

Public Hearing Agenda

Public Notice is hereby given of a Regular Council Meeting for Public Hearings being held on:

Public Hearing Agenda Electronic Meeting

Monday, June 20, 2022 - 7 p.m. Council Chambers, 1st Floor **Richmond City Hall** 6911 No. 3 Road Richmond, BC V6Y 2C1

OPENING STATEMENT

Page

1. RICHMOND ZONING BYLAW 8500, AMENDMENT BYLAW 10383 (RZ 21-936512)

(File Ref. No. RZ 21-936512, 12-8060-20-010383) (REDMS No. 6886845, 6886838)

PH-4

See Page **PH-4** for full report

Location: 3660/3662 Williams Road

Applicant: **Pakland Properties**

To rezone the subject property from the "Two-Unit Purpose:

> Dwellings (RD1)" zone to the "Single Detached (RS2/B)" zone to permit the property to be subdivided into two singlefamily lots with vehicle access from the Williams Road.

First Reading: May 24, 2022

Order of Business:

- 1. Presentation from the applicant.
- Acknowledgement of written submissions received by the City Clerk since first reading.

Page

3. Submissions from the floor.

Council Consideration:

1. Action on second and third readings of Richmond Zoning Bylaw 8500, Amendment Bylaw 10383.

2. OFFICIAL COMMUNITY PLAN BYLAW 9000, AMENDMENT **BYLAW** 10375 AND **RICHMOND** ZONING **BYLAW** 8500. AMENDMENT BYLAW **10376** (MARKET RENTAL **HOUSING AMENDMENTS**)

PH-27

See Page **PH-27** for full report

Location: City-wide

Applicant: City of Richmond

Purpose: Purpose of OCP Designation Amendment:

To introduce a mandatory market rental construction requirement in apartment developments with more than 60 units. Townhouse development with 5 or more units and apartment development with less than 60 units would either provide a cash-in-lieu of construction contribution toward affordable housing initiatives or the owner may make use of a density bonus to construct market rental units.

To clarify parking reductions for rental housing beyond those included in the Zoning Bylaw.

Purpose of Zoning Amendment:

To amend standard multi-family zones that permit apartment development to secure construction of market rental units. Amendments are proposed to the following zones:

- Low Density Low Rise Apartments (RAL1, RAL2);
- Medium Density Low Rise Apartments (RAM1, RAM2, RAM3);
- High Density Low Rise Apartments (RAH1, RAH2);
- Residential/Limited Commercial (RCL1, RCL2, RCL3, RCL4, RCL5); and
- Downtown Commercial (CDT1, CDT2, CDT3).

First Reading: May 24, 2022

Order of Business:

Public Hearing Agenda – Monday, June 20, 2022

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- 1. Presentation from the applicant.
- 2. Acknowledgement of written submissions received by the City Clerk since first reading.
- 3. Submissions from the floor.

Council Consideration:

1.	Action on second and third readings of Official Community Plan Bylaw 9000 Bylaw 8500, Amendment Bylaw 10375.
2.	Action on second and third readings of Richmond Zoning Bylaw 8500 Amendment Bylaw 10376.
1.	Adoption of Official Community Plan Bylaw 9000 Bylaw 8500, Amendment Bylaw 10375.
2.	Adoption of Richmond Zoning Bylaw 8500, Amendment Bylaw 10376.
ADJOURN	MENT



Report to Committee

To:Planning CommitteeDate:May 3, 2022From:Wayne CraigFile:RZ 21-936512

Director, Development

Re: Application by Pakland Properties for Rezoning at 3660/3662 Williams Road from

the "Two-Unit Dwellings (RD1)" Zone to the "Single Detached (RS2/B)" Zone

Staff Recommendation

That Richmond Zoning Bylaw 8500, Amendment Bylaw 10383, for the rezoning of 3660/3662 Williams Road from the "Two-Unit Dwellings (RD1)" zone to the "Single Detached (RS2/B)" zone, be introduced and given first reading.

Wayne Craig

Director, Development

(604-247-4625)

WC/NA:blg

Att. 6

REPORT CONCURRENCE				
ROUTED TO:	CONCURRENCE	CONCURRENCE OF GENERAL MANAGER		
Affordable Housing	☑	For J Erceg John Hopkins, Acting General Manager		

Staff Report

Origin

Pakland Properties has applied to the City of Richmond, on behalf of the owner Pakland Investments Ltd. (Khalid Hasan), for permission to rezone 3660/3662 Williams Road from the "Two-Unit Dwellings (RD1)" zone to the "Single Detached (RS2/B)" zone in order to permit the property to be subdivided into two single-family residential lots each with vehicle access from Williams Road. A location map and aerial photo are provided in Attachment 1. A survey showing the proposed subdivision plan is provided in Attachment 2. There is currently an existing strata-titled duplex on the subject site, which will be demolished.

Findings of Fact

A Development Application Data Sheet providing details about the development proposal is attached (Attachment 3).

Subject Site Existing Housing Profile

There is an existing stratified duplex with one secondary suite on the subject site, with each unit occupied by tenants.

Surrounding Development

The subject site is located on the southwest corner of Williams Road and 4th Avenue, in an established residential neighbourhood consisting mainly of single detached housing and duplexes.

To the North: Across Williams Road, single-family residential lots zoned "Single Detached

(RS1/E)".

To the South: Fronting 4th Avenue, single-family residential lots zoned "Single Detached

(RS1/E)".

To the East: Across 4th Avenue, single-family residential lots zoned "Single Detached

(RS1/E)". An application for rezoning at 3680 Williams Road (RZ 17-772020) to subdivide the lot into two single-family homes is currently under staff review.

The rezoning application would be subject to a separate staff report.

To the West: Single-family residential lots zoned "Single Detached (RS1/E)".

Related Policies & Studies

Official Community Plan/Steveston Area Plan

The 2041 OCP Land Use Map designation for the subject site is "Neighbourhood Residential" and the Steveston Area Plan Land Use Map designation is "Single Family" (Attachment 4). This redevelopment proposal is consistent with these designations.

Zoning Bylaw 8500

Subdivision can be considered given that the subject site contains a legal duplex. Section 2.3.7 of Richmond Zoning Bylaw 8500 provides that the Lot Size Policy does not apply to a rezoning application on a site that contains a legal duplex and that is intended to be subdivided into no more than two single detached housing lots. This redevelopment proposal would result in a subdivision to create two single-family lots; each 429.0 m² (4,617.72 ft²) and 463.9 m² (4,993.37 ft²) in area. Further, the proposed subdivision would comply with the minimum lot dimensions and size identified in the "Single Detached (RS2/B)" zone.

Floodplain Management Implementation Strategy

The proposed redevelopment must meet the requirements of the Richmond Flood Plain Designation and Protection Bylaw 8204. Registration of a flood indemnity covenant on title is required prior to final adoption of the rezoning bylaw.

Public Consultation

A rezoning sign has been installed on the subject property at both the Williams Road and 4th Avenue frontages of the property. Staff have not received any comments from the public about the rezoning application in response to the placement of the rezoning sign on the property.

Should the Planning Committee endorse this application and Council grant first reading to the rezoning bylaw, the bylaw will be forwarded to a Public Hearing, where any area resident or interested party will have an opportunity to comment. Public notification for the Public Hearing will be provided as per the *Local Government Act*.

Analysis

This redevelopment proposes to rezone and subdivide one existing two-unit dwelling property into two new single-family lots with vehicular access from Williams Road. Both new lots will provide a secondary suite.

In keeping with the City's urban design objectives for enhanced design on corner lots, the applicant will be required to provide a landscape plan and register a restrictive covenant on title to ensure that the development design is consistent with the approved plans. A conceptual plan is provided in Attachment 2.

Existing Legal Encumbrances

There is currently a covenant registered on the title of the subject properties, restricting the use of the site to one two-family dwelling only (charge #BH226700). Prior to final adoption of the rezoning bylaw, the Strata Plan LMS1794 must be dissolved and the Covenant (charge #BH226700) discharged.

There is an existing 3.0 m by 3.0 m statutory right-of-way (SRW) for sanitary sewer and other works registered on title within the rear yard at the southwest corner of the subject lot. This SRW will be expanded and widened to provide a 6.0 m wide SRW along the rear of proposed Lot A and extend into a portion of the proposed Lot B to facilitate an extension of the sanitary sewer. The applicant is aware that encroachment and construction works are not permitted within the SRW.

Transportation and Site Access

Vehicle access to the proposed lots will be via the two existing driveways to Williams Road. The siting of existing sidewalk, boulevard, and driveway locations along Williams Road development frontage is to be maintained. The applicant will be required to install a new sidewalk adjacent to the curb along 4th Avenue and will be secured through the Servicing Agreement which is required prior to subdivision.

Tree Retention and Replacement

The applicant has submitted a Certified Arborist's Report, which identifies on-site and off-site tree species, assesses tree structure and condition, and provides recommendations on tree retention and removal relative to the proposed development. The Report assesses three bylaw-sized trees (tag #65, 66, 67) and one undersized tree (tag #64) on the subject property, and one street tree on City property (tag #A) and one neighbouring tree (tag #B).

The City's Tree Preservation Coordinator and City's Parks Department has reviewed the Arborist's Report and supports the Arborist's findings, with the following comments:

- One tree, tag #67 (a 28 cm caliper multi-stem Fig tree) located along the 4th Avenue frontage, is in good condition and is to be retained and protected. A Tree Survival Security of \$5,000.00 for the one tree is required.
- Three trees, tag #64 (an undersized 18 cm caliper Cherry tree), tag #65 (a 26 cm caliper Cherry tree), and tag #66 (a 26 cm caliper Fig tree), located on-site are all in poor condition and in conflict with the proposed building footprints. They are to be removed and replaced.
- One tree, tag #A (a 7 cm caliper Staghorn Sumac tree) located on City property is in good condition and is to be retained and protected. A \$5,000.00 Tree Survival Security is required.
- One tree, tag #B (a 17 cm caliper Persian Ironwood) located on neighbouring property is identified for protection.
- Replacement trees are to be specified at 2:1 ratio as per the Official Community Plan (OCP).

One undersized and untagged Staghorn Sumac tree in the southeast corner of the lot (identified on the Tree Management Plan but not shown on the survey), and a hedge on the neighbouring property to the south are to also require Tree Protection Fencing as identified by the Arborist. Additional tree protection considerations for the neighbouring hedge and tree tag #B must be taken as part of the Servicing Agreement design and construction of the sanitary sewer extension.

Tree Replacement

The applicant wishes to remove three on-site trees, of which, two trees are bylaw-sized (Tree tags #65 and 66) which require replacement trees. The 2:1 replacement ratio would require a total of four replacement trees. The applicant has agreed to plant two trees on each lot proposed; for a total of four trees. Prior to final adoption of the rezoning bylaw, the applicant is required to submit a Landscape Plan for both lots prepared by a Registered Landscape Architect, along with a Landscape security based on 100% of the cost estimate provided by the Landscape Architect for the proposed works. A portion of the security will be released after construction and landscaping of the subject site is completed and a landscape inspection by City staff has been passed. The City may retain the balance of the security for a one-year maintenance period to ensure the landscaping survives. The required replacement trees are to be of the following minimum sizes and in accordance with Tree Protection Bylaw No. 8057.

No. of Replacement Trees	Minimum Caliper of Deciduous Replacement Tree	Minimum Height of Coniferous Replacement Tree
4	8 cm	4 m

Tree Protection

Two on-site trees (tag #67 and undersized untagged Sumac), two off-site trees (tag #A and B), and the neighbouring hedge are to be retained and protected. The applicant has submitted a Tree Protection Plan showing the trees to be retained and the measures taken to protect them during development stage (Attachment 5). To ensure that the trees identified for retention are protected at development stage, the applicant is required to complete the following items:

- Prior to final adoption of the rezoning bylaw, submission to the City of a contract with a
 certified arborist for the supervision of all works conducted within or in close proximity to
 tree protection zones. The contract must include the scope of work required, the number of
 proposed monitoring inspections at specified stages of construction, any special measures
 required to ensure tree protection, and a provision for the arborist to submit a
 post-construction impact assessment to the City for review.
- Prior to final adoption of the rezoning bylaw, submission of a Tree Survival Security in the amount of \$5,000.00 for tree tag #67 and \$5,000.00 for tree tag #A.
- Prior to demolition of the existing dwelling on the subject site, installation of tree protection
 fencing around all trees to be retained. Tree protection fencing must be installed to City
 standard in accordance with the City's Tree Protection Information Bulletin Tree-03 prior to
 any works being conducted on-site, and remain in place until construction and landscaping
 on-site is completed.

Affordable Housing Strategy

Consistent with the Affordable Housing Strategy, the applicant has proposed to provide a minimum one-bedroom secondary suite in each of the dwellings to be constructed on the new lots, for a total of two suites. Prior to final adoption of the rezoning bylaw, the applicant must register a legal agreement on title to ensure that no final Building Permit inspection is granted until a minimum one-bedroom secondary suite is constructed on each of the two future lots, to the satisfaction of the City in accordance with the BC Building Code and the City's Zoning Bylaw.

Site Servicing and Frontage Improvements

At the subsequent subdivision stage, the applicant must enter into a Servicing Agreement for the design and construction of the required site servicing works and improvements outlined in Attachment 6, including the installation of a new sidewalk along the 4th Avenue frontage and the installation of a new sanitary line along a portion the rear of the site.

In addition, at the subdivision stage the applicant is required to pay the current year's taxes, Development Cost Charges (City, Metro Vancouver and TransLink), School Site Acquisition Charges, and Address Assignment Fees.

Financial Impact or Economic Impact

None.

Conclusion

This rezoning application to permit the subdivision of the subject site into two lots zoned "Single Detached (RS2/B)" is consistent with the applicable policies and land use designations outlined within the Official Community Plan (OCP).

The applicant has agreed to the list of rezoning considerations (signed concurrence on file) outlined in Attachment 6.

It is recommended that Richmond Zoning Bylaw 8500, Amendment Bylaw 10383 be introduced and given first reading.

Nathan Andrews Planning Technician (604-247-4911)

NA:blg

Attachments:

Attachment 1: Location Map/Aerial Photo

Attachment 2: Site Survey and Preliminary Conceptual Plans

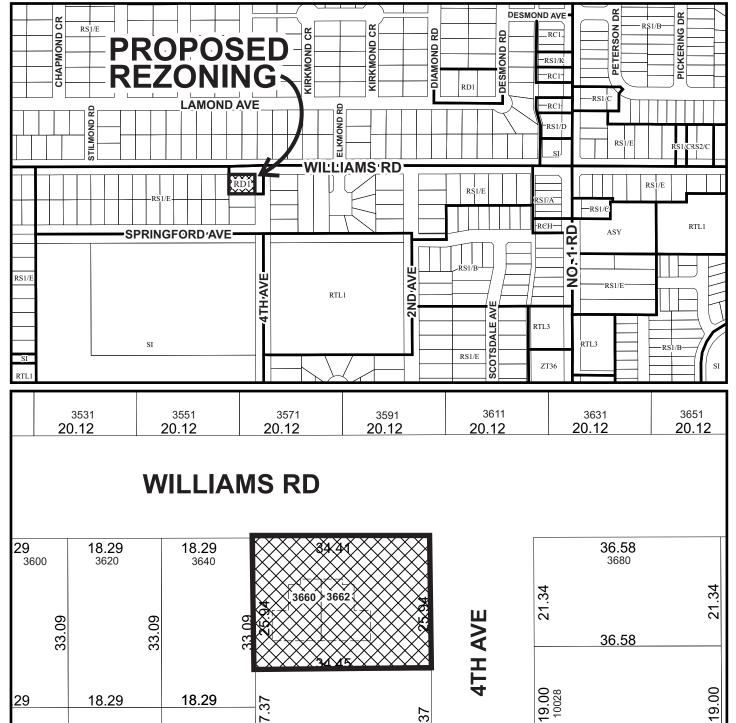
Attachment 3: Development Application Data Sheet Attachment 4: Steveston Area Plan Land Use Map

Attachment 5: Tree Retention Plan

Attachment 6: Rezoning Considerations









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RZ 21-936512

Original Date: 08/18/21

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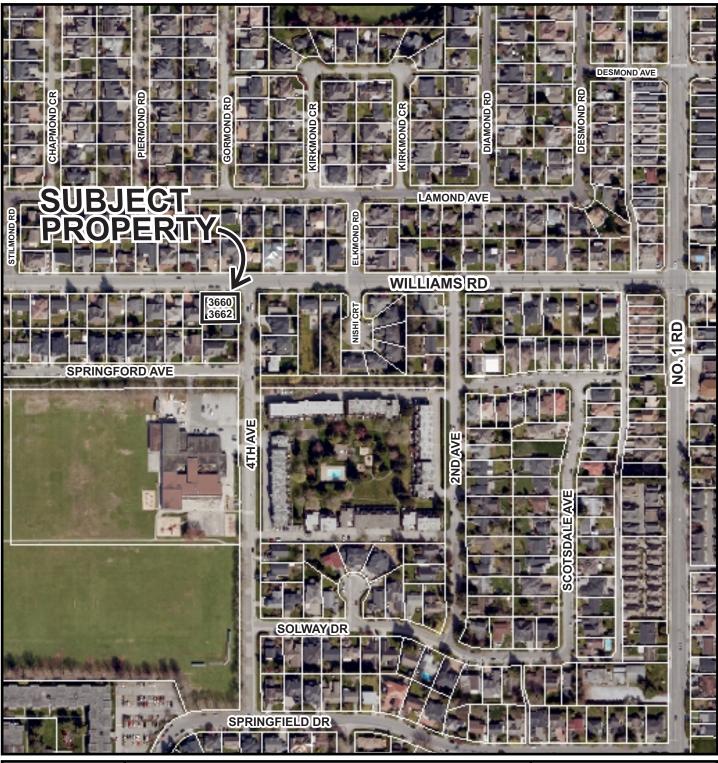
Revision Date:

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Note: Dimensions are in METRES

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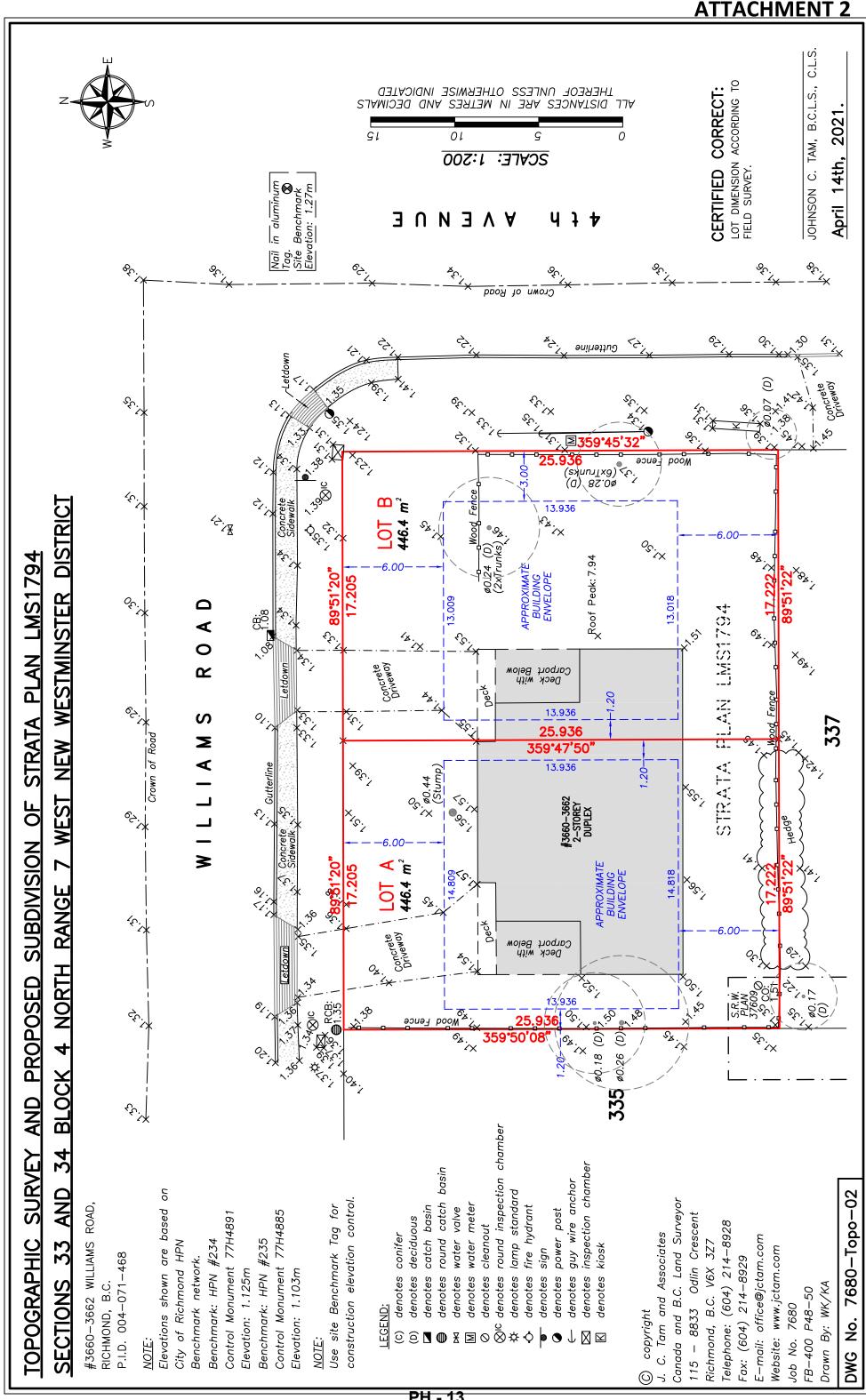


RZ 21-936512

Original Date: 08/18/21

Revision Date:

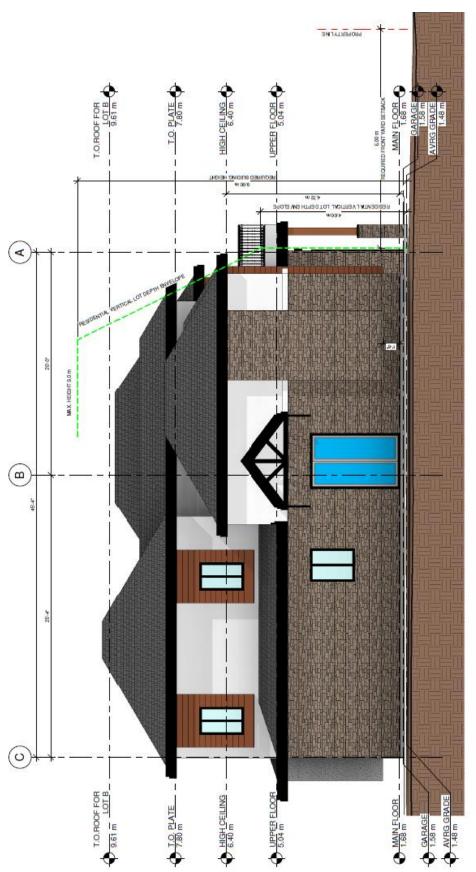
Note: Dimensions are in METRES





LOT B (CORNER LOT) - NORTH ELEVATION ALONG WILLIAMS ROAD

FOR CONCEPTUAL PURPOSES ONLY;
AT BP STAGE, PLANS TO COMPLY
PH - WITH ALL CITY REGULATIONS



LOT B (CORNER LOT) – EAST ELEVATION ALONG 4TH AVENUE

FOR CONCEPTUAL PURPOSES ONLY;
AT BP STAGE, PLANS TO COMPLY
PH WFTH ALL CITY REGULATIONS



Development Application Data Sheet

Development Applications Department

RZ 21-936512 Attachment 3

Address: 3660/3662 Williams Road

Applicant: Pakland Properties

Planning Area(s): Steveston

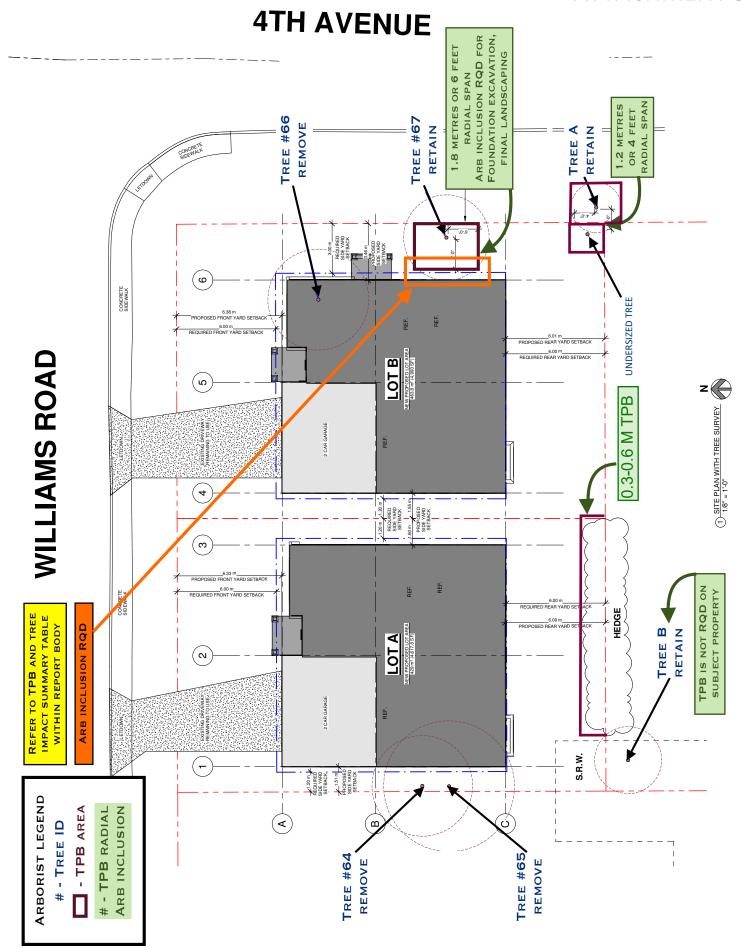
	Existing	Proposed
Owner:	Pakland Investments Ltd	No change
Site Size (m²):	893 m²	Lot A: 429.0 m ² Lot B: 463.9 m ²
Land Uses:	Two-family residential (duplex)	Single-family residential
OCP Designation:	Neighbourhood Residential	No change
Area Plan Designation:	Single-Family	No change
Zoning:	Two-Unit Dwellings (RD1)	Single Detached (RS2/B)
Number of Units:	One duplex (two units)	Two units plus two suites
Other Designations:	N/A	No change

On Future Subdivided Lots	Bylaw Requirement	Proposed	Variance
Floor Area Ratio:	Max. 0.55 for lot area up to 464.5 m ² plus 0.3 for area in excess of 464.5 m ²	Max. 0.55	none permitted
Buildable Floor Area (m²):*	Lot A: Max. 236 m ² (2540.3 ft ²) Lot A: Max. 235.5 m ² (2,535 ft ²) Lot B: Max. 255.1 m ² (2,6092 ft ²) (2,6092 ft ²)		none permitted
Lot Coverage (% of lot area):	Building: Max. 45% Non-porous Surfaces: Max. 70% Live Landscaping Min. %: 25%	Building: Max. 45% Non-porous Surfaces: Max. 70% Live Landscaping Min. %: 25%	none
Lot Size:	Min. 360 m²	Lot A: 429.0 m ² Lot B: 463.9 m ²	none
Lot Dimensions (m):	Width: Min. 12 m Depth: Min. 24 m	Lot A Width: 16.54 m Lot A Depth: 25.94 m Lot B Width: 17.88 m Lot B Depth: 25.94 m	none
Setbacks (m):	Front: Min. 6 m Rear: Min. 6 m Side: Min. 1.2 m Exterior Side: Min. 3 m	Front: Min. 6 m Rear: Min. 6 m Side: Min. 1.2 m Exterior Side: Min. 3 m	none

On Future Subdivided Lots	Bylaw Requirement	Proposed	Variance
Height (m):	2.5 storeys or 9 m	2.5 storeys or 9 m	none
Off-street Parking Spaces – Regular (R) / Suite (S):	2 (R) and 1 (S) per unit	2 (R) and 1 (S) per unit	none
Off-street Parking Spaces – Total:	3	3	none

Oth	er	:

^{*} Preliminary estimate; not inclusive of garage; exact building size to be determined through zoning bylaw compliance review at Building Permit stage.



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ATTACHMENT 6

Rezoning Considerations

Development Applications Department 6911 No. 3 Road, Richmond, BC V6Y 2C1

Address: 3660/3662 Williams Road **File No.:** RZ 21-936512

Prior to final adoption of Richmond Zoning Bylaw 8500, Amendment Bylaw 10383, the developer is required to complete the following:

- 1. Registration of a flood indemnity covenant on title (2.9m GSC Area A).
- 2. Registration of a 6.0 m wide Statutory Right-of-Way along the entire south property line of Lot A and extending a minimum of 3.0 m into Lot B to provide for the required sanitary line.
- 3. Discharge of existing covenant BH226700 registered on title of the strata lots, which restricts the use of the property to a duplex.
- 4. Discharge of Strata Plan LMS1794.
- 5. Submission of a Landscape Plan, prepared by a Registered Landscape Architect, to the satisfaction of the Director of Development, and deposit of a Landscaping Security based on 100% of the cost estimate provided by the Landscape Architect, including installation costs. The Landscape Plan should:
 - comply with the guidelines of the OCP's Arterial Road Policy and should not include hedges along the front property line;
 - include a mix of coniferous and deciduous trees;
 - include the dimensions of tree protection fencing as illustrated on the Tree Retention Plan attached to this report; and
 - include the four (4) required replacement trees with the following minimum sizes:

No. of Replacement Trees	Minimum Caliper of Deciduous Tree	or	Minimum Height of Coniferous Tree	
4	8 cm		4 m	

If required replacement trees cannot be accommodated on-site, a cash-in-lieu contribution in the amount of \$750/tree to the City's Tree Compensation Fund for off-site planting is required.

- 6. Submission of a Contract entered into between the applicant and a Certified Arborist for supervision of any on-site works conducted within the tree protection zone of the trees to be retained (tree tag #67, A, B, undersized untagged Sumac, and neighbouring hedge). The Contract should include the scope of work to be undertaken, including: the proposed number of site monitoring inspections, and a provision for the Arborist to submit a post-construction assessment report to the City for review.
- 7. Submission of a Tree Survival Security to the City in the amount of \$10,000.00 for the two trees to be retained (one on-site tree tag# 67 (\$5,000.00) and one City tree tag # A (\$5,000.00)).
- 8. Registration of a legal agreement on Title to ensure that the Building Permit application and ensuing development of Lot B is generally consistent with submitted conceptual plans and that the building presents an attractive pedestrian interface to 4th Avenue.
- 9. Registration of a legal agreement on Title to ensure that no final Building Permit inspection is granted until a one bedroom secondary suite is constructed on both future lots, to the satisfaction of the City in accordance with the BC Building Code and the City's Zoning Bylaw.

At Demolition Permit* stage, the developer must complete the following requirements:

Installation of appropriate tree protection fencing around all trees to be retained as part of the development prior to
any construction activities, including building demolition, occurring on-site.

At Subdivision* stage, the developer must complete the following requirements:

• Enter into a Servicing Agreement* for the design and construction of engineering infrastructure improvements. A Letter of Credit or cash security for the value of the Service Agreement works, as determined by the City, will be required as part of entering into the Servicing Agreement. Works include, but may not be limited to,

Water Works:

- a) Using the OCP Model, there is 474 L/s of water available at a 20 psi residual at the Williams Road frontage. Based on your proposed development, your site requires a minimum fire flow of 95 L/s.
- b) At Developer's cost, the Developer is required to:
 - i) Submit Fire Underwriter Survey (FUS) or International Organization for Standardization (ISO) fire flow calculations to confirm development has adequate fire flow for onsite fire protection. Calculations must be signed and sealed by a Professional Engineer and be based on Building Permit Stage building designs.
 - ii) Cut and cap at main the existing water connection and remove water meter on the 4th Ave. frontage.
 - iii) Install two new service connections complete with water meters per City standards on the Williams Road frontage to service Lot A and Lot B. The water meters will be located in the boulevard between the sidewalk and the property line.
- c) At Developer's cost, the City will:
 - i) Complete all tie-ins for the proposed works to existing City infrastructure.

Storm Sewer Works:

- d) At Developer's cost, the Developer is required to:
 - i) Provide an erosion and sediment control plan for all on-site and off-site works, to be reviewed as part of the servicing agreement design.
 - ii) Cut and cap existing storm servicing connection at the northeast corner of the east lot.
 - iii) Install a new storm service connection complete with a type 3 IC with dual connection per City standards at the common property line and tied in to the existing 600mm storm sewer at Williams Road frontage to service Lot A and Lot B.
- e) At Developer's cost, the City will:
 - i) Complete all tie-ins for the proposed works to existing City infrastructure.

Sanitary Sewer Works:

- f) At Developer's cost, the Developer is required to:
 - i) Not start onsite excavation or foundation construction until completion of rear-yard sanitary works by City crews.
 - ii) Modify or amend, as required, the utility right-of way registered at the time of rezoning (being a 6.0 m wide right-of-way along the rear of proposed Lot A and extending a minimum of 3.0 m into the rear of Lot B) consistent with the approved design for the proposed sanitary main.
 - iii) Install a new sanitary line 200mm diameter PVC aligned north-south from existing manhole SMH2390 going 9m north complete with a manhole at the southwest corner of Lot A.
 - iv) Install a new sanitary service connection tied in to the new manhole at the southwest corner of Lot A to service Lot A.
 - v) Install a new sanitary line 200mm diameter PVC aligned east-west approximately 19m complete with a manhole located at the southwest corner of Lot B.
 - vi) Install a new sanitary service connection tied in to the new manhole located at the southwest corner of Lot B.

Note: Design and construction of the sanitary sewer line requires review by the Applicant's Arborist and on-site supervision to ensure protection of the neighbouring Tree tag #B and hedge.

- g) At Developer's cost, the City will:
 - i) Complete all tie-ins for the proposed works to existing City infrastructure.
 - ii) Cut and cap at main existing sanitary service connection.

General Items:

- h) At Developer's cost, the Developer is required to:
 - i) Complete other frontage improvements as per Transportation requirements.

Frontage Improvements

- Williams Road:
 - Maintain the existing 1.5 m wide concrete sidewalk at the curb.
 - Landscaped boulevard between the sidewalk and the road fronting property line.
- 4th Avenue:
 - Construct a new 1.5 m wide concrete sidewalk (at the curb) along the subject site's entire 4th Avenue frontage.
 - Landscaped boulevard between the sidewalk and the road fronting property line.

Driveways

- Design standard: Reconstruct each of the two existing driveways per City Engineering Design Specifications (R-9-DS), i.e.
 - Width of driveway letdown at the property line (and at the curb) = 4.0 m.
 - Driveway letdown flares at the curb = 0.9 m.
 - Minimum separation between the driveway letdown flare at the curb to each adjoining common property line = 0.5 m.
- Location: The driveway at 3662 Williams Road is to be located at the westerly end of the site away from the Williams Road/4th Avenue intersection.
- ii) Not encroach into City rights-of-ways with any proposed trees, retaining walls, or other non-removable structures. Retaining walls proposed to encroach into rights-of-ways must be reviewed by the City's Engineering Department.
- iii) Coordinate with BC Hydro, Telus and other private communication service providers:
 - To pre-duct for future hydro, telephone and cable utilities along all road frontages.
 - Before relocating/modifying any of the existing power poles and/or guy wires within the property frontages.
 - To underground overhead service lines.
- iv) Locate/relocate all above ground utility cabinets and kiosks required to service the proposed development and proposed undergrounding works, and all above ground utility cabinets and kiosks located along the development's frontages, within the developments site (see list below for examples). A functional plan showing conceptual locations for such infrastructure shall be included in the development design review process. Please coordinate with the respective private utility companies and the project's lighting and traffic signal consultants to confirm the requirements (e.g., statutory right-of-way dimensions) and the locations for the aboveground structures. If a private utility company does not require an aboveground structure, that company shall confirm this via a letter to be submitted to the City. The following are examples of statutory right-of-ways that shall be shown on the architectural plans/functional plan, the servicing agreement drawings, and registered prior to SA design approval:
 - BC Hydro PMT 4.0 x 5.0 m
 - BC Hydro LPT 3.5 x 3.5 m
 - Street light kiosk 1.5 x 1.5 m
 - Traffic signal kiosk 2.0 x 1.5 m
 - Traffic signal UPS 1.0 x 1.0 m
 - Shaw cable $kiosk 1.0 \times 1.0 \text{ m}$
 - Telus FDH cabinet 1.1 x 1.0 m

- v) Coordinate the servicing agreement design for this development with the servicing agreement(s) for 3680 Williams Road, both existing and in-stream. The developer's civil engineer shall submit a signed and sealed letter with each servicing agreement submission confirming that they have coordinated with civil engineer(s) of the adjacent project(s) and that the servicing agreement designs are consistent. The City will not accept the 1st submission if it is not coordinated with the adjacent developments. The coordination letter should cover, but not be limited to, the following:
 - Corridors for City utilities (existing and proposed water, storm sewer and sanitary) and private utilities.
 - Pipe sizes, material and slopes.
 - Location of manholes and fire hydrants.
 - Road grades, high points and low points.
 - Alignment of ultimate and interim curbs.
 - Proposed street lights design.
- vi) Enter into, if required, additional legal agreements, as determined via the subject development's Servicing Agreement(s) and/or Development Permit(s), and/or Building Permit(s) to the satisfaction of the Director of Engineering, including, but not limited to, site investigation, testing, monitoring, site preparation, dewatering, drilling, underpinning, anchoring, shoring, piling, pre-loading, ground densification or other activities that may result in settlement, displacement, subsidence, damage or nuisance to City and private utility infrastructure.

Prior to Building Permit* issuance, the developer must complete the following requirements:

- Submission of a Construction Parking and Traffic Management Plan to the Transportation Department. Management Plan shall include location for parking for services, deliveries, workers, loading, application for any lane closures, and proper construction traffic controls as per Traffic Control Manual for works on Roadways (by Ministry of Transportation) and MMCD Traffic Regulation Section 01570.
- Obtain a Building Permit (BP) for any construction hoarding. If construction hoarding is required to temporarily occupy a public street, the air space above a public street, or any part thereof, additional City approvals and associated fees may be required as part of the Building Permit. For additional information, contact the Building Approvals Department at 604-276-4285.

Note:

- * This requires a separate application.
- Where the Director of Development deems appropriate, the preceding agreements are to be drawn not only as personal covenants of the property owner but also as covenants pursuant to Section 219 of the Land Title Act.
 - All agreements to be registered in the Land Title Office shall have priority over all such liens, charges and encumbrances as is considered advisable by the Director of Development. All agreements to be registered in the Land Title Office shall, unless the Director of Development determines otherwise, be fully registered in the Land Title Office prior to enactment of the appropriate bylaw.
 - The preceding agreements shall provide security to the City including indemnities, warranties, equitable/rent charges, letters of credit and withholding permits, as deemed necessary or advisable by the Director of Development. All agreements shall be in a form and content satisfactory to the Director of Development.
- Additional legal agreements, as determined via the subject development's Servicing Agreement(s) and/or Development Permit(s), and/or Building Permit(s) to the satisfaction of the Director of Engineering may be required including, but not limited to, site investigation, testing, monitoring, site preparation, de-watering, drilling, underpinning, anchoring, shoring, piling, pre-loading, ground densification or other activities that may result in settlement, displacement, subsidence, damage or nuisance to City and private utility infrastructure.
- Applicants for all City Permits are required to comply at all times with the conditions of the Provincial *Wildlife Act* and Federal *Migratory Birds Convention Act*, which contain prohibitions on the removal or disturbance of both birds and their nests. Issuance of Municipal permits does not give an individual authority to contravene these legislations. The City of Richmond recommends that where significant trees or vegetation exists on site, the services of a Qualified Environmental Professional (QEP) be secured to perform a survey and ensure that development activities are in compliance with all relevant legislation.

- 5 -

Signed	Date	



Richmond Zoning Bylaw 8500 Amendment Bylaw 10383 (RZ 21-936512) 3660/3662 Williams Road

The Council of the City of Richmond, in open meeting assembled, enacts as follows:

1. The Zoning Map of the City of Richmond, which accompanies and forms part of Richmond Zoning Bylaw 8500, is amended by repealing the existing zoning designation of the following area and by designating it "SINGLE DETACHED (RS2/B)".

P.I.D. 019-142-960

Strata Lot 1 Section 34 Block 4 North Range 7 West New Westminster District Strata Plan LMS1794 Together With an Interest in the Common Property in Proportion to the Unit Entitlement of the Strata Lot as Shown on Form 1

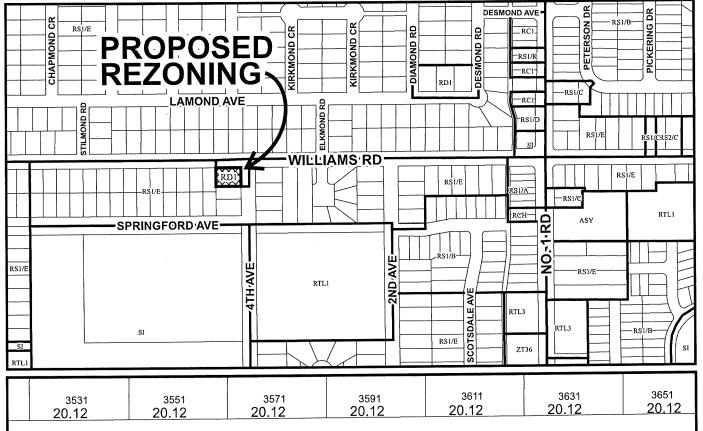
P.I.D. 019-142-978

Strata Lot 2 Section 34 Block 4 North Range 7 West New Westminster District Strata Plan LMS1794 Together With an Interest in the Common Property in Proportion to the Unit Entitlement of the Strata Lot as Shown on Form 1

2. This Bylaw may be cited as "Richmond Zoning Bylaw 8500, Amendment Bylaw 10383".

FIRST READING	MAY 2 4 2022	CITY OF RICHMOND
A PUBLIC HEARING WAS HELD ON		APPROVED by
SECOND READING		APPROVED by Director or Solicitor
THIRD READING		
OTHER CONDITIONS SATISFIED		
ADOPTED		
MAYOR	CORPORATE OFFICER	





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RZ 21-936512

Original Date: 08/18/21

Revision Date:

Note: Dimensions are in METRES



Report to Committee

To:

Planning Committee

Director, Policy Planning

Date:

May 5, 2022

From:

John Hopkins

File:

08-4057-08/2022-Vol

0

Re:

Referral Response: Proposed Mandatory Market Rental Housing Policy and

Proposed Rental Housing Parking Changes

Staff Recommendation

1. That Richmond Official Community Plan Bylaw 7100 and Bylaw 9000 Amendment Bylaw 10375, which proposes to amend the following:

- a) in Schedule 1 of Richmond Official Community Plan Bylaw 9000, amend Section 3.3 "Diverse Range of Housing Types, Tenure and Affordability" by introducing Citywide market rental housing provisions for new development including:
 - i) inserting language to secure a minimum of 15% of residential floor area as market rental units in new development that includes more than 60 apartment units;
 - ii) inserting language to establish that for townhouse development with 5 or more units and apartment development with 60 or less units, a community amenity contribution may be accepted or voluntary construction of market rental units with an associated density bonus may be supported through a rezoning application; and
 - iii) inserting language to clarify further parking reductions for secured rental housing.
- b) in Schedule 2.2A (Thompson Area Dover Crossing Sub-Area Plan), Schedule 2.4 (Steveston Area Plan), Schedule 2.10C (McLennan North Sub-Area Plan), Schedule 2.12 (Bridgeport Area Plan), and Schedule 2.14 (Hamilton Area Plan) of Richmond Official Community Plan Bylaw 9000, insert language to support density bonus provisions with respect to the Official Community Plan Market Rental Housing Policy,

be introduced and given first reading.

- 2. That Richmond Official Community Plan Bylaw 7100 and Bylaw 9000, Amendment Bylaw 10375, having been considered in conjunction with:
 - the City's Financial Plan and Capital Program; and
 - the Greater Vancouver Regional District Solid Waste and Liquid Waste Management Plans;

is hereby found to be consistent with said program and plans, in accordance with Section 477(3)(a) of the *Local Government Act*.

- 3. That Richmond Official Community Plan Bylaw 7100 and Bylaw 9000, Amendment Bylaw 10375, having been considered in accordance with Section 475 of the *Local Government Act* and the City's Official Community Plan Bylaw Preparation Consultation Policy 5043, is found not to require further consultation.
- 4. That Richmond Zoning Bylaw 8500, Amendment Bylaw 10376, which proposes to update existing multi-family zones to reflect changes to the Official Community Plan Market Rental Housing Policy that introduce a mandatory market rental requirement be introduced and given first reading.
- 5. That the following provisions apply to instream applications that are received prior to adoption of Richmond Official Community Plan Bylaw 7100 and Bylaw 9000, Amendment Bylaw 10375 and Richmond Zoning Bylaw 8500, Amendment Bylaw 10376:
 - a) Instream rezoning applications may be exempt from the mandatory provision of market rental housing provided the application achieves first reading within one year of the amendment bylaws being adopted and final adoption and issuance of a Development Permit within one year following the associated Public Hearing; and
 - b) Instream Development Permit applications may be exempt from the mandatory provision of market rental housing provided the Development Permit is issued within one year of the amendment bylaws being adopted.

Instream applications that are unable to comply with the timeline may be required to redesign to construct market rental housing.

6. That staff report back to Council regarding key findings related to the implementation of updates to the Official Community Plan Market Rental Housing Policy after the program provisions are in place for two years.

John Hopkins

Director, Policy Planning

(604-276-4279)

Att. 4

Απ. 4									
REPORT CONCURRENCE									
ROUTED TO:	CONCURRENCE	CONCURRENCE OF GENERAL MANAGER							
Affordable Housing Development Applications Transportation Law	\ \ \ \ \ \ \	John Hopkins, Acting General Manager, Planning and Development							
SENIOR STAFF REPORT REVIEW	INITIALS:	APPROVED BY CAO - Acting							

Staff Report

Origin

At the October 12, 2021 Council meeting, the following referral motions were passed:

- That Resolutions 3 and 6, as well as the provisions of Resolution 7 as it relates to market rentals be referred back to staff to study and report back on the proportional approach to securing market rental units, exploring the inclusion of a higher construction threshold, and including an analysis of the number of market rental units that would be required. (Resolutions 3, 6 and 7 relate to recommendations to introduce a mandatory market rental requirement in new development.); and
- That a new Recommendation 10 be inserted to direct staff to review the required parking ratios for 100% market rental buildings and report back.

In response to Council's direction to staff to review the feasibility of an escalating mandatory market rental policy, staff revisited the analysis framework that was applied to develop a proposed mandatory market rental requirement in new development with more than 60 apartment units and a cash-in-lieu contribution for smaller apartment and townhouse development. In addition, an economic development consultant was retained to undertake supplementary economic feasibility analysis.

To expedite staff's response to the Council referral, staff recommend that public consultation regarding the policy and bylaw changes discussed in this report occur as part of Council's consideration of the proposed amendment bylaws. The statutory bylaw amendment process will provide stakeholders with multiple opportunities to share their views with City Council.

This report supports Council's Strategic Plan 2018-2022 Strategy #6 Strategic and Well-Planned Growth:

Leadership in effective and sustainable growth that supports Richmond's physical and social needs.

- 6.1 Ensure an effective OCP and ensure development aligns with it.
- 6.5 Ensure diverse housing options are available and accessible across the housing continuum.

Background

A targeted review of the Official Community Plan (OCP) is underway and includes exploring bold solutions and new tools to provide housing that is most needed in the City. The initial stages of the housing review will study factors affecting housing affordability and explore options to improve housing supply and affordability in the City. While a systematic work plan has been endorsed by Council, where feasible, staff will bring forward policy options for Council's consideration as it is developed (i.e., in advance of the targeted OCP review timeline).

Consistent with this approach, the policy and zoning bylaw amendments proposed in this report are being brought forward at the earliest opportunity and are consistent with the two key objectives for the OCP housing affordability update: fostering housing affordability through innovation and promoting affordable living.

Analysis

Summary of Recommendations

The amendment bylaws attached to this report propose to introduce a mandatory market rental requirement to increase the supply of secured market rental housing in the City. The proposed approach includes carrying over an existing density bonus that is included in the voluntary market rental housing policy approach for mixed rental/strata proposals and "carving out" residential floor area to be secured as market rental housing. Market rental housing is not subject to rental rate or household income thresholds and would be secured using rental tenure zoning. Further, the proposed approach maintains existing land use designations.

Whereas the originally proposed amendments to introduce a mandatory market rental policy (outlined in "Proposed Market Rental Housing Policy Changes and Low End Market Rental (LEMR) Program Updates" from the Director Policy Planning and Director Community Social Development, dated September 16, 2021) suggested securing 10% of the residential floor area as market rental housing in apartment development with more than 60 units, the recommendations included in this report suggest increasing the requirement to 15% of the residential floor area. The 15% market rental requirement would be in addition to the required 15% Low End Market Rental (LEMR) requirements for projects inside of the City Centre Area Plan (CCAP) and the required 10% LEMR requirement for projects outside of the CCAP. As a result, apartment developments with more than 60 units that are inside of the CCAP would be required to provide 30% of the residential floor area as rental housing.

Other elements of the proposed policy include the following:

- Smaller apartment and townhouse projects would either provide a cash-in-lieu
 contribution to the Affordable Housing Reserve at rates that are comparable with
 requiring construction of market rental housing or the owner may make use of a density
 bonus above the base density set out in the OCP or Area Plan conditional to the bonus
 density being used exclusively to secure habitable market rental floor area.
- Existing provisions in the OCP Market Rental Housing Policy that support density bonusing for voluntary provision of 100% market rental development would be preserved. For purpose built rental development that is associated with significant community benefit, simultaneously increasing building density and built form may be supported when neighbourhood design guidelines are preserved (e.g., townhouse development replaced with mid-rise apartment development, low-rise apartment development replaced with six storey apartment development).

The proposed amendments are supplementary to the existing voluntary OCP Market Rental Housing Policy, which is successfully securing purpose built market rental housing in the City.

Associated amendments to Zoning Bylaw 8500 are suggested to secure construction of market rental housing units in new apartment development that includes more than 60 units. Amendments to the following zoning districts are proposed:

- Low Density Low Rise Apartments (RAL1, RAL2)
- Medium Density Low Rise Apartments (RAM1, RAM2, RAM3);
- High Density Low Rise Apartments (RAH1, RAH2);
- Residential/Limited Commercial (RCL1, RCL2, RCL3, RCL4, RCL5); and
- Downtown Commercial (CDT1, CDT2, CDT3).

Attachment 1 provides a summary of the proposed OCP and Zoning Bylaw amendments.

Amendments to the OCP Market Rental Housing Policy

Rental Housing Supply and Affordability Context

Since the feasibility of a mandatory market rental requirement was initially reviewed and a policy approach recommended in May 2021 ("Options to Secure Market Rental Housing in New Development and Options to Increase Low End Market Rental (LEMR) Contributions" from the Director, Policy Planning dated April 19, 2021), there have been changes in the housing context, and bylaw requirements for rental housing, including the following:

- On November 15, 2021, Council adopted changes to the LEMR program which include increasing the construction obligation from 10% to a minimum of 15% of the residential floor area for development sites inside of the CCAP and increasing the cash-in-lieu rates applied to smaller developments to reflect current economic conditions.
- On December 15, 2021, Council received for information a Housing Needs Report. The report finds there is significant need to increase the supply of all forms of rental housing and to introduce policy changes to stabilize and re-balance the housing market.
- On February 22, 2022, Council adopted zoning bylaw amendments to use residential rental tenure legislation to preserve 60 existing rental properties as rental housing sites.
 The zoning amendments protect the existing rental housing stock in case the property owner redevelops the site under existing zoning.
- On February 28, 2022, Council endorsed the scope of work for a targeted OCP update, which proposes to apply an unconventional approach to develop "polices, programs and housing delivery models that move beyond traditional or standard land use planning approaches".

Based on these changes and in response to the Council referral, staff recommend a mandatory market rental policy that strikes a balance between maintaining feasibility for many sites acquired at or below 2020 land value prices and some sites acquired at higher land values, and incentivizes change to stabilize and/or reduce land value escalation.

In addition to land prices, economic feasibility is affected by the scale of development. An economic feasibility analysis prepared by an experienced economic development consultant, G.P. Rollo & Associates, finds that large sites are not as viable when density is constant as larger development sites take more time to build and sell, which increases risk and carrying costs, including lending and financing costs. Based on the advice from the economic development

consultant, which is summarized in Attachment 2, variable market rental construction requirements that escalate as the scale of development increases is not recommended.

The proposed approach of securing a minimum of 15% of residential floor area as market rental units in apartment development with more than 60 units intends to balance maximizing the amount of market rental housing secured in new development and reducing speculation and unsustainable land value escalation in the City. Staff recommend monitoring implementation of the proposed policy and reporting back to Council regarding the key findings after the proposed provisions are in place for two years with an intention to adjust the policy if development activity appreciatively declines. In addition, provisions for instream applications are recommended and are discussed in a subsequent section of this report.

Parking Reductions for Rental Housing

Parking reductions are among the levers that may be applied by a local government to improve the economic feasibility of a rental development. Recently proposed changes to Zoning Bylaw 8500 parking rates are discussed in Attachment 3.

Proposed OCP Amendment to Clarify Parking Rate Reductions for Rental Housing

In response to Council's referral to staff to examine parking reductions for 100% rental buildings, staff recommend amendments to the OCP Market Rental Housing Policy that would clarify further parking reductions that may apply to rental housing (i.e., provisions may apply to market rental units and/or LEMR units in a 100% rental building or a mixed tenure strata development). Staff suggest inserting clarification that conditional to exhausting the full Transportation Demand Management (TDM) reduction permitted by the Zoning Bylaw, rental housing may be eligible for the following parking reduction:

- Up to a total 50% parking reduction on sites that are within 800 m (10 minute walking distance) of a Canada Line Station.
- Up to a total 30% parking reduction on all other sites.
- The parking requirement may be further reduced on a site specific basis for projects that
 provide rental housing that is in addition to the provisions outlined in the OCP Market
 Rental Housing Policy, as determined by Council.

Site specific consideration of parking reductions for rental housing may include, but is not limited to assessing parking utilization rates related to unit types, risk assessment of parking spilling over into nearby neighbourhoods, proximity to transit, and implementation of measures to maximize parking use efficiency (e.g., requiring rental parking to be managed as a shared pool of parking to provide more flexibility and use on a first-come, first-served basis rather than assigning parking to individual units).

Recommendations

The policy recommendations included in this report propose to introduce a mandatory market rental housing construction requirement in apartment development with more than 60 units and to secure either a cash-in-lieu contribution or voluntary construction of market rental units from townhouse development with more than five units and small apartment development. The

recommendations respond to the Housing Needs Report finding that there is strong demand for market rental housing and intend to curb escalating land values.

Staff Recommendation #1:

Recommended: Introduce a mandatory market rental construction requirement (secure a minimum of 15% of residential floor area as market rental units in apartment development with more than 60 units and cash-in-lieu or voluntary construction of market rental units in smaller development) and clarify parking reductions for rental housing

The proposed approach is outlined in detail in Attachment 1 and is characterized by the following:

- <u>Potential to curb escalating land value</u>: Adopting a mandatory market rental policy that is financially feasible for many but not all properties may result in offer prices for land settling at an amount that reflects the policy requirement and less speculation that drives up land prices.
- Reallocate residential density to increase the supply of secure market rental units: The proposed approach would carry over the existing density bonus that is included in the voluntary market rental housing policy approach for mixed rental/strata proposals and "carve out" a minimum of 15% of the residential floor area to be secured as market rental housing in apartment development with more than 60 units. The proposed approach would maintain existing land use designations. Amendments to Zoning Bylaw 8500 are proposed to secure an equivalent construction contribution from sites that do not require rezoning.
- <u>Include smaller developments in rental housing initiatives</u>: A cash-in-lieu contribution from a townhouse development with more than 5 units or an apartment development with 60 or less units would be accepted. Alternatively, the owner may make use of an associated density bonus conditional to the bonus density being used exclusively to secure habitable market rental floor area.
- Preserve density bonusing provisions for 100% market rental development: The recommendations included in this report preserve existing density bonusing provisions for 100% market rental development, as well as associated incentives including exemption from public art and community planning contributions and an expedited application review process.
- <u>Clarify parking rate reductions for secure rental housing</u>: While Zoning Bylaw 8500 applies already reduced parking rates for secure rental housing, the proposed OCP amendment would clarify the range of possible further parking rate reductions that may apply to new rental housing units based on site specific considerations.

The proposed amendments to the OCP and Zoning Bylaw are summarized in Attachment 1.

Alternative Approach/Not Recommended: Apply an escalating mandatory market rental construction requirement (i.e., 15% mandatory market rental requirement applied to development with 60 to 199 units, 17.5% mandatory market rental requirement applied to development with 60 to 499 units, and 20% mandatory market rental requirement applied to development with 60 to 500+ units)

While an escalating construction requirement would secure a progressively greater percent of residential floor area from developments that include 200 or more units, the approach is not recommended. Increasing the mandatory market rental requirement to greater than 15% of the

residential floor area for development with 200 or more units would be financially very challenging for many to most developments as indicated by the economic consultant. The development community could potentially work-around the policy by limiting individual developments to less than 200 residential units resulting in a trend toward smaller consolidations and subdivision of larger sites to keep unit yield below the thresholds associated with a greater mandatory market rental requirement.

Larger development sites provide opportunities to maximize site planning and building massing options and secure ultimate road/land connections and servicing upgrades. Further, existing density bonusing provisions in the CCAP are used to secure construction of on-site community amenity space, which is transferred to the City at no cost to the City. The size of the community amenity space obligation is proportional to the scale of the development. Large community amenity spaces are preferred, which are feasibly accommodated only within large scale developments, to maximize co-location opportunities and realize operational efficiencies. A policy that is contrary to existing policies to encourage minimum development parcel sizes is not recommended.

Staff Recommendation #2:

Recommended: Introduce provisions for instream applications and monitoring

While the recommended instream provisions acknowledge that the development community applies current policies to plan a project's design, programming and funding, it also establishes a schedule to encourage timely completion of instream applications, which may otherwise continue to be brought forward for Council consideration/approval for years into the future.

Instream rezoning applications may be exempt from mandatory provision of market rental housing provided the project achieves the following:

- first reading within one year of the proposed amendment bylaws being adopted; and
- final adoption of the rezoning bylaw within one year of the associated Public Hearing.

For an instream rezoning application that does not meet the schedule outlined above, a report would be brought forward for consideration by Council. The report would consider the following options:

- Allow additional time for the project to be completed based on circumstances that have affected the timeline for a project that has been actively working to advance and achieve final adoption of the rezoning bylaw and issuance of the Development Permit; or
- Rescind third reading of the rezoning bylaw and require the project to be redesigned to include the required market rental housing.

Richmond Zoning Bylaw 8500, Amendment Bylaw 10376 includes provisions for two instream Development Permit applications that are zoned Downtown Commercial (CDT1) to permit the applications to advance without redesigning to include market rental housing provided the Development Permit is issued within one year of the proposed amendment bylaws being adopted.

Conditional to Council's adoption of the proposed Zoning Bylaw amendments, a property owner that applies for a Development Permit to develop a site that is zoned Low Density Low Rise Apartments (RAL1, RAL2), Medium Density Low Rise Apartments (RAM1, RAM2, RAM3), High Density Low Rise Apartments (RAH1, RAH2), Residential/Limited Commercial (RCL1, RCL2, RCL3, RCL4, RCL5), and/or Downtown Commercial (CDT1, CDT2, CDT3) and includes more than 60 apartment units, would be required to construct market rental housing units.

Recognizing the degree of variability in the housing development industry (e.g., recent increase in the annual inflation rate, predicted rate increases by the Bank of Canada, etc.), staff recommend that the implementation of a mandatory market rental policy is monitored and that staff report back to Council regarding the key findings after the proposed provisions are in place for two years.

Alternative Approach/Not Recommended: Decline, reduce or extend provisions for instream applications and monitoring

Alternative approaches to managing instream development applications include the following options:

- Decline to support the recommendation to introduce grandfathering provisions for instream rezoning and Development Permit applications; or
- Reduce or extend the duration of the instream provisions.

Public Consultation

Attachment 4 includes a summary of consultation with respect to the *Local Government Act* and the City's OCP Bylaw Preparation Consultation Policy No. 5043 requirements, as well as a summary of consultation with key stakeholders that was undertaken in May 2021 regarding the introduction of a mandatory market rental requirement. Should Planning Committee endorse the amendment bylaws, the bylaws will be forwarded to the next open Council meeting for consideration by City Council. Should City Council grant first reading to the amendment bylaws, the amendment bylaws will be forwarded to a Public Hearing. Public notification for the Public Hearing will be provided in accordance with the *Local Government Act*.

Financial Impact

None.

Conclusion

The OCP Market Rental Housing Policy is an important addition to the City's approach to providing residents with rental housing options. The recommendations in this report include the following:

 Secure a minimum of 15% of residential floor area as market rental housing units in apartment developments with more than 60 units, which would increase the rental component to 30% for projects inside of the CCAP, and to 25% for projects outside of the CCAP.

- Include smaller developments in rental housing initiatives by including options to:
 - Accept a cash-in-lieu contribution to balance a developer's rental housing contribution between developments of various type and size; or
 - o Permit an associated density bonus, provided it is used exclusively to construct market rental units in townhouse and small apartment developments.
- Amend standard multi-family zones that permit apartment development to secure construction of market rental units in strata developments.
- Clarify parking reductions for rental housing beyond those included in the Zoning Bylaw.

The recommended approach would increase the availability of secure rental housing and may reduce speculation. An economic feasibility analysis that was undertaken by an experienced economic development consultant finds that the proposed approach would be financially viable for many developments. To minimize risks and unintended outcomes associated with implementation (e.g., impacts of inflation and higher interest rates, appreciative decline in development activity, smaller development sites, etc.), staff recommend that implementation of the revised OCP Market Rental Housing Policy is monitored and that staff report back to Council regarding the key findings after the proposed bylaw amendments are in place for two years.

It is recommended that Richmond Official Community Plan Bylaw 7100 and Bylaw 9000, Amendment Bylaw 10375, and Richmond Zoning Bylaw No.8500, Amendment Bylaw 10376 be introduced and given first reading.

Diana Nikolic, MCIP

Program Manager, Policy Planning

(604-276-4040)

DN:cas

Attachment 1: Summary of Proposed Official Community Plan (OCP) and Zoning Bylaw Amendments

Attachment 2: Economic Feasibility Executive Summary (G.P. Rollo & Associates)

Attachment 3: Recent Zoning Bylaw 8500 Parking Rate Reductions for Rental Housing

Attachment 4: OCP Consultation Policy & Summary of Consultation with Key Stakeholders

Summary of Proposed Official Community Plan (OCP) and Zoning Bylaw Amendments

Amendment Bylaw 10375: OCP Amendments

- 1. Amendments to the OCP Market Rental Housing Policy to introduce a mandatory approach to secure market rental housing in development with more than 60 apartment units. Amendment Bylaw 10375 proposes the following amendments:
 - a) Delete the existing provisions for voluntary development of market rental housing units in a mixed market rental and strata building.
 - b) Introduce a mandatory, rather than a voluntary, approach to securing market rental housing within development with more than 60 apartment units that includes the following:
 - Secure a minimum of 15% of the residential floor area, excluding residential floor area secured as affordable housing, as purpose-built market rental housing units.
 - Apply 0.10 FAR density bonus above the base density set out in the OCP to the site.
 - c) Insert language to establish that for townhouse development with 5 or more units and apartment developments with 60 or less units:
 - A community amenity contribution may be accepted through a rezoning application; or
 - The owner may make use of up to 0.10 FAR bonus density conditional to the
 density bonus applying only to the portion of the development that contains
 habitable market rental floor area. The habitable floor area secured as market
 rental housing is exempt from affordable housing contribution requirements.
 - d) Insert language to clarify the following:
 - Residential rental tenure zoning should be used to secure rental units.
 - Market rental housing units should incorporate basic universal housing features.
 - Stratification of new market rental housing units is restricted.
 - The secured market rental housing component in the development is eligible for exemption from public art and community planning contributions.
 - For 100% market rental housing project, exemption from affordable housing contribution requirements and density bonusing provisions are preserved.
 - e) Insert language to clarify parking reductions for rental housing beyond those included in the Zoning Bylaw, as determined by Council.
- 2. <u>Amendments to Arterial Road Land Use Policy</u>. Amendment Bylaw 10375 would clarify additional density (0.1 FAR) may be considered along arterial roads when the additional density is used exclusively to secure market rental units. The bylaw would also clarify potential incentives including exemption of the secured market rental housing component from the affordable housing contribution requirement.

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3. Amendments to Thompson Area Dover Crossing Sub-Area Plan, Steveston Area Plan, McLennan North Sub-Area Plan, Bridgeport Area Plan, and Hamilton Area Plan.

Amendment Bylaw 10255 would clarify existing sub-area plan maximum density references to align provisions with the requirements of the OCP Market Rental Housing Policy. The bylaw would also update a reference to the LEMR program in the Hamilton Area Plan.

Amendment Bylaw 10376: Zoning Bylaw Amendments

- Amendments to Zoning Bylaw 8500 to five existing residential and mixed use zones to reflect the recommended OCP Market Rental Housing Policy. The affected zones include the following:
 - Low Density Low Rise Apartments (RAL1, RAL2);
 - Medium Density Low Rise Apartments (RAM1, RAM2, RAM3);
 - High Density Low Rise Apartments (RAH1, RAH2);
 - Residential/Limited Commercial (RCL1 RCL2, RCL3, RCL4, RCL5); and
 - Downtown Commercial (CDT1, CDT2, CDT3).

The amendment bylaw includes instream provisions for Development Permit applications that do not require rezoning and would be affected by changes to the zones listed above.

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Economic Feasibility Executive Summary (G.P. Rollo & Associates)



Re: Richmond Mandatory Market Rental Financial Analysis Executive Summary

G. P. Rollo & Associates (GPRA) was retained to prepare a financial analysis to respond to a referral by Richmond City Council to evaluate the financial feasibility of a proposed market rental housing program, which would require a minimum floor area allocation for market rental as part of private market condominium developments using a tiered obligation based on the size of the development. These analyses build upon previous work completed by GPRA this year and reflect updated Low End Market Rental (LEMR) requirements and lower LEMR parking rates.

GPRA has undertaken this analysis and has the following to report:

- 1. General Assumptions Update: GPRA updated estimates for revenues and costs for development of strata and rental in both wood frame and concrete construction both outside and inside the City Centre Area Plan (CCAP). For our analysis GPRA has updated the estimated range of values for raw land provided last year by City Staff by 30% for City Centre and by 15% outside City Centre. The significant increases in assessed land value from last year to this year have outpaced market pricing increases for strata and rentals over the same time, which have had the effect of reducing the viability of development in some cases. This increase in value appears to be driven by speculation on either density increases or more likely in pricing increases for strata units in the future. We have also introduced a discounted cash flow analysis for larger developments to properly address the time value of money and increased risk in larger projects and switches some metrics for evaluation as compared to smaller developments. As such the analysis may indicate more difficulty for developers acquiring parcel for current assessed values and still being able to have an economically viable development, but policies introduced may be a way to cool land speculation in the future in the City.
- 2. Economic Analysis: GPRA found that it should be generally feasible to require 15% Market Rentals in addition to LEMR requirements in some new developments. This conclusion is based on the supported land value of scenarios including 15% Market Rentals exceeding the base land value estimate for land meeting the respective zoning densities for concrete and wood frame in City Centre and wood frame outside City Centre. For all three scenarios increasing the requirement to 20% Market Rental reduced the supported land value below that base market value for land. The same would hold true for increasing density commensurate to the gross area on 1 acre that would be achievable on a 2 acre site. The primary factor we determined having an impact is simply the additional time assumed for development and the interest costs associated with this additional time.

Although this does not mean all development parcels in the City will work with the 15% requirement today, it does illustrate that there are properties for which it will work and that once the policy requirement is adopted the bid price for land will come down to reflect this requirement and settle closer to the base amount indicated. Additional analysis was done escalating requirements from 15% to 17.5%, to 20% and above but the viability of increasing market rental requirements on larger parcels generally declined quite quickly, due to the combination of the increased assessed value for land and the increased interest and carrying costs with larger developments, with many costs being incurred up front, but revenue being deferred for up to 10 years.

280-11780 Hammersmith Way, Richmond, B.C. V7A 5E9 * Tel. (604) 275-4848 * Fax. 1-866-366-3507 www.RolloAssociates.com * E-Mail: gerry@rolloassociates.com

- 3. **Options for Improving Viability**: Analysis indicates that the introduction of a 30% and a 50% reduction in parking requirements for rental units has a measured impact on improving viability, particularly on projects on 2+ acres and may be a useful tool for making the inclusion of market rentals on larger sites economically viable.
- 4. **Cash-In-Lieu**: Assuming the City were to proceed with a 15% requirement for Market Rentals GPRA estimates an appropriate Cash-in-Lieu value that would be the financial equivalent of providing built market rentals for a developer would be as follows:
 - Townhouse: \$2.65 per square foot GBA/\$28.52 per square metre
 - Wood Frame Outside CCAP: \$3.00 per square foot GBA/\$32.29 per square metre
 - Apartments Inside CCAP: \$5.25 per square foot GBA/\$56.51 per square metre

This assumes that the square footage is retained and used for strata apartments instead of rentals, excluding the 0.1 FAR density bonus which would no longer be available to the developer.

5. **Economies of Scale**: GPRA prepared analyses looking at increased market rental requirements as sites got larger and thus produced more units overall and found that increased requirements were generally unfeasible. In reviewing potential causes for this GPRA is of the opinion that the primary factor is additional time for construction and the associated increase in carrying costs. Generally financiers and banks view projects that are going to take a long time to develop to be a greater risk than projects to be completed in a relatively short time and make greater demands from the developer in terms of lending and financing costs

Key Takeaways:

- General findings are that a 15% requirement for built market rentals should be feasible for most properties that were purchased prior to 2020 and many of those purchased more recently
- The City saw an increase in land cost of 30% in the CCAP and 15% outside in a year
- sales prices and rents have increased, but not by the same amount as land, and are offset by comparable increases in hard costs
- land prices likely reflect significant speculative value and make development increasingly risky
- larger projects with more units take more time to build and sell, which in turn increases risk and carrying costs, and may be subject to higher scrutiny from lenders
- Economies of scale are not generally found in projects of the sizes being examined; rather savings on materials and labour are more likely going from say 20 units to 100, rather than 200 to 400 units.
- As such, increased expectations from larger projects to provide a higher percentage of market rentals is not proven out from the financial analysis
- Large projects that require several years (3+) to build and market will attract a different
 developer that use different metrics for measuring project viability and rely on forecasts of
 future growth in pricing outstripping rising costs for projects being viable. Even then there is
 significantly increased risk that the market could take a downturn due to any number of factors.

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Recent Zoning Bylaw 8500 Parking Rate Reductions for Rental Housing

Parking reductions are among the levers that may be applied by a local government to improve the economic feasibility of a rental development. The following summarizes changes to Zoning Bylaw 8500 parking rates that were adopted on March 21, 2022:

- The Transportation Demand Management (TDM) off-street parking reduction, which may be applied to the already lower residential parking rates that apply to rental housing, was increased from a maximum 10% to 20% reduction.
- The minimum parking spaces requirement for affordable housing units in areas within the City Centre that benefit from the highest level of transit service was reduced to 0.8 spaces per unit and are eligible for the further 20% parking reduction with TDM measures.

The Zoning Bylaw parking rates for market rental and affordable housing units are a starting point for review and provisions for reductions are embedded in the Zoning Bylaw.

OCP Consultation Policy & Summary of Consultation with Key Stakeholders

OCP Consultation Policy

Staff have reviewed the proposed OCP amendments, with respect to the *Local Government Act* and the City's OCP Bylaw Preparation Consultation Policy No. 5043 requirements and recommend that this report does not require referral to external stakeholders. The table below clarifies this recommendation as it relates to the proposed OCP amendment.

Stakeholder	Referral Comment (No Referral necessary)
Agricultural Land Commission (ALC)	No referral necessary because the Land Reserve is not affected.
Richmond School Board	No referral necessary; however, staff met with School District staff to discuss the proposed amendments.
The Board of Metro Vancouver	No referral necessary because the Regional District is not affected.
The Councils of adjacent Municipalities	No referral necessary because adjacent municipalities are not affected.
First Nations (e.g. Sto:lo, Tsawwassen, Musqueam)	No referral necessary because First Nations are not affected.
TransLink	No referral necessary because the proposed amendments will not result in road network changes.
Port Authorities (Vancouver Port Authority and Steveston Harbour Authority)	No referral necessary because the Port is not affected.
Vancouver International Airport Authority (VIAA) (Federal Government Agency)	No referral necessary because the proposed amendments do not affect Transport Canada's maximum permitted building height or the OCP Aircraft Noise Sensitive Development (ANSD) Policy.
Vancouver Coastal Health Authority	No referral necessary because the Health Authority is not affected.
Community Groups and Neighbours	Key stakeholders were consulted. Further, community groups including the Urban Development Institute and Richmond Community Services Advisory Committee (RCSAC) will have the opportunity to comment on the proposed OCP amendment at Planning Committee and at a Public Hearing.
All relevant Federal and Provincial Government Agencies	No referral necessary because Federal and Provincial Government Agencies are not affected.

Summary of Consultation with Key Stakeholders

At the Planning Committee meeting on May 4, 2021, staff were directed to consult with key stakeholders. Comments from key stakeholder groups are summarized below:

- Richmond Community Services Advisory Committee (RCSAC)
 - Support for the existing LEMR program and the proposed amendments to the LEMR program and OCP Market Rental Housing Policy.
- Richmond Small Home Builders Group
 - Encourage parking requirement reductions and support other incentives for construction of rental housing.
 - o Support provisions for instream applications.
- Urban Development Institute (UDI) Representatives
 - Encourage the City to be aggressive with parking reductions. Establish a menu/checklist to guide parking relaxations rather than site specific consideration of lower parking rates.
 - o Increase density bonus rates.
 - Certainty is critical for the development community. Concern that, in practice, expectations related to amenities and rental housing is greater than outlined in the proposed policy.
 - o Consider extending instream provisions from one year to at least two years.



Richmond Official Community Plan Bylaw 7100 and 9000, Amendment Bylaw 10375 (Market Rental Housing Amendments)

The Council of the City of Richmond, in open meeting assembled, enacts as follows:

- 1. Richmond Official Community Plan Bylaw 9000, as amended, is further amended at Schedule 1 (Official Community Plan), Section 3.3, Objective 4 [Encourage the development of new purpose-built market rental housing units] by:
 - a) Deleting subsection a) and replacing it with the following:
 - "a) support the provision of new market rental housing units and replacement market rental housing units, where relevant, and secure all rental units in perpetuity by utilizing residential rental tenure zoning, where applicable, one or more legal agreements, and/or an alternative approach to the satisfaction of the City;";
 - b) Deleting subsections c), d), e) and f) and replacing them with the following:
 - "c) a minimum of 40% of market rental housing units in a development should include two or more bedrooms that are suitable for families with children and market rental housing units should incorporate basic universal housing features;
 - d) stratification of individual market rental housing units is prohibited unless otherwise approved by Council;
 - e) for new development, City-wide market rental provisions include the following:
 - for new development that includes more than 60 apartment units, the owner shall provide purpose-built market rental housing units in the building. The combined habitable space of the market rental housing units will comprise at least 15% of the total residential floor area ratio in the building, excluding residential floor area secured as affordable housing, and will be secured by utilising residential rental tenure zoning, where applicable. The associated density bonus is 0.10 floor area ratio above the base density set out in the OCP or Area Plan, which is applied

- to the site and included for the purpose of calculating the affordable housing built contribution;
- for new townhouse development with 5 or more townhouse units, and for new apartment development with 60 or less units:
 - o a community amenity contribution may be accepted through a rezoning application. Community amenity contributions will be collected in the Affordable Housing Reserve Fund and calculated on the total residential floor area of the development, excluding habitable residential floor area secured as affordable housing, as follows:
 - for townhouse development: \$28.52 per buildable m² (\$2.65 per buildable ft²);
 - for apartment development inside of the City Centre Area Plan: \$56.51 per buildable m² (\$5.25 per buildable ft²); and
 - for apartment development outside of the City Centre Area Plan: \$32.29 per buildable m² (\$3.00 per buildable ft²); or
 - o the owner may make use of up to 0.10 FAR above the base density set out in the OCP or Area Plan conditional to the density bonus being used exclusively to secure habitable market rental floor area secured by utilizing residential rental tenure zoning. The secured market rental housing units are exempt from the affordable housing contribution requirement;
 - o by February 28, 2023, and then every two years thereafter, the community amenity contribution rates are to be revised by adding the annual inflation for the preceding two calendar years by using the Statistics Canada *Vancouver Consumer Price Index All Items* inflation rate; with revised rates published in a City Bulletin;
- for new mixed tenure development that provides additional rental housing to address community need, the density bonus may be increased on a site-specific basis;
- the secured market rental housing component in the development is eligible for exemption from public art and community planning contributions.
- f) for new development that provides 100% of the residential use at the site as secured market rental housing, the following considerations apply:
 - the following density bonusing provisions may apply:
 - o for ground oriented townhouses and wood frame apartment (inside or outside of the City Centre Area Plan): 0.20 FAR above the base density set out in the OCP or Area Plan;
 - o for concrete buildings (inside or outside) of the City Centre Area Plan: 0.25 above the base density set out in the OCP or Area Plan;

Bylaw 10375 Page 3

- o for new development that provides additional rental housing to address community need, the density bonus may be increased on a site-specific basis.
- new developments are subject to the following:
 - o priority locations include sites that are located inside of the City Centre Area Plan or within the neighbourhood centres identified in the OCP. Other locations may be considered on a case by case basis;
 - o developments meet or exceed the City's sustainability objectives related to building energy and emissions performance;
 - proposed developments demonstrate that they would integrate well with the neighbourhood and comply with OCP Development Permit Guidelines;
 - o community consultation is undertaken.
- new developments are eligible for the following incentives:
 - exemption from affordable housing requirements in recognition of the significant community benefit provided by the market rental housing units;
 - exemption from public art and community planning contributions;
 - o expedited rezoning and development permit application review ahead of in-stream applications.
- g) conditional to exhausting all parking rate reduction provisions in the Zoning Bylaw, and subject to staff review of site specific considerations, new market rental units and/or Low End Market Rental units in a 100% rental building or a mixed tenure strata development may be eligible for the following parking reduction:
 - up to a total 50% parking reduction on sites that are within 800 m (10 minute walking distance) of a Canada Line Station;
 - up to a total 30% parking reduction on all other sites;
 - the parking requirement may be further reduced, as determined by Council, on a site specific basis for projects that provide additional rental housing to address community need."
- 2. Richmond Official Community Plan Bylaw 9000, as amended, is further amended at Schedule 1 (Official Community Plan), Section 3.6.1 [Arterial Road Land Use Policy], Arterial Road Townhouse Development Requirements, by inserting the following as a new Section 12 and Section 13 under the heading "Additional Density" and renumbering the subsequent section accordingly:
 - "12. Additional density, up to 0.10 FAR above the base density set out in the OCP, may also be considered for the provision of secured market rental housing units provided that:

- a) the additional density is used exclusively to secure market rental units;
- b) where applicable, the purpose-built market rental housing units are secured by utilizing residential rental tenure zoning;
- c) the proposed development demonstrates it integrates well with the neighbourhood and complies with OCP policies for the provision of market rental housing units.
- 13. The secured market rental housing component in a townhouse development is eligible for the following incentives:
 - o exemption from the affordable housing contribution requirement;
 - o reduced parking requirements; and
 - o exemption from public art contributions.".
- 3. Richmond Official Community Plan Bylaw 9000, as amended, is further amended at Schedule 2.14 (Hamilton Area Plan) by:
 - a) At Section 3.3, Objective 12: Density Bonusing and Community Amenities, Provision of Community Amenities at the second bullet under Section a) deleting the words "5% of the gross residential floor area of apartment and mixed-use developments with over 80 units" and replacing them with "10% of the gross residential floor area of apartment and mixed-use developments with over 60 units";
 - b) At Section 3.3, Objective 12: Density Bonusing and Community Amenities, Provision of Community Amenities adding the following as a new bullet under subsection a):
 - A density bonus approach will apply to new development that includes market rental housing that satisfies the requirements of the OCP market rental housing density bonus provisions, over and above that permitted by the development site's designation in the Land Use Map."; and
 - c) Deleting the notation that is included in the Land Use Map on page 12-4, "The densities (in FAR) for each land use designation below are the maximums permitted based on the net parcel area and including any density bonus that may be permitted under the Plan's policies.", and replacing it with the following text:
 - "The densities (in FAR) for each land use designation below are the maximums permitted based on the net parcel area including any density bonus that may be permitted under the Plan's policies, except any density bonus for market rental housing in a new development that satisfies the requirements of the OCP market rental housing density bonus provisions."
- 4. Richmond Official Community Plan Bylaw 7100, as amended, is further amended at Schedule 2.2A (Thompson Area Dover Crossing Sub-Area Plan) by inserting the following footnote on the Land Use Map on page 21:

- "A density bonus approach will apply to new development that includes market rental housing that satisfies the requirements of the OCP market rental housing density bonus provisions.".
- 5. Richmond Official Community Plan Bylaw 7100, as amended, is further amended at Schedule 2.4 (Steveston Area Plan) by inserting the following footnote on the Steveston Village Land Use Density and Building Height Map on page 9-69:
 - "A density bonus approach will apply to new development that satisfies the requirements of the OCP market rental housing density bonus provisions.".
- 6. Richmond Official Community Plan Bylaw 7100, as amended, is further amended at Schedule 2.10C (McLennan North Sub-Area Plan) by inserting the following footnote on the Land Use Map on page 23:
 - "A density bonus approach will apply to new development that satisfies the requirements of the OCP market rental housing density bonus provisions.".
- 7. Richmond Official Community Plan Bylaw 7100, as amended, is further amended at Schedule 2.12 (Bridgeport Area Plan) by inserting the following footnote on the Land Use Map Bridgeport on page 27:
 - "For area designated Residential Mixed-Use, a density bonus approach will apply to new development that satisfies the requirements of the OCP market rental housing density bonus provisions.".
- 8. This Bylaw may be cited as "Richmond Official Community Plan Bylaw 7100 and Bylaw 9000, Amendment Bylaw 10375".

FIRST READING	MAY 2 4 2022	CITY OF RICHMOND
PUBLIC HEARING		APPROVED by
SECOND READING		APPROVED by Director
THIRD READING		or Solicitor
ADOPTED		<u> </u>
MAYOR	CORPORATE OFFICER	



Richmond Zoning Bylaw 8500 Amendment Bylaw 10376 (Market Rental Housing Requirements)

The Council of the City of Richmond, in open meeting assembled, enacts as follows:

- 1. Richmond Zoning Bylaw 8500, as amended, is further amended at Section 8.10 [Low Density Low Rise Apartments (RAL1, RAL2)] by:
 - a) deleting Section 8.10.1 and replacing it with the following:

"8.10.1 Purpose

The zone provides for 3 to 4 storey apartments outside the City Centre, plus compatible uses. The zone is divided into 2 sub-zones, RAL1 and RAL2. The zone includes density bonus provisions in order to help achieve the City's affordable housing and market rental housing objectives.";

b) inserting the following as a new Section 8.10.4 and renumbering the remaining sections accordingly:

"8.10.4 Residential Rental Tenure

- 1. Residential rental tenure may be located anywhere in this zone.
- 2. For apartment housing including more than 60 dwelling units:
 - a) residential rental tenure shall apply to dwelling units, being market rental units, on the site with a combined habitable space equal to at least 15% of the total residential floor area of the buildings, excluding residential floor area secured as affordable housing units; and
 - b) in addition to section 8.10.4.2(a) above, if affordable housing units are provided on the site in compliance with Section 8.10.5.3 below, residential rental tenure shall also apply to those dwelling units.";
- 3. For development consisting of 5 or more town housing units or 60 or less apartment housing units, if market rental units are provided on the site in compliance with Section 8.10.5.1(b) or 8.10.5.2(b), residential rental tenure shall apply to those dwelling units.
- c) deleting Sections 8.10.5.1 and 8.10.5.2 from the now renumbered Section 8.10.5 [Permitted Density] and replacing them with the following:

- "1. For apartment housing and town housing zoned RAL1, the maximum floor area ratio is 0.80, together with an additional:
 - a) 0.10 floor area ratio provided that it is entirely used to accommodate amenity space; and
 - b) 0.10 floor area ratio provided that market rental units are provided:
 - i) pursuant to Section 8.10.4.2(a); or
 - ii) for development consisting of 5 or more town housing units or 60 or less apartment housing units, utilizing no less than the entire 0.10 floor area ratio as market rental unit habitable space.
- 2. For apartment housing zoned RAL2, the maximum floor area ratio is 0.80, together with an additional:
 - a) 0.10 floor area ratio provided that it is entirely used to accommodate amenity space; and
 - b) 0.10 floor area ratio if market rental units are provided:
 - i) pursuant to Section 8.10.4.2(a); or
 - ii) for development consisting of 5 or more town housing units or 60 or less apartment housing units, utilizing no less than the entire 0.10 floor area ratio as market rental unit habitable space."; and
- d) at now renumbered Section 8.10.12.2, deleting the reference to "Section 8.10.11.1." and replacing it with "Section 8.10.12.1".
- 2. Richmond Zoning Bylaw 8500, as amended, is further amended at Section 8.11 [Medium Density Low Rise Apartments (RAM1, RAM2, RAM3)] by:
 - a) deleting Section 8.11.1 and replacing it with the following:

"8.11.1 Purpose

The zone provides for 4 to 5 storey apartments within and outside the City Centre, plus compatible uses. The zone is divided into 3 sub-zones, RAM1, RAM2 and RAM3. The zone includes density bonus provisions in order to help achieve the City's affordable housing and market rental housing objectives.";

b) inserting the following as a new Section 8.11.4 and renumbering the remaining sections accordingly:

"8.11.4 Residential Rental Tenure

- 1. Residential rental tenure may be located anywhere in this zone.
- 2. For apartment housing including more than 60 dwelling units:
 - a) If the site is located in the City Centre:

- i) residential rental tenure shall apply to dwelling units, being market rental units, on the site with a combined habitable space equal to at least 15% of the total residential floor area of the buildings, excluding residential floor area secured as affordable housing units; and
- ii) in addition to section 8.11.4.2(a)(i) above, if **affordable housing units** are provided on the **site** in compliance with Section 8.11.5.3 below, **residential rental tenure** shall also apply to those **dwelling units**.
- b) If the site is located outside the City Centre:
 - i) residential rental tenure shall apply to dwelling units, being market rental units, on the site with a combined habitable space equal to at least 15% of the total residential floor area of the buildings, excluding residential floor area secured as affordable housing units; and
 - ii) in addition to section 8.11.4.2(b)(i) above, if **affordable** housing units are provided on the site in compliance with Section 8.11.5.3 below, residential rental tenure shall also apply to those dwelling units.
- 3. For development consisting of consisting of 5 or more town housing units or 60 or less apartment housing units, if market rental units are provided on the site in compliance with Section 8.11.5.1(c) or 8.11.5.2(b), residential rental tenure shall apply to those dwelling units.";
- c) deleting Sections 8.11.5.1 and 8.11.5.2 from the now renumbered Section 8.11.5 [Permitted Density] and replacing them with the following:
 - "1. For apartment housing and town housing zoned RAM1, the maximum floor area ratio is:
 - a) 0.60 for the first 3,000.0 m² of lot area;
 - b) 0.9 for the next 6,000.0 m² of lot area; and
 - c) for portions of the lot area over 9,000.0 m², together with an additional:
 - i) 0.10 floor area ratio provided that it is entirely used to accommodate amenity space; and
 - ii) 0.10 floor area ratio provided that market rental units are provided:
 - a. pursuant to Section 8.11.4.2(a)(i) or Section 8.11.4.2(b)(i); or

- b. for development consisting of 5 or more town housing units or 60 or less apartment housing units, utilizing no less than the entire 0.10 floor area ratio as market rental unit habitable space.
- 2. For apartment housing zoned RAM2 or RAM3, the maximum floor area ratio is 1.2, together with an additional:
 - a) 0.10 floor area ratio provided that it is entirely used to accommodate amenity space; and
 - b) 0.10 floor area ratio provided that market rental units are provided:
 - i. pursuant to Section 8.11.4.2(a)(i) or Section 8.11.4.2(b)(i); or
 - ii. for development consisting of 5 or more town housing units or 60 or less apartment housing units, utilizing no less than the entire 0.10 floor area ratio as market rental unit habitable space";
- d) at now renumbered Section 8.11.5.3, deleting the reference to "Section 8.11.4.2" and replacing it with "Section 8.11.5.2"; and
- e) at now renumbered Section 8.11.12.2, deleting the reference to "Section 8.11.11.1" and replacing it with "Section 8.11.12.1".
- 3. Richmond Zoning Bylaw 8500, as amended, is further amended at Section 8.12 [High Density Low Rise Apartments (RAH1,RAH2)] by:
 - a) deleting Section 8.12.1 and replacing it with the following:

"8,12.1 Purpose

The zone provides for 4 to 6 storey apartments within and outside the City Centre, plus compatible uses. The zone is divided into 2 sub-zones, each provides for density bonus that would be used in order to help achieve the City's affordable housing and market rental housing objectives.";

b) inserting the following as a new Section 8.12.4 and renumbering the remaining sections accordingly:

"8.12.4 Residential Rental Tenure

- 1. Residential rental tenure may be located anywhere in this zone.
- 2. For apartment housing including more than 60 dwelling units:
 - a) If the site is located in the City Centre:
 - i) residential rental tenure shall apply to dwelling units, being market rental units, on the site with a combined habitable space equal to at least 15% of the total

- residential floor area of the buildings, excluding residential floor area secured as affordable housing units; and
- ii) in addition to section 8.12.4.2(a)(i) above, if **affordable housing units** are provided on the **site** in compliance with
 Section 8.12.5.2 below, **residential rental tenure** shall
 also apply to those **dwelling units**.
- b) If the site is located outside the City Centre:
 - i) residential rental tenure shall apply to dwelling units, being market rental units, on the site with a combined habitable space equal to at least 15% of the total residential floor area of the buildings, excluding residential floor area secured as affordable housing units; and
 - ii) in addition to section 8.12.4.2(b)(i) above, if **affordable housing units** are provided on the **site** in compliance with Section 8.12.5.2 below, **residential rental tenure** shall also apply to those **dwelling units**.
- 3. For development consisting of 60 or less apartment housing unit, if market rental units are provided on the site in compliance with Section 8.12.5.1(b), residential rental tenure shall apply to those dwelling units.":
- c) deleting Section 8.12.5.1 from the now renumbered Section 8.12.5 [Permitted Density] and replacing it with the following:
 - "1. The maximum floor area ratio is 1.2, together with an additional:
 - a) 0.10 floor area ratio provided that it is entirely used to accommodate amenity space.
 - b) 0.10 floor area ratio provided that market rental units are provided:
 - i. pursuant to Section 8.12.4.2(a)(i) or Section 8.12.4.2(b)(i); or
 - ii. for development consisting of 60 or less apartment housing units, utilizing no less than the entire 0.10 floor area ratio as market rental unit habitable space.";
- d) at now renumbered Section 8.12.5.2, deleting the reference to "Section 8.12.4.1" and replacing it with "Section 8.12.5.1";
- e) at now renumbered Section 8.12.5.3, deleting the reference to "Section 8.12.4.2" and replacing it with "Section 8.12.5.2"; and

- f) at now renumbered Section 8.12.5.3(a), deleting the reference to "Section 8.12.4.2 a)" and replacing it with "Section 8.12.5.2 a)", and deleting the reference to "Section 8.12.4.2 b)" and replacing it with "Section 8.12.5.2 b)".
- 4. Richmond Zoning Bylaw 8500, as amended, is further amended at Section 9.3 [Downtown Commercial (CDT1, CDT2, CDT3)] by:
 - a) deleting Section 9.3.1 and replacing it with the following"

"9.3.1 Purpose

The zone provides for a broad range of commercial, service, business, entertainment and residential needs typical of a City Centre. The zone is divided into 3 sub-zones, CDT1, CDT2 and CDT3. Each provides for a density bonus that would be used in order to help achieve the City's affordable housing and market rental housing objectives. CDT3 provides an additional density bonus that would be used for rezoning applications in the Village Centre Bonus Area of the City Centre in order to achieve the City's other objectives.";

b) inserting the following as a new Section 9.3.4 and renumbering the remaining sections accordingly:

"9.3.4 Residential Rental Tenure

- 1. **Residential rental tenure** may be located anywhere in this zone.
- 2. For apartment housing including more than 60 dwelling units:
 - a) residential rental tenure shall apply to dwelling units, being market rental units, on the site with a combined habitable space equal to at least 15% of the total residential floor area of the buildings, excluding residential floor area secured as affordable housing units; and
 - b) in addition to Section 9.3.4.2(a) above, if affordable housing units are provided on the site in compliance with Section 9.3.5.4, Section 9.3.5.5, and/or Section 9.3.5.8 below, residential rental tenure shall also apply to those dwelling units.";
- c) deleting Sections 9.3.5.2 and 9.3.5.3 from the now renumbered Section 9.3.5 [Permitted Density] and replacing it with the following:
 - "2. For downtown commercial sites zoned CDT1, the maximum floor area ratio is 3.0 together with an additional:
 - a) 0.10 floor area ratio provided that it is entirely used to accommodate amenity space.

- b) 0.20 floor area ratio provided that it is entirely used to accommodate community amenity space.
- c) 0.10 floor area ratio if market rental units are provided pursuant to Section 9.3.4.2(a).
- 3. For downtown commercial sites zoned CDT2 and CDT3, the maximum floor area ratio is 2.0 together with an additional:
 - a) 0.10 floor area ratio provided that it is entirely used to accommodate amenity space.
 - b) 0.20 floor area ratio provided that it is entirely used to accommodate community amenity space.
 - c) 0.10 floor area ratio if market rental units are provided pursuant to Section 9.3.4.2(a).";
- d) at now renumbered Section 9.3.5.4, deleting the reference to "Section 9.3.4.2" and replacing it with "Section 9.3.5.2";
- f) at now renumbered Section 9.3.5.5, deleting the reference to "Section 9.3.4.2" and replacing it with "Section 9.3.5.2";
- e) at now renumbered Section 9.3.5.6, deleting the reference to "Section 9.3.4.4" and replacing it with "Section 9.3.5.4";
- f) at now renumbered Section 9.3.5.7, deleting the reference to "Section 9.3.4.5" and replacing it with "Section 9.3.5.5";
- g) at now renumbered Section 9.3.5.8, deleting the reference to "Section 9.3.4.3" and replacing it with "Section 9.3.5.3";
- h) at now renumbered Section 9.3.5.9, deleting the reference to "Section 9.3.4.6" and replacing it with "Section 9.3.5.8"; and
- i) at now renumbered Section 9.3.5.10, deleting the reference to "Section 9.3.4.7a)" and replacing it with "Section 9.3.5.9 a)".
- 5. Richmond Zoning Bylaw 8500, as amended, is further amended at Section 9.4 [Residential/Limited Commercial (RCL1, RCL2, RCL3, RCL4, RCL5)] by:
 - a) deleting Section 9.4.1 and replacing it with the following:

"9.4.1 Purpose

The zone accommodates mid- to high-rise apartments within the City Centre, plus a limited amount of commercial use and compatible secondary uses. The zone is divided into 5 sub-zones, RCL1, RCL2, RCL3, RCL4 and RCL5. Each provides for a density bonus that would be used in order to help achieve the

City's affordable housing and market rental housing objectives. RCL3 provides for an additional density bonus that would be used for rezoning applications in the Village Centre Bonus Map area of the City Centre in the City Centre Area Plan to achieve City objectives for child care, amenity, and commercial use. RCL4 and RCL5 provide for a density bonus that would be used for rezoning applications in the Capstan Station Bonus Map area designated by the City Centre Area Plan to achieve, among other things, City objectives in respect to the Capstan Canada Line station.";

b) inserting the following as a new Section 9.4.4 and renumbering the remaining sections accordingly:

"9.4.4 Residential Rental Tenure

- 1. Residential rental tenure may be located anywhere in this zone.
- 2. For apartment housing sites including more than 60 dwelling units:
 - a) residential rental tenure shall apply to dwelling units, being market rental units, on the site with a combined habitable space equal to at least 15% of the total residential floor area of the buildings, excluding residential floor area secured as affordable housing units; and
 - b) in addition to Section 9.4.4.2(a) above, if **affordable housing units** are provided on the **site** in compliance with Section 9.4.5.3 and/or Section 9.4.5.4 below, **residential rental tenure** shall also apply to those **dwelling units**.";
- c) deleting Sections 9.4.5.1 and 9.4.5.2 from the now renumbered Section 9.4.5 [Permitted Density] and replacing them with the following:
 - "1. For residential/limited commercial sites zoned RCL1, the maximum floor area ratio is:
 - a) 0.70 for lots less than 3,000.0 m² in lot area;
 - b) for lots between 3,000.0 m² and 6,000.0 m² in lot area; and
 - c) for lots 6,000.0 m² or larger in lot area,

together with an additional:

- i) 0.10 floor area ratio provided that it is entirely used to accommodate amenity space.
- ii) 0.10 floor area ratio provided that is entirely used to accommodate community amenity space.
- iii) 0.10 floor area ratio if market rental units are provided pursuant to Section 9.4.4.2(a).

- 2. For residential/limited commercial sites zoned RCL2, RCL3, RCL4, or RCL5, the maximum floor area ratio is 1.2, together with an additional:
 - a) 0.10 floor area ratio provided that it is entirely used to accommodate amenity space.
 - b) 0.10 floor area ratio provided that it is entirely used to accommodate community amenity space.
 - c) 0.10 floor area ratio provided that market rental units are provided as outlined in Section 9.4.4.2(a).";
- d) at now renumbered Section 9.4.5.3, deleting the reference to "9.4.4.2" and replacing it with "9.4.5.2";
- e) at now renumbered Section 9.4.5.4, deleting the reference to "Section 9.4.4.2" and replacing it with "Section 9.4.5.2";
- f) at now renumbered Section 9.4.5.5, deleting reference to "Section 9.4.4.3" and replacing it with "Section 9.4.5.3"; and deleting reference to "Section 9.4.4.4" and replacing it with reference to "Section 9.4.5.4";
- g) at now renumbered Section 9.4.5.6, deleting reference to "Section 9.4.4.3" and replacing it with "Section 9.4.5.3";
- h) at now renumbered Section 9.4.5.7, deleting reference to "Section 9.4.4.3" and replacing it with "Section 9.4.5.3";
- i) at now renumbered Section 9.4.5.7(a), deleting reference to "Section 9.4.4.3(a) or (b)" and replacing it with "Section 9.4.5.3(a) or (b)";
- j) at now renumbered Section 9.4.5.8, deleting by deleting reference to "Section 9.4.4.4" and replacing it with "Section 9.4.5.4".
- k) at now renumbered Section 9.4.5.8(a), deleting reference to "Section 9.4.4.4" and replacing it with "Section 9.4.5.4"; and
- l) at now renumbered Section 9.4.12.2, deleting reference to "Section 9.4.11.1" and replacing it with "Section 9.4.12.1".
- 6. With respect to the following properties, this Bylaw is effective as of June 20, 2023:

8131 Westminster Highway

P.I.D. 007-168-870

Lot 67 Section 4 Block 4 North Range 6 West New Westminster District Plan 44025

8100 Westminster Highway

P.I.D. 011-316-462

Lot 3 Section 9 Block 4 North Range 6 West New Westminster District Plan 8649

8120 Westminster Highway

P.I.D. 011-316-454

Lot 2 Section 9 Block 4 North Range 6 West New Westminster District Plan 8649

8180 Westminster Highway

P.I.D. 004-060-547

Lot 1 Section 9 Block 4 North Range 6 West New Westminster District Plan 8649

7. This Bylaw may be cited as "Richmond Zoning Bylaw 8500, Amendment Bylaw 10376".

FIRST READING	MAY 2 4 2022	CITY OF RICHMOND APPROVED
PUBLIC HEARING		St.
SECOND READING		APPROVED by Director or Solicitor
THIRD READING		M
ADOPTED		
MAYOR	CORPORATE OFFICER	