

MEMORANDUM

TO: Mayor and Council Members

FROM: Jesús Garza, Interim City Manager

DATE: January 22, 2024

SUBJECT: 2024 Code Amendment Work Program

We want to share with you the code amendments that we will be prioritizing in Spring 2024. From now through the end of May, staff will focus their efforts on code amendments that are critical to support Equitable Transit Oriented Development (ETOD) implementation along the Project Connect Phase 1 Light Rail line, including Priority Extensions, while also continuing to address housing capacity and affordability citywide.

The work program reflected in the attached updated Schedule of Active Code Amendments prioritizes implementation of Equitable Transit Oriented Development, to help ensure that adopted regulations intended to benefit Project Connect Phase 1 Light Rail Transit (LRT) can be considered as part of the preliminary ratings package for federal funding, due in Summer 2024.

Code Amendments that Support the Project Connect Phase I Light Rail

The following code amendments are intended to support Equitable Transit Oriented Development and implementation of the Phase 1 Light Rail Line:

- Citywide Compatibility (C20-2023-019). Modifications to our citywide compatibility regulations
 were initiated by <u>Resolution No. 20230608-045</u>. Modifications would reduce restrictions that
 currently limit the height of commercial and multi-family development within 540 feet of singlefamily properties. The proposed amendments will improve the City's ability to deliver increased
 housing and transit-supportive development in Austin.
- Density Bonus Zoning District (C20-2023-044). Modifications to create a new density bonus
 district would be initiated through a resolution on the February 1 Council agenda. The district is
 modeled on the provisions that were previously included under "VMU2" regulations. It will
 allow the development of mixed-use buildings on commercially zoned lots citywide through a
 re-zoning process and will allow up to 30 feet of additional height in exchange for the provision
 of affordable housing. This modification would be fast tracked to allow for Council consideration
 at the end of February.

Downtown Parking Requirements (C20-2023-043). Modifications to our downtown parking
regulations to implement a portion of the findings from the Urban Land Institute Technical
Advisory Panel Recommendation on downtown parking would be initiated through a resolution
on the February 1 Council Agenda. Modifications would allow us to better manage downtown
parking to support a more walkable, transit supportive downtown.

ETOD Overlay (Phase 1 LRT) (C20-2023-004)

Modifications to create and apply a new ETOD Overlay district along the Phase 1 Light Rail Line and priority extensions would be initiated through a resolution on the February 1 Council Agenda. Modifications would prohibit certain non-transit supportive uses and would apply a density bonus program that would allow up to 60 feet of additional height in commercial zones and certain multifamily zones within ½ mile of Project Connect Phase 1 Light Rail Line and Priority Extensions in exchange for the provision of affordable housing. Modifications would allow us to deliver increased housing and transit-supportive development along our public transit corridors. The ETOD Overlay may potentially supersede the Neighborhood Conservation Combining Districts (NCCD) regulations for height in commercial and potentially multifamily zones. It will not supersede any NCCD regulations that apply to single-family development.

As part of the resolution on the February 1 Council agenda, we are also requesting the initiation of modifications to the existing East Riverside Corridor Plan to support Project Connect; however, this work would be delivered as part of a future phase.

South Central Waterfront Bonus District (C20-2022-003). Modifications to create and apply a
density bonus program to the South Central Waterfront District were previously initiated by
Resolution No. 20220915-090. These regulations would allow us to implement some of the goals
of the South Central Waterfront Vision Framework Plan and to deliver transit-supportive
development to this important district.

Reducing Minimum Lot Sizes for One Residential Unit (Initiated by HOME Resolution)

I have also directed staff to bring back a recommendation in the Spring to reduce the current minimum lot size of 5,750 square feet for one residential unit while also keeping existing impervious cover limitations in place. This modification was previously initiated as part of Resolution No. 20230720-126 (HOME Initiative). The impervious cover limitation is 45% and the Watershed Protection Department staff will evaluate whether any changes are appropriate.

The price of land is one of the major determinants of housing cost in Austin, and this amendment would allow an option for one housing unit on smaller fee-simple lots that could incrementally support more affordable home ownership options while continuing to maintain existing protections related to the environment and stormwater.

Additional Changes to the Timeline

Other specific refinements that have been made to the timeline since the last published version include:

- 1. Removal of adopted code amendments.
- 2. Addition of potential review and adoption dates for other previously initiated amendments.
- 3. Addition of code amendments initiated since October 2023.

¹ ETOD Overlay would not be applied to areas such as the East Riverside Corridor which are already covered by an existing transit supportive special regulating district.

The timing presented is subject to change based on future changes to priorities, resources, commission and community bandwidth, and additional analysis related to the complexity of certain amendments.

If you have any questions, please contact Lauren Middleton-Pratt, Planning Director, at lauren.middleton-pratt@austintexas.gov.

cc: Veronica Briseño, Assistant City Manager
Robert Goode, Assistant City Manager
Lauren Middleton-Pratt, Director, Planning Department
Annick Beaudet, Project Connect Officer

Attachment: Schedule of Active Code Amendments January 2024

