Accessory Dwelling Units (ADUs) in Denver

June 5, 2023



Overview

- Project overview
- Community engagement
- Key recommendations
- Zoning Criteria
- Staff Recommendation



WHY ADUs?





Project Overview

- This project is NOT rezoning any properties.
- It IS looking at how ADUs fit in with different neighborhoods and block patterns, like suburban lots without alleys (context-sensitive form standards), and how updates to the zoning code may reduce barriers to creating ADUs.
- Outcomes include revisions to the Denver Zoning
 Code regarding the size, shape, and location of ADUs
 on a lot + a related amendment to remove barriers to
 ADU construction in Former Chapter 59 zone districts







Process

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			2022												2023					
		WINTER			WINTER			SPRING	ì		SUMMER		F	FALL/WINTER			WINTER	₹		SPRING
	NOV	DEC	JAN	FEB	MAR	APRIL	MAY	JUNE	JULY	AUG	SEPT	OCT	NOV	DEC	JAN	FEB	MAR	APRIL	MAY	JUNE
PHASE 0	SETTING TH	HE STAGE																		
PHASE 1			KICKOFF /	AND AGREEN	MENT															
PHASE 2					EXPLORE 1	THE ISSUES)											
PHASE 3									EVALUA	TE ALTERNA	ATIVES									
PHASE 4														RECOMMEN	NDED STRA	TEGY				
PHASE 5																	ADOPTI	ON		
PHASE 6																				

- Advisory Committee Meetings
- Open Houses and Surveys
- Focus Groups



Community Outreach to

Pate Project builds on extensive public input to address context remove barriers to ADUs through Blueprint Denver

Project-specific outreach:

- 1. Advisory committee
- 2. Focus groups
- 3. Public feedback at major project milestones
 - A. Surveys
 - B. Open houses (6x in person, 2x virtual)
- 4. Neighborhood presentations
- 5. Council and Planning Board updates (4x)







Latest Community Outreach

Jan. 24th – Feb. 2nd

- Talk to a city planner / office hours
- In-person open houses
 - 5 locations throughout the city
- Virtual open house

121 Participants, 36 Virtual

May $15^{th} - 17^{th}$

Specific outreach for Former Chapter 59 (FC59) zoning

Mailed over 4,500 properties with FC59 zoning

Two in person office hours

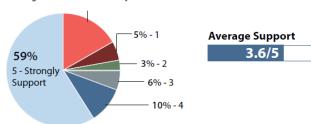




Citywide Policy Alternatives

Minimum Lot Size

Do you support removing minimum lot sizes to allow detached ADUs to be built on a wider range of lots in areas already zoned for ADUs?



Outreach summaries on the <u>ADUs in Denver web page</u> describe feedback opportunities and summarize results



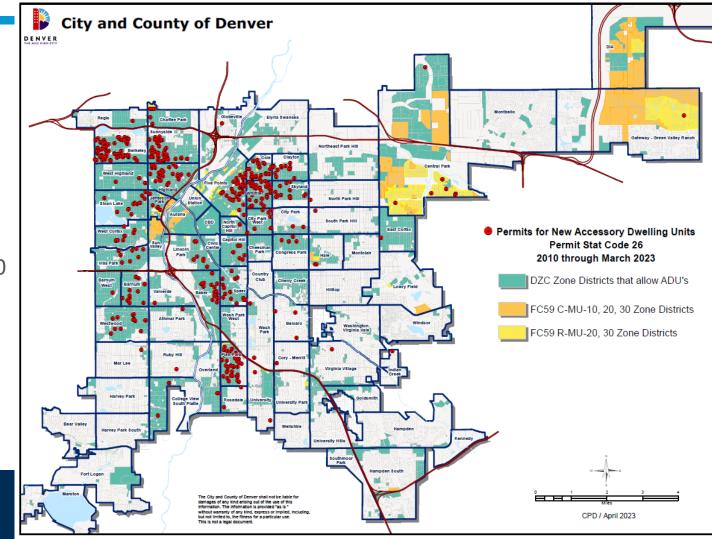
ADUs to date

ADUs are allowed by zoning in about 30% of the city

There are about 100,000 properties with single-unit zoning citywide

450 ADUs permitted since 2010





Overview of the Proposed Amendment

Primarily address detached (rather than attached) ADUs

- Many proposed updates vary by neighborhood context (U-, E-, S-)
 - Especially related to the location and height of a detached ADU in a suburban vs. urban environment
 - Setbacks, building height, bulk plane, design elements like dormers and balconies
- Some proposed updates apply everywhere (citywide)
 - Detached ADUs would be feasible on a wider variety of lots already zoned for ADUs
 - One-story ADUs would be easier to build
 - Lot size, coverage, sq. ft., existing structures, non-SU uses, owner-occupancy



Key issues addressed:

	ISSUES	Impact on Neighborhood & Community	Design, Construction & Build-ability	Cost & Afford-ability	Use Allowances & Restrictions
	Setbacks	✓	✓		
Context Based —	Building Height	✓	✓	√	
	Bulk Plane	✓	✓	✓	
	Minimum Lot Size Requirement	✓	√		✓
	Maximum Building Coverage	✓	✓		✓
Citywide —	Maximum Square Footage	✓	\checkmark	\checkmark	✓
	Reuse of Existing Accessory Structure		✓	✓	
	Accessory to Non- SU Uses		\checkmark		✓
DENVER THE MILE HIGH CITY	Owner Occupancy	√		√	√

Proposed Citywide Building Form Standards

Topic	Recommendation
Minimum lot size	Remove the min lot size requirement to allow all lots zoned for ADUs to at least be eligible for a detached ADU.
Building coverage exemption	Extend the building coverage exemption from garages to include detached ADUs, which will make it easier to build single-story ADUs and convert existing garages



Proposed Citywide Use Standards

Topic	Recommendation		
Minimum ADU size allowance	Increase the max floor area from 650sf to 864sf to help improve the cost efficiency of building an ADU. Remove the overall structure length max to create more flexibility on narrow lots.		
Re-use of existing structures	Allow garages that do not meet the min setbacks for a detached ADU to be converted to reduce the cost of construction, promote sustainability, and prioritize housing over parking		
Accessory to non- single unit uses	Allow only Detached ADUs as accessory to TU + MU, as to not confuse the building code requirements vs the zoning code. For Row/Town House development, an SDP would be required.		



Proposed Citywide Use Standards (continued):

Topic	Recommendation
Owner Occupancy	Remove or modify the Owner Occupancy requirement for more flexibility and to help get more ADUs built. No changes to the owner-occupancy requirement are recommended at this time.



Proposed Context-specific Standards (not

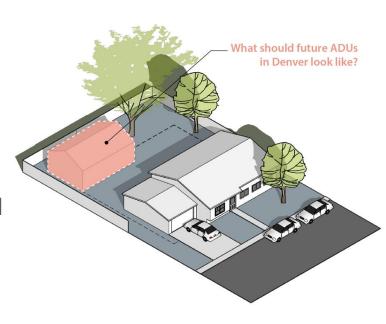
citywide)
Greater allowances in URBAN neighborhoods
with flexibility where ADUs most easily fit in



 Allowances for URBAN EDGE neighborhoods that recognize the unique balance of Urban and Suburban conditions

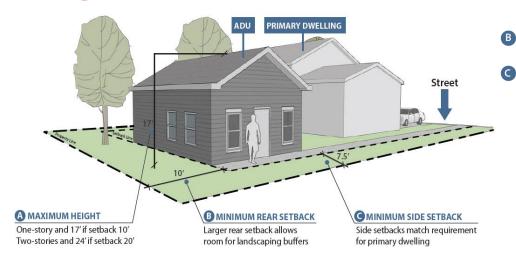


 Sensitive location and form standards in SUBURBAN neighborhoods





Summary of Proposal by Neighborhood Context



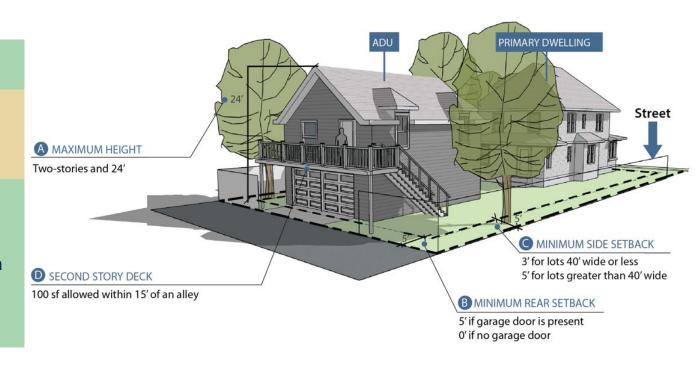


DRAFT RECOMMENDATIONS: AT A GLANCE

Neighborhood Context	Existing	Suburban (S-)	Urban Edge (E-)	Urban (U-)
Form Standards:				
Height (in Stories/feet)	1.5 / 24′	1 / 17′	Reduced to 1/17' or Increased to 2/24' per rear setback distance	Increased to 2 / 24'
Bulk-Plane (Vertical Height at Side Lot Line)	10′	10′	Increased to 12' on lots 40' or less in width	Increased to 12' on lots 40' or less in width
Rear Setback Distance	5′	10′	Increased to 12' for two-story ADUs with no alley	Removed if no garage door
Side Setback Distance	Lots 30' wide or less: 3' Lots greater than 30' wide: 5'	Same as required setback for the primary structure	Same as required setback for the primary structure	Same as required setback for the primary structure
Balcony Encroachments	Not permitted	Not permitted	35sf max allowance when an alley is present	35sf max allowance when an alley is present
Dormer Encroachments	Not permitted	Not permitted	Conditionally allowed to penetrate the Bulk Plan	Conditionally allowed to penetrate the Bulk Plane
Minimum Lot Size Requirement	3,000 - 10,000 sf, per district	N/A	Removed	Removed
Building Coverage Exemption	Not permitted, unless ground floor mostly serves as a garage	Extended to ADUs	Extended to ADUs	Extended to ADUs
Use Standards:				
Maximum Floor Area	On single-unit lots 6,000 sf or less: 650 sf	On single-unit lots 6,000 sf or less: 864 sf	Increased on single- unit lots 6,000 sf or less to 864 sf	Increased on single- unit lots 6,000 sf or less to 864 sf
Maximum Structure Length	36′	N/A	Removed	Removed
Conversions of existing garages	Permitted only if structure meets ADU setback requirements	Permitted	Permitted	Permitted
ADUs accessory to two-unit and multi-unit primary uses	Not permitted	Permitted	Permitted	Permitted
Owner Occupancy of primary or secondary structure	Required at all times	NO change	NO change	NO change

Proposal for Urban Neighborhoods

- Allow for a full two stories
- Added flexibility for small/narrow lots lots <40' in width
- Make single-story/re-use easier
- Allow for additional design elements like, balconies and dormers





Proposal for Urban Edge Neighborhoods

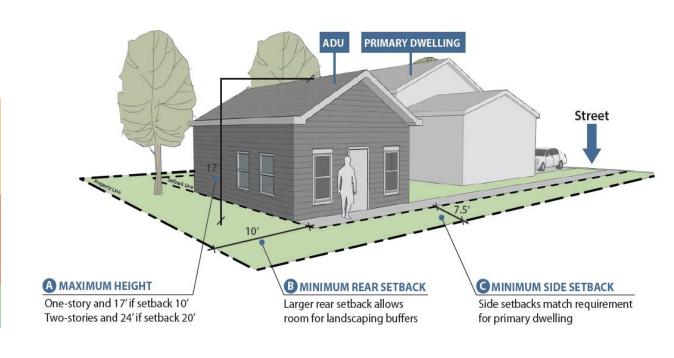
- Allow for a full two stories on an alley
 Single-story without alley, unless setback 12'min
- Added flexibility for small/narrow lots, lots <40' in width
- Make single-story/re-use easier
- Allow for some additional design elements





Proposal for Suburban Context

- Add new Suburban ADU zone districts with contextsensitive form standards
- Single-Story 17' tall with 10' rear setback unless it fits in the 'primary envelope'
- Make single-story/re-use easier





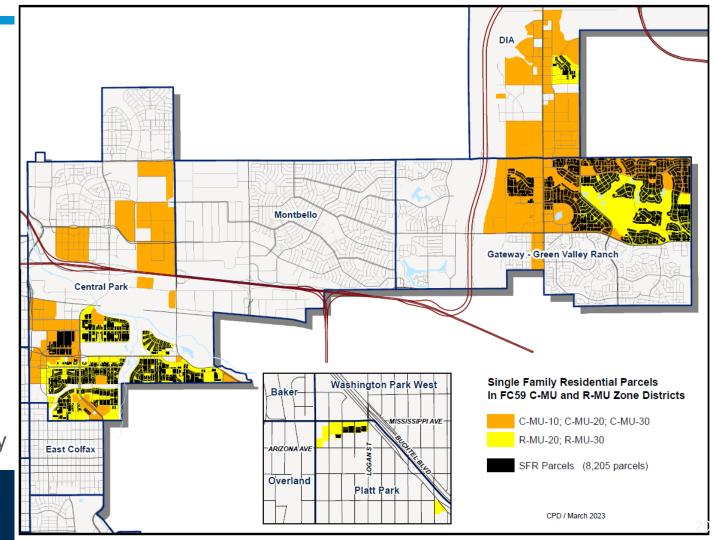
Former CH 59 Approach

ADUs are allowed in FC 59 zoned districts, that are zoned MU - Multi-Use

Limited in Squarefootage, based on the Primary Structure SF.

Follows same location standards as the Primary





Proposed Former CH 59 DRMC Bridge Amendment

Topic	Recommendation
Minimum ADU size allowance	Increase the max floor area allowance for ADUs to match that of the Denver Zoning Code allowance, up to 1,000sf, regardless of primary structure size.
Remove 'difficult to enforce' additional building standards	Remove the architectural requirement to 'match the materials' of the primary structure, and Remove the occupancy limit of 200sf per person.



Review Criteria and CPD Staff Evaluation

The criteria for review of a proposed text amendment are found in Section 12.4.11.4 of the DZC. CPD analyzed the proposed text amendment for compliance with the review criteria stated below and finds that the proposed text amendment satisfies each of the review criteria:

- 1. Consistency With Adopted Plans
- 2. Public Health, Safety and Welfare
- 3. Uniformity of District Regulations and Restrictions



1. Consistency With Adopted Plans

Denver Comprehensive Plan 2040

The proposed text amendment is consistent with many of the adopted *Denver Comprehensive Plan 2040* strategies, which are organized by vision element.

Blueprint Denver (2019)

The proposed text amendment is consistent with many of the adopted *Blueprint Denver* policies providing guidance specific to removing barriers to ADU construction and creating context sensitive ADU building form standards.

- 2. Public Health, Safety and Welfare
- 3. Uniformity of District Regulations and Restrictions



1. Consistency With Adopted Plans

2. Public Health, Safety and Welfare

The text amendment furthers the public health, safety and welfare of Denver residents, land-owners, and community members by implementing the city's adopted plans through regulations that are responsive to current community needs.

Uniformity of District Regulations and Restrictions



- 1. Consistency With Adopted Plans
- 2. Public Health, Safety and Welfare
- 3. Uniformity of District Regulations and Restrictions

This text amendment will result in regulations for ADUs that are uniform within each zone district in which the Accessory Dwelling use will be allowed.



Planning Board Recommendation

At a public hearing on April 5, 2023, the Planning Board unanimously recommended approval of the ADUs in Denver text amendment. Planning Board also forwarded documentation of their deliberation to City Council.

This documentation records Planning Board discussion concerning the on-going requirement in single-unit (SU) zone districts that either the primary residence or the ADU must be owner-occupied. Note that this ADUs in Denver amendment does not propose to remove the existing requirement.



Staff Recommendation

- Staff recommends that City Council adopt the proposed ADUs in Denver text amendment, finding that all the applicable review criteria have been met; and
- Staff recommends that City Council adopt the proposed companion amendment to the Denver Revised Municipal Code to extend design flexibility for ADUs where they are already allowed in Former Chapter 59 zone districts, finding that all the applicable review criteria have been met.



Appendix



Outreach Events to Date

Advisory Committee Meetings

- Meeting #1 March 3, 2022
- Meeting #2 April 7, 2022
- Meeting #3 May 5, 2022
- Meeting #4 June 9, 2022
- Meeting #5 August 4, 2022
- Meeting #6 September 8, 2022
- Meeting #7 November 3, 2022
- Meeting #8 December 15, 2022

Focus Groups

- Suburban Context focus Group June 16, 2022
- AIA Focus Group July 27, 2022
- Urban Edge Context focus group October 2022
- Suburban Context focus group October 2022
- AIA focus group November 2022

Public Meetings

- Public Survey ADUs issues/concerns May 2022
- In Person Open House August 25, 2022
- Online Open House August 25-September 16, 2022
- In Person Open House Swansea January 25, 2023
- In Person Open House –La Alma Lincoln Park January 26, 2023
- Office Hours January 30 February 2, 2023
- In Person Open House Montbello February 1, 2023
- In Person Open House Virginia Village February 2, 2023
- Online Open House February 7, 2023
- In Person Open House Bear Valley- February 9, 2023

Planning Board and City Council

- Planning Board info item May 4, 2022
- City Council Budget and Policy Committee update May 9, 2022
- City Council LUTI update August 16, 2022
- City Council Briefings November 2022
- City Council Budget and Policy Committee update January 2023

Presentations to Neighborhood Groups (by request)

- INC ZAP April 23, 2022
- University Park RNO May 4, 2022
- East Wash Park RNO May 11, 2022
- Bellevue-Hale Neighborhood Association May 31, 2022
- Harvey Park RNO Aug 27, 2022
- INC ZAP September 24, 2022
- Wash Park East Neighborhood Association Nov 8, 2022
- West Highlands Neighborhood Association Jan 3, 2023

Presentations to Industry Organizations

- Presentation to AARP April 20, 2022
- Panel discussion on ADUs for Mile High Hosts April 28, 2022
- Presentation to Near SE Plan Steering Committee May 12, 2022
- Presentation to CNU Colorado May 12, 2022
- Presentation to ULI Housing Committee June 7, 2022

DRAFT FOLLOW UP ACTIONS

Торіс	Recommendation			
City of Denver Actions				
Permit Processes and Related Fees (fees charged by the City of Denver)	Continue to review overall permitting processes to promote a streamlined process for adding housing options in Denver, including ADUs. This should include review of permitting fees based on project cost to ensure that such fees do not create an unnecessary barrier to ADU construction.			
Denver Building and Fire Code (establishes the minimum, mandatory standards for building construction in Denver based on international standards for safe, habitable structures)	Consider impacts on ADUs in future building code updates, including thresholds for review of project using the Residential Building Code vs. the International Building Code, as well as standards related to the conversion of existing structures, like detached garages into habitable dwelling units.			
Required Public Improvements (off-site improvements sometimes required in conjunction with a development project)	Continue to review whether if or when construction of an ADU may trigger required public improvements, such as sidewalk reconstruction to ensure that the benefits of adding housing options in Denver are balanced with community benefits resulting from public improvements.			
Other (Non-City) Actions				
Water and Sewer Tap Fees (fees for connecting new development to public infrastructure)	Continue to work with Denver Water (a public utility separate from the City of Denver) on when and how tap fees are applied to new ADUs and whether ADUs may use an existing water tap to reduce costs associated with building and ADU.			

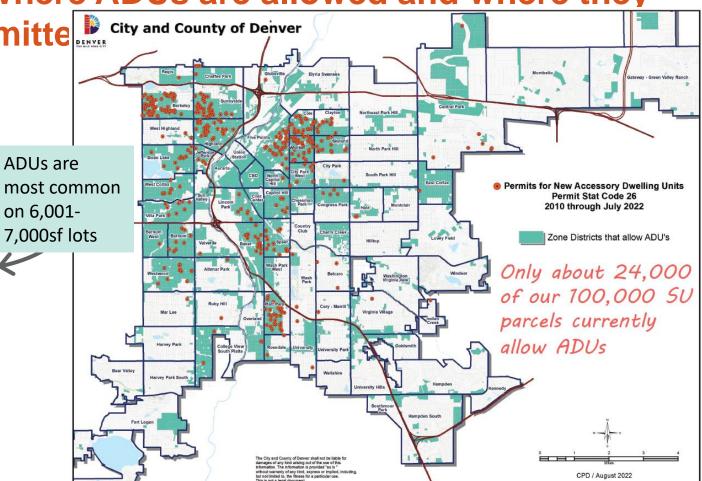


Background: Where ADUs are allowed and where they

have been permitte City and County of Denver

ADU permits by

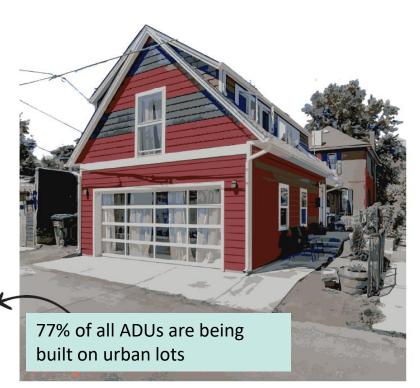
lot size	Number of Permits
< or = 3000	3
3001 - 4500	97
4501 - 5500	83
5501 - 6000	17
6001 - 7000	151
7001 - 8500	31
8501 - 9000	8
9001 - 10000	12
10001 - 12000	5
> 12000	8
	415
ADU median size is	
647 sf	

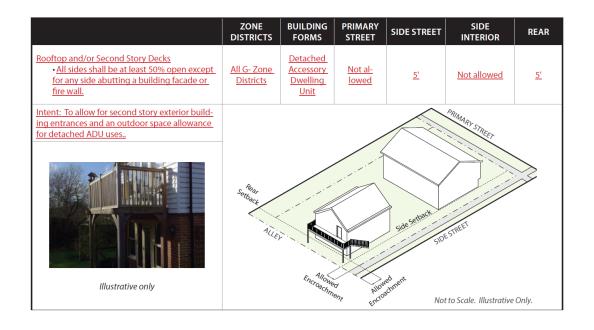


Background: Where ADUs have been permitted

ADU permits by zone district

ZONE_DISTRICT	ADU Permit Count	%	of all ADUs
S-MU-3		1	0.2%
S-SU-D		2	0.5%
S-SU-F1		2	0.5%
SUBURBAN TOTAL	5		1%
Displayer Appen			
E-SU-B1		1	0.2%
E-SU-D1		3	1%
E-SU-D1X		31	7%
E-SU-DX		2	0.5%
E-TU-C		8	2%
URBAN EDGE TOTAL	45		11%
U-RH-2.5		45	11%
U-RH-3A		9	2%
U-SU-A1		40	9%
U-SU-B1		102	24%
U-SU-C1		70	16%
U-TU-B		28	7%
U-TU-B2		3	1%
U-TU-C		30	7%
URBAN TOTAL	327		77%
			•••
Parcel area < 6,000sf		203	48%
Parcel area > or = 6,00	0st	223	52%
		426	







Peer City/State Owner Occupancy Research

Cities around the country vary in their approach to owner-occupancy (OO) requirements for ADUs.

- <u>Oregon state law does not allow OO requirements</u> for ADUs, but the Oregon DEQ determined that more than 2/3 of properties with ADUs have owners residing on the property.
- <u>California state law does not allow OO requirements</u> for ADUs. However, investors own 17% of the single-family housing rental stock but permit and construct just 8% of its ADUs.
- In 2019, <u>Seattle lifted its OO requirement to reduce inequity between owners and renters</u> in housing stock and decrease financial barriers to building ADUs. An environmental study determined that removing the requirement wouldn't increase speculation as it would discourage demolition of existing SU homes prior to redevelopment, instead incentivizing homeowners to maintain the existing housing stock while building ADUs.
- Fayetteville, Arkansas adopted an ADU ordinance in 2008, limiting ADUs to 600sf and required OO. Since then, the city has increased the size allowance to 1,200sf, dropped parking and OO requirements. It is now seeing more ADU construction.
- <u>In Colorado, Fort Collins, Littleton and Salida don't regulate occupancy for any ADUs</u>, while CO Springs and Lakewood require owner occupancy in attached ADUs, but not detached ADUs.

