| AGENDA INFORMATION   |   |  |  |  |
|--|---|--|--|--|
| ☐ Council Workshop ☐ Finance & Audit ☐ Advisory Oversight ☐ Other: | Date: April 11, 2022  Date: Date: Date: |  |  |  |





# The District of North Vancouver REPORT TO COMMITTEE

March 30, 2022

File: 13.6440.20/000.000

**AUTHOR:** Ryan Gilmore, Community Planner

Arielle Dalley, Community Planner

SUBJECT: Housing Options for Single Family Neighbourhoods

#### **RECOMMENDATION:**

THAT the Committee recommend to Council:

THAT staff are directed to initiate engagement on secondary suite size regulations and report back to Council on engagement results, along with proposed Zoning Bylaw amendments for Council's consideration;

THAT staff are directed to initiate engagement on priority sensitive infill housing types and report back to Council on engagement results, along with recommendations for future policy work for Council's consideration;

AND THAT staff are directed to initiate engagement on short-term rental regulations and report back to Council on engagement results, along with recommendations for a regulatory framework for Council's consideration.

#### **REASON FOR REPORT:**

Increasing housing diversity in single family residential neighbourhoods has been identified as a priority in numerous District policies and initiatives, including the OCP Action Plan and the Rental, Social and Affordable Housing Task Force (RSAHTF) Final Report. In response, a number of options have been identified that could lead to increased housing diversity in single family neighbourhoods. This report provides background information and recommends engagement be undertaken on the following housing topics:

- Secondary suites;
- Sensitive Infill, which is the addition of housing that fits within an existing single family area without significantly altering the neighbourhood's character or appearance; and
- Short-term rentals.

March 30, 2022 Page 2

### SUMMARY:

Single family neighbourhoods have been slowly evolving to accommodate changing housing needs. Secondary suites and coach houses, for example, have provided valuable rental housing options, flexible living arrangements, and the potential for supplementary rental income for families.

In response to recent changes to the BC Building Code, an opportunity exists to increase the size of secondary suites in the District to encourage and reduce barriers for the creation of larger, family-friendly suites. Complementary changes could also be considered to introduce a minimum secondary suite size that would maintain the liveability of smaller suites. At the regular meeting of Council on July 23, 2018, Council passed a motion directing staff to prepare a report on secondary suite incentive options for Council's consideration. The proposed changes to secondary suites discussed in this report would reduce barriers to and encourage the creation of larger secondary suites.

Opportunities also exist to expand current options for sensitive infill, such as coach houses, Small Lot Infill Areas (SLIAs), and duplex, triplex, and fourplex developments. Some Councillors have expressed a particular interest in reviewing the District's coach house program, which was last updated in January 2020. New opportunities may also be possible, such as allowing multiple accessory units on a lot. These could increase rental and homeownership options within single family neighbourhoods and make more efficient use of municipal infrastructure, while maintaining the scale and character associated with lower density single family areas.

Short-term rental (STR) refers to the rental of a residential dwelling unit facilitated by online platforms for a short period of time, and can provide flexible supplemental income to households while also indirectly supporting local businesses. Short-term rentals are currently not permitted in the District. However, regulating short-term rentals is important to ensure safe operation, manage potential nuisances, and to maintain long-term rental stock. At the November 25, 2019 Council Workshop, Council expressed a desired to see short-term rentals referred to the Rental, Social and Affordable Housing Task Force for feedback. Council received the Task Force's final report in September 2021 and staff are now reporting back to Council on next steps for a short-term rentals regulatory framework.

This report provides background on work completed to-date related to secondary suites, sensitive infill, and short-term rentals, and makes recommendations to initiate public engagement for each of these topics.

### **EXISTING POLICY:**

The District has historically supported adding housing options within single family neighbourhoods in the form of secondary suites and coach houses, or designating the use of Small Lot Infill Areas, which enables subdivision of larger lots into smaller lots. There is also considerable Council direction and supporting policy to expand housing diversity options in single family neighbourhoods through sensitive infill, as identified below.

March 30, 2022 Page 3

### Official Community Plan (2011):

Encourage and enable a diverse mix of housing types, tenure and affordability Goal 2: to accommodate the lifestyles and needs of people at all stages of life;

- Policy 2.3.5: Identify criteria for low intensity infill housing, such as coach and laneway housing and small lot subdivision as appropriate:
- Policy 2.3.6: Enable sensitive redevelopment in appropriate areas, such as locations adjacent to existing multifamily or commercial uses;
- Policy 2.4.3: Enable sensitive densification at strategic locations along transit corridors within the Network of Centres;
- **Policy 7.1.2:** Undertake planning processes to identify potential low-density, multi-family areas (e.g., townhouse, row house, triplex, and duplex) near Town and Village Centres, neighbourhood commercial uses, and schools; designate additional Small Lot Infill Areas; and develop criteria to identify suitable areas to support detached accessory dwellings (e.g. coach housing);
- Policy 7.2.1: Explore increasing the maximum permitted size of secondary suites; and Policy 7.2.2: Consider permitting secondary suites or lock-off units within townhouses, row houses and apartments.

### OCP Action Plan (2021):

**Priority Action 5:** Increase housing diversity to support a range of incomes, household types,

and accessibility needs within and close to Town and Village Centres.

Supporting Identify opportunities for sensitive infill housing (coach houses and Action 12:

secondary suites, duplexes, triplexes, and townhouses/rowhouses)

outside Town and Village Centres.

Include social equity considerations in District decision-making to strive Social Equity

for a more inclusive and equitable community. **Implementation** 

Lens

### Rental, Social and Affordable Housing Task Force (RSAHTF) Final Report (2021):

**Proposed High** Seek opportunities to increase housing diversity through sensitive infill **Priority Action (E.)** beyond the Town and Village Centres, such as duplexes, triplexes, townhouses/rowhouses, and more coach houses in locations near transit, employment, or both.

### Housing Needs Report (2021):

The Housing Needs Report, received by Council on December 13, 2021, outlines key areas of housing need and highlights gaps and inequities in the District's current housing supply. The Report highlights that the District's housing stock is comprised largely of single family homes (52%), which are out of reach for many and may not suit the District's aging population, and that a greater diversity of housing would support aging in place.

### **DISCUSSION:**

The following sections provide an overview of each of the three topics that are the focus of this report (secondary suites, sensitive infill, and short-term rentals), including work to date and recommended next steps.

### Secondary Suites

The District has permitted secondary suites in single family homes since 1997. They are currently permitted in:

- · All single family residential zones;
- Three comprehensive single family development zones (CD14, CD34, and CD88); and
- Two multi-family residential zones (RM1 and RM2).

A map showing the location of these zones is provided as **Attachment 1**.

Secondary suites are a critical component of the District's rental housing stock, benefiting a diverse group of residents such as renters looking for ground-oriented housing, homeowners seeking rental income, and inter-generational and extended families. According to the 2020 Pace of Development, over 6,290 secondary suites had been approved in the District by the end of 2020. This comprised 70% of the District's market rental housing stock. The 2020 Pace of Development also indicates there is an estimated demand for an addition 640 new secondary suites by 2030.

To provide local governments with greater opportunities for the creation of affordable housing options, the BC Building Code was revised in December 2019 to:

- Eliminate the prescribed maximum sizes for secondary suites (previously 90m² or 40% of the total building's residential floor area); and
- Permit the construction of secondary suites in more types of ground-oriented housing, such as certain duplexes and townhouses (previously only permitted in single family).

With the most recent changes to the BC Building Code, the District has the opportunity to set its own size restrictions and broaden where secondary suites can be located, in alignment with existing District policies and Council directions. A review of secondary suite regulations was identified by staff in a <a href="November 2020 Report to Council">November 2020 Report to Council</a> in response to recommendations made by the Rental, Social and Affordable Housing Task Force in their Interim Report.

The current restriction on the size of a secondary suite in the District is a maximum of 90 m<sup>2</sup> (969 ft<sup>2</sup>) or 40% of the residential floor area, whichever is less. There is no minimum size requirement. The following amendments to secondary suite size regulations are proposed:

- Increase the maximum secondary suite size to 130 m<sup>2</sup> (1,400 ft<sup>2</sup>) or 40% of the gross floor area of the single family home after permitted floor area deductions, whichever is less (common floor area deductions may include portions of basements below grade, balconies, and parking structures per Section 410 of the Zoning Bylaw); and
- Introduce a 30 m² (323 ft²) minimize secondary suite size requirement to maintain liveability.

Staff believe that the proposed changes would reduce barriers to and encourage the creation of larger secondary suites, as called for in the OCP. The proposed changes would apply to all zones that permit secondary suites. Generally, properties within the majority of affected zones would be able to achieve secondary suites that are larger than the current maximum size requirement of 90 m² (969 ft²); however, this would depend on the size of the specific lot or single family building.

Staff recommend seeking community feedback on the proposed secondary suite size regulations. Engagement would include information on the District's website, an online feedback form, and virtual and/or in-person open houses. Staff will report back to Council with engagement findings, and depending on the outcomes, provide draft Zoning Bylaw amendments for Council to consider.

Recommendation: THAT staff are directed to initiate engagement on secondary suite size regulations and report back to Council on engagement results, along with proposed Zoning Bylaw amendments for Council's consideration.

Staff will explore how to take advantage of the other BC Building Code changes, such as permitting secondary suites in other ground-oriented housing types (e.g. duplexes), as part of the sensitive infill options discussed below. Council in the past has approved lock-off units in multi-family developments and can continue to consider these on a case-by-case basis.

### Sensitive Infill

March 30, 2022

Infill housing can generally be described as housing that fits within an existing neighbourhood without significantly altering its character or appearance. It can increase rental and homeownership options and make more efficient use of existing municipal infrastructure, while maintaining the scale and character associated with lower density single family areas.

There are various types of sensitive infill housing that currently exist across the District, including:

- Coach houses:
- · Small Lot Infill Areas; and
- Duplex, triplex, and fourplex developments.

A map showing the locations of existing coach houses and Small Lot Infill Areas is provided as **Attachment 2**. Examples of all three types of infill housing in the District are in **Attachment 3**.

**Attachment 4** provides a summary of approaches used by four local municipalities with respect to incorporating infill housing types into existing single family neighbourhoods.

A new approach that could be explored in the District is multiple accessory units on one lot. This might include allowing secondary suites and coach houses on the same lot or allowing secondary suites in duplexes.

Further to Council's direction under the Heritage Strategic Plan (2019) and input received from the District's Heritage Advisory Committee, some of these types of sensitive infill could also be explored in the context of heritage preservation. Various policy mechanisms (e.g. density bonus zoning) could be used to enable the preservation of heritage properties with sensitive infill. This is particularly relevant to the discussion on duplex, triplex, and fourplex developments and multiple accessory units on one lot.

The history, status, and potential avenues of future exploration for new and existing sensitive infill types in the District are discussed below.

### Coach Houses

The District's coach house program began in 2014. Interested property owners were required to apply for a Development Variance Permit (DVP), essentially to allow a secondary suite to be detached from the main house. The DVP process was selected to provide Council with the opportunity to review all initial coach house applications since this was a new housing form in the District at the time.

Between 2015 and 2018, a total of eighteen coach houses were approved through the Development Variance Permit process, averaging between three and four coach houses per year. This was fewer than the five to twenty-five applications per year anticipated when the program began.

In January 2020, after a public engagement process, Council approved a more streamlined coach house program:

- 1. A simplified, building permit only approval process for one-storey coach houses on lots at least 15 m (49.2 ft.) wide, that met one of the following criteria:
  - o Open lane access; or
  - Corner lot on a local street.
- 2. The continued use of the Development Variance Permit process so that Council may consider on a case-by-case basis two-storey coach houses and coach houses on:
  - o Lots greater than 929 m<sup>2</sup> (10,000 ft<sup>2</sup>) with no lane access;
  - o Double-fronting lots (two street frontages) at least 15 m (49.2 ft.) wide; or
  - Corner lots on collector or arterial streets.

A summary of coach house applications received from January 2020, when the above changes were implemented, to March 8, 2022 is provided as **Attachment 5**. Eighteen applications have been submitted within this time frame:

- Eleven building permit applications (seven approved and four in progress); and
- Seven DVP applications (six approved and one in progress).

Table 1, below, summarizes the total number of coach houses approved, constructed, and in progress since 2014 when the coach house program began. It also shows the number of storeys and whether the coach house was approved through a Development Variance Permit or Building Permit process.

Table 1: Coach House Summary 2014 – March 2022

| Coach House Summary (2014 – March 2022) |              |          |          |  |  |
|---|--------------|----------|----------|--|--|
| Status                                  | Total        | 1 Storey | 2 Storey |  |  |
| Development Variance Pe                 | rmit Process |          |          |  |  |
| Constructed                             | 16           | 12       | 4        |  |  |
| Approved                                | 8            | 5        | 3        |  |  |
| In Progress                             | 1            |          | 1        |  |  |
| <b>Building Permit Only Proce</b>       | ess          |          |          |  |  |
| Constructed                             | 3            | 3        | 0        |  |  |
| Approved                                | 4            | 3        | 1        |  |  |
| In Progress                             | 4            | 4        | 0        |  |  |
| Total                                   | 36           | 27       | 9        |  |  |

To increase the uptake of coach houses in the District, several strategies could be investigated, such as:

- Allowing a wider range of lots to be eligible to build a coach house, whether one storey or two storeys (e.g. reducing minimum lot width or lot area requirements so that coach houses could be developed on smaller lots);
- Further streamlining the process to allow more applications (e.g. one storey applications on lots over 929 m<sup>2</sup> (10,000 ft<sup>2</sup>) with no lane access) to go straight to the building permit stage;
- Allowing more coach house applications (e.g. two storey coach houses) to be approved through a process delegated to staff for review, which may include the creation of a Coach House Development Permit Area;
- Reducing parking requirements and side yard setbacks to facilitate the reduction of lot width or area requirements, thereby enabling smaller lots to be able to have a coach house;
- Exploring options to enhance liveability and functionality (e.g. allowing crawlspaces for storage or allowing full-height basements); and
- Updating the guidelines in the <u>Coach House How-To Guide</u> if any of the above strategies are implemented to address potential concerns related to overlook and other key issues.

Neighbouring municipalities are already utilizing or considering some of the above proposed coach house strategies:

- The City of North Vancouver:
  - Has delegated approval authority for all coach houses to the Director of Planning;
  - Requires two parking spaces on lots with coach houses (one for each unit);
  - o Allows basements for storage only; and
  - o Is anticipating approval of policy amendments that will streamline the approval process further.
- The District of West Vancouver:
  - Allows staff to approve a development permit for two-storey or one-storey plus basement coach house applications; and
  - Has eliminated parking requirements for a coach house if the lot is within 400 m of a bus stop.

### Small Lot Infill Areas (SLIAs)

Small Lot Infill Areas (or SLIAs) are specific parts of the District where large residential lots can be subdivided into smaller lots of 10 m (33 ft.) in width. (Typical lot widths in the Single-Family Residential RS3 Zone, for example, is 18 m (59 ft.) when not in a SLIA). SLIAs were first adopted by the District in the 1980s. Prior to 2011, there were 23 SLIAs in effect under the District's Zoning Bylaw. In early 2018, three more SLIAs were adopted, stemming from interested residents in the Upper Capilano area (see **Attachment 2** for the 26 SLIA locations).

Small lot infill is one way to achieve a modest increase in housing units while retaining the single family nature of a neighbourhood. Smaller houses with smaller environmental footprints may be suitable for young families, seniors wanting to age in place and others looking to downsize. They can also offer a level of affordability compared to larger houses on larger lots.

It should be noted that not all large lots within SLIAs have or will be subdivided into smaller lots. In some instances, owners may not wish to subdivide. In other cases, technical challenges such as drainage, high groundwater table, and access in the area may need to be resolved before a small lot subdivision can proceed. All of these issues can increase cost and complexity for applicants and can sometimes require coordination between neighbours and the District (e.g. lane improvements).

The District's OCP includes policy directions to undertake Neighbourhood Infill Plans and/or Housing Actions Plans where appropriate to identify potential infill areas near Town and Village Centres, and/or to designate additional SLIAs. This could be advanced by:

- Investigating the interest and capacity to accommodate smaller lots in areas of transition between Town and Village Centres and single family neighbourhoods where new SLIAs could be designated; or
- Reviewing opportunities to enable more lots to be eligible for subdivision in existing SLIAs (e.g. consider reducing the current minimum lot width of 10 m (33 ft.) so that smaller lots are able to subdivide).

Duplexes, Triplexes, and Fourplexes

Duplexes, triplexes, and fourplexes are permitted in multi-family zones (including RM 1, 2, 3, 5, 6 & 7). The District's Zoning Bylaw does not permit duplexes, triplexes, or fourplexes in any single family zones.

The District has approximately thirty duplex, triplex, and fourplex developments that are outside of Town and Village Centres and close to single family neighbourhoods. This report is focused on the potential for these infill options to be embedded within single family neighbourhoods, rather than on large lots within Town and Village Centres meant for comprehensive development.

To increase options for duplexes, triplexes, and fourplexes in single family neighbourhoods, the following strategies could be considered:

- Identifying priority areas where these options could be explored, including:
  - Areas adjacent to Town and Village Centres where Neighbourhood Infill Plans (as outlined in the OCP Policy 7.1.2) could be undertaken; or
  - Specific types of heritage properties where this type of infill could be appropriate in exchange for heritage preservation.
- Exploring a more extensive duplex, triplex, and fourplex policy that would enable these types of housing throughout all single family neighbourhoods.

Multiple Accessory Units on One Lot (Secondary Suites & Coach Houses or Duplexes with Secondary Suites)

Accessory units is a general term that refers to smaller units on a residential property, which may be attached to the primary residence, or detached. In the District, accessory units include secondary suites and coach houses. Accessory units can be a key source of housing for seniors looking to downsize, multi-generational families, and young people or families looking for rental options.

In a public survey conducted in fall 2018 as part of the public engagement on the coach house program, 76% of respondents (108 people out of 142) expressed that the District should consider allowing both coach houses and secondary suites on the same lot in single family neighbourhoods. More recently, feedback received during the OCP Targeted Review Engagement process highlighted the importance of increasing the diversity of housing forms and tenures in the District to meet the needs of people at all stages life.

The District's Zoning Bylaw does not currently permit both a secondary suite and a coach house on the same single family lot. The City of North Vancouver and the District of West Vancouver both permit secondary suites and coach houses on the same lot as long as certain criteria are met (e.g. sufficient unused floor area, minimum 10 m (33 ft.) lot width, the owner resides on the property, and parking requirements are met).

As noted earlier, the BC Building Code was updated in 2019 to permit the construction of suites in more types of ground-oriented housing, such as duplexes and townhouses. Both the City of North Vancouver and the District of West Vancouver also allow secondary suites in duplexes.

As part of the work to expand housing options in the District, the following could be explored:

- Identifying criteria for lots where both secondary suites and coach houses could be considered (e.g. establishing lot area, width, and/or depth requirements);
- Identifying existing duplex areas where secondary suites could be considered; or
- Identifying the heritage properties where secondary suites and coach houses or duplexes with secondary suites could be appropriate in exchange for heritage preservation.

Identifying the types of sensitive infill housing that are of the most interest to residents will help to prioritize future policy work on these topics. Expanding the District's existing approaches to infill housing and considering new ones would support residents in continuing to live in their community by providing more options to suit their different ages, needs, and incomes.

Recommendation: THAT staff are directed to initiate engagement on priority sensitive infill housing types and report back to Council on engagement results, along with recommendations for future policy work for Council's consideration.

### Short-Term Rentals

Short-term rental (STR) refers to the rental of a residential dwelling unit (either the entire unit or a room), within any housing type, for a short period of time (generally less than 30 days). Short-term rentals are facilitated by online platforms (e.g. Airbnb), and primarily used by visitors and tourists. Short-term rentals first appeared in San Francisco in 2008 and were initially seen as a way to earn some supplementary income and provide low cost visitor accommodation in expensive locations. Since then there has been a substantial expansion in short-term rentals across Canada. The business model has also shifted from homesharing to the rental of entire homes and non-principle dwellings at the expense of long-term rental housing units.

With the expansion of STRs, many local communities have encountered negative impacts associated with short term accommodation. These have included nuisances such as noise and parking, and the loss of long-term rental housing. Local governments have responded by developing regulatory and enforcement frameworks.

In 2017, Council considered the growing impact of short-term rentals in the District and directed that a regulatory approach be prepared. Table 2, below, provides a summary of Council and public engagement.

Table 2: Summary of Previous Council and Public Engagement on STR

| Date               | Description   |
|--------------------|---|
| November 28, 2017  | Council Workshop on the impact of short-term rentals and regulatory options.  |
| June 11, 2018      | Report to Regular Council on a draft regulatory framework and bylaws.   |
| June – August 2018 | Public engagement on the draft regulatory framework (online survey and three pop-up events).  |
| November 25, 2019  | Council Workshop on engagement findings and three revised options. Committee directed staff to engage with Rental, Social and Affordable Housing Task Force (RSAHTF). |
| October 8, 2020    | Presentation to RSAHTF on the proposed regulatory approach.   |

The three options presented for Council's consideration in 2019 were:

- **Option 1:** Allow STRs in single family homes, secondary suites, and coach houses (staff recommendation).
- **Option 2:** Allow STRs in single family homes, secondary suites, coach houses, and multi-family units.
- Option 3: Allow STRs in single family homes only.

### Common elements across the options included:

- Short term rentals only permitted in principle residence dwelling unit;
- Owner (or long-term tenant with owner's permission) would require a valid business license;
- A maximum of 6 patrons per STR;

- A dedicated parking space for a STR unit; and
- New fines for enforcement.

Following the 2019 workshop, staff identified the following outstanding items that emerged from the discussion of options and which appeared to require additional engagement or analysis:

- whether to permit STRs in suites, coach houses, and in multi-family units;
- whether to grant STR licenses to tenants (with permission of the owner); and
- whether time limits on STR listing are feasible (e.g. maximum number of nights per year).

Since 2019, the number of STR listings in the District has decreased from 960 in November 2019 to 520 in December 2021. Similarly, the number of STR-related complaints peaked in 2019 at 22 and dropping to seven in 2021. The above trends highlight the impact the COVID-19 pandemic has had on STRs in the District.

Additionally, over the past two years best practices for regulating STRs have emerged that allow for customizing regulations to fit the context of different communities. Five Metro Vancouver municipalities now have regulatory frameworks in place and four others are in the process of developing regulations. The lessons learned from other jurisdictions will be valuable when finalizing a regulatory framework for the District.

Given that staff sought feedback from the Rental, Social, Affordable Housing Task Force and that considerable time has elapsed since Council or the public has been engaged on the topic of short-term rentals, staff recommend seeking further community feedback on the proposed regulatory framework, with a particular focus on the outstanding questions outlined above.

Recommendation: THAT staff are directed to initiate engagement on short-term rental regulations and report back to Council on engagement results, along with recommendations for a regulatory framework for Council's consideration.

### **Public Engagement**

Engagement on secondary suites, sensitive infill, and short-term rentals will seek to understand the community preferences and priorities. Engagement will use a variety of techniques for community and stakeholder input, including virtual open houses and use of the District's online engagement platform, and potentially in-person pop-up open houses if public health guidance and timing permits. A brief overview of the proposed engagement activities and timelines is provided in Table 3.

Table 3: Overview of proposed engagement

| Topic                 | Anticipated Timing | Engagement Approach  | Timing for Council Consideration   |
|-----------------------|--------------------|--|--|
| Secondary<br>Suites   | May - June<br>2022 | Webpage Online engagement tool Virtual and/or in-person open houses                        | July 2022: Engagement results,<br>Draft Bylaws   |
| Short Term<br>Rentals | May - June<br>2022 | Webpage Online engagement tool Virtual and/or in-person open houses Stakeholder engagement | July 2022: Engagement results, options & recommendations Fall 2022: Further analysis Early 2023: Draft Bylaws                    |
| Sensitive Infill      | May - June<br>2022 | Webpage Online engagement tool Virtual and/or in-person open houses                        | July 2022: Engagement results, options & recommendations Fall 2022: Further analysis Early 2023: Specific policy recommendations |

Staff are recommending that the engagement for each of the three topics take place concurrently. This would encompass a singular webpage with information on all three topics. Virtual and/or in-person open houses would cover all three topics. The online engagement tool (e.g. survey) would allow respondents to choose to provide feedback on all or only those housing types which interest them most.

### **Next Steps:**

Should the Committee endorse staff's recommendation and forward this report to Council, staff would prepare a subsequent report for the next available Regular Meeting of Council. That report would seek direction to proceed with public engagement on the single family housing options discussed above and will provide additional details on the proposed engagement activities. Subject to Council's direction, staff will initiate public engagement and report back to Council with findings and recommendations for Council's consideration.

#### Concurrence:

The Communications department has reviewed the proposed engagement plan and support the recommendation for a combined engagement on the topics of this report.

#### Conclusion:

Increasing housing diversity in single family neighbourhoods will help to meet the needs of residents of all ages, incomes, abilities, and household types. A number of District policies and plans recommend exploring the expansion of housing options in single family neighbourhoods through sensitive infill. By exploring these diverse housing options, the District will be supporting young families as they seek ways to stay in the community, children as they grow up and move out of the family home, seniors as they look to age in place, and families wishing to live together in multi-generational homes.

### Options:

1. THAT the Committee recommend to Council:

THAT staff are directed to initiate engagement on secondary suite size regulations and report back to Council on engagement results, along with proposed Zoning Bylaw amendments for Council's consideration;

THAT staff are directed to initiate engagement on priority sensitive infill housing types and report back to Council on engagement results, along with recommendations for future policy work for Council's consideration;

AND THAT staff are directed to initiate engagement on short-term rental regulations and report back to Council on engagement results, along with recommendations for a regulatory framework for Council's consideration.

OR

2. That alternative direction is provided.

Respectfully submitted,

Ryan Gilmore

Community Planner

Community Planner

Attachment 1: Map of Zones that Permit Secondary Suites

Attachment 2: Map of Existing Coach Houses and Small Lot Infill Areas

Attachment 3: Examples of Sensitive Infill in the District of North Vancouver

Attachment 4: Municipal Scan of Sensitive Infill Housing Policies and Recent Actions

Attachment 5: Summary of Coach House Applications from January 20, 2020 to Present

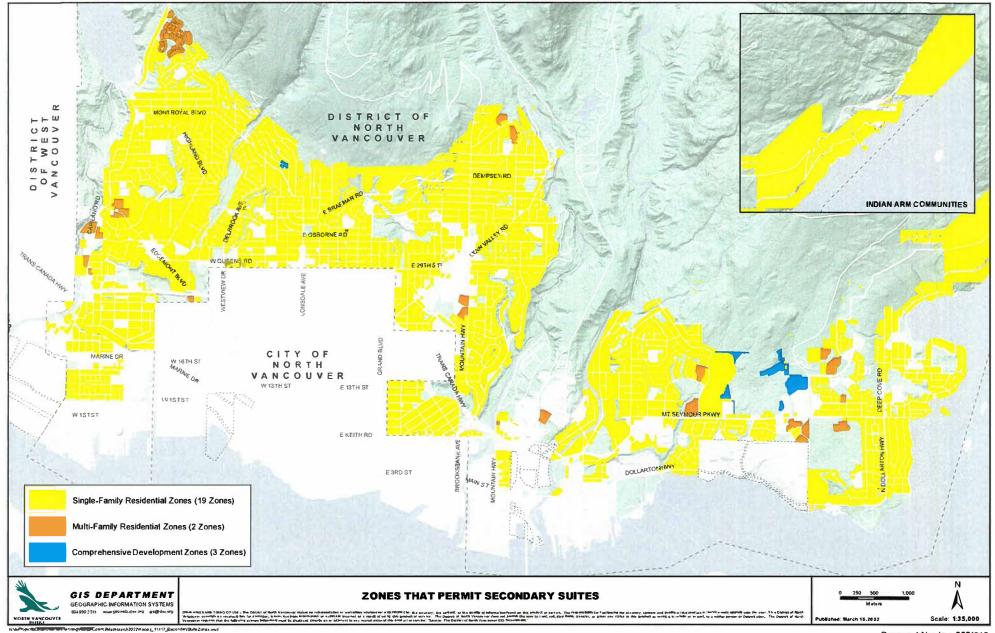
Attachment 6: Housing Options for Single Family Neighbourhoods Council Workshop Presentation

# SUBJECT: Housing Options for Single Family Neighbourhoods March 30, 2022

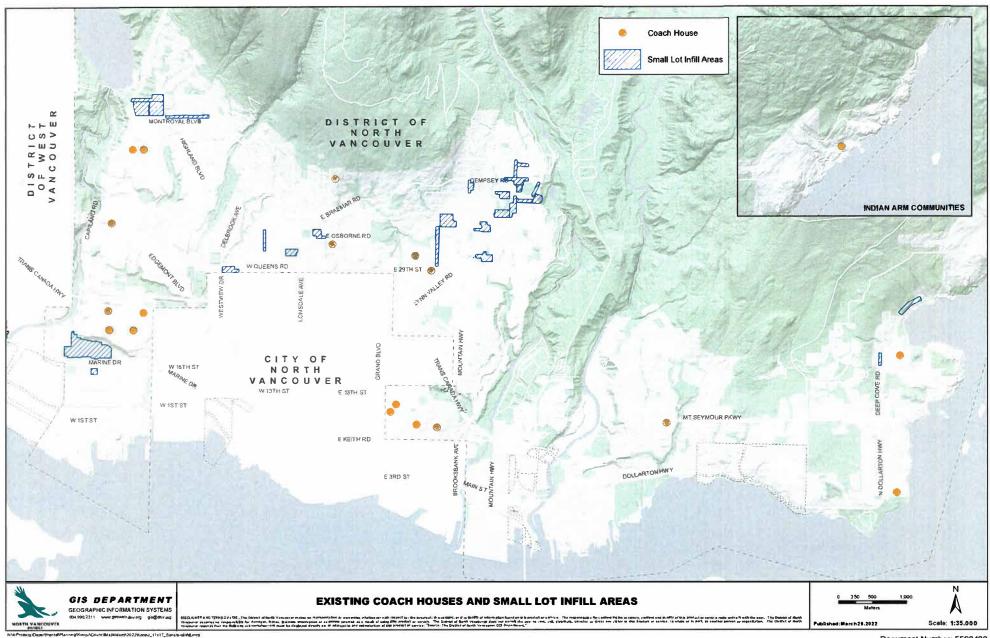
Page 14

| Community Planning Development Planning Development Engineering Utilities Engineering Operations Parks Environment Facilities Human Resources Review and Compliance Climate and Biodiversity |
|--|











### **Examples of Sensitive Infill Housing in the District of North Vancouver**

### **Coach Houses**



Figure 1: Coach house facing a laneway at 880 Calverhall St., North Vancouver



Figure 2: Coach house facing a laneway at 1146 West 20th St., North Vancouver

### **Small Lot Infill Areas**

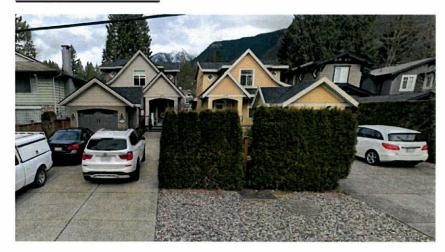


Figure 3: Small lot infill houses at 1098 & 1100 Canyon Blvd., North Vancouver



Figure 4: Small lot infill houses at 3575 & 3585 Fromme Rd., North Vancouver

### <u>Duplexes</u>



Figure 5: Duplex with front and rear units with lane access at 1225 & 1227 West 16<sup>th</sup> St., North Vancouver



Figure 6: Duplex with side by side units at 3703 & 3711 Bluebonnet Rd., North Vancouver



Figure 7: Duplex with side by side units at 5628 & 5630 Eagle Court, North Vancouver

### **Triplexes**



Figure 8: Two triplexes with lane access at 1279, 1281 & 1283 West 16<sup>th</sup> St. (left) and 1285, 1287 & 1289 West 16<sup>th</sup> St (right), North Vancouver.

### **Fourplexes**



Figure 9: Fourplex at 926, 928, 930 & 932 Berkley Rd., North Vancouver



# ATTACHMENT\_

# Municipal Scan of Sensitive Infill Housing Options (as of March 8, 2022)

|                 | City of North<br>Vancouver   | District of West<br>Vancouver   | City of Burnaby   | City of Vancouver  | District of North<br>Vancouver  |
|-----------------|--|---|---|--|---|
| Coach<br>Houses | Permitted in all residential zones, including:  One-Unit Residential zones  Two-Unit residential zones  Ground-Oriented Apartment residential zones (with exceptions)  Apartment residential zones (with exceptions) | Permitted in:  Single Family Dwelling zones  Some Single Family Dwelling – Upper Lands zones  Some Duplex Dwelling zones  Some Ground-oriented Dwelling zones | Not permitted in any residential zones.  Burnaby's Housing and Homelessness Strategy (HOME, 2021) calls for development of an infill housing program, which would include permitting laneway homes. | Permitted in:  One-Family Dwelling zones  Some Two-Family Dwelling zones  Some Multiple Dwelling zones | Permitted in all single family residential zones as long as certain criteria met. |
| Small Lots      | Minimum lot size requirements were removed to allow for more subdivision in single family zones.  Minimum lot frontages are:  10 m (33 ft) for single family lots  7.5 m (25 ft) for duplexes                        | Minimum lot size and width requirements were reduced in single family zones by:  12.5% for minimum lot size  12.5% for minimum lot width                      | Two small lot zones (R4 and R5) allow minimum 9.15 m (30 ft) lot width and 334.40 m² (3600 ft²) area under certain conditions.  | 7.3 m (24 ft) minimum lot width in most One-Family Dwelling zones.                                     | 10 m (33 ft) minimum lot<br>width in 26 Small Lot Infill<br>Areas (SLIAs).        |

|                                 | City of North<br>Vancouver  | District of West<br>Vancouver   | City of Burnaby  | City of Vancouver   | District of North<br>Vancouver            |
|---------------------------------|---|---|--|---|---|
| Duplex/<br>Triplex/<br>Fourplex | Duplexes permitted in:  Two-Unit residential zones  Ground-Oriented Apartment residential zones  Apartment residential zones  Apartment residential zones  Some Special Residential zones  Triplexes and fourplexes permitted in: Ground-Oriented Apartment residential zones  Apartment residential zones  Apartment residential zones  Some special residential zones | Duplexes permitted in:      All Duplex Dwelling zones     Some Ground-Oriented Dwelling zones     Some Multiple-Dwelling zones  Triplexes and fourplexes not permitted. | Duplexes permitted in the one- and two-family residential zones:  Residential District 4 Residential District 5  Triplexes and fourplexes are only permitted in multifamily zones.  HOME includes actions to consider permitting duplexes in additional residential zones and permitting triplexes and fourplexes in most residential zones. | Duplexes permitted in the majority of residential zones.  Triplexes or fourplexes permitted in:  Some Duplex zones  Most Multiple Dwelling zones                  | Duplexes permitted in;                    |
| Multiple<br>Accessory<br>Units  | Lots zoned for One-Unit<br>Residential use may have<br>a secondary suite and a<br>coach house when certain<br>conditions are met.   | Lots zoned for Single Family Dwelling use may have a secondary suite and a coach house when certain conditions are met.   | Not permitted in any residential zones.  HOME includes actions to consider allowing secondary suites and laneway houses in duplexes.   | Laneway houses and secondary suites together on one lot are permitted in zones where laneways are permitted (see above).  Secondary suites permitted in duplexes. | Not permitted in any single family zones. |

### Summary of Coach House Applications Received from January 2020 - Present

### New Coach House Program (January 20, 2020 - present)<sup>1</sup>

### **Development Variance Permit Process**

|   | Address             | Status     | Application<br>Date | DVP Issued by Council | Lot eligibility & Application Characteristics                        | Storeys |
|---|---------------------|------------|---------------------|-----------------------|--|---------|
| 1 | 389 Beachview Dr.   | Approved   | June 9, 2020        | November 2,<br>2020   | Open Lane<br>(variance for building<br>coverage)                     | 1       |
| 2 | 4048 Dollarton Hwy. | Approved   | September 10, 2020  | April 12,<br>2021     | Front Yard<br>Over 10,000 sq ft                                      | 1       |
| 3 | 4544 Capilano Rd.   | Approved   | July 8, 2020        | April 26,<br>2021     | Rear Yard<br>Over 10,000 sq ft                                       | 1       |
| 4 | 1061 Handsworth Rd. | Approved   | October 2,<br>2020  | October 18,<br>2021   | Rear Yard (variance for vehicle access)                              | 1       |
| 5 | 947 Frederick Rd.   | Approved   | June 1, 2021        | November 29, 2021     | Rear Yard (variance for vehicle access and height)                   | 2       |
| 6 | 959 Drayton St.     | Approved   | June 14, 2021       | March 7,<br>2022      | Open Lane<br>Rear Yard (variance<br>for height)                      | 2       |
| 7 | 1258 Adderley St.   | In process | December 2,<br>2021 |                       | Open Lane<br>Rear yard (variances<br>for height and lot<br>coverage) | 2       |

<sup>&</sup>lt;sup>1</sup> No Development Variance Permits have been denied or withdrawn in this time period.

|    | Address                     | Status      | Application<br>Date  | BP Issued           | Lot eligibility &<br>Application<br>Characteristics         | Storeys |
|----|-----------------------------|-------------|----------------------|---------------------|---|---------|
| 1  | 1979 Banbury Rd.            | Constructed | March 3,<br>2020     | March 9, 2020       | Open Lane<br>Rear Yard                                      | 1       |
| 2  | 1086 W 22 <sup>nd</sup> St. | Constructed | April 24,<br>2020    | August 5, 2020      | Open Lane<br>Rear Yard                                      | 1       |
| 3  | 2027 Bridgman Av.           | Constructed | May 15, 2020         | October 16,<br>2020 | Open Lane<br>Rear Yard                                      | 1       |
| 4  | 1160 Ridgewood Dr.          | Approved    | Nov 5, 2020          | April 7, 2021       | Approved under a Heritage Alteration Permit                 | 2       |
| 5  | 1355 W 22 <sup>nd</sup> St. | Approved    | Feb 12, 2021         | May 18, 2021        | Open Lane<br>Rear Yard                                      | 1       |
| 6  | 1098 Handsworth Rd.         | Approved    | Mar 9, 2021          | October 27,<br>2021 | Corner Lot on Local Street                                  | 1       |
| 7  | 1942 Banbury Rd.            | Approved    | August 3,<br>2021    | October 20,<br>2021 | Open Lane<br>Rear Yard                                      | 1       |
| 8  | 836 E 11 <sup>th</sup> St.  | In Process  | October 15,<br>2021  |                     | Open Lane<br>Rear Yard                                      | 1       |
| 9  | 509 Beachview Dr.           | In Process  | November<br>18, 2021 |                     | Corner Lot on<br>Local Street<br>Lot over 10,000 sq.<br>ft. | 1       |
| 10 | 1179 Cloverley St.          | In Process  | January 6,<br>2022   |                     | Lane Access<br>Rear Yard                                    | 1       |
| 11 | 421 W St. James Rd.         | In Process  | January 11,<br>2022  |                     | Lane Access<br>Rear Yard                                    | 1       |



# HOUSING OPTIONS FOR SINGLE FAMILY NEIGHBOURHOODS

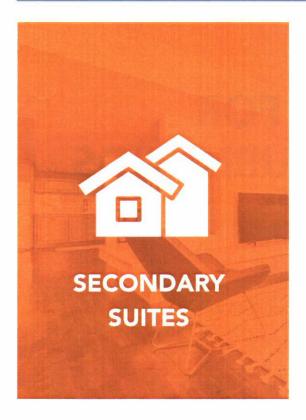
Council Workshop
April 11, 2022

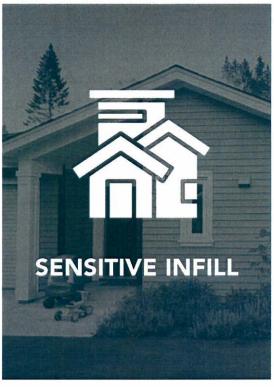


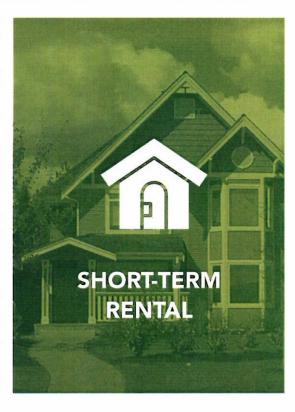


slide 1 of 17 edocs: 5525079

# SINGLE FAMILY HOUSING TOPICS

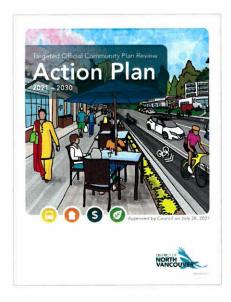


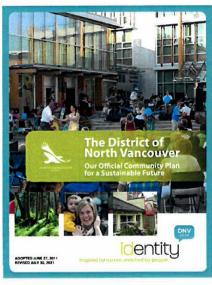


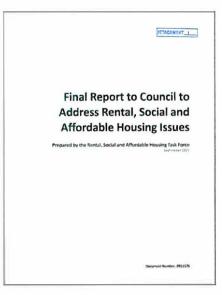


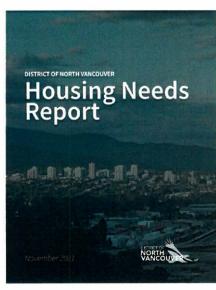


# **EXISTING POLICY**

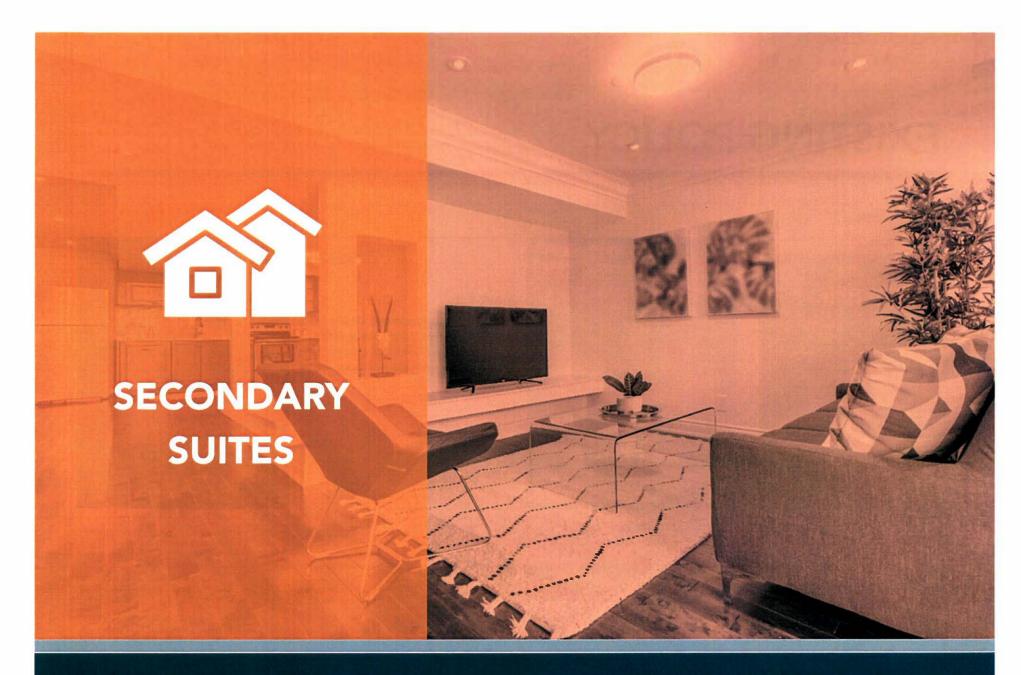










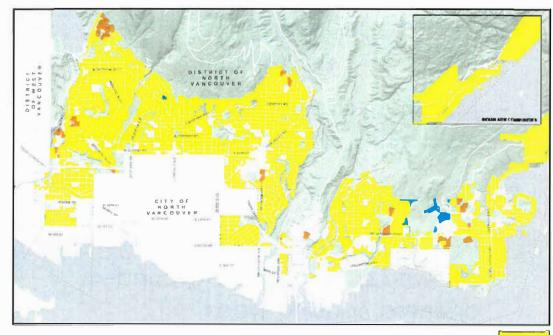


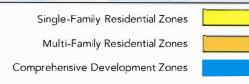


slide 4 of 17 **edocs:** 5525079

## SECONDARY SUITES - BACKGROUND

- Permitted in single family homes since 1997
- Permitted in 24 zones
- 6,290+ suites
- 70% of the District's market rental housing stock

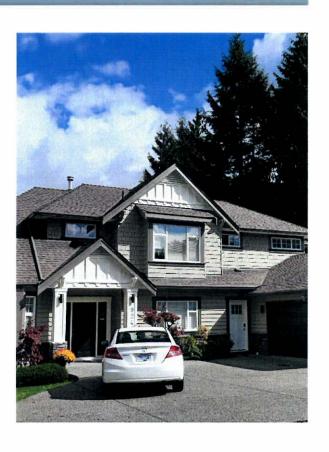






# SECONDARY SUITES - REGULATIONS

- Current regulations:
  - Single family homes only
  - Maximum size of 90m<sup>2</sup> or 40% of residential floor area (whichever is less)
- BC Building Code (Dec 2019):
  - Removed secondary size restrictions
  - Allowed suites in more groundoriented housing types





# SECONDARY SUITES - PROPOSED

# Increase maximum floor area

Current: 90 m² or
40% of floor area

Proposed: 130 m² or
40% of floor area

Bedroom

Bedroom

Living
Room/Kitchen

Living
Room/Kitchen

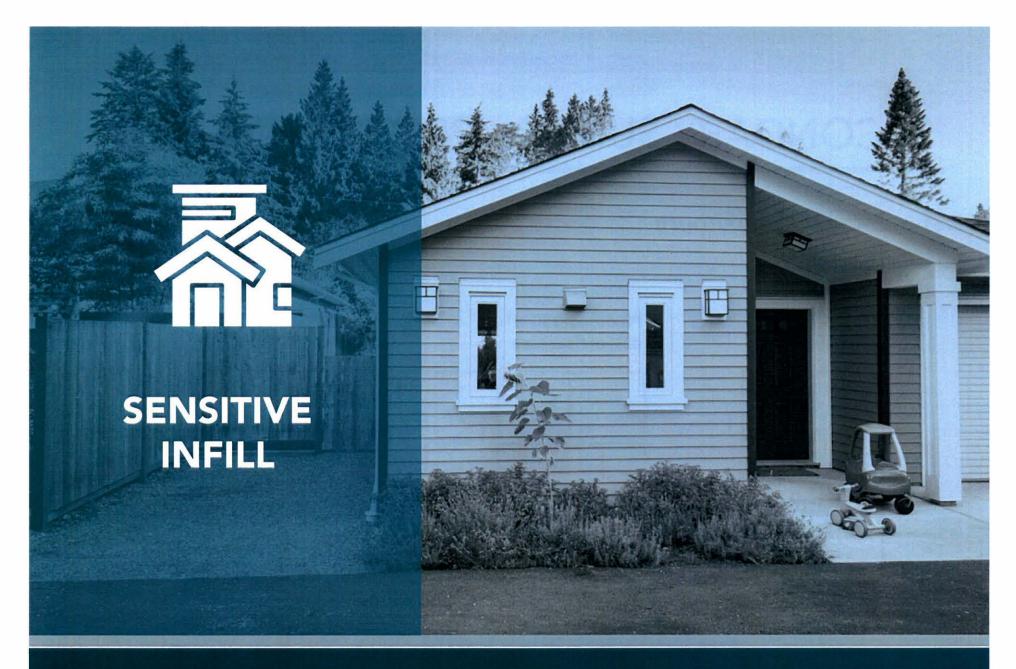
# 2. New minimum suite size

Proposed: 30 m<sup>2</sup>



Example of secondary suite layouts for illustrative purposes only



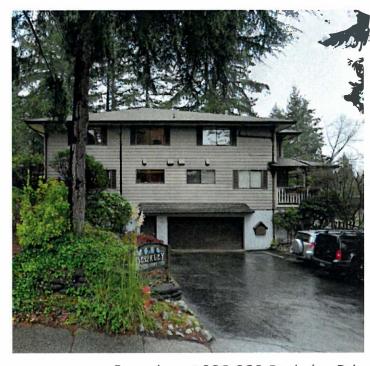




slide 8 of 17 **edocs:** 5525079

## SENSITIVE INFILL – BACKGROUND

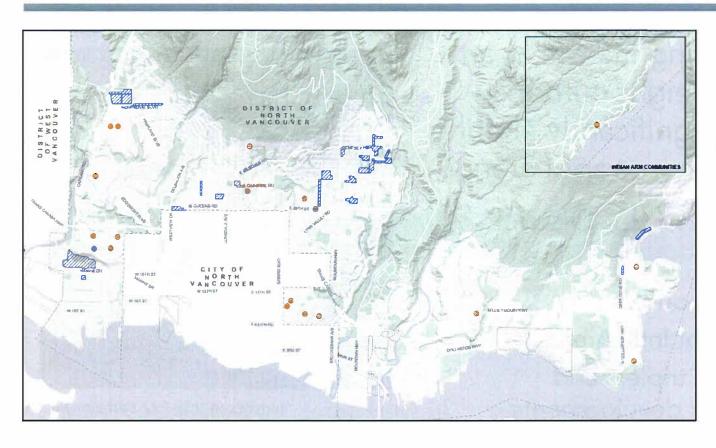
- Infill housing fits within an existing neighbourhood without significantly altering its character or appearance
- Examples in the District include:
  - Coach houses
  - Small Lot Infill Areas
  - Duplex, triplex, and fourplex developments



Fourplex at 926-932 Berkeley Rd



# SENSITIVE INFILL IN SINGLE FAMILY AREAS



- Ocach Houses (19 constructed)
- SLIAs (26 areas)



# SENSITIVE INFILL - POTENTIAL OPTIONS

| Coach Houses Small Lot Infill Areas (SLIAs)   |   | Duplex/Triplex/<br>Fourplex   | Multiple Accessory Units on One Lot  |  |
|---|---|---|--|--|
| Current approach  |   |   |  |  |
| <ul> <li>18 applications approved<br/>2014-2020</li> <li>Updated in 2020; 13<br/>approved since update</li> </ul>           | <ul><li>First adopted 1980s</li><li>3 SLIAs added in Upper<br/>Capilano in 2018</li><li>26 SLIAs</li></ul>                  | Not currently permitted<br>in single family zones   | Not currently permitted  |  |
| Potential Options   |   |   |  |  |
| <ul> <li>Allow more lots to be eligible by reducing requirements</li> <li>Streamline application process further</li> </ul> | <ul> <li>Investigate opportunities to designate new SLIAs</li> <li>Review options to increase lot eligibility in</li> </ul> | <ul> <li>Identify priority locations for this type of housing:</li> <li>Adjacent to Town &amp; Village Centres</li> </ul>                             | <ul> <li>Identify specific areas or<br/>heritage properties<br/>where the following<br/>could be permitted:</li> <li>Secondary suites</li> </ul> |  |
| <ul> <li>Enhance liveability (e.g. through basements)</li> <li>Update guidelines</li> </ul>                                 | existing SLIAs (e.g. reduce lot width minimum)  | <ul> <li>Specific types of<br/>heritage properties</li> <li>Develop a broader policy<br/>to enable in all single<br/>family neighbourhoods</li> </ul> | <ul><li>and coach houses<br/>on same lot</li><li>Duplexes with suites</li></ul>  |  |



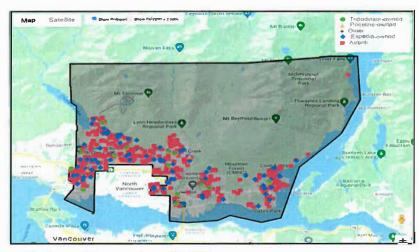




slide 12 of 17 edocs: 5525079

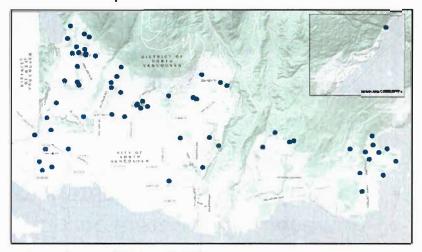
### SHORT-TERM RENTALS – BACKGROUND

- Not currently permitted
- Previous Council engagement in 2017, 2018, and 2019
- Public engagement in 2018, RSAHTF in 2020



Listings (December 2021)

- Listings are evenly distributed, complaints are not
- 960 listings in November 2019
- 520 listings in December 2021
- 76 complaints received since 2013



Complaints (2012-2022)



## SHORT-TERM RENTALS – PAST OPTIONS

| Option                            | Single Family | Secondary Suites &<br>Coach Houses | Multi-Family | Renters with owner permission |
|-----------------------------------|---------------|------------------------------------|--------------|-------------------------------|
| Option 1<br>(2019 Recommendation) | -             | ~                                  | ×            | -                             |
| Option 2                          | <b>✓</b>      | ✓                                  | ✓            | ✓                             |
| Option 3                          | 1             | ×                                  | ×            | /                             |

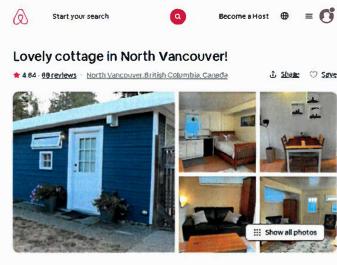
- Each option shares common criteria, including principle residence, business license, parking requirements, & maximum patron requirements.
- Each option permits renters to have a STR with owner permission, however most renters occupy secondary suites and multi-family dwellings.



slide 14 of 17

# SHORT TERM RENTALS – PUBLIC ENGAGEMENT

- Additional public input recommended on:
  - Should short-term rentals be permitted in secondary suites and coach houses?
  - 2. Should short-term rentals be permitted in multi-family dwellings?
  - 3. Should short-term rental licences be issued to renters (with owner's permission) in all housing types where STR is permitted?





## SINGLE FAMILY HOUSING OPTIONS

### **Secondary Suites**

### **Sensitive Infill**

### **Short-Term Rentals**

### **Objectives**

Increase maximum secondary suite size and introduce a new minimum suite size Explore new sensitive infill options and/or expand existing ones

Create a framework for regulating short-term rentals

### **Recommendations for Council**

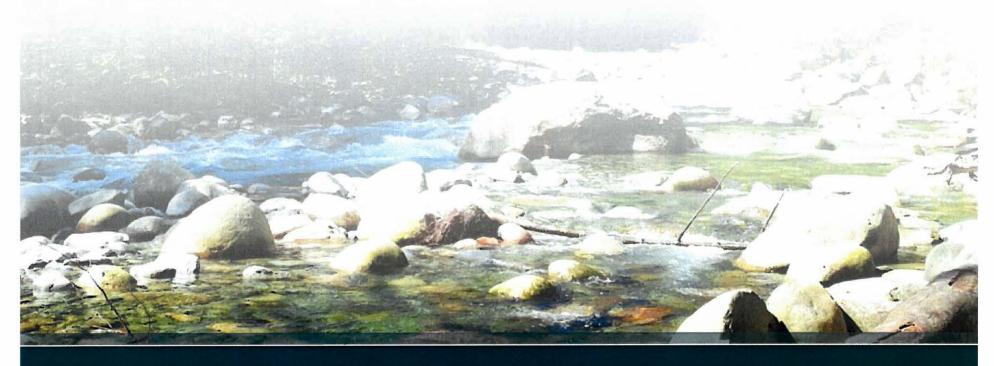
- Initiate engagement
- Report back with Zoning Bylaw amendments
- Initiate engagement
- Report back with recommendations for future policy work
- Initiate engagement
- Report back with recommended regulatory framework



slide 16 of 17 edocs: 5525079

# 355 West Queens Road North Vancouver, BC V7N 4N5

604-990-2311





slide 17 of 17 **edocs:** 5525079

