconnect between the allocations to local jurisdictions versus their capacity to accommodate the RHNA.

While Sausalito did not have additional opportunity to address this inconsistency during the Administrative Committee's deliberations, which identified HCD's approval of the methodology as a basis for rejecting Sausalito's appeal, it is important to identify that HCD did not approve the methodology as it relates to Government Code Section 65584.04. ABAG is responsible for reviewing the methodology and appeals associated with the application of Government Code Section 65584.04. Any appeal determinations that are based on HCD's approval of the

methodology as it relates to the opportunities and constraints at the member jurisdiction level are not valid. While ABAG's message was that Sausalito was making unfounded allegations, it is clear that the appeal was not reviewed by ABAG based on the requirements of the Government Code.

Sausalito's appeal focused on ABAG's application of GC 65584.04(e) - HCD did not make any findings related to this. It is up to local jurisdictions and interested members of the public to review and comment on ABAG's application of Government Code 65584.04(e) through the appeal process. It is ABAG's responsibility to consider whether the RHNA Plan adequately addresses Government Code Section 65584.04(e) and ABAG is not considering comments on this basis.

HCD GUIDANCE RELATED TO IDENTIFICATION OF HOUSING SITES

ABAG's response to the City's appeal and statements by ABAG staff indicate that HCD prohibits their excluding sites on the basis of hazards, except flooding. However, State law identifies that ABAG may include flooding in its review of sites, but does not define or describe how ABAG should determine suitability and does not restrict ABAG from reducing potential capacity for development on sites subject to hazards. HCD's guidance related to the inventory of sites demonstrates the high bar HCD has set for acceptance of sites in each jurisdiction's inventory of residential sites (see Attachment 3) and specifically requires jurisdictions to address limitations associated with hazards. P. 3 of HCD's Housing Element Site Inventory Guidebook describes characteristics to consider when evaluating the appropriateness of sites and specifically lists slope instability, erosion, and other factors to be considered. P. 20 of HCD's Housing Element Site Inventory Guidebook indicates that the capacity of a site should be adjusted for areas that cannot be developed due to environmental factor such as hazards, wetlands, or topography that cannot be mitigated. HCD's guidance demonstrates that hazards should be a factor in determining each jurisdiction's capacity for growth.

CONCLUSION

Sausalito does not agree with the Administrative Committee. The Administrative Subcommittee did not consider the details of Sausalito's proposal and did not demonstrate that the RHNA Plan methodology met the requirements of Government Code Section 65584.04. The City's detailed analysis of our capacity, which included an analysis of land suitable for urban development, sites suitable for conversion to residential use, opportunities for underutilized sites and infill sites, and opportunities to increase residential densities, was not considered. Sausalito did not limit our capacity to available land, but considered many sites developed with residential, commercial, public/quasi-public, and other uses. Although Sausalito provided abundant evidence of our capacity, the committee opted to not review whether the Draft RHNA Plan methodology met the stringent requirements of Government Code Section 65584.04 to analyze specific factors at the member jurisdiction level.

In closing, Sausalito reiterates our commitment to accommodating our fair share of the region's housing needs, based on an evaluation of Sausalito's growth potential considering opportunities and constraints at the member jurisdiction level.

We would be happy to meet with ABAG to discuss our data, including readily available data sources, and recommended approaches to accommodate housing needs while addressing local constraints.

Thank you,

Chris Zapata City Manager

Cc: Mayor Jill James Hoffman

Vice-Mayor Kellman

Councilmember Susan Cleveland-Knowles

Councilmember Melissa Blaustein

Councilmember Ian Sobieski

Mary Wagner, City Attorney

Heidi Scoble, Interim Community Development Director

Serge Avila, Acting City Clerk

Jillian Zeiger, Marin County Planner

Mayor Pat Eklund, ABAG Administrative Committee/City of Novato Irene Borba, City of Belvedere Director of Planning and Building Adam Wolff, Town of Corte Madera Director of Planning and Building Ben Berto, Town of Fairfax Director of Planning and Building Services Neal Toft, City of Larkspur Director of Planning and Building Patrick Kelly, City of Mill Valley Director of Planning and Building Patrick Streeter, Town of Ross Planning and Building Director Elise Semonian, Town of San Anselmo Planning Director Dina Tasini, Town of Tiburon Director of Community Development Thomas Lai, Marin County Community Development Agency Director