

# City of Franklin

109 3rd Ave S Franklin, TN 37064 (615)791-3217

# Legislation Details (With Text)

File #: 16-0620 Version: 1 Name:

Type: Ordinance Status: Passed

File created: 7/21/2016 In control: Board of Mayor & Aldermen

Title: Consideration of Ordinance 2016-030 To Be Entitled: "An Ordinance To Amend Title 21, Affordable

And Workforce Housing Of The Franklin Municipal Code In Order To Delete Chapter 7, Inclusionary Housing For Previously Approved Planned Unit Developments." (08/09/16 WS, 08/23/16 1st BOMA

Reading 8-0) SECOND AND FINAL READING

**Sponsors:** Vernon Gerth, Emily Hunter

Indexes:

**Code sections:** 

Attachments: 1. Ord 2016-030 - Amend FMC Inclusionary Zoning Title 21\_Law Approved, 2. Public Chapter No 822

Date	Ver.	Action By	Action	Result
9/13/2016	1	Board of Mayor & Aldermen	approved on second and final reading	Pass
8/23/2016	1	Board of Mayor & Aldermen	referred as a Consent Item	Pass
8/9/2016	1	Work Session	referred	

**DATE:** August 2, 2016

**TO:** Board of Mayor and Aldermen

**FROM:** Eric Stuckey, City Administrator

Vernon Gerth, Assistant City Administrator - Community/Economic Development

Emily Hunter, Planning and Sustainability Director

Jim Svoboda, Principal Planner

#### SUBJECT:

Consideration of Ordinance 2016-030 To Be Entitled: "An Ordinance To Amend Title 21, Affordable And Workforce Housing Of The Franklin Municipal Code In Order To Delete Chapter 7, Inclusionary Housing For Previously Approved Planned Unit Developments." (08/09/16 WS, 08/23/16 1st BOMA Reading 8-0) SECOND AND FINAL READING

#### **Purpose**

The purpose of this memorandum is to provide information to the Franklin Board of Mayor and Aldermen (BOMA) concerning removing the Inclusionary Housing for Previously Approved Planned Unit Developments requirements in the Franklin Municipal Code.

## **Background**

In 2010, the BOMA adopted Ordinance 2010-21 establishing inclusionary housing regulations and standards to promote the development of affordable and workforce housing within the City. The Ordinance amended Title 21 of the Franklin

File #: 16-0620, Version: 1

Municipal Code to add a new Chapter 7, Inclusionary Housing For Previously Approved Planned Unit Developments, which required any residential Planned Unit Developments (PUDs) approved prior to April 1, 2010, that requested an increase in density to provide at least ten (10) percent of the additional units being requested to be affordable housing units. The Ordinance established various options for how to the requirement could be met. In 2015, the BOMA determined that in order to continue to promote housing diversity within the City it was necessary to adopt Ordinance 2015-03 and amend the regulations to apply to all PUDs, regardless of the date of approval.

On April 7, 2016, the Tennessee General Assembly adopted Public Chapter 822 prohibiting local governments from enacting, maintaining, or enforcing any zoning regulations, requirements, or conditions of development imposed by land use or zoning ordinances, or regulations, that require the direct or indirect allocation of a percentage of existing or newly constructed private residential or commercial rental units for long-term retention as affordable housing. The Act applies to all existing and future regulations. The passage of this Act invalidates the provisions adopted by the City and therefore it is necessary for BOMA to remove the PUD Inclusionary Housing requirements from the Municipal Code. The Act however does not affect local governments from creating or implementing incentive-based programs designed to increase the construction and rehabilitation of moderate or lower-cost private residential or commercial rental unit. The existing incentive based programs in Title 21 are not affected by the Act and the City can evaluate other opportunities to incentivize and promote the development of affordable and workforce housing.

### **Financial Impact**

The BOMA will no longer be able to receive fees-in-lieu of funds as an alternative for the construction of affordable/workforce housing units associated with requests for increased density in previously approved residential PUDs.

# **Recommendation**

Staff recommends approval of Ordinance 2013-030.