RESOLUTION NO.

2	WHEREAS, the City of Austin has encouraged transit-oriented
3	development (TOD) since 2005, to create attractive, walkable, and sustainable
4	development patterns around high-capacity transit that maximizes Capital Metro's
5	system ridership and offers Austin residents abundant housing choices and
6	convenient access to jobs, services, and diverse amenities; and
7	WHEREAS, the City of Austin's Transit Oriented Development (TOD)
8	Ordinance No. 20050519-008 (the "TOD Ordinance") established a two-phase
9	process for identifying the location, boundaries, and implementation of a TOD in
10	City Code (the "TOD Process"); and
11	WHEREAS, Phase I identifies TOD district locations and boundaries and
12	applies as an overlay interim City Code regulations affecting issues such as land
13	use, parking, and building setbacks to the properties within the TOD district
14	boundaries; and
15	WHEREAS, Phase II involves development of a Station Area Plan and
16	accompanying Regulating Plan through the Neighborhood Planning Process and
17	replaces the interim regulations with land use regulations specific to the properties
18	within the TOD boundaries; and
19	WHEREAS, the TOD Ordinance was codified in the Land Development
20	Code, Chapter 25-2, Subchapter C, Article 3, Division 10 and Appendix D, and
21	participation in the preparation of Station Area Plan and accompanying Regulating
22	Plans by neighborhood plan contact teams, neighborhood organizations, business
23	owners, property owners, and other affected persons is specified in City Code
24	Section 25-2-766.21; and

25	WHEREAS, the TOD Ordinance established districts around selected stops
26	along the Capital Metro MetroRail and Park & Ride locations, linking Capital
27	Metro's MetroRapid Bus Transit; and these locations are as follows:
28	Original TOD Districts established in 2005:
29	The Northwest Park & Ride
30	North IH-35 Park & Ride
31	Lamar Blvd./Justin Lane
32	• MLK Jr. Blvd
33	Plaza Saltillo
34	The Convention Center; and
35	additional TOD Districts added by amendments in 2006 (Boundaries TBD):
36	• Oak Hill (Ordinance No. 20060309-057)
37	• South IH-35 Park & Ride (Ordinance No. 20061005-052)
38	• Highland Mall (Ordinance No. 20061005-052); and
39	WHEREAS, to date, three of the TODs have gone through both Phase I and
40	Phase II of the TOD Process and have adopted Station Area Plans and
41	accompanying Regulating Plans; and these TODs include:
42	Plaza Saltillo TOD
43	• MLK TOD
44	• Lamar/Justin TOD; and
45	WHEREAS, City policies, processes, and City Code sections related to
46	TODs may need to be updated to accommodate Project Connect investments, the

47	recommendations from the studies, and reflect population growth to meet housing
48	demands and maintain an accessible housing market; and
49	WHEREAS, the 2012 Imagine Austin Comprehensive Plan envisions a
50	compact and connected city that encapsulates household affordability,
51	environmental protection, and complete communities, with easier, greener,
52	healthier transportation options linking residents to jobs, arts and culture, parks,
53	schools, health care, shopping, and other destinations; and
54	WHEREAS, the 2017 Austin Strategic Housing Blueprint established a goa
55	of building 135,000 new housing units and preserving 10,000 affordable units over
56	a ten-year period, and recommends allowing affordable options in all parts of town
57	as well as helping Austinites reduce household costs by encouraging housing
58	developments and the preservation of affordable housing that connect with diverse
59	transportation options; and
60	WHEREAS, the 2019 Austin Strategic Mobility Plan sets a goal to have 50
61	percent of commuters utilize modes other than single-occupant vehicles by 2039,
62	including 25 percent of commuters taking transit, biking, or walking to work; and
63	WHEREAS, transportation in the form of cars, buses, and trucks accounts
64	for more than a third of the region's carbon footprint, and the 2014 Austin
65	Community Climate Action Plan calls for the city to reach net-zero community-
66	wide greenhouse gas emissions by 2050; and
67	WHEREAS, encouraging development around Austin's transit network
68	promotes safer, more environmentally sustainable transportation options that
69	reduce household costs associated with car ownership and as the Austin Strategic
70	Housing Blueprint states, "when developing in transit corridors and nodes, every

/1	attempt should be made to ensure that development does not reduce transit
72	ridership;" and
73	WHEREAS, the Austin Strategic Housing Blueprint states further that a
74	"common pattern is that as transit is added, housing becomes more expensive.
75	Wealthier residents move into the neighborhood, often pricing out existing core
76	transit riders, while vehicle ownership becomes more common and transit ridership
77	is actually reduced despite increases in density. Policies should encourage the
78	preservation of affordable housing near transit corridors; and
79	WHEREAS, a study commissioned by the US Department of
80	Transportation determined that by 2025, 14.6 million households will demand
81	homes within walking distance to public transit and rail systems; and
82	WHEREAS, the City's currently adopted station area plans for TOD
83	districts exist along the commuter rail line; and
84	WHEREAS, in 2020, Austin voters approved the initial investment in
85	Project Connect, a citywide high-capacity transit plan that includes two new light
86	rail lines (Orange and Blue Lines), a new commuter rail line (Green Line),
87	expanded regional rail (Red Line), four new MetroRapid routes (Gold Line, Expo
88	Center, Pleasant Valley, Burnet/Oak Hill/Menchaca), three new MetroExpress
89	regional routes (Four Points, Oak Hill, South MoPac), the full electrification of
90	Capital Metro's fleet, and a historic \$300,000,000 investment in financing tools
91	and other anti-displacement strategies related to the implementation of Project
92	Connect; and the acquisition of real property related to the Project Connect anti-
93	displacement strategies; and
94	WHEREAS, in 2018, Council approved Resolution No. 20180308-010,
95	which directed the creation of a "right to return / right to stay" policy to grant

96	prioritization for affordable housing and other resources to households with
97	generational ties to Austin; and
98	WHEREAS, through Project Connect, certain corridors will have bus
99	service frequencies and ridership comparable to rail lines in many cities; and
100	WHEREAS, a 2010 study published by the University of California
101	Transportation Center, determined that frequent all day bus service requires
102	approximately 17 residents and jobs per gross acre, and light-rail systems need 56
103	residents and jobs per gross acre to achieve and sustain the high ridership and
104	productivity needed for a cost effective transit system; and
105	WHEREAS, Capital Metro was awarded a \$600,000 grant from the Federal
106	Transit Administration to complete TOD study along the Green Line between
107	Austin and Manor in 2018, and the city has provided coordination and support to
108	that effort which resulted in a Green Line TOD Study in 2020; and
109	WHEREAS, Capital Metro's Green Line TOD Study was accompanied by a
110	review of existing regulations to determine if they support and advance the goals of
111	the Green Line TOD Study and the review identified opportunities to improve the
112	production of meaningful, equitable, transit-oriented development and anti-
113	displacement strategies; and
114	WHEREAS Capital Metro was awarded a \$900,000 grant from the Federal
115	Transit Administration (FTA) to complete an Equitable Transit Oriented
116	Development (eTOD) study along the entire Blue Line and the northern segment of
117	the Orange Line ("eTOD Study") in order to support transit-oriented development
118	and anti-displacement efforts for Project Connect; and
119	WHEREAS, Capital Metro intends to apply for additional grant
120	opportunities from the FTA to complete eTOD studies for the southern section of

121	the Orange Line, and potentially other sections of Project Connect rail, commuter,
122	and MetroRapid corridors; and
123	WHEREAS, the current and potential future eTOD studies will yield data-
124	and community-informed, context-sensitive policy and land-use recommendations,
125	and will be used by Capital Metro to update the agency's TOD Tool Kit used for
126	both rail and bus services; and
127	WHEREAS, the City is a key participating agency and partner, supporting
128	the Green Line TOD Study and the eTOD Study; and
129	WHEREAS, the City policies processes, and code sections related to TOD
130	may be further improved to promote affordability in communities for both
131	residents and small businesses; and
132	WHEREAS, equitable transportation practices integrate transit into
133	walkable, accessible, livable, and affordable land use practices to enhance healthy
134	living within low-income communities and communities of color; and
135	WHEREAS, Capital Metro's Project Connect presents the opportunity to
136	create thoughtful, equitable transit-oriented development; and
137	WHEREAS, eTOD is development that enables all people regardless of
138	income, race, ethnicity, age, gender, immigration status or ability to experience the
139	benefits of dense, mixed-use, pedestrian-oriented development near transit hubs;
140	and
141	WHEREAS, eTOD elevates and prioritizes investments and policies that
142	close socioeconomic gaps; and
143	WHEREAS, when centered on racial inclusion and community wealth
144	building, eTOD can be a driver of positive transformation for more vibrant,

prosperous, and resilient neighborhoods connected to opportunities throughout the city; **NOW**, **THEREFORE**,

BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF AUSTIN:

The City Council directs the City Manager to contribute actively to the ongoing studies, in partnership with Capital Metro, to help ensure the study outcomes serve as a guide for revising the City's existing TOD process and station area plans, as well as providing recommendations to initiate relevant land use amendments in the eTOD Study area, areas designated as TODs, and high capacity transit areas and along the Metrorapid, Metrorail, and light rail lines include in the Project Connect initial investment.

BE IT FURTHER RESOLVED:

The results of the studies and additional analysis shall inform the creation of a citywide eTOD Policy Plan to update the City's existing ordinances and processes, which shall be presented to Council for consideration and adoption. The eTOD Policy Plan should be an action-oriented policy document, providing options for reconciling and updating the City's various TOD-related City Code provisions, policies, action items, and plans. The eTOD Policy Plan shall serve to both measure the success of the City's policies to encourage development and preservation of income-restricted and non-income restricted affordable housing (both multi-family and mobile homes) near transit corridors and in areas currently designated as TODs, and to explore opportunities to further support transit, affordable housing, and equitable development through transit-oriented development.

BE IT FURTHER RESOLVED:

The City Manager is directed, in coordination with Capital Metro, to include in the eTOD Policy Plan proposed tiers for eTOD designation and a proposed implementation timeline. The eTOD Policy Plan shall include context-sensitive criteria for designating such tiers on high-capacity transit areas, including type of transit service, street level, likelihood that the transit service may change, existing uses, risk of displacement, and any other appropriate criteria that will help meet the goals of this Resolution. Such tiers may include recommendations of not designating certain areas as eTOD, or providing recommendations related to transit-supportive land use that do not include zoning an area as TOD and/or eTOD. All such recommendations must prioritize affordability, increasing transit ridership, and displacement prevention.

BE IT FURTHER RESOLVED:

The eTOD Policy Plan should provide recommendations on how to achieve the following goals:

a. Identify methods to address potential displacement of residents, small businesses, cultural institutions, and community organizations from transit-induced pressures, advance transit opportunities to existing communities, and ensure that housing near transit remains available to as many people as possible, including but not limited to, identifying methods for land banking around high-capacity transit and station areas, the acquisition of occupied affordable multifamily and mobile home communities near station areas and high-capacity transit, and other best practices for robust affordable housing creation and preservation;

b. Encourage the <u>preservation and creation of income-restricted and non-income restricted affordable multi-family housing and mobile home communities and the creation of diverse housing options near transit that is accessible at every income level, accommodates all ages, and prioritizes affordable housing;
</u>

- c. Incentivize housing options for families of many sizes and various income levels around station areas and high-capacity transit, disincentivize the redevelopment of income-restricted and naturally occurring non-income restricted affordable multi-family housing and mobile home communities around station areas vulnerable to gentrification and displacement, provides social and economic opportunity for current and future residents, and increases access to employment, health and educational centers;
- d. Encourage a variety of housing choices near transit facilities to accommodate a wide range of ages, incomes, and access accommodations needed for people with disabilities;
- e. Provide Options for entitlements that increase housing capacity while minimizing the displacement of residents of income-restricted and non-income restricted affordable multi-family housing and mobile home communities and maximizeing affordable housing opportunities to further the Austin Strategic Housing Blueprint Goals;
- f. Explore additional opportunities for funding affordable housing such as tax increment financing, and propose options for minimizing the displacement of residents of income-restricted and market-rate affordable multi-family housing and mobile home communities;

218 g. Identify methods to preserve and maintain the affordable rental and purchase rates of units in existing income-restricted and market-rate 219 affordable multi-family housing and mobile home communities; 220 h. Encourage and incentivize the development of flexible, affordable 221 222 commercial space to ensure local businesses, nonprofits, and creative 223 organizations can remain in their communities; i. Promote sustainable economic activity that supports the immediate area 224 and the city as a whole; 225 j. Promote equitable planning efforts, centering racial and economic equity, 226 in all aspects of the policy, including surveying opportunities for future 227 228 equity assessments; k. Provide opportunities for enacting right to stay and right to return 229 policies; 230 1. Recognize that all TODs have their own circumstances and are not the 231 same; each TOD is located within its own unique context and serves a 232 specific purpose in the larger context; each TOD's specific development 233 typologies are currently based on Station Area Plans and accompanying 234 235 Regulating Plans developed through the City Code's planning processes; m. Explore the possibility of creating different development typologies that 236 respond to local market and community conditions; 237 238 n. Disincentivize the use of single-occupancy vehicles through travel demand management and responsible land use practices that support the 239 240 multimodal transportation context, such as unbundled parking, eliminating parking requirements, and/or establishing parking 241 maximums: 242

o. Promote development strategies that focus on accommodating 243 pedestrians, including people with disabilities, without excluding people 244 traveling by vehicle. 245 p. Consider creative parking strategies to allow the accommodation of 246 vehicles without dividing a site such that parking is the dominating 247 design factor; 248 q. Support future expansion plans of the existing street network and Project 249 Connect while providing enhanced walkable connections to and within 250 surrounding neighborhoods; 251 r. Create compact development with sufficient density to support transit 252 ridership located within walking distance of transit stops; 253 s. Encourage active and livable places that serve our daily needs and 254 provide people with a sense of belonging and ownership within their 255 community; 256 t. Seek to incorporate retail into development, if viable at a particular 257 location, ideally drawing customers from within the TOD and from major 258 streets: 259 u. Strive to make TODs realistic yet economically viable and valuable from 260 a diversity of perspectives (city, transit agency, developer, resident, 261 employer); 262 v. Identify methods to support Project Connect investments through 263 264 development; w. Align policies with the Project Connect equity, anti-displacement, and 265 Community Advisory Committee processes and recommendations, 266 including the process for developing neighborhood level strategies that 267

will guide anti-displacement funding as required by the Contract with the 268 Voters (Resolution No. 20200807-003); 269 270 x. Provide a process to work with Capital Metro during land acquisition to consider how potential excess or surplus property after construction may 271 be used for eTODs, as well as the dedication of proceeds from the 272 disposition of identified excess right-of-way to provide affordable 273 housing; 274 y. Provide recommendations on potential amendments to streamline and 275 simplify City Code to incentivize eTOD projects; 276 z. Facilitates effective coordination of City plans and programs between 277 Capital Metro, City departments, and community stakeholders, including 278 complying with the Contract with the Voters (Resolution No. 20200807-279 003); 280 aa. Consider compatibility and connectivity with surrounding 281 282 neighborhoods; bb. Include engaging, high quality public spaces, such as small parks or 283 plazas, as organizing features and gathering places for the neighborhood; 284 cc. Prioritize multifunctional designs on publicly owned land to support 285 maximum delivery of community benefits; and 286 dd. Additional strategies for Council consideration that may further the 287 objectives of this resolution in high-capacity transit areas and areas the 288 Council designates as TODs and develops station-area plans and 289 accompanying regulating plans. 290 **BE IT FURTHER RESOLVED:** 291

The City Manager is directed to participate in and support the eTOD Study's community engagement efforts and create additional opportunities for citywide community engagement, as necessary and in partnership with Capital Metro. Community engagement shall include a sufficient public comment period, and, where applicable, aligned with the process for developing neighborhood-level strategies that will guide anti-displacement funding as required by the Contract with the Voters (Resolution No. 20200807-003), to ensure impacted people and stakeholder groups are included. Community engagement results shall be shared to further inform the study recommendations and proposed eTOD Policy Plan, areas proposed for TOD designation, and station area planning.

BE IT FURTHER RESOLVED:

The City Manager is directed, in coordination with Capital Metro, to research and provide recommendations regarding the use of Community Benefits Agreements in TOD projects as well as other mechanisms to codify community benefits negotiated through a TOD planning process.

BE IT FURTHER RESOLVED:

The City Manager shall develop and publish the eTOD Policy Plan within 14 months of the passage of this resolution, with an update on progress and preliminary recommendations for early adoption presented to Council at 6 months.

BE IT FURTHER RESOLVED:

The City Manager is directed to bring forward an FY 2022 baseline budget that includes resources necessary to support both the City's coordination with the ongoing study and the development of the eTOD Policy Plan, and relevant land use planning and community engagement processes. This may include hiring additional staff, a consultant to assist in the development of the potential eTOD

Policy Plan, a consultant to assist with community engagement, or other elements 317 318 of this resolution. **BE IT FURTHER RESOLVED:** 319 The City Manager shall bring forward for Council consideration during the 320 FY 2022 budget adoption process the necessary action to initiate the station area 321 and regulating planning processes and designation as a TOD for the highest 322 priority areas along the Project Connect light rail, commuter, and MetroRapid 323 corridors. In proposing these areas, the City Manager shall coordinate with Capital 324 325 Metro to align with the Project Connect implementation schedule and prioritize areas such that station area and regulating plan processes can be completed with 326 the Project Connect implementation processes. 327 328 , 2021 329 **ADOPTED: ATTEST:** Jannette S. Goodall 330 City Clerk 331