

AMENDED IN SENATE MARCH 8, 2021

SENATE BILL

No. 6

Introduced by Senators Caballero, Eggman, and Rubio
(Principal coauthors: Senators Atkins, Durazo, Gonzalez, Hertzberg,
and Wiener)
(Coauthor: Senator Hueso) (Coauthors: Senators Cortese, Hueso,
and McGuire)
(Coauthors: Assembly Members Arambula, Carrillo, Cooper, Gipson,
Quirk-Silva, and Robert Rivas)

December 7, 2020

An act to amend Section 65913.4 of, and to add *and repeal* Section 65852.23 ~~to~~, of, the Government Code, relating to land use.

LEGISLATIVE COUNSEL'S DIGEST

SB 6, as amended, Caballero. Local planning: housing: commercial zones.

The Planning and Zoning Law requires each county and city to adopt a comprehensive, long-term general plan for its physical development, and the development of certain lands outside its boundaries, that includes, among other mandatory elements, a housing element. Existing law requires that the housing element include, among other things, an inventory of land suitable and available for residential development. If the inventory of sites does not identify adequate sites to accommodate the need for groups of all households pursuant to specified law, existing law requires the local government to rezone sites within specified time periods and that this rezoning accommodate 100% of the need for housing for very low and low-income households on sites that will be zoned to permit owner-occupied and rental multifamily residential use by right for specified developments.

This bill, the Neighborhood Homes Act, would deem a housing development project, as defined, an allowable use on a neighborhood lot, which is defined as a parcel within an office or retail commercial zone that is not adjacent to an industrial use. The bill would require the density for a housing development under these provisions to meet or exceed the density deemed appropriate to accommodate housing for lower income households according to the type of local jurisdiction, including a density of at least 20 units per acre for a suburban jurisdiction. The bill would require the housing development to meet all other local requirements for a neighborhood lot, other than those that prohibit residential use, or allow residential use at a lower density than that required by the bill. The bill would provide that a housing development under these provisions is subject to the local zoning, parking, design, and other ordinances, local code requirements, and procedures applicable to the processing and permitting of a housing development in a zone that allows for the housing with the density required by the act. If more than one zoning designation of the local agency allows for housing with the density required by the act, the bill would require that the zoning standards that apply to the closest parcel that allows residential use at a density that meets the requirements of the act would apply. If the existing zoning designation allows residential use at a density greater than that required by the act, the bill would require that the existing zoning designation for the parcel would apply. The bill would also require that a housing development under these provisions comply with public notice, comment, hearing, or other procedures applicable to a housing development in a zone with the applicable density. The bill would require that the housing development is subject to a recorded deed restriction with an unspecified affordability requirement, as provided. The bill would require that a developer either certify that the development is a public work, as defined, or is not in its entirety a public work, but that all construction workers will be paid prevailing wages, as provided, or certify that a skilled and trained workforce, as defined, will be used to perform all construction work on the development, as provided. The bill would require a local agency to require that a rental of any unit created pursuant to the bill's provisions be for a term longer than 30 days. The bill would authorize a local agency to exempt a neighborhood lot from these provisions in its land use element of the general plan if the local agency concurrently reallocates the lost residential density to other lots so that there is no net loss in residential density in the jurisdiction, as provided. The bill

would specify that it does not alter or affect the application of any housing, environmental, or labor law applicable to a housing development authorized by these provisions, including, but not limited to, the California Coastal Act, the California Environmental Quality Act, the Housing Accountability Act, obligations to affirmatively further fair housing, and any state or local affordability laws or tenant protection laws. The bill would require an applicant of a housing development under these provisions to provide notice of a pending application to each commercial tenant of the neighborhood lot. *The bill would repeal these provisions on January 1, 2029.*

The bill would include findings that changes proposed by the Neighborhood Homes Act address a matter of statewide concern rather than a municipal affair and, therefore, apply to all cities, including charter cities.

The Housing Accountability Act, which is part of the Planning and Zoning Law, prohibits a local agency from disapproving, or conditioning approval in a manner that renders infeasible, a housing development project, as defined for purposes of the act, for very low, low-, or moderate-income households or an emergency shelter unless the local agency makes specified written findings based on a preponderance of the evidence in the record. That act states that it shall not be construed to prohibit a local agency from requiring a housing development project to comply with objective, quantifiable, written development standards, conditions, and policies appropriate to, and consistent with, meeting the jurisdiction's share of the regional housing need, except as provided. That act further provides that a housing development project or emergency shelter shall be deemed consistent, compliant, and in conformity with an applicable plan, program, policy, ordinance, standard, requirement, or other similar provision if there is substantial evidence that would allow a reasonable person to conclude that the housing development project or emergency shelter is consistent, compliant, or in conformity.

The bill would provide that for purposes of the Housing Accountability Act, a proposed housing development project is consistent, compliant, and in conformity with an applicable plan, program, policy, ordinance, standard, requirement, or other similar provision if the housing development project is consistent with the standards applied to the parcel pursuant to specified provisions of the Neighborhood Homes Act and if none of the square footage in the

project is designated for hotel, motel, bed and breakfast inn, or other transient lodging use, except for a residential hotel, as defined.

The Planning and Zoning Law, until January 1, 2026, also authorizes a development proponent to submit an application for a multifamily housing development that is subject to a streamlined, ministerial approval process, as provided, and not subject to a conditional use permit, if the development satisfies specified objective planning standards, including a requirement that the site on which the development is proposed is zoned for residential use or residential mixed-use development, or has a general plan designation that allows residential use or a mix of residential and nonresidential uses, with at least $\frac{2}{3}$ of the square footage of the development designated for residential use. Under that law, the proposed development is also required to be consistent with objective zoning standards, objective subdivision standards, and objective design review standards in effect at the time the development is submitted to the local government.

This bill would permit the development to be proposed for a site zoned for office or retail commercial use if the site has had no commercial tenants on 50% or more of its total usable net interior square footage for a period of at least 3 years prior to the submission of the application. The bill would also provide that a project located on a neighborhood lot, as defined, shall be deemed consistent with objective zoning standards, objective design standards, and objective subdivision standards if the project is consistent with the applicable provisions of the Neighborhood Homes Act.

By expanding the crime of perjury and imposing new duties on local agencies with regard to local planning and zoning, this bill would impose a state-mandated local program.

The California Constitution requires the state to reimburse local agencies and school districts for certain costs mandated by the state. Statutory provisions establish procedures for making that reimbursement.

This bill would provide that no reimbursement is required by this act for specified reasons.

Vote: majority. Appropriation: no. Fiscal committee: yes.
State-mandated local program: yes.

The people of the State of California do enact as follows:

- 1 SECTION 1. Section 65852.23 is added to the Government
- 2 Code, to read:

1 65852.23. (a) (1) This section shall be known, and may be
2 cited, as the Neighborhood Homes Act.

3 (2) The Legislature finds and declares that creating more
4 affordable housing is critical to the achievement of regional
5 housing needs assessment goals, and that housing units developed
6 at higher densities may generate affordability by design for
7 California residents, without the necessity of public subsidies,
8 income eligibility, occupancy restrictions, lottery procedures, or
9 other legal requirements applicable to deed restricted affordable
10 housing to serve very low and low-income residents and special
11 needs residents.

12 (b) A housing development project shall be deemed an allowable
13 use on a neighborhood lot if it complies with all of the following:

14 (1) (A) The density for the housing development shall meet or
15 exceed the applicable density deemed appropriate to accommodate
16 housing for lower income households as follows:

17 (i) For an incorporated city within a nonmetropolitan county
18 and for a nonmetropolitan county that has a micropolitan area,
19 sites allowing at least 15 units per acre.

20 (ii) For an unincorporated area in a nonmetropolitan county not
21 included in subparagraph (A), sites allowing at least 10 units per
22 acre.

23 (iii) For a suburban jurisdiction, sites allowing at least 20 units
24 per acre.

25 (iv) For a jurisdiction in a metropolitan county, sites allowing
26 at least 30 units per acre.

27 (B) “Metropolitan county,” “nonmetropolitan county,”
28 “nonmetropolitan county with a micropolitan area,” and
29 “suburban,” shall have the same meanings as defined in
30 subdivisions (d), (e), and (f) of Section 65583.2.

31 (2) (A) The housing development shall be subject to local
32 zoning, parking, design, and other ordinances, local code
33 requirements, and procedures applicable to the processing and
34 permitting of a housing development in a zone that allows for the
35 housing with the density described in paragraph (1).

36 (B) If more than one zoning designation of the local agency
37 allows for housing with the density described in paragraph (1), the
38 zoning standards applicable to a parcel that allows residential use
39 pursuant to this section shall be the zoning standards that apply to

1 the closest parcel that allows residential use at a density that meets
2 the requirements of paragraph (1).

3 (C) If the existing zoning designation for the parcel, as adopted
4 by the local government, allows residential use at a density greater
5 than that required in paragraph (1), the existing zoning designation
6 shall apply.

7 (3) The housing development shall comply with any public
8 notice, comment, hearing, or other procedures imposed by the
9 local agency on a housing development in the applicable zoning
10 designation identified in paragraph (2).

11 (4) The housing development shall be subject to a recorded deed
12 restriction requiring that at least __ percent of the units have an
13 affordable housing cost or affordable rent for lower income
14 households.

15 (5) All other local requirements for a neighborhood lot, other
16 than those that prohibit residential use, or allow residential use at
17 a lower density than provided in paragraph (1).

18 (6) The developer has done both of the following:

19 (A) Certified to the local agency that either of the following is
20 true:

21 (i) The entirety of the development is a public work for purposes
22 of Chapter 1 (commencing with Section 1720) of Part 7 of Division
23 2 of the Labor Code.

24 (ii) The development is not in its entirety a public work for
25 which prevailing wages must be paid under Article 2 (commencing
26 with Section 1720) of Chapter 1 of Part 2 of Division 2 of the
27 Labor Code, but all construction workers employed on construction
28 of the development will be paid at least the general prevailing rate
29 of per diem wages for the type of work and geographic area, as
30 determined by the Director of Industrial Relations pursuant to
31 Sections 1773 and 1773.9 of the Labor Code, except that
32 apprentices registered in programs approved by the Chief of the
33 Division of Apprenticeship Standards may be paid at least the
34 applicable apprentice prevailing rate. If the development is subject
35 to this subparagraph, then for those portions of the development
36 that are not a public work all of the following shall apply:

37 (I) The developer shall ensure that the prevailing wage
38 requirement is included in all contracts for the performance of all
39 construction work.

1 (II) All contractors and subcontractors shall pay to all
2 construction workers employed in the execution of the work at
3 least the general prevailing rate of per diem wages, except that
4 apprentices registered in programs approved by the Chief of the
5 Division of Apprenticeship Standards may be paid at least the
6 applicable apprentice prevailing rate.

7 (III) Except as provided in subclause (V), all contractors and
8 subcontractors shall maintain and verify payroll records pursuant
9 to Section 1776 of the Labor Code and make those records
10 available for inspection and copying as provided therein.

11 (IV) Except as provided in subclause (V), the obligation of the
12 contractors and subcontractors to pay prevailing wages may be
13 enforced by the Labor Commissioner through the issuance of a
14 civil wage and penalty assessment pursuant to Section 1741 of the
15 Labor Code, which may be reviewed pursuant to Section 1742 of the
16 Labor Code, within 18 months after the completion of the
17 development, or by an underpaid worker through an administrative
18 complaint or civil action, or by a joint labor-management
19 committee through a civil action under Section 1771.2 of the Labor
20 Code. If a civil wage and penalty assessment is issued, the
21 contractor, subcontractor, and surety on a bond or bonds issued to
22 secure the payment of wages covered by the assessment shall be
23 liable for liquidated damages pursuant to Section 1742.1 of the
24 Labor Code.

25 (V) Subclauses (III) and (IV) shall not apply if all contractors
26 and subcontractors performing work on the development are subject
27 to a project labor agreement that requires the payment of prevailing
28 wages to all construction workers employed in the execution of
29 the development and provides for enforcement of that obligation
30 through an arbitration procedure. For purposes of this clause,
31 “project labor agreement” has the same meaning as set forth in
32 paragraph (1) of subdivision (b) of Section 2500 of the Public
33 Contract Code.

34 (VI) Notwithstanding subdivision (c) of Section 1773.1 of the
35 Labor Code, the requirement that employer payments not reduce
36 the obligation to pay the hourly straight time or overtime wages
37 found to be prevailing shall not apply if otherwise provided in a
38 bona fide collective bargaining agreement covering the worker.
39 The requirement to pay at least the general prevailing rate of per
40 diem wages does not preclude use of an alternative workweek

1 schedule adopted pursuant to Section 511 or 514 of the Labor
2 Code.

3 (B) Certified to the local agency that a skilled and trained
4 workforce will be used to perform all construction work on the
5 development.

6 (i) For purposes of this section, “skilled and trained workforce”
7 has the same meaning as provided in Chapter 2.9 (commencing
8 with Section 2600) of Part 1 of Division 2 of the Public Contract
9 Code.

10 (ii) If the developer has certified that a skilled and trained
11 workforce will be used to construct all work on development and
12 the application is approved, the following shall apply:

13 (I) The developer shall require in all contracts for the
14 performance of work that every contractor and subcontractor at
15 every tier will individually use a skilled and trained workforce to
16 construct the development.

17 (II) Every contractor and subcontractor shall use a skilled and
18 trained workforce to construct the development.

19 (III) Except as provided in subclause (IV), the developer shall
20 provide to the local agency, on a monthly basis while the
21 development or contract is being performed, a report demonstrating
22 compliance with Chapter 2.9 (commencing with Section 2600) of
23 Part 1 of Division 2 of the Public Contract Code. A monthly report
24 provided to the local government pursuant to this subclause shall
25 be a public record under the California Public Records Act (Chapter
26 3.5 (commencing with Section 6250) of Division 7 of Title 1) and
27 shall be open to public inspection. A developer that fails to provide
28 a monthly report demonstrating compliance with Chapter 2.9
29 (commencing with Section 2600) of Part 1 of Division 2 of the
30 Public Contract Code shall be subject to a civil penalty of ten
31 thousand dollars (\$10,000) per month for each month for which
32 the report has not been provided. Any contractor or subcontractor
33 that fails to use a skilled and trained workforce shall be subject to
34 a civil penalty of two hundred dollars (\$200) per day for each
35 worker employed in contravention of the skilled and trained
36 workforce requirement. Penalties may be assessed by the Labor
37 Commissioner within 18 months of completion of the development
38 using the same procedures for issuance of civil wage and penalty
39 assessments pursuant to Section 1741 of the Labor Code, and may
40 be reviewed pursuant to the same procedures in Section 1742 of

1 the Labor Code. Penalties shall be paid to the State Public Works
2 Enforcement Fund.

3 (IV) Subclause (III) shall not apply if all contractors and
4 subcontractors performing work on the development are subject
5 to a project labor agreement that requires compliance with the
6 skilled and trained workforce requirement and provides for
7 enforcement of that obligation through an arbitration procedure.
8 For purposes of this subparagraph, “project labor agreement” has
9 the same meaning as set forth in paragraph (1) of subdivision (b)
10 of Section 2500 of the Public Contract Code.

11 (c) A local agency shall require that a rental of any unit created
12 pursuant to this section be for a term longer than 30 days.

13 (d) (1) A local agency may exempt a neighborhood lot from
14 this section in its land use element of the general plan if the local
15 agency concurrently reallocates the lost residential density to other
16 lots so that there is no net loss in residential density in the
17 jurisdiction.

18 (2) A local agency may reallocate the residential density from
19 an exempt neighborhood lot pursuant to this subdivision only if
20 the site or sites chosen by the local agency to which the residential
21 density is reallocated meet both of the following requirements:

22 (A) The site or sites are suitable for residential development.
23 For purposes of this subparagraph, “site or sites suitable for
24 residential development” shall have the same meaning as “land
25 suitable for residential development,” as defined in Section
26 65583.2.

27 (B) The site or sites are subject to an ordinance that allows for
28 development by right.

29 (e) (1) This section does not alter or lessen the applicability of
30 any housing, environmental, or labor law applicable to a housing
31 development authorized by this section, including, but not limited
32 to, the following:

33 (A) The California Coastal Act of 1976 (Division 20
34 (commencing with Section 30000) of the Public Resources ~~Code~~)
35 *Code*).

36 (B) The California Environmental Quality Act (Division 13
37 (commencing with Section 21000) of the Public Resources Code).

38 (C) The Housing Accountability Act (Section 65589.5).

39 (D) The Density Bonus Law (Section 65915).

1 (E) Obligations to affirmatively further fair housing, pursuant
2 to Section 8899.50.
3 (F) State or local affordable housing laws.
4 (G) State or local tenant protection laws.
5 (2) All local demolition ordinances shall apply to a project
6 developed on a neighborhood lot.
7 (3) For purposes of the Housing Accountability Act (Section
8 65589.5), a proposed housing development project that is consistent
9 with the provisions of paragraph (2) of subdivision (b) shall be
10 deemed consistent, compliant, and in conformity with an applicable
11 plan, program, policy, ordinance, standard, requirement, or other
12 similar provision.
13 (4) Notwithstanding any other provision of this section, for
14 purposes of the Density Bonus Law (Section 65915), an applicant
15 for a housing development under this section may apply for a
16 density bonus pursuant to Section 65915.
17 (f) An applicant for a housing development under this section
18 shall provide written notice of the pending application to each
19 commercial tenant on the neighborhood lot when the application
20 is submitted.
21 ~~(g) (1) An applicant seeking to develop a housing project on a~~
22 ~~neighborhood lot may request that a local agency establish a~~
23 ~~Mello-Roos Community Facilities District, or may request that~~
24 ~~the neighborhood lot be annexed to an existing community facilities~~
25 ~~district, as authorized in Chapter 2.5 (commencing with Section~~
26 ~~53311) of Part 1 of Division 2 of Title 5 to finance improvements~~
27 ~~and services to the units proposed to be developed.~~
28 ~~(2) An annexation to a community facilities district for a~~
29 ~~neighborhood lot shall be subject to a protest proceeding as~~
30 ~~provided in subdivision (b) of Section 53339.6.~~
31 ~~(3) An applicant who voluntarily enrolls in the district shall not~~
32 ~~be required to pay a development, impact, or mitigation fee, charge,~~
33 ~~or exaction in connection with the approval of a development~~
34 ~~project to the extent that those facilities and services are funded~~
35 ~~by a community facilities district established pursuant to this~~
36 ~~subdivision. This paragraph shall not prohibit a local agency from~~
37 ~~imposing any application, development, mitigation, building, or~~
38 ~~other fee to fund the construction cost of public infrastructure~~
39 ~~facilities or services that are not funded by a community facilities~~
40 ~~district to support a housing development project.~~

1 (g) *Notwithstanding Section 65913.4, a project on a*
2 *neighborhood lot shall not be eligible for streamlining pursuant*
3 *to Section 65913.4 if it meets either of the following conditions:*

4 (1) *The site has previously been developed pursuant to Section*
5 *65913.4 with a project of 10 units or fewer.*

6 (2) *The developer of the project or any person acting in concert*
7 *with the developer has previously proposed a project pursuant to*
8 *Section 65913.4 of 10 units or fewer on the same or an adjacent*
9 *site.*

10 (h) For purposes of this section:

11 (1) “Housing development project” means a ~~use~~ *project*
12 *consisting of any of the following:*

13 (A) Residential units only.

14 (B) Mixed-use developments consisting of residential and
15 nonresidential retail commercial or office ~~uses~~ *uses, and at least*
16 *50 percent of the square footage of the new construction associated*
17 *with the project is designated for residential use. None of the*
18 *square footage of any such development shall be designated for*
19 *hotel, motel, bed and breakfast inn, or other transient lodging use,*
20 *except for a residential hotel.*

21 (2) “Local agency” means a city, including a charter city, county,
22 or a city and county.

23 (3) “Neighborhood lot” means a parcel within an office or retail
24 commercial zone that is not adjacent to an industrial use.

25 (4) “Office or retail commercial zone” means any commercial
26 zone, except for zones where office uses and retail uses are not
27 permitted, or are permitted only as an accessory use.

28 (5) “Residential hotel” has the same meaning as defined in
29 Section 50519 of the Health and Safety Code.

30 (i)

31 (i) The Legislature finds and declares that ensuring access to
32 affordable housing is a matter of statewide concern and is not a
33 municipal affair as that term is used in Section 5 of Article XI of
34 the California Constitution. Therefore, this section applies to all
35 cities, including charter cities.

36 (j) *This section shall remain in effect only until January 1, 2029,*
37 *and as of that date is repealed.*

38 SEC. 2. Section 65913.4 of the Government Code is amended
39 to read:

1 65913.4. (a) A development proponent may submit an
2 application for a development that is subject to the streamlined,
3 ministerial approval process provided by subdivision (c) and is
4 not subject to a conditional use permit if the development complies
5 with subdivision (b) and satisfies all of the following objective
6 planning standards:

7 (1) The development is a multifamily housing development that
8 contains two or more residential units.

9 (2) The development and the site on which it is located satisfy
10 all of the following:

11 (A) It is a legal parcel or parcels located in a city if, and only
12 if, the city boundaries include some portion of either an urbanized
13 area or urban cluster, as designated by the United States Census
14 Bureau, or, for unincorporated areas, a legal parcel or parcels
15 wholly within the boundaries of an urbanized area or urban cluster,
16 as designated by the United States Census Bureau.

17 (B) At least 75 percent of the perimeter of the site adjoins parcels
18 that are developed with urban uses. For the purposes of this section,
19 parcels that are only separated by a street or highway shall be
20 considered to be adjoined.

21 (C) (i) A site that meets the requirements of clause (ii) and
22 satisfies any of the following:

23 (I) The site is zoned for residential use or residential mixed-use
24 development.

25 (II) The site has a general plan designation that allows residential
26 use or a mix of residential and nonresidential uses.

27 (III) The site is zoned for office or retail commercial use and
28 has had no commercial tenants on 50 percent or more of its total
29 usable net interior square footage for a period of at least three years
30 prior to the submission of the application.

31 ~~(D) It is zoned for residential use or residential mixed-use~~
32 ~~development, or has a general plan designation that allows~~
33 ~~residential use or a mix of residential and nonresidential uses, and~~
34 ~~at least~~

35 (ii) *At least* two-thirds of the square footage of the development
36 is designated for residential use. Additional density, floor area,
37 and units, and any other concession, incentive, or waiver of
38 development standards granted pursuant to the Density Bonus Law
39 in Section 65915 shall be included in the square footage
40 calculation. The square footage of the development shall not

1 include underground space, such as basements or underground
2 parking garages.

3 (3) (A) The development proponent has committed to record,
4 prior to the issuance of the first building permit, a land use
5 restriction or covenant providing that any lower or moderate
6 income housing units required pursuant to subparagraph (B) of
7 paragraph (4) shall remain available at affordable housing costs
8 or rent to persons and families of lower or moderate income for
9 no less than the following periods of time:

10 (i) Fifty-five years for units that are rented.

11 (ii) Forty-five years for units that are owned.

12 (B) The city or county shall require the recording of covenants
13 or restrictions implementing this paragraph for each parcel or unit
14 of real property included in the development.

15 (4) The development satisfies subparagraphs (A) and (B) below:

16 (A) Is located in a locality that the department has determined
17 is subject to this subparagraph on the basis that the number of units
18 that have been issued building permits, as shown on the most recent
19 production report received by the department, is less than the
20 locality's share of the regional housing needs, by income category,
21 for that reporting period. A locality shall remain eligible under
22 this subparagraph until the department's determination for the next
23 reporting period.

24 (B) The development is subject to a requirement mandating a
25 minimum percentage of below market rate housing based on one
26 of the following:

27 (i) The locality did not submit its latest production report to the
28 department by the time period required by Section 65400, or that
29 production report reflects that there were fewer units of above
30 moderate-income housing issued building permits than were
31 required for the regional housing needs assessment cycle for that
32 reporting period. In addition, if the project contains more than 10
33 units of housing, the project does either of the following:

34 (I) The project dedicates a minimum of 10 percent of the total
35 number of units to housing affordable to households making at or
36 below 80 percent of the area median income. However, if the
37 locality has adopted a local ordinance that requires that greater
38 than 10 percent of the units be dedicated to housing affordable to
39 households making below 80 percent of the area median income,
40 that local ordinance applies.

1 (II) (ia) If the project is located within the San Francisco Bay
2 area, the project, in lieu of complying with subclause (I), dedicates
3 20 percent of the total number of units to housing affordable to
4 households making below 120 percent of the area median income
5 with the average income of the units at or below 100 percent of
6 the area median income. However, a local ordinance adopted by
7 the locality applies if it requires greater than 20 percent of the units
8 be dedicated to housing affordable to households making at or
9 below 120 percent of the area median income, or requires that any
10 of the units be dedicated at a level deeper than 120 percent. In
11 order to comply with this subclause, the rent or sale price charged
12 for units that are dedicated to housing affordable to households
13 between 80 percent and 120 percent of the area median income
14 shall not exceed 30 percent of the gross income of the household.

15 (ib) For purposes of this subclause, “San Francisco Bay area”
16 means the entire area within the territorial boundaries of the
17 Counties of Alameda, Contra Costa, Marin, Napa, San Mateo,
18 Santa Clara, Solano, and Sonoma, and the City and County of San
19 Francisco.

20 (ii) The locality’s latest production report reflects that there
21 were fewer units of housing issued building permits affordable to
22 either very low income or low-income households by income
23 category than were required for the regional housing needs
24 assessment cycle for that reporting period, and the project seeking
25 approval dedicates 50 percent of the total number of units to
26 housing affordable to households making at or below 80 percent
27 of the area median income. However, if the locality has adopted
28 a local ordinance that requires that greater than 50 percent of the
29 units be dedicated to housing affordable to households making at
30 or below 80 percent of the area median income, that local ordinance
31 applies.

32 (iii) The locality did not submit its latest production report to
33 the department by the time period required by Section 65400, or
34 if the production report reflects that there were fewer units of
35 housing affordable to both income levels described in clauses (i)
36 and (ii) that were issued building permits than were required for
37 the regional housing needs assessment cycle for that reporting
38 period, the project seeking approval may choose between utilizing
39 clause (i) or (ii).

1 (C) (i) A development proponent that uses a unit of affordable
2 housing to satisfy the requirements of subparagraph (B) may also
3 satisfy any other local or state requirement for affordable housing,
4 including local ordinances or the Density Bonus Law in Section
5 65915, provided that the development proponent complies with
6 the applicable requirements in the state or local law.

7 (ii) A development proponent that uses a unit of affordable
8 housing to satisfy any other state or local affordability requirement
9 may also satisfy the requirements of subparagraph (B), provided
10 that the development proponent complies with applicable
11 requirements of subparagraph (B).

12 (iii) A development proponent may satisfy the affordability
13 requirements of subparagraph (B) with a unit that is restricted to
14 households with incomes lower than the applicable income limits
15 required in subparagraph (B).

16 (5) The development, excluding any additional density or any
17 other concessions, incentives, or waivers of development standards
18 granted pursuant to the Density Bonus Law in Section 65915, is
19 consistent with objective zoning standards, objective subdivision
20 standards, and objective design review standards in effect at the
21 time that the development is submitted to the local government
22 pursuant to this section, or at the time a notice of intent is submitted
23 pursuant to subdivision (b), whichever occurs earlier. For purposes
24 of this paragraph, “objective zoning standards,” “objective
25 subdivision standards,” and “objective design review standards”
26 mean standards that involve no personal or subjective judgment
27 by a public official and are uniformly verifiable by reference to
28 an external and uniform benchmark or criterion available and
29 knowable by both the development applicant or proponent and the
30 public official before submittal. These standards may be embodied
31 in alternative objective land use specifications adopted by a city
32 or county, and may include, but are not limited to, housing overlay
33 zones, specific plans, inclusionary zoning ordinances, and density
34 bonus ordinances, subject to the following:

35 (A) A development shall be deemed consistent with the objective
36 zoning standards related to housing density, as applicable, if the
37 density proposed is compliant with the maximum density allowed
38 within that land use designation, notwithstanding any specified
39 maximum unit allocation that may result in fewer units of housing
40 being permitted.

1 (B) In the event that objective zoning, general plan, subdivision,
2 or design review standards are mutually inconsistent, a
3 development shall be deemed consistent with the objective zoning
4 and subdivision standards pursuant to this subdivision if the
5 development is consistent with the standards set forth in the general
6 plan.

7 (C) It is the intent of the Legislature that the objective zoning
8 standards, objective subdivision standards, and objective design
9 review standards described in this paragraph be adopted or
10 amended in compliance with the requirements of Chapter 905 of
11 the Statutes of 2004.

12 (D) The amendments to this subdivision made by the act adding
13 this subparagraph do not constitute a change in, but are declaratory
14 of, existing law.

15 (E) A project located on a neighborhood lot, as defined in Section
16 65852.23, shall be deemed consistent with objective zoning
17 standards, objective design standards, and objective subdivision
18 standards if the project is consistent with the provisions of
19 subdivision (b) of Section 65852.23 and if none of the square
20 footage in the project is designated for hotel, motel, bed and
21 breakfast inn, or other transient lodging use, except for a residential
22 hotel. For purposes of this subdivision, “residential hotel” shall
23 have the same meaning as defined in Section 50519 of the Health
24 and Safety Code.

25 (6) The development is not located on a site that is any of the
26 following:

27 (A) A coastal zone, as defined in Division 20 (commencing
28 with Section 30000) of the Public Resources Code.

29 (B) Either prime farmland or farmland of statewide importance,
30 as defined pursuant to United States Department of Agriculture
31 land inventory and monitoring criteria, as modified for California,
32 and designated on the maps prepared by the Farmland Mapping
33 and Monitoring Program of the Department of Conservation, or
34 land zoned or designated for agricultural protection or preservation
35 by a local ballot measure that was approved by the voters of that
36 jurisdiction.

37 (C) Wetlands, as defined in the United States Fish and Wildlife
38 Service Manual, Part 660 FW 2 (June 21, 1993).

39 (D) Within a very high fire hazard severity zone, as determined
40 by the Department of Forestry and Fire Protection pursuant to

1 Section 51178, or within a high or very high fire hazard severity
2 zone as indicated on maps adopted by the Department of Forestry
3 and Fire Protection pursuant to Section 4202 of the Public
4 Resources Code. This subparagraph does not apply to sites
5 excluded from the specified hazard zones by a local agency,
6 pursuant to subdivision (b) of Section 51179, or sites that have
7 adopted fire hazard mitigation measures pursuant to existing
8 building standards or state fire mitigation measures applicable to
9 the development.

10 (E) A hazardous waste site that is listed pursuant to Section
11 65962.5 or a hazardous waste site designated by the Department
12 of Toxic Substances Control pursuant to Section 25356 of the
13 Health and Safety Code, unless the State Department of Public
14 Health, State Water Resources Control Board, or Department of
15 Toxic Substances Control has cleared the site for residential use
16 or residential mixed uses.

17 (F) Within a delineated earthquake fault zone as determined by
18 the State Geologist in any official maps published by the State
19 Geologist, unless the development complies with applicable seismic
20 protection building code standards adopted by the California
21 Building Standards Commission under the California Building
22 Standards Law (Part 2.5 (commencing with Section 18901) of
23 Division 13 of the Health and Safety Code), and by any local
24 building department under Chapter 12.2 (commencing with Section
25 8875) of Division 1 of Title 2.

26 (G) Within a special flood hazard area subject to inundation by
27 the 1 percent annual chance flood (100-year flood) as determined
28 by the Federal Emergency Management Agency in any official
29 maps published by the Federal Emergency Management Agency.
30 If a development proponent is able to satisfy all applicable federal
31 qualifying criteria in order to provide that the site satisfies this
32 subparagraph and is otherwise eligible for streamlined approval
33 under this section, a local government shall not deny the application
34 on the basis that the development proponent did not comply with
35 any additional permit requirement, standard, or action adopted by
36 that local government that is applicable to that site. A development
37 may be located on a site described in this subparagraph if either
38 of the following are met:

1 (i) The site has been subject to a Letter of Map Revision
2 prepared by the Federal Emergency Management Agency and
3 issued to the local jurisdiction.

4 (ii) The site meets Federal Emergency Management Agency
5 requirements necessary to meet minimum flood plain management
6 criteria of the National Flood Insurance Program pursuant to Part
7 59 (commencing with Section 59.1) and Part 60 (commencing
8 with Section 60.1) of Subchapter B of Chapter I of Title 44 of the
9 Code of Federal Regulations.

10 (H) Within a regulatory floodway as determined by the Federal
11 Emergency Management Agency in any official maps published
12 by the Federal Emergency Management Agency, unless the
13 development has received a no-rise certification in accordance
14 with Section 60.3(d)(3) of Title 44 of the Code of Federal
15 Regulations. If a development proponent is able to satisfy all
16 applicable federal qualifying criteria in order to provide that the
17 site satisfies this subparagraph and is otherwise eligible for
18 streamlined approval under this section, a local government shall
19 not deny the application on the basis that the development
20 proponent did not comply with any additional permit requirement,
21 standard, or action adopted by that local government that is
22 applicable to that site.

23 (I) Lands identified for conservation in an adopted natural
24 community conservation plan pursuant to the Natural Community
25 Conservation Planning Act (Chapter 10 (commencing with Section
26 2800) of Division 3 of the Fish and Game Code), habitat
27 conservation plan pursuant to the federal Endangered Species Act
28 of 1973 (16 U.S.C. Sec. 1531 et seq.), or other adopted natural
29 resource protection plan.

30 (J) Habitat for protected species identified as candidate,
31 sensitive, or species of special status by state or federal agencies,
32 fully protected species, or species protected by the federal
33 Endangered Species Act of 1973 (16 U.S.C. Sec. 1531 et seq.),
34 the California Endangered Species Act (Chapter 1.5 (commencing
35 with Section 2050) of Division 3 of the Fish and Game Code), or
36 the Native Plant Protection Act (Chapter 10 (commencing with
37 Section 1900) of Division 2 of the Fish and Game Code).

38 (K) Lands under conservation easement.

39 (7) The development is not located on a site where any of the
40 following apply:

1 (A) The development would require the demolition of the
2 following types of housing:

3 (i) Housing that is subject to a recorded covenant, ordinance,
4 or law that restricts rents to levels affordable to persons and
5 families of moderate, low, or very low income.

6 (ii) Housing that is subject to any form of rent or price control
7 through a public entity's valid exercise of its police power.

8 (iii) Housing that has been occupied by tenants within the past
9 10 years.

10 (B) The site was previously used for housing that was occupied
11 by tenants that was demolished within 10 years before the
12 development proponent submits an application under this section.

13 (C) The development would require the demolition of a historic
14 structure that was placed on a national, state, or local historic
15 register.

16 (D) The property contains housing units that are occupied by
17 tenants, and units at the property are, or were, subsequently offered
18 for sale to the general public by the subdivider or subsequent owner
19 of the property.

20 (8) The development proponent has done both of the following,
21 as applicable:

22 (A) Certified to the locality that either of the following is true,
23 as applicable:

24 (i) The entirety of the development is a public work for purposes
25 of Chapter 1 (commencing with Section 1720) of Part 7 of Division
26 2 of the Labor Code.

27 (ii) If the development is not in its entirety a public work, that
28 all construction workers employed in the execution of the
29 development will be paid at least the general prevailing rate of per
30 diem wages for the type of work and geographic area, as
31 determined by the Director of Industrial Relations pursuant to
32 Sections 1773 and 1773.9 of the Labor Code, except that
33 apprentices registered in programs approved by the Chief of the
34 Division of Apprenticeship Standards may be paid at least the
35 applicable apprentice prevailing rate. If the development is subject
36 to this subparagraph, then for those portions of the development
37 that are not a public work all of the following shall apply:

38 (I) The development proponent shall ensure that the prevailing
39 wage requirement is included in all contracts for the performance
40 of the work.

1 (II) All contractors and subcontractors shall pay to all
2 construction workers employed in the execution of the work at
3 least the general prevailing rate of per diem wages, except that
4 apprentices registered in programs approved by the Chief of the
5 Division of Apprenticeship Standards may be paid at least the
6 applicable apprentice prevailing rate.

7 (III) Except as provided in subclause (V), all contractors and
8 subcontractors shall maintain and verify payroll records pursuant
9 to Section 1776 of the Labor Code and make those records
10 available for inspection and copying as provided therein.

11 (IV) Except as provided in subclause (V), the obligation of the
12 contractors and subcontractors to pay prevailing wages may be
13 enforced by the Labor Commissioner through the issuance of a
14 civil wage and penalty assessment pursuant to Section 1741 of the
15 Labor Code, which may be reviewed pursuant to Section 1742 of the
16 Labor Code, within 18 months after the completion of the
17 development, by an underpaid worker through an administrative
18 complaint or civil action, or by a joint labor-management
19 committee through a civil action under Section 1771.2 of the Labor
20 Code. If a civil wage and penalty assessment is issued, the
21 contractor, subcontractor, and surety on a bond or bonds issued to
22 secure the payment of wages covered by the assessment shall be
23 liable for liquidated damages pursuant to Section 1742.1 of the
24 Labor Code.

25 (V) Subclauses (III) and (IV) shall not apply if all contractors
26 and subcontractors performing work on the development are subject
27 to a project labor agreement that requires the payment of prevailing
28 wages to all construction workers employed in the execution of
29 the development and provides for enforcement of that obligation
30 through an arbitration procedure. For purposes of this clause,
31 “project labor agreement” has the same meaning as set forth in
32 paragraph (1) of subdivision (b) of Section 2500 of the Public
33 Contract Code.

34 (VI) Notwithstanding subdivision (c) of Section 1773.1 of the
35 Labor Code, the requirement that employer payments not reduce
36 the obligation to pay the hourly straight time or overtime wages
37 found to be prevailing shall not apply if otherwise provided in a
38 bona fide collective bargaining agreement covering the worker.
39 The requirement to pay at least the general prevailing rate of per
40 diem wages does not preclude use of an alternative workweek

1 schedule adopted pursuant to Section 511 or 514 of the Labor
2 Code.

3 (B) (i) For developments for which any of the following
4 conditions apply, certified that a skilled and trained workforce
5 shall be used to complete the development if the application is
6 approved:

7 (I) On and after January 1, 2018, until December 31, 2021, the
8 development consists of 75 or more units with a residential
9 component that is not 100 percent subsidized affordable housing
10 and will be located within a jurisdiction located in a coastal or bay
11 county with a population of 225,000 or more.

12 (II) On and after January 1, 2022, until December 31, 2025, the
13 development consists of 50 or more units with a residential
14 component that is not 100 percent subsidized affordable housing
15 and will be located within a jurisdiction located in a coastal or bay
16 county with a population of 225,000 or more.

17 (III) On and after January 1, 2018, until December 31, 2019,
18 the development consists of 75 or more units with a residential
19 component that is not 100 percent subsidized affordable housing
20 and will be located within a jurisdiction with a population of fewer
21 than 550,000 and that is not located in a coastal or bay county.

22 (IV) On and after January 1, 2020, until December 31, 2021,
23 the development consists of more than 50 units with a residential
24 component that is not 100 percent subsidized affordable housing
25 and will be located within a jurisdiction with a population of fewer
26 than 550,000 and that is not located in a coastal or bay county.

27 (V) On and after January 1, 2022, until December 31, 2025, the
28 development consists of more than 25 units with a residential
29 component that is not 100 percent subsidized affordable housing
30 and will be located within a jurisdiction with a population of fewer
31 than 550,000 and that is not located in a coastal or bay county.

32 (ii) For purposes of this section, “skilled and trained workforce”
33 has the same meaning as provided in Chapter 2.9 (commencing
34 with Section 2600) of Part 1 of Division 2 of the Public Contract
35 Code.

36 (iii) If the development proponent has certified that a skilled
37 and trained workforce will be used to complete the development
38 and the application is approved, the following shall apply:

39 (I) The applicant shall require in all contracts for the
40 performance of work that every contractor and subcontractor at

1 every tier will individually use a skilled and trained workforce to
2 complete the development.

3 (II) Every contractor and subcontractor shall use a skilled and
4 trained workforce to complete the development.

5 (III) Except as provided in subclause (IV), the applicant shall
6 provide to the locality, on a monthly basis while the development
7 or contract is being performed, a report demonstrating compliance
8 with Chapter 2.9 (commencing with Section 2600) of Part 1 of
9 Division 2 of the Public Contract Code. A monthly report provided
10 to the locality pursuant to this subclause shall be a public record
11 under the California Public Records Act (Chapter 3.5 (commencing
12 with Section 6250) of Division 7 of Title 1) and shall be open to
13 public inspection. An applicant that fails to provide a monthly
14 report demonstrating compliance with Chapter 2.9 (commencing
15 with Section 2600) of Part 1 of Division 2 of the Public Contract
16 Code shall be subject to a civil penalty of ten thousand dollars
17 (\$10,000) per month for each month for which the report has not
18 been provided. Any contractor or subcontractor that fails to use a
19 skilled and trained workforce shall be subject to a civil penalty of
20 two hundred dollars (\$200) per day for each worker employed in
21 contravention of the skilled and trained workforce requirement.
22 Penalties may be assessed by the Labor Commissioner within 18
23 months of completion of the development using the same
24 procedures for issuance of civil wage and penalty assessments
25 pursuant to Section 1741 of the Labor Code, and may be reviewed
26 pursuant to the same procedures in Section 1742 of the Labor
27 Code. Penalties shall be paid to the State Public Works
28 Enforcement Fund.

29 (IV) Subclause (III) shall not apply if all contractors and
30 subcontractors performing work on the development are subject
31 to a project labor agreement that requires compliance with the
32 skilled and trained workforce requirement and provides for
33 enforcement of that obligation through an arbitration procedure.
34 For purposes of this subparagraph, “project labor agreement” has
35 the same meaning as set forth in paragraph (1) of subdivision (b)
36 of Section 2500 of the Public Contract Code.

37 (C) Notwithstanding subparagraphs (A) and (B), a development
38 that is subject to approval pursuant to this section is exempt from
39 any requirement to pay prevailing wages or use a skilled and
40 trained workforce if it meets both of the following:

- 1 (i) The project includes 10 or fewer units.
- 2 (ii) The project is not a public work for purposes of Chapter 1
- 3 (commencing with Section 1720) of Part 7 of Division 2 of the
- 4 Labor Code.

5 (9) The development did not or does not involve a subdivision
6 of a parcel that is, or, notwithstanding this section, would otherwise
7 be, subject to the Subdivision Map Act (Division 2 (commencing
8 with Section 66410)) or any other applicable law authorizing the
9 subdivision of land, unless the development is consistent with all
10 objective subdivision standards in the local subdivision ordinance,
11 and either of the following apply:

12 (A) The development has received or will receive financing or
13 funding by means of a low-income housing tax credit and is subject
14 to the requirement that prevailing wages be paid pursuant to
15 subparagraph (A) of paragraph (8).

16 (B) The development is subject to the requirement that
17 prevailing wages be paid, and a skilled and trained workforce used,
18 pursuant to paragraph (8).

19 (10) The development shall not be upon an existing parcel of
20 land or site that is governed under the Mobilehome Residency Law
21 (Chapter 2.5 (commencing with Section 798) of Title 2 of Part 2
22 of Division 2 of the Civil Code), the Recreational Vehicle Park
23 Occupancy Law (Chapter 2.6 (commencing with Section 799.20)
24 of Title 2 of Part 2 of Division 2 of the Civil Code), the
25 Mobilehome Parks Act (Part 2.1 (commencing with Section 18200)
26 of Division 13 of the Health and Safety Code), or the Special
27 Occupancy Parks Act (Part 2.3 (commencing with Section 18860)
28 of Division 13 of the Health and Safety Code).

29 (b) (1) (A) (i) Before submitting an application for a
30 development subject to the streamlined, ministerial approval
31 process described in subdivision (c), the development proponent
32 shall submit to the local government a notice of its intent to submit
33 an application. The notice of intent shall be in the form of a
34 preliminary application that includes all of the information
35 described in Section 65941.1, as that section read on January 1,
36 2020.

37 (ii) Upon receipt of a notice of intent to submit an application
38 described in clause (i), the local government shall engage in a
39 scoping consultation regarding the proposed development with
40 any California Native American tribe that is traditionally and

1 culturally affiliated with the geographic area, as described in
2 Section 21080.3.1 of the Public Resources Code, of the proposed
3 development. In order to expedite compliance with this subdivision,
4 the local government shall contact the Native American Heritage
5 Commission for assistance in identifying any California Native
6 American tribe that is traditionally and culturally affiliated with
7 the geographic area of the proposed development.

8 (iii) The timeline for noticing and commencing a scoping
9 consultation in accordance with this subdivision shall be as follows:

10 (I) The local government shall provide a formal notice of a
11 development proponent's notice of intent to submit an application
12 described in clause (i) to each California Native American tribe
13 that is traditionally and culturally affiliated with the geographic
14 area of the proposed development within 30 days of receiving that
15 notice of intent. The formal notice provided pursuant to this
16 subclause shall include all of the following:

17 (ia) A description of the proposed development.

18 (ib) The location of the proposed development.

19 (ic) An invitation to engage in a scoping consultation in
20 accordance with this subdivision.

21 (II) Each California Native American tribe that receives a formal
22 notice pursuant to this clause shall have 30 days from the receipt
23 of that notice to accept the invitation to engage in a scoping
24 consultation.

25 (III) If the local government receives a response accepting an
26 invitation to engage in a scoping consultation pursuant to this
27 subdivision, the local government shall commence the scoping
28 consultation within 30 days of receiving that response.

29 (B) The scoping consultation shall recognize that California
30 Native American tribes traditionally and culturally affiliated with
31 a geographic area have knowledge and expertise concerning the
32 resources at issue and shall take into account the cultural
33 significance of the resource to the culturally affiliated California
34 Native American tribe.

35 (C) The parties to a scoping consultation conducted pursuant
36 to this subdivision shall be the local government and any California
37 Native American tribe traditionally and culturally affiliated with
38 the geographic area of the proposed development. More than one
39 California Native American tribe traditionally and culturally
40 affiliated with the geographic area of the proposed development

1 may participate in the scoping consultation. However, the local
2 government, upon the request of any California Native American
3 tribe traditionally and culturally affiliated with the geographic area
4 of the proposed development, shall engage in a separate scoping
5 consultation with that California Native American tribe. The
6 development proponent and its consultants may participate in a
7 scoping consultation process conducted pursuant to this subdivision
8 if all of the following conditions are met:

9 (i) The development proponent and its consultants agree to
10 respect the principles set forth in this subdivision.

11 (ii) The development proponent and its consultants engage in
12 the scoping consultation in good faith.

13 (iii) The California Native American tribe participating in the
14 scoping consultation approves the participation of the development
15 proponent and its consultants. The California Native American
16 tribe may rescind its approval at any time during the scoping
17 consultation, either for the duration of the scoping consultation or
18 with respect to any particular meeting or discussion held as part
19 of the scoping consultation.

20 (D) The participants to a scoping consultation pursuant to this
21 subdivision shall comply with all of the following confidentiality
22 requirements:

23 (i) Subdivision (r) of Section 6254.

24 (ii) Section 6254.10.

25 (iii) Subdivision (c) of Section 21082.3 of the Public Resources
26 Code.

27 (iv) Subdivision (d) of Section 15120 of Title 14 of the
28 California Code of Regulations.

29 (v) Any additional confidentiality standards adopted by the
30 California Native American tribe participating in the scoping
31 consultation.

32 (E) The California Environmental Quality Act (Division 13
33 commencing with Section 21000) of the Public Resources Code)
34 shall not apply to a scoping consultation conducted pursuant to
35 this subdivision.

36 (2) (A) If, after concluding the scoping consultation, the parties
37 find that no potential tribal cultural resource would be affected by
38 the proposed development, the development proponent may submit
39 an application for the proposed development that is subject to the

1 streamlined, ministerial approval process described in subdivision
2 (c).

3 (B) If, after concluding the scoping consultation, the parties
4 find that a potential tribal cultural resource could be affected by
5 the proposed development and an enforceable agreement is
6 documented between the California Native American tribe and the
7 local government on methods, measures, and conditions for tribal
8 cultural resource treatment, the development proponent may submit
9 the application for a development subject to the streamlined,
10 ministerial approval process described in subdivision (c). The local
11 government shall ensure that the enforceable agreement is included
12 in the requirements and conditions for the proposed development.

13 (C) If, after concluding the scoping consultation, the parties
14 find that a potential tribal cultural resource could be affected by
15 the proposed development and an enforceable agreement is not
16 documented between the California Native American tribe and the
17 local government regarding methods, measures, and conditions
18 for tribal cultural resource treatment, the development shall not
19 be eligible for the streamlined, ministerial approval process
20 described in subdivision (c).

21 (D) For purposes of this paragraph, a scoping consultation shall
22 be deemed to be concluded if either of the following occur:

23 (i) The parties to the scoping consultation document an
24 enforceable agreement concerning methods, measures, and
25 conditions to avoid or address potential impacts to tribal cultural
26 resources that are or may be present.

27 (ii) One or more parties to the scoping consultation, acting in
28 good faith and after reasonable effort, conclude that a mutual
29 agreement on methods, measures, and conditions to avoid or
30 address impacts to tribal cultural resources that are or may be
31 present cannot be reached.

32 (E) If the development or environmental setting substantially
33 changes after the completion of the scoping consultation, the local
34 government shall notify the California Native American tribe of
35 the changes and engage in a subsequent scoping consultation if
36 requested by the California Native American tribe.

37 (3) A local government may only accept an application for
38 streamlined, ministerial approval pursuant to this section if one of
39 the following applies:

1 (A) A California Native American tribe that received a formal
2 notice of the development proponent's notice of intent to submit
3 an application pursuant to subclause (I) of clause (iii) of
4 subparagraph (A) of paragraph (1) did not accept the invitation to
5 engage in a scoping consultation.

6 (B) The California Native American tribe accepted an invitation
7 to engage in a scoping consultation pursuant to subclause (II) of
8 clause (iii) of subparagraph (A) of paragraph (1) but substantially
9 failed to engage in the scoping consultation after repeated
10 documented attempts by the local government to engage the
11 California Native American tribe.

12 (C) The parties to a scoping consultation pursuant to this
13 subdivision find that no potential tribal cultural resource will be
14 affected by the proposed development pursuant to subparagraph
15 (A) of paragraph (2).

16 (D) A scoping consultation between a California Native
17 American tribe and the local government has occurred in
18 accordance with this subdivision and resulted in agreement
19 pursuant to subparagraph (B) of paragraph (2).

20 (4) A project shall not be eligible for the streamlined, ministerial
21 process described in subdivision (c) if any of the following apply:

22 (A) There is a tribal cultural resource that is on a national, state,
23 tribal, or local historic register list located on the site of the project.

24 (B) There is a potential tribal cultural resource that could be
25 affected by the proposed development and the parties to a scoping
26 consultation conducted pursuant to this subdivision do not
27 document an enforceable agreement on methods, measures, and
28 conditions for tribal cultural resource treatment, as described in
29 subparagraph (C) of paragraph (2).

30 (C) The parties to a scoping consultation conducted pursuant
31 to this subdivision do not agree as to whether a potential tribal
32 cultural resource will be affected by the proposed development.

33 (5) (A) If, after a scoping consultation conducted pursuant to
34 this subdivision, a project is not eligible for the streamlined,
35 ministerial process described in subdivision (c) for any or all of
36 the following reasons, the local government shall provide written
37 documentation of that fact, and an explanation of the reason for
38 which the project is not eligible, to the development proponent
39 and to any California Native American tribe that is a party to that
40 scoping consultation:

1 (i) There is a tribal cultural resource that is on a national, state,
2 tribal, or local historic register list located on the site of the project,
3 as described in subparagraph (A) of paragraph (4).

4 (ii) The parties to the scoping consultation have not documented
5 an enforceable agreement on methods, measures, and conditions
6 for tribal cultural resource treatment, as described in subparagraph
7 (C) of paragraph (2) and subparagraph (B) of paragraph (4).

8 (iii) The parties to the scoping consultation do not agree as to
9 whether a potential tribal cultural resource will be affected by the
10 proposed development, as described in subparagraph (C) of
11 paragraph (4).

12 (B) The written documentation provided to a development
13 proponent pursuant to this paragraph shall include information on
14 how the development proponent may seek a conditional use permit
15 or other discretionary approval of the development from the local
16 government.

17 (6) This section is not intended, and shall not be construed, to
18 limit consultation and discussion between a local government and
19 a California Native American tribe pursuant to other applicable
20 law, confidentiality provisions under other applicable law, the
21 protection of religious exercise to the fullest extent permitted under
22 state and federal law, or the ability of a California Native American
23 tribe to submit information to the local government or participate
24 in any process of the local government.

25 (7) For purposes of this subdivision:

26 (A) “Consultation” means the meaningful and timely process
27 of seeking, discussing, and considering carefully the views of
28 others, in a manner that is cognizant of all parties’ cultural values
29 and, where feasible, seeking agreement. Consultation between
30 local governments and *California* Native American tribes shall be
31 conducted in a way that is mutually respectful of each party’s
32 sovereignty. Consultation shall also recognize the tribes’ potential
33 needs for confidentiality with respect to places that have traditional
34 tribal cultural importance. A lead agency shall consult the tribal
35 consultation best practices described in the “State of California
36 Tribal Consultation Guidelines: Supplement to the General Plan
37 Guidelines” prepared by the Office of Planning and Research.

38 (B) “Scoping” means the act of participating in early discussions
39 or investigations between the local government and California
40 Native American tribe, and the development proponent if

1 authorized by the California Native American tribe, regarding the
2 potential effects a proposed development could have on a potential
3 tribal cultural resource, as defined in Section 21074 of the Public
4 Resources Code, or California Native American tribe, as defined
5 in Section 21073 of the Public Resources Code.

6 (8) This subdivision shall not apply to any project that has been
7 approved under the streamlined, ministerial approval process
8 provided under this section before the effective date of the act
9 adding this subdivision.

10 (c) (1) If a local government determines that a development
11 submitted pursuant to this section is in conflict with any of the
12 objective planning standards specified in subdivision (a), it shall
13 provide the development proponent written documentation of
14 which standard or standards the development conflicts with, and
15 an explanation for the reason or reasons the development conflicts
16 with that standard or standards, as follows:

17 (A) Within 60 days of submittal of the development to the local
18 government pursuant to this section if the development contains
19 150 or fewer housing units.

20 (B) Within 90 days of submittal of the development to the local
21 government pursuant to this section if the development contains
22 more than 150 housing units.

23 (2) If the local government fails to provide the required
24 documentation pursuant to paragraph (1), the development shall
25 be deemed to satisfy the objective planning standards specified in
26 subdivision (a).

27 (3) For purposes of this section, a development is consistent
28 with the objective planning standards specified in subdivision (a)
29 if there is substantial evidence that would allow a reasonable person
30 to conclude that the development is consistent with the objective
31 planning standards.

32 (d) (1) Any design review or public oversight of the
33 development may be conducted by the local government's planning
34 commission or any equivalent board or commission responsible
35 for review and approval of development projects, or the city council
36 or board of supervisors, as appropriate. That design review or
37 public oversight shall be objective and be strictly focused on
38 assessing compliance with criteria required for streamlined projects,
39 as well as any reasonable objective design standards published
40 and adopted by ordinance or resolution by a local jurisdiction

1 before submission of a development application, and shall be
2 broadly applicable to development within the jurisdiction. That
3 design review or public oversight shall be completed as follows
4 and shall not in any way inhibit, chill, or preclude the ministerial
5 approval provided by this section or its effect, as applicable:

6 (A) Within 90 days of submittal of the development to the local
7 government pursuant to this section if the development contains
8 150 or fewer housing units.

9 (B) Within 180 days of submittal of the development to the
10 local government pursuant to this section if the development
11 contains more than 150 housing units.

12 (2) If the development is consistent with the requirements of
13 subparagraph (A) or (B) of paragraph (9) of subdivision (a) and
14 is consistent with all objective subdivision standards in the local
15 subdivision ordinance, an application for a subdivision pursuant
16 to the Subdivision Map Act (Division 2 (commencing with Section
17 66410)) shall be exempt from the requirements of the California
18 Environmental Quality Act (Division 13 (commencing with Section
19 21000) of the Public Resources Code) and shall be subject to the
20 public oversight timelines set forth in paragraph (1).

21 (e) (1) Notwithstanding any other law, a local government,
22 whether or not it has adopted an ordinance governing automobile
23 parking requirements in multifamily developments, shall not
24 impose automobile parking standards for a streamlined
25 development that was approved pursuant to this section in any of
26 the following instances:

27 (A) The development is located within one-half mile of public
28 transit.

29 (B) The development is located within an architecturally and
30 historically significant historic district.

31 (C) When on-street parking permits are required but not offered
32 to the occupants of the development.

33 (D) When there is a car share vehicle located within one block
34 of the development.

35 (2) If the development does not fall within any of the categories
36 described in paragraph (1), the local government shall not impose
37 automobile parking requirements for streamlined developments
38 approved pursuant to this section that exceed one parking space
39 per unit.

1 (f) (1) If a local government approves a development pursuant
2 to this section, then, notwithstanding any other law, that approval
3 shall not expire if the project includes public investment in housing
4 affordability, beyond tax credits, where 50 percent of the units are
5 affordable to households making at or below 80 percent of the area
6 median income.

7 (2) (A) If a local government approves a development pursuant
8 to this section and the project does not include 50 percent of the
9 units affordable to households making at or below 80 percent of
10 the area median income, that approval shall remain valid for three
11 years from the date of the final action establishing that approval,
12 or if litigation is filed challenging that approval, from the date of
13 the final judgment upholding that approval. Approval shall remain
14 valid for a project provided that vertical construction of the
15 development has begun and is in progress. For purposes of this
16 subdivision, “in progress” means one of the following:

17 (i) The construction has begun and has not ceased for more than
18 180 days.

19 (ii) If the development requires multiple building permits, an
20 initial phase has been completed, and the project proponent has
21 applied for and is diligently pursuing a building permit for a
22 subsequent phase, provided that once it has been issued, the
23 building permit for the subsequent phase does not lapse.

24 (B) Notwithstanding subparagraph (A), a local government may
25 grant a project a one-time, one-year extension if the project
26 proponent can provide documentation that there has been
27 significant progress toward getting the development construction
28 ready, such as filing a building permit application.

29 (3) If a local government approves a development pursuant to
30 this section, that approval shall remain valid for three years from
31 the date of the final action establishing that approval and shall
32 remain valid thereafter for a project so long as vertical construction
33 of the development has begun and is in progress. Additionally, the
34 development proponent may request, and the local government
35 shall have discretion to grant, an additional one-year extension to
36 the original three-year period. The local government’s action and
37 discretion in determining whether to grant the foregoing extension
38 shall be limited to considerations and processes set forth in this
39 section.

1 (g) (1) (A) A development proponent may request a
2 modification to a development that has been approved under the
3 streamlined, ministerial approval process provided in subdivision
4 (b) if that request is submitted to the local government before the
5 issuance of the final building permit required for construction of
6 the development.

7 (B) Except as provided in paragraph (3), the local government
8 shall approve a modification if it determines that the modification
9 is consistent with the objective planning standards specified in
10 subdivision (a) that were in effect when the original development
11 application was first submitted.

12 (C) The local government shall evaluate any modifications
13 requested pursuant to this subdivision for consistency with the
14 objective planning standards using the same assumptions and
15 analytical methodology that the local government originally used
16 to assess consistency for the development that was approved for
17 streamlined, ministerial approval pursuant to subdivision (b).

18 (D) A guideline that was adopted or amended by the department
19 pursuant to subdivision (j) after a development was approved
20 through the streamlined ministerial approval process described in
21 subdivision (b) shall not be used as a basis to deny proposed
22 modifications.

23 (2) Upon receipt of the developmental proponent's application
24 requesting a modification, the local government shall determine
25 if the requested modification is consistent with the objective
26 planning standard and either approve or deny the modification
27 request within 60 days after submission of the modification, or
28 within 90 days if design review is required.

29 (3) Notwithstanding paragraph (1), the local government may
30 apply objective planning standards adopted after the development
31 application was first submitted to the requested modification in
32 any of the following instances:

33 (A) The development is revised such that the total number of
34 residential units or total square footage of construction changes
35 by 15 percent or more.

36 (B) The development is revised such that the total number of
37 residential units or total square footage of construction changes
38 by 5 percent or more and it is necessary to subject the development
39 to an objective standard beyond those in effect when the
40 development application was submitted in order to mitigate or

1 avoid a specific, adverse impact, as that term is defined in
2 subparagraph (A) of paragraph (1) of subdivision (j) of Section
3 65589.5, upon the public health or safety and there is no feasible
4 alternative method to satisfactorily mitigate or avoid the adverse
5 impact.

6 (C) Objective building standards contained in the California
7 Building Standards Code (Title 24 of the California Code of
8 Regulations), including, but not limited to, ~~building~~ *building*,
9 plumbing, electrical, fire, and grading codes, may be applied to
10 all modifications.

11 (4) The local government's review of a modification request
12 pursuant to this subdivision shall be strictly limited to determining
13 whether the modification, including any modification to previously
14 approved density bonus concessions or waivers, modify the
15 development's consistency with the objective planning standards
16 and shall not reconsider prior determinations that are not affected
17 by the modification.

18 (h) (1) A local government shall not adopt or impose any
19 requirement, including, but not limited to, increased fees or
20 inclusionary housing requirements, that applies to a project solely
21 or partially on the basis that the project is eligible to receive
22 ministerial or streamlined approval pursuant to this section.

23 (2) A local government shall issue a subsequent permit required
24 for a development approved under this section if the application
25 substantially complies with the development as it was approved
26 pursuant to subdivision (c). Upon receipt of an application for a
27 subsequent permit, the local government shall process the permit
28 without unreasonable delay and shall not impose any procedure
29 or requirement that is not imposed on projects that are not approved
30 pursuant to this section. Issuance of subsequent permits shall
31 implement the approved development, and review of the permit
32 application shall not inhibit, chill, or preclude the development.
33 For purposes of this paragraph, a "subsequent permit" means a
34 permit required subsequent to receiving approval under subdivision
35 (c), and includes, but is not limited to, demolition, grading,
36 encroachment, and building permits and final maps, if necessary.

37 (3) (A) If a public improvement is necessary to implement a
38 development that is subject to the streamlined, ministerial approval
39 pursuant to this section, including, but not limited to, a bicycle
40 lane, sidewalk or walkway, public transit stop, driveway, street

1 paving or overlay, a curb or gutter, a modified intersection, a street
2 sign or street light, landscape or hardscape, an above-ground or
3 underground utility connection, a water line, fire hydrant, storm
4 or sanitary sewer connection, retaining wall, and any related work,
5 and that public improvement is located on land owned by the local
6 government, to the extent that the public improvement requires
7 approval from the local government, the local government shall
8 not exercise its discretion over any approval relating to the public
9 improvement in a manner that would inhibit, chill, or preclude the
10 development.

11 (B) If an application for a public improvement described in
12 subparagraph (A) is submitted to a local government, the local
13 government shall do all of the following:

14 (i) Consider the application based upon any objective standards
15 specified in any state or local laws that were in effect when the
16 original development application was submitted.

17 (ii) Conduct its review and approval in the same manner as it
18 would evaluate the public improvement if required by a project
19 that is not eligible to receive ministerial or streamlined approval
20 pursuant to this section.

21 (C) If an application for a public improvement described in
22 subparagraph (A) is submitted to a local government, the local
23 government shall not do either of the following:

24 (i) Adopt or impose any requirement that applies to a project
25 solely or partially on the basis that the project is eligible to receive
26 ministerial or streamlined approval pursuant to this section.

27 (ii) Unreasonably delay in its consideration, review, or approval
28 of the application.

29 (i) (1) This section shall not affect a development proponent's
30 ability to use any alternative streamlined by right permit processing
31 adopted by a local government, including the provisions of
32 subdivision (i) of Section 65583.2.

33 (2) This section shall not prevent a development from also
34 qualifying as a housing development project entitled to the
35 protections of Section 65589.5. This paragraph does not constitute
36 a change in, but is declaratory of, existing law.

37 (j) The California Environmental Quality Act (Division 13
38 (commencing with Section 21000) of the Public Resources Code)
39 does not apply to actions taken by a state agency, local government,
40 or the San Francisco Bay Area Rapid Transit District to:

1 (1) Lease, convey, or encumber land owned by the local
2 government or the San Francisco Bay Area Rapid Transit District
3 or to facilitate the lease, conveyance, or encumbrance of land
4 owned by the local government, or for the lease of land owned by
5 the San Francisco Bay Area Rapid Transit District in association
6 with an eligible TOD project, as defined pursuant to Section
7 29010.1 of the Public Utilities Code, nor to any decisions
8 associated with that lease, or to provide financial assistance to a
9 development that receives streamlined approval pursuant to this
10 section that is to be used for housing for persons and families of
11 very low, low, or moderate income, as defined in Section 50093
12 of the Health and Safety Code.

13 (2) Approve improvements located on land owned by the local
14 government or the San Francisco Bay Area Rapid Transit District
15 that are necessary to implement a development that receives
16 streamlined approval pursuant to this section that is to be used for
17 housing for persons and families of very low, low, or moderate
18 income, as defined in Section 50093 of the Health and Safety Code.

19 (k) For purposes of this section, the following terms have the
20 following meanings:

21 (1) “Affordable housing cost” has the same meaning as set forth
22 in Section 50052.5 of the Health and Safety Code.

23 (2) “Affordable rent” has the same meaning as set forth in
24 Section 50053 of the Health and Safety Code.

25 (3) “Department” means the Department of Housing and
26 Community Development.

27 (4) “Development proponent” means the developer who submits
28 an application for streamlined approval pursuant to this section.

29 (5) “Completed entitlements” means a housing development
30 that has received all the required land use approvals or entitlements
31 necessary for the issuance of a building permit.

32 (6) “Locality” or “local government” means a city, including a
33 charter city, a county, including a charter county, or a city and
34 county, including a charter city and county.

35 (7) “Moderate income housing units” means housing units with
36 an affordable housing cost or affordable rent for persons and
37 families of moderate income, as that term is defined in Section
38 50093 of the Health and Safety Code.

1 (8) “Production report” means the information reported pursuant
2 to subparagraph (H) of paragraph (2) of subdivision (a) of Section
3 65400.

4 (9) “State agency” includes every state office, officer,
5 department, division, bureau, board, and commission, but does not
6 include the California State University or the University of
7 California.

8 (10) “Subsidized” means units that are price or rent restricted
9 such that the units are affordable to households meeting the
10 definitions of very low and lower income, as defined in Sections
11 50079.5 and 50105 of the Health and Safety Code.

12 (11) “Reporting period” means either of the following:

13 (A) The first half of the regional housing needs assessment
14 cycle.

15 (B) The last half of the regional housing needs assessment cycle.

16 (12) “Urban uses” means any current or former residential,
17 commercial, public institutional, transit or transportation passenger
18 facility, or retail use, or any combination of those uses.

19 (l) The department may review, adopt, amend, and repeal
20 guidelines to implement uniform standards or criteria that
21 supplement or clarify the terms, references, or standards set forth
22 in this section. Any guidelines or terms adopted pursuant to this
23 subdivision shall not be subject to Chapter 3.5 (commencing with
24 Section 11340) of Part 1 of Division 3 of Title 2 of the Government
25 Code.

26 (m) The determination of whether an application for a
27 development is subject to the streamlined ministerial approval
28 process provided by subdivision (c) is not a “project” as defined
29 in Section 21065 of the Public Resources Code.

30 (n) It is the policy of the state that this section be interpreted
31 and implemented in a manner to afford the fullest possible weight
32 to the interest of, and the approval and provision of, increased
33 housing supply.

34 (o) This section shall remain in effect only until January 1, 2026,
35 and as of that date is repealed.

36 SEC. 3. No reimbursement is required by this act pursuant to
37 Section 6 of Article XIII B of the California Constitution because
38 a local agency or school district has the authority to levy service
39 charges, fees, or assessments sufficient to pay for the program or
40 level of service mandated by this act or because costs that may be

1 incurred by a local agency or school district will be incurred
2 because this act creates a new crime or infraction, eliminates a
3 crime or infraction, or changes the penalty for a crime or infraction,
4 within the meaning of Section 17556 of the Government Code, or
5 changes the definition of a crime within the meaning of Section 6
6 of Article XIII B of the California Constitution.

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