SUBJECT: AMENDMENT TO THE LAND USE ELEMENT OF THE CITY'S GENERAL

PLAN TO PROVIDE CONSISTENCY WITH THE SIXTH CYCLE (2021-

2029) HOUSING ELEMENT - PCTY-25-0004

FROM: ECONOMIC AND DEVELOPMENT SERVICES

**DEPARTMENT/PLANNING DIVISION** 

PRESENTATION BY: MELINDA DACEY, PRINCIPAL PLANNER

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## **RECOMMENDATION:**

Staff recommends that the Planning Commission adopt Planning Commission Resolution No. PC-2025-XX providing recommendations to the City Council regarding the adoption of draft amendments to the Land Use Element of the City's General Plan to provide consistency with the Sixth Cycle Housing Element and associated California Environmental Quality Act (CEQA) environmental determination (Attachment 1).

## **APPLICANT OR AUTHORIZED AGENT:**

City of Costa Mesa

## **BACKGROUND:**

The Housing Element is one of the seven State-mandated General Plan "elements" and California Government Code Section 65588 requires that local governments review and revise their Housing Element a minimum of once every eight years. On February 1, 2022, the Costa Mesa City Council adopted Resolution No. 2022-06 adopting the City's Sixth Cycle (2021-2029) Housing Element and Mitigated Negative Declaration including a Mitigation Monitoring and Reporting Program. On November 15, 2022, the Costa Mesa City Council adopted Resolution No. 2022-67 approving additional amendments to the Housing Element in response to California Department of Housing and Community Development (HCD) comments dated April 5, 2022. Subsequent minor and non-

substantive revisions have been requested by HCD, and staff updated the Housing Element as recently as March 1, 2023, as authorized by the City Council.

Link to Resolution No. 2022-06:

https://srvlfapp.costamesaca.gov/laserfiche/DocView.aspx?db=CityofCostaMesa&docid=695178

Link to Resolution No. 2022-67:

https://srvlfapp.costamesaca.gov/laserfiche/DocView.aspx?db=CityofCostaMesa&docid=782375

On November 8, 2022, Costa Mesa voters approved Measure K, which authorizes the modification of existing City regulations to allow for development of housing in commercial and industrial areas to revitalize the City's commercial and industrial corridors, while keeping intact existing residential neighborhoods. On November 18, 2022, Ordinance No. 2022-09 became effective, amending and adding Costa Mesa Municipal Code Section 13-200.106 (g), which authorizes the City Council to approve any changes to land use, zoning, specific plan, overlay, or adoption of a new specific plan or overlay on Measure K sites, which include Housing Element opportunity sites in order to accommodate housing, mixed-use, and/or revitalization of commercial areas.

On May 9, 2023, HCD determined that the City's Housing Element met statutory requirements of State Housing Element Law (Government Code Section 65580 et seq.) but noted that the Housing Element was not in substantial compliance (i.e. certified) until the City completes necessary rezones to accommodate the City's Regional Housing Needs Allocation (RHNA) of 11,760 residential units. City staff work on implementing the various Housing Element programs (total of 47) throughout the calendar year and provide annual status reports to the City Council and State agencies regarding the implementation status.

When a General Plan Element is being amended or updated, the City must make a finding that the Element being updated is internally consistent with the rest of the General Plan pursuant to Government Code Section 65300.5. Staff reviewed prior reports associated with the Housing Element and the adopted resolutions and found that the internal consistency finding was not made. Specifically, staff reviewed the General Plan and determined that draft amendments to the Land Use Element are required, to be found internally consistent with the Housing Element adopted in 2022 and revised in 2023.

#### **ANALYSIS**

In order for the General Plan to be internally consistent with the Housing Element, the City has to ensure that the housing opportunity sites identified within the sites inventory of the Housing Element (Linked here: Appendix B, Table B-6, Pgs. B-25 through B-69,

and included as Attachment 2) allow residential uses, at the identified residential site capacities and densities. Internal consistency requires focused updates to the Land Use Element to allow for residential development to occur on the housing opportunity sites identified within the sites inventory, and where necessary, the flexibility to modify any floor are ratio (FAR) and trip generation regulations that may limit the actual residential site capacity identified. The draft Land Use Element amendments accomplish this throughout the document by referencing the Housing Element sites inventory and that those densities specified therein are otherwise allowed.

The draft amendments are depicted as <u>underline text</u> for text being added to the Element and <del>strikethrough text</del> for text being removed as depicted in Attachment 3. The focused updates are included throughout various sections of the draft Land Use Element update included in Attachment 1, Exhibit A. A few excerpts of the draft updates are as follows:

In Table LU-3: Land Use Designations (2015), a footnote is being incorporated into the Land Use Designations for Residential and Non-Residential which indicates, "\* Residential density may exceed those identified within Table LU-3 to accommodate the density of sites identified as housing opportunity sites within the sites inventory of the Housing Element."

In Table LU-6: Land Use Density and Intensity Summary, a footnote is being incorporated into the Land Use Designations for Residential, Non-Residential or Mixed-Use and Overlays and Urban Plans which indicates, "\* The maximum density may exceed those identified within Table LU-6 to accommodate the density of site identified within the sites inventory of the Housing Element. FAR may also be modified to realize the site capacity identified within the sites inventory."

In addition, the adopted Land Use Element includes site specific development regulations, which is not typical for this type of a policy document. Rather, site specific development regulations are generally found within a precise plan, or specific plan. Some of these site-specific development regulations have been placed on sites that are identified as housing opportunity sites within the Housing Element. As such, draft edits have been incorporated to address these inconsistencies. One example is the Segerstrom Home Ranch site, where a site-specific floor area ratio (FAR) and trip budget are identified, as well as a prohibition for residential uses. The Segerstrom Home Ranch site is identified in the sites inventory under the unique identifiers 137, 138, and 198, and includes a residential density of 90 dwelling units per acre. The draft updates to the Land Use Element remove reference to the residential use prohibition, in addition to allowing flexibility to modify the FAR and trip budget as the City is unable to restrict the site capacity.

#### General Plan



#### Baseline (2015)

Square Feet......0
Total Area......43.6 acres

#### Land Use Plan

Office	Square	feet	1,20	000,00
FAR			0.64	FAR*

\* Building intensity shall not exceed maximum allowable development set forth by the trip budget in the North Costa Mesa Specific Plan, unless reductions are needed to accommodate the residential site capacity identified within the sites inventory of the Housing Element.

. No residential use is permitted.

# Figure LU-4: Segerstrom Home Ranch

Since this Land Use Element update should have been included with the Housing Element adoption, the City is relying on the prior community engagement efforts, and tribal consultation as a matter of Nunc Pro Tunc (Latin phrase meaning "now for then"), where the City is reviewing the record and making necessary corrections that should have been completed at the same time as the Housing Element adoption. According to the adopted resolutions for the Housing Element, public engagement included the following activities:

November 18, 2020, Townhall Meeting
September 2, 2021, Townhall Meeting
February 17, 2021, Public Outreach
February 18, 2021, Public Outreach
March 1, 2021, Planning Commission Study Session
March 23, 2021, City Council Study Session
April 27, 2021, Joint Planning Commission and City Council Study Session
September 13, 2021, Joint Planning Commission and City Council Study Session

The City contacted 17 tribal representatives on July 28, 2021, with information about the Housing Element and to inquire if the Native American Tribes would like to conduct formal consultation as required under AB 52 and SB 18. The City received one response from the Gabrieleno Band of Mission Indians - Kizh Nation, on October 8, 2021, where the tribe requested clarification about the Housing Element, and did not request formal consultation. The City subsequently concluded the tribal consultation process.

In addition to the above noted engagement activities, and tribal consultation, the Housing Element was circulated for public review and comment between August 17, 2021, and September 15, 2021. The Planning Commission, and City Council, also held duly noticed public hearings on the following dates:

## Planning Commission:

November 8, 2021 November 22, 2021 December 13, 2021

## City Council:

January 18, 2022 February 1, 2022 November 15, 2022

Based on the history noted above, and information contained within this report, the City is addressing an administrative need to correct the record.

## Next Steps:

Once the General Plan Amendment to the Land Use Element is considered and adopted by City Council, staff will be returning to the Planning Commission to incorporate necessary Zoning Code and Specific Plan Amendments to implement the Housing Element sites and to align with the Land Use Element Amendments.

## **GENERAL PLAN CONFORMANCE**

Pursuant to Government Code Section 65300.5, the City must make a finding that the Element being updated is internally consistent with the rest of the General Plan. The draft updates to the Land Use Element will bring the General Plan into consistency with the Housing Element. Additionally, staff conducted a review of the remaining General Plan Elements, such as the Noise, Safety, Open Space Elements, etc., and determined that focused updates to these General Plan Elements are not required. As such, the General Plan will be internally consistent with City Council adoption of the draft amendments.

## **ENVIRONMENTAL DETERMINATION**

Pursuant to the California Environmental Quality Act (CEQA) Guideline Section 15162, staff reviewed the previously adopted Mitigated Negative Declaration for the Sixth Cycle Housing Element and determined that a subsequent Environmental Impact Report (EIR) or a Negative Declaration (ND) is not required for the update to the City of Costa Mesa Land Use Element in that the circumstances to which the Housing

Element was adopted have not changed, and no new information of substantial importance or new impacts have arisen since the prior environmental documents have been certified. The updates to the Land Use Element are for internal consistency with the Housing Element.

The Mitigated Negative Declaration (MND) for the Housing Element was circulated for the 30-day public review and comment period from October 29, 2021, to November 29, 2021. On February 1, 2022, the Costa Mesa City Council adopted Resolution No. 2022-06, certifying and adopting the Mitigated Negative Declaration and Mitigation Monitoring and Reporting Program (MMRP) that analyzed the candidate housing sites on 352 acres for the Sixth Cycle (2021-2029) Housing Element. The MMRP requires mitigation for hazards and hazardous materials, biological resources, cultural resources, noise and tribal cultural resources. Standard conditions are also included within the MMRP and the housing opportunity sites must comply with the adopted MMRP. As such, additional environmental review is not required for the focused update of the Land Use Element.

Link to the Mitigated Negative Declaration:

https://costamesa.legistar.com/View.ashx?M=F&ID=10429628&GUID=D393F7F7-CDC4-49CA-B95C-1E95AD983DA4

Link to the MMRP:

https://costamesa.legistar.com/View.ashx?M=F&ID=10429634&GUID=75FFF243-48F3-4BEF-9C5B-2723B323CD3F

#### **ALTERNATIVES**

The Planning Commission may propose modifications to the draft Land Use Element updates within the scope of consistency with the Housing Element.

#### **PUBLIC NOTICE**

A public notice was published in the Daily Pilot newspaper at least 10 calendar days prior to the scheduled public hearing. Additionally, public notices were published throughout the processing of the Sixth Cycle Housing Element update, where the individual properties identified as housing opportunity sites within the sites inventory received proper legal notifications.

## **CONCLUSION**

Based on the foregoing information, staff recommends that the Planning Commission adopt the draft resolution providing recommendations to City Council to approve the focused update to the Land Use Element of the General Plan.

# **ATTACHMENTS**

- Planning Commission Resolution No. PC-2025-XX
   Housing Element Sites Inventory Table B-6
- 3. Redlined Land Use Element amendments