Honorable Mayor and Members of the Town Council,

As you are aware, we have been expecting a letter from our reviewer at HCD regarding the Housing Element you are slated to consider at your meeting tomorrow. What we have received is not the letter we were anticipating, but an email from our reviewer (received yesterday evening) containing tables that constitute the "preliminary review". These tables include questions and detail additional edits or changes to the Housing Element that HCD is still seeking (copy of the HCD document with the tables is attached with this email).

Given the timing of this email from HCD, staff's need to evaluate and update the Housing Element in response to HCD's comments (plus possibly engage our HCD reviewer in one on one meetings again), and to allow adequate time for the community and decision makers to appropriately evaluate these latest changes, staff is recommending that at its meeting tomorrow the Town Council receive an update on this recent development, along with an overview of anticipated next steps, and continue consideration of the Housing Element to the Town Council meeting of January 24, 2024.

Staff along with the Town's consultant team are now evaluating this latest response from HCD to determine the appropriate next steps. If the modifications are found to be substantive in nature, such as identifying new opportunity sites or making changes to the RHNA numbers, they may need to be taken back to the Planning Commission once more for consideration. As of now, such modifications have not been identified.

Thank you for your attention to this and please feel free to let me know if you have questions.

Jon Biggs, Town of Portola Valley, Interim Planning and Building Director Portola Valley – Received December 1

Date of last letter – July 25, 2023

Prelim Review

| Y/N | Pg. # | Finding | Notes |
|-----|------------|--|---|
| N | 109 | Availability of zoning – minimum density of 20 du/ac and an acceptable range of density | Minim density of 20 and max of 23 See program 1-7 revisions |
| ? | | Transparency requirements | Where is this addressed? |
| N | 97 145 | RA – procedure | Analysis – approval finding 5 and 6 needs to be removed; subjective findings that are similar to general CUP findings. Program 8-1 needs to be revised to specifically committing to removing findings #5 and #6 |
| N | 148 | Group homes of seven or more | See Program 8-1 revisions See revisions on Program 8-10 |
| N | 129 | Shortfall of sites – all requirements need to be listed and timelines | See program 1-7 revisions |
| N | 132 137 | Programs 1-4, 3-2 and 4-2: Affiliated Housing Sites – strong monitoring and incentives to promote affordability | Program 1-1c , 1-4, 3-2 and 4-2 See Program 4-2 revisions |
| N | 54, 137 | In addition, while Program 4-1 (Parking Requirements) Program should be revised to include specific details regarding the new parking requirements for affordable housing. | See Program 4-1 revisions |
| N | 108 | AFFH programs | Need stronger land use strategies for housing mobility and see additional revisions below |

Review – Housing mobility; creating and promoting housing choices and inclusion throughout the community

| Program + Actions | Metrics | Geographic targeting | Other |
|---|----------------------------------|--------------------------------------|--|
| Program 1-1a, 1-1b, 1-1c, 1-2a-b, 1-7, 1-4 3-1, 4-2, 5-3 actions for the RHNA including rezoning for RHNA and objective standards, pipeline, city-owned sites | 151 units including 70 for lower | RHNA sites outside/edges of the City | Rezoning for the RHNA – ok |
| Program 1-3 – opt-in housing diversity pilot program beyond SB9 | 12 AM units | Lower density/SF units | Beyond the RHNA Add affordability metric |
| Program 1-5 – explore/encourage co-housing programs | None | Throughout the Town | Program has weak commitments and no metrics |
| Program 1-6 – participate and/or implement local homesharing program including marketing units | 10 persons/HH | Low density/SF homes | Beyond the RHNA – ok |
| Program 2-1 – inclusionary for MF | Add metrics | Throughout the town | |
| Program 2-2 – create a program with housing staff to manage and place persons into units | Add metrics | | Could be revised to be housing mobility with metrics |
| Program 2-4 – ELI actions | 50 LI units | Throughout the Town | Ok |

| Program 3-2 – technical assistance | Noted above | | Expand metrics for additional units by targeting additional nonprofits and partners during the planning period |
|---|---------------------------------|------------------------------|--|
| Programs 7-1 through 7-8 – several ADU actions | 102 ADUs | Low density/SF neighborhoods | Expand metrics to go beyond the RHNA for housing mobility |
| Program 8-5 – rezone for additional MF opportunities with affirmative marketing | Add metrics in addition to RHNA | Throughout the town | |
| Program 8-6 – consider rental assistance program | Add metrics | Throughout the town | Add "if found feasible, implement program by xxx dates" + metrics |
| Program 8-7, 8-8, 8-9 – education on fair housing topics | Two workshops | Throughout the Town | Add additional metrics regarding HH or units |
| ισρισσ | | | Could create a combined metrics for Program 8-7, 8-8, 8-9 |

- Need additional land use strategies to addressing housing mobility
- Element notes on pg. 58 Town has funds that can be dedicated to AH projects; add program/action committing to # of units or \$ amount dedicating to AH throughout the planning period.