DATE ISSUED: April 14, 2005 REPORT NO. PC-05-107

ATTENTION: Planning Commission, Agenda of April 21, 2005

SUBJECT: STERLING COURT TENTATIVE MAP - PROJECT NO. 31510,

PROCESS FOUR

OWNER/

APPLICANT: Rick Chalmers and Heidi Dawn

SUMMARY

<u>Issue(s)</u>: Should the Planning Commission approve a Tentative Map for the conversion of eight (8) existing residential apartment units into condominiums and waive the requirement to underground existing overhead utilities at 5075 and 5083 Sterling Court, in the RM-1-1 Zone of the Central Urbanized Planned District, within the City Heights Neighborhood of the Mid-City Communities Plan area?

Staff Recommendation:

- 1. **Approve** Tentative Map No. 85660; and
- 2. **Approve** waiver to the requirement for the undergrounding of existing overhead utilities.

<u>Community Planning Group Recommendation</u>: On December 7, 2004, the City Heights Community Planning Committee approved the project but did not support the request to waive the requirement to underground existing overhead utilities, by a vote of 9-3-1 (Attachment 7).

Environmental Review: This project is exempt from environmental review pursuant to Article 19, Section 15301(k), Existing Facilities, of the California Environmental Quality Act (CEQA).

Fiscal Impact: None associated with this action. All costs associated with the processing of this project are paid by the applicant.

Code Enforcement Impact: None with this project.

Housing Impact Statement: With the proposed conversion of eight existing apartments to condominiums, there would be a loss of eight rental units and a gain of eight for-sale units. This condominium conversion project was deemed complete on April 12, 2004, and is therefore subject to the new regulations regarding inclusionary housing and tenant relocation assistance. The project has been conditioned to require the subdivider to pay an Inclusionary Affordable Housing In-Lieu Fee of \$3,994based on a \$0.50 fee per residential square foot, pursuant to the Affordable Housing Requirements of the City's Inclusionary Housing Ordinance.

BACKGROUND

The 0.288-acre site is located at 5075 and 5083 Sterling Court (Attachment 1), between Altadena Avenue and 50th Street, in the RM-1-1 Zone, within the City Heights Neighborhood of the Mid-City Communities Plan (Attachment 3). The site is presently developed with 2, two story structures containing 6, two bedroom units and 2, three-bedroom units. There are 8 open parking spaces provided onsite, all of which are located in front of the structures along the Sterling Court frontage. The parking provided conforms with the requirement for eight spaces (one space per unit) thatwas in effect when the project was constructed in 1964. The project is surrounded by multi-family development to the north, east and west and a school to the south.

The site was incorporated into the RM-1-1 Zone in October 2000. The site was zoned R-4, which allowed for eight units, when the structure was built in 1964. Under current standards, four units could be built on the subject property. While the existing eight-unit project exceeds the current density standard of one unit per 3,000 quare feet of lot area, the project has previously conforming rights, to be maintained as outlined in Chapter 12, Article 7, Division 1 of the Land Development Code. The development complies with the zoning and development regulations in effect at the time of construction and no Building or Zoning Code violations have been recorded against the property.

DISCUSSION

Project Description:

The project proposes a Tentative Map for the subdivision of a 02 88-acre site to convert eight existing dwelling units into condominiums (Attachment 5). The applicant is also requesting that the requirement for the undergrounding of the existing overhead utilities be waived.

Section 125.0410 of the San Diego Municipal Code (SDMC) requires that a Tentative Map be processed for the subdivision of land. According to SDMC Sections 125.0440 and 125.0444, *Findings for Tentative Maps and for Condominium Conversions*, the decisionmaker may approve a Tentative Map for the purposes of the conversion of residential property into a condominium project if the decisionmaker finds that the proposed conversion complies with the requirements of the Subdivision Map Act and the San Diego Municipal Code. Staff has reviewed the proposed condominium conversion and determined that it complies with both the Subdivision Map Act and the San Diego Municipal Code.

Undergrounding Waiver Request

San Diego Municipal Code Section 144.0240 allows the subdivider to apply for a waiver from the requirement to underground the existing overhead utilities within the boundary of the subdivision or within the abutting public rights of way. City staff has determined the undergrounding waiver request qualifies under the guidelines of Council Policy 600-25, *Underground Conversion of Utility Lines at the Developer's Expense*, in that the conversion is a requirement of a condominium conversion of an existing development and the conversion involves a short span of overhead facilities less than a full block in length and the conversion would not represent a logical extension to an undergrounding facility. The applicant would be required to underground any new service run to any new or proposed structures within the subdivision per Condition No. 4of the draft Tentative Map resolution (Attachment 6).

The site is served by two existing power poles and overhead utility lines, one located at the front of the property and other located at the rear of the property. Each of the power poles serve multiple properties. The City's Undergrounding Master Plan for Fiscal Year 2004 designates the site within Block 7A, which is proposed to be undergrounded in Fiscal Year 2006 (Attachment 10).

COMMUNITY PLANNING GROUP RECOMMENDATION

On December 7, 2004, the City Heights Community Planning Committee approved this project on their consent agenda, but recommended denial of the request to waive the requirement to underground existing overhead utilities, by a vote of 9-3-1.

PROJECT-RELATED ISSUES

The requested conversion of these residential units to condominiums represents primarily a change in ownership. The applicant has certified that the required 60-day Notice of Intent to Convert to Condominiums was provided to the tenants on July 29, 2004 (Attachment 11).

All condominium conversion projects Deemed Complete on or after February 7, 2004 must conform with the new regulations regarding inclusionary housing and tenant relocation benefits adopted by the City Council on March 15, 2004. This proposed project was Deemed Complete on April 12, 2004, and is therefore subject to these new regulations. With their application submittal, the applicant has indicated their decision to pay the in-lieu fee to satisfy these requirements as allowed by these regulations. The project has been conditioned to require the subdivider pay an Inclusionary Affordable Housing In-Lieu Fee of \$3,994 based ona \$0.50 fee per residential square footage, pursuant to the Affordable Housing Requirements of the City's Inclusionary Housing Ordinance (Chapter 14, Article 2, Division 13 of the Land Development Code), and demonstrate conformance with the Municipal Code provisions for Tenant Relocation Benefits (Chapter 14, Article 4, Division 5), to the satisfaction of the City Manager and the Housing Commission, prior to the recordation of the Final Map.

CONCLUSION

Staff has reviewed the request for a Tentative Map for the conversion of eight residential units into condominiums and the request to waive the requirements of the undergrounding of existing overhead utilities, and has found the project to be in conformance with the applicable sections of the San Diego Municipal Code regulating Tentative Maps and Council Policy 600-25 regulating undergrounding of existing overhead utilities. Staff believes the required findings can be supported and recommends the Planning Commission approve the project as proposed.

ALTERNATIVES

- 1. Approve Tentative Map No. 85660, with modifications.
- 2. Deny Tentative Map No. 85660, if the findings required to approve the project cannot be affirmed.

Respectfully submitted,

Marcela Escobar-Eck Deputy Director, Project Management Division Development Services Department Paul Godwin Development Project Manager Development Services Department

ESCOBAR-ECK/PBG

Attachments:

- 1. Aerial Photo
- 2. Community Plan Land Use Map
- 3. Project Location Map
- 4. Project Data Sheet
- 5. Tentative Map
- 6. Draft Map Conditions and Subdivision Resolution
- 7. Community Planning Group Recommendation
- 8. Ownership Disclosure Statement
- 9. Project Chronology
- 10. City's Undergrounding Master Plan Map 7A
- 11. Copy of Tenant Notices