

Agenda Item

17-0979

Agenda Date: 12/11/2017

REPORT TO PLANNING COMMISSION

SUBJECT

File #: 2017-7688

Location: 1135-1166 Pome Avenue (APNs 202-18-029 through 031, 202-11-023 through 027, 202-13-002 through 007 and 058); 1142-1167 Pomegranate Court (APNs 202-13-008 through 013, 202-13-016 through 021, 202-13-059 and 060); 1142-1167 Pulora Court (APNs 202-13-022 through 035), 1142-1170 Quince Avenue (APNs 202-13-036 through 050); 701-795 Sheraton Avenue (APNs 202-12-004 through 019); 1151-1167 Hollenbeck Avenue (202-13-053 through 057).

Zoning: R-1

Proposed Project: Introduction of an Ordinance to **REZONE** 79 contiguous single family home lots from R-1 (Low Density Residential) to R-1/S (Low Density Residential/Single-Story)

Applicant / Owner: John Scheffel (plus multiple property owners)

Environmental Review: The Ordinance being considered is categorically exempt from review pursuant to CEQA Guidelines Section 15305 (minor alteration in land use) and Section 15061(b)(3) (a general rule that CEQA only applies to projects that have the potential for causing a significant effect on the environment. Where it can be seen with certainty that there is no possibility that the action may have a significant effect on the environment, the activity is not subject to CEQA). **Project Planner:** Shétal Divatia (408) 730-7637, sdivatia@sunnyvale.ca.gov

REPORT IN BRIEF

General Plan: Residential Low Density

Existing Site Conditions: A cohesive residential neighborhood consisting of 79 single story homes. **Surrounding Land Uses**

North: Single family homes South: Single family homes and school site across Quince Ave. East: Single family homes West: Single family homes

Issues: Preservation of a single-family neighborhood of predominantly single-story Eichler homes. **Staff Recommendation:** Planning Commission recommend to City Council: find the project exempt from CEQA; and introduce an ordinance to rezone 79 contiguous single-family home lots.

BACKGROUND

The application was signed by 63 property owners (80 percent) in the 79-lot project area. As indicated on the vicinity and noticing map (Attachment 2), the project area includes the Fairbrae Unit 1 (tract) Eichler neighborhood that follows the entire tract map boundaries. The proposed district includes single family residences on Pome and Quince and Hollenbeck Avenues, Pomegranate and Pulora Courts, Sheraton Drive. A list of all the properties included in the rezoning is in Attachment 3. A project description letter from the applicant is in Attachment 4.

The request is to modify the current R-1 zoning designation (Low Density Residential) by combining it

with an "S" single-story zoning designation for R-1/S. This zoning change would limit the existing single family homes in the project area to one story and 45 percent Floor Area Ratio (FAR). Other City site development standards and density would remain the same.

This application represents the sixteenth (16th) single-story combining district application to be considered by the City since the enabling zoning code changes became effective January 1, 2001. Attachment 5 is a list of approved and pending applications for single-story districts in the City and Attachment 2 includes a Citywide map of the existing and proposed single-story combining districts (SSCDs).

The City Council is scheduled to consider this item on January 23, 2018.

EXISTING POLICY

Sunnyvale Municipal Code Section 19.26.200

The intent of the Council's action creating the single-story combining district was to "modify the site development regulations of the R-0, R-1, and R-2 residential zoning districts to preserve and maintain single-family neighborhoods of predominantly single-story character." Sunnyvale Municipal Code Section 19.26.200(b) states that the single-story combining district may be established at the discretion of the City Council to combine with the R-0, R-1 or R-2 zoning districts. Submittal of the minimum application requirements does not guarantee nor imply an automatic approval. The Planning Commission holds a hearing on each rezoning and makes a recommendation to the City Council. The City Council may approve a zoning amendment upon finding that the amendment, as proposed, changed or modified is deemed to be in the public interest.

Members of the public have questioned whether the current application process is sufficient to assure that residents understand the implications of single-story zoning. There was a suggestion that a more rigorous application process, such as an independent poll of property owners by staff, would better validate interest by property owners in the proposed zoning district. Based on the feedback, the administrative process was modified and staff sends out a separate request to all affected property owners to indicate their interest or opposition to the rezoning request. Staff mailed a letter to each property owner asking for confirmation of their perspective of the application; as of December 6, 2017, results of the polling are:

- 40 support the rezoning
- 2 oppose the rezoning
- 1 neutral on the rezoning
- 36 no reply

There have also been requests to analyze the effect of single-story rezoning on the citywide housing stock and property values. The single-story combining district was created in 2000 as part of a larger study to consider changes to single-family home design criteria and development standards. Staff conducted a study session for the Planning Commission about the history and current project review process. Due to the number of single-story applications submitted in 2016 and after hearing comments made by the public at the study session, the Planning Commission ranked a study issue for consideration in 2017 to relook at the process and to determine what factors should be considered as part of determining "in the public interest." City Council selected and ranked this study issue for 2017 (number 3 of 5 for CDD); however, it ranked below the line for 2017 and was not

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studied. This potential study issue summary has been modified to include analysis of minimum rezone area (e.g., number of properties) to file an application and to clarify requirements to add or remove properties. All potential study issues will be considered by City Council in February 2018.

ENVIRONMENTAL REVIEW

The action being considered is categorically exempt from review under the California Environmental Quality Act (CEQA) pursuant to CEQA Guideline Section 15305 as it is a minor alteration in land use in an area with an average slope of less than 20% and will not result in any changes in land use density. In addition, the Ordinance is exempt under the general rule that CEQA only applies to projects that have the potential for causing a significant effect on the environment. Where it can be seen with certainty that there is no possibility that the action may have a significant effect on the environment, the activity is not subject to CEQA. (Section 15061(b)(3)).

DISCUSSION

The action under consideration is a rezoning to add a single-story combining district to an existing R-1single-family neighborhood. The following items must be met in order to consider an application for a single-story combining district:

- 1. The zoning for the underlying district must be R-0, R-1 or R-2- *Criteria met (R-1)*
- 2. The application must be signed by at least 55 percent of the property owners in the proposed district- *Criteria met (80%)*
- 3. The proposed district must be clearly delineated in the application and must consist of at least 20 homes *Criteria met (79 homes)*
- 4. At least 75 percent of the homes in the proposed district must be one-story- *Criteria met (72 of 79 homes: 91%)*
- 5. To the extent feasible, the proposed district shall follow a recognizable feature such as a street, stream, or tract boundary- *Criteria met (one tract boundary)*

If adopted, the single-story combining district will remain in effect unless district owners initiate a similar application process to request that it be removed.

The project meets all the code requirements for a single-story combining district. The proposed application area is in a predominantly single-story R-1 neighborhood and includes more than the minimum 20 properties. There are seven two story homes in the proposed 79-lot district. By using the City's GIS system and County Assessor information, staff has confirmed that 63 (80 percent) of the property owners have joined this application.

Sunnyvale Municipal Code Section 19.26.200 states that to the extent feasible, the proposed district shall follow a recognizable feature such as a street, stream, or tract boundary. The proposed district includes three residential blocks that follow the Fairbrae Unit 1 Tract boundary. All of these homes were originally built as Eichlers. One house, on the corner of Sheraton and Quince Avenues (1142 Quince Avenue), has been significantly remodeled and no longer has Eichler architectural features; it is a one-story house.

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Several lots within the proposed district are immediately adjacent to residential lots that are not included in the proposed district. These adjacent lots have or can potentially have a second floor. Although there could be future privacy impacts from adjacent properties Sunnyvale Municipal Code Section 19.26.200 states that the residential single-story combining district is intended to preserve and maintain single-family neighborhoods of predominantly single-story character. The proposed district protects the visual character of the streets involved.

A letter was sent to the property owners in the proposed district providing them with a detailed outline of the new development limits for a single-story district and explaining that if adopted the new development standards shall only be applicable to properties located within the district and not the adjacent properties outside the proposed district (Attachment 7). The following development regulations will apply:

Single Story Limit

- There will be a limit of one habitable floor (story). Habitable areas are interiors conditioned for human occupancy (e.g., meet standards for heat, insulation, light and minimum ceiling heights).
- Lofts, mezzanines and similar areas will be prohibited as well as attics that meet habitable standards.
- The one-story limit will apply to all proposed structures on the property, including detached structures such as garages, accessory living units, etc.

Building Height Limit

• The maximum building height will be 17 feet (currently 30 feet).

Maximum Gross Floor Area

- The maximum floor area ratio (FAR) of each home will be 45 percent, the same for any onestory home in the R-1 zoning district.
- No future home additions beyond 45 percent FAR will be permitted unless a Variance is granted.
- A basement is not considered a story unless it extends more than two feet above the ground; it would then be counted towards the floor area limit.

Legal Non-Conforming Homes

- Existing legally constructed homes that exceed 45 percent FAR, 17 feet in height, or that have existing second stories will be considered legal and non-conforming if the properties are rezoned.
- Legal non-conforming homes can be maintained and repaired subject to City building permits provided the non-conformity is not increased.

Neighborhood Density

• The proposed single-story rezoning area is an R-1 single-family zone where only one dwelling units is allowed per lot. The new zoning designation will be R-1/S. The area will remain a single-family area with only one dwelling unit allowed on each lot. Accessory dwelling units (ADUs) are allowed on lots over 8,000 square feet, and must also meet the single-story limitation.

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Eichler Design Guidelines

The area proposed for rezoning is an Eichler neighborhood and is therefore subject to the adopted Sunnyvale Eichler Design Guidelines adopted by the City Council in 2009. The Guidelines are used in support of the zoning code and provide guidance when absolute standards are inappropriate. The Guidelines focus on design issues, compatibility, and privacy concerns and still allow creativity and individuality in architectural expression. Residential design review decisions in Eichler neighborhoods must be compatible with the Guidelines.

Rezoning Impact

By rezoning the proposed district to R-1/S, no impacts are expected to immediate surrounding properties or those in the vicinity of the proposed district.

FISCAL IMPACT

There is no development related to this application. No fiscal impacts other than normal fees and taxes associated with owning a single-family home are expected.

PUBLIC CONTACT

Public contact was made through the following:

- A hearing notice was placed in the Sunnyvale SUN newspaper.
- The Planning Commission agenda was posted on the City's official-notice bulletin board and the City's website.
- The agenda and staff report were made available on the City's website and in the Office of the City Clerk.
- 251 notices were sent to the project area and surrounding property owners.
- The blocks within the proposed district were posted with hearing notices.

A neighborhood meeting was held for this project on November 16, 2017 at the Sunnyvale Community Center. Three people attended the meeting.

An information letter outlining the restrictions of the single-story combining district was also sent to the property owners in the proposed district so that those who did not attend the information meetings would have complete information (Attachment 7).

ALTERNATIVES

Recommend to City Council that City Council:

- Find the project exempt from CEQA pursuant to CEQA Guidelines Sections 15305 and 15061 (b)(3).
- 2. Introduce an Ordinance (Attachment 6 of this report) to Rezone 79 contiguous single family home lots from R-1 (Low Density Residential) to R-1/S (Low Density Residential/Single-Story).
- 3. Introduce an Ordinance with modified boundaries to rezone fewer properties.
- 4. Deny the rezone.

STAFF RECOMMENDATION

Recommend to City Council: Alternatives 1 and 2: 1) Find the project exempt from the California Environmental Quality Act (CEQA) pursuant to CEQA Guidelines Section 15305 and 15061(b)(3);

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and, 2) Introduce an Ordinance to Rezone 79 contiguous single family home lots from R-1 (Low Density Residential) to R-1/S (Low Density Residential/Single-Story).

Prepared by: Shétal Divatia, Senior Planner Reviewed by: Gerri Caruso, Principal Planner Reviewed by: Andrew Miner, Planning Officer Reviewed by: Trudi Ryan, Director of Community Development Reviewed by: Teri Silva, Interim Assistant City Manager Approved by: Kent Steffens, Interim City Manager

ATTACHMENTS

- 1. Not Used
- 2. Vicinity and Noticing Map
- 3. List of addresses and APNs within the proposed district
- 4. Applicant's letter
- 5. Map of approved and pending SSCD applications
- 6. Draft Ordinance
- 7. Letter from City to property owners in proposed district