

### COMMUNITY DEVELOPMENT DEPARTMENT

CITY HALL 10300 TORRE AVENUE • CUPERTINO, CA 95014-3255 TELEPHONE: (408) 777-3308 • FAX: (408) 777-3333 CUPERTINO.ORG

### PLANNING COMMISSION STAFF REPORT

#### November 12, 2019

### SUBJECT

Municipal Code Amendments to clarify development standards in the Planned Development (P) Zoning Districts. (Application No. MCA-2019-005; Applicant: City of Cupertino; Location: City-wide)

### **RECOMMENDED ACTION**

That the Planning Commission:

- 1. Receive a staff presentation;
- 2. Conduct the public hearing; and
- 3. Adopt the Draft Resolution recommending that the City Council adopt, MCA-2019-005, an ordinance adopting a Third Addendum to the 2014 General Plan Amendment, Housing Element Update, and Associated Rezoning Project Environmental Impact Report, and amendments to Chapter 19.80, Planned Development (P) Zones of the Cupertino Municipal Code to Clarify Development Standards in P Zones. (Attachment 1).

# DISCUSSION

### Background

The FY2019/20 City Council Work Program directs the City to clarify objective standards within the City's General Plan and Municipal Code. The Planning Commission and City Council reviewed areas that were identified by staff as needing clarity through Summer 2019. At the October 1, 2019 City Council meeting, the Council authorized staff to commence amendments identified in Phase 1 as follows:

- Community Form Diagram Text Box related to Heart of the City
- Community Form Footnotes related to building planes (slope lines)
- Cross-reference policies related to Heart of the City subareas
- Chapter 19.80 to clarify development standards in Planned Development (P) zones

The proposed amendments are to address the development standards in P zones. The proposed amendments have been identified with strikethroughs and underlines (as appropriate) in Attachment 2.

# Analysis

Chapter 19.80 of the Municipal Code governs Planned Development (P) Zones. The Zoning Map identifies properties zoned Planned Development with a "P" designation followed by a zoning reference for the allowed use. For example, P(CG) or P (CG, Res). "Conceptual development plans" with broad development standards are proposed and adopted when a property is zoned Planned Development. "Definitive plans" with more specific development standards are proposed and adopted at the time of development within the P Zone.

The proposed amendments do not change the allowed uses in P Zones. They merely clarify the development standards. Specifically, for residential P zoning districts, the amendments allow residential and mixed-use residential development to occur without adoption of a definitive plan, and specify that where development standards are not established in a definitive plan (or other plans), the development standards for residential uses shall be those prescribed for the R-3 (multi-family) zone, and the development standards for non-residential uses shall be those prescribed for the zoning districts referenced in the parenthetical following "P" on the zoning map. For non-residential development projects, the development standards would be established through the required conceptual and definitive plans for the site. Residential and mixed-use residential projects could also still propose definitive plans if desired.

For residential development, the General Plan anticipates that much of the development would occur as infill development as attached multi-family housing. The General Plan includes several policies that support infill mixed-use residential development including:

- **Policy LU-1.3:** Land Use in all Citywide Mixed-Use Districts. Encourage land uses that support the activity and character of mixed-use districts and economic goals.
- **Strategy LU-1.3.1:** Commercial and Residential Uses. Review the placement of commercial and residential uses based on the following criteria:

"... 2. All mixed-use residential projects should be designed on the "mixed use village" concept discussed earlier in this Element..."

- **Policy LU-1.1:** Land Use and Transportation. Focus higher land use intensities and densities within a half-mile of public transit service, and along major corridors.
- Policy LU-5.2: Mixed-Use Villages. Where housing is allowed along major corridors or neighborhood commercial areas, development should promote mixed-use villages with active ground floor uses and public space. The development should help create an inviting pedestrian environment and activity center that can serve adjoining neighborhoods and businesses.

- **Strategy LU-8.3.1:** Mixed-Use. Consider mixed-use (office, commercial, residential) in certain commercial areas to encourage reinvestment and revitalization of sales-tax producing uses, when reviewing sites for regional housing requirements.
- The General Plan also envisions the development of sites with mixed-use zoning within the Special Areas to redevelop in a "mixed-use village" concept which encourages residential development in a mix of units for young professionals, couples and/or active seniors who like to live in an active "mixed-use village" environment.

Since the General Plan anticipates the development of sites with multi-family developments in a mixed-use format through infill development, multi-family (R-3) zoning standards that would generally apply to residential development being included in the P zoning districts. For mixed-use residential development, the standards are clarified to, similarly, indicate that the zoning standards in the related zoning for the type of use proposed would apply. I.e., for property with a mixed-use planned development with commercial and residential uses zoning, the development standards of the General Commercial (CG) zoning and the R-3 zoning would apply. The amendments also clarify that if there are any conflicts in the standards, the most restrictive standard would apply.

# ENVIRONMENTAL ASSESMENT

In 2014, the City Council certified a Final Environmental Impact Report (EIR) for the General Plan Amendment, Housing Element Update, and Associated Rezoning Project (State Clearinghouse No. 2014032007), which was a program EIR prepared in compliance with California Environmental Quality Act (CEQA) Guidelines Section 15168. The Final EIR analyzed land use alternatives that included citywide development allocations (as well as building heights and densities) in connection with the adoption of the Cupertino Community Vision 2015-2040 (General Plan). The General Plan and Associated Rezoning were adopted in December 2014, the Housing Element Update was adopted in May 2015, and modifications to the text and figures of the General Plan were adopted in October 2015 following adoption of an Addendum to the EIR and in 2019 following adoption of a Second Addendum to the EIR.

When a lead agency has certified an EIR, Public Resources Code Section 21166 and CEQA Guidelines 15162 provide that no subsequent environmental review shall be required unless specified conditions have occurred (substantial changes in the project, substantial changes with respect to the circumstances under which the project is undertaken, or new information of substantial importance which was not known and could not have been known when the EIR was certified) and would result in new significant environmental effects or a substantial increase in the severity of significant environmental effects requiring major revisions to the EIR. CEQA Guidelines Section 15164 further states that

if some changes or additions to a previously certified EIR are needed, but subsequent review is not required under CEQA Guidelines 15162, an addendum shall be prepared.

The City has prepared a Third Addendum to the Final EIR to evaluate whether the proposed modifications to Chapter 19.80 of the Municipal Code described in this Staff Report would require major revisions to the Final EIR or a subsequent EIR due to new significant environmental effects or a substantial increase in the severity of significant environmental effects previously identified in the EIR. The Third Addendum, which is included as Attachment 3, provides analysis and cites substantial evidence in support of the conclusion that no subsequent environmental review is required because none of the conditions that would require preparation of a subsequent EIR pursuant to Public Resources Code Section 21166 and CEQA Guidelines Section 15162 have occurred.

Therefore, it is recommended that the Planning Commission recommend adoption of the Third Addendum, and no further environmental review is required for the modifications to Chapter 19.80 - Planned Development (P) zones in the Municipal Code described in this Staff Report.

In addition, the amendments to the Municipal Code are not subject to CEQA pursuant to California Code of Regulations, title 14, section 15061(b)(3) ("CEQA Guidelines" § 15061(b)(3)) since the proposed amendments are not a "project" as defined under CEQA (CEQA Guidelines § 15378). CEQA Guidelines Section 15061(b)(3) states, "CEQA applies only to projects which have the potential for causing a significant effect on the environment. Where it can be seen with certainty that there is no possibility that the activity in question may have a significant effect on the environment, the activity is not subject to CEQA." As the proposed amendments merely clarify the proposed development standards that would apply in certain limited circumstances based on existing standards, they will have no significant impact on the environment.

### PUBLIC NOTICING & OUTREACH

Notice of Public Hearing, Site Notice &	Agenda
Legal Ad	
<ul> <li>Legal ad placed in newspaper</li> </ul>	<ul> <li>Posted on the City's official notice</li> </ul>
(at least 10 days prior to hearing)	bulletin board (four days prior to hearing)
<ul> <li>Display ad placed in newspaper</li> </ul>	<ul> <li>Posted on the City of Cupertino's Web</li> </ul>
(at least 10 days prior to hearing)	site (four days prior to hearing)

The following noticing has been conducted for this project:

### NEXT STEPS

The recommendations made by the Planning Commission will be forwarded to the City Council for consideration.

<u>Prepared by:</u> Piu Ghosh, Planning Manager

<u>Reviewed and Approved for Submission by:</u> Benjamin Fu, Director of Community Development

# ATTACHMENTS

- 1. Draft Resolution MCA-2019-005
- 2. Redline document indicating changes in Chapter 19.80.
- 3. Third Addendum to the Final EIR