- 1 AN ORDINANCE TO AMEND THE CODE OF SUSSEX COUNTY,
- 2 CHAPTER 72, ARTICLE II, SECTIONS 72-16 THROUGH 72-28
- 3 AND CHAPTER 115, ARTICLE IV, V, VI, VII AND VIII
- 4 SECTIONS 115-20, 115-25, 115-29, 115-34, 115-37, 115-42, 115-45,
- 5 115-50, 115-53 AND 115-58 REGARDING AFFORDABLY PRICED
- 6 RENTAL UNITS AND THE SUSSEX COUNTY RENTAL UNIT
- 7 (SCRP) PROGRAM.

9 WHEREAS, Sussex County Council has adopted the 2018 10 Comprehensive Development Plan (the "Plan"); and

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- WHEREAS, The Housing Element of the Plan contains the following
- "Housing Vision": To ensure the provision of decent, safe, affordable and
- safe housing opportunities to improve communities and quality of life for
- the residents of Sussex County; and

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- 17 WHEREAS, The Housing Element of the Plan recognizes that an influx
- of new residents in Sussex County has fueled prosperity in the County's
- real estate market, hospitality industry, and related economic sectors, yet
- 20 most housing, particularly on the eastern side of the County, is new and
- often unaffordable to low-income families, seasonal employees, entry-
- level workers, or recent college graduates; and

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- 24 WHEREAS, The Housing Element of the Plan recognizes that "the
- shortage of affordable housing remains a very real problem for low to
- 26 moderate-income households in Sussex County, including many with
- full-time, year-round jobs; and

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- 29 WHEREAS, Goal 8.2 of the Housing Element within the Plan states that
- 30 Sussex County should "Ensure that a diversity of housing opportunities
- are available to meet the needs of residents of different ages, income
- levels, abilities, national origins and household configurations"; and

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- WHEREAS, Objective 8.2.1 and Strategy 8.2.1.1 of the Housing Element
- within the Plan states that Sussex County will "Affirmatively further
- affordable and fair housing opportunities in the County to accommodate
- the needs of all residents" and in so doing "improve the County's SCRP
- and MPHU Programs to provide incentives to properly reflect the housing
- market and incentivize developers to participate in the provision of
- 40 affordable housing"; and

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- WHEREAS, Strategy 8.2.1.3 of the Housing Element within the Plan
- states that Sussex County should "explore ways for private developers to
- 44 provide multi-family and affordable housing opportunities; and

WHEREAS, Objective 8.2.3 and Strategies 8.2.3.1, 8.2.3.2 and 8.2.3.6 of 46 the Housing Element within the Plan state that Sussex County should 47 "facilitate and promote land use policies that enable an increase in the 48 supply of affordable housing in areas with adequate infrastructure" by 49 "increasing affordable housing options, including the supply of rental 50 units, near employment opportunities"; by reviewing "County code to 51 determine if there are regulatory barriers to development of affordable 52 housing"; and by "revisiting [the] zoning code to determine in districts 53 where multifamily housing is currently a conditional use, if it should be 54 made a permitted use if water and sewer are already present and available 55 on the site"; and 56

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WHEREAS, Strategy 8.3.1.1. of the Housing Element within the Plan states that Sussex County should "evaluate current County code on an ongoing basis to determine if any regulatory barriers exist that impede the development of multi-family and affordable housing"; and

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WHEREAS, this Ordinance is in furtherance of these Goals, Objectives and Strategies as set forth in the of the Housing Element within the Plan; and

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WHEREAS, Sussex County Council commissioned a study of Housing Opportunities and Market Evaluation to evaluate and recommend strategies and policies designed to promote housing choice and economic vitality for Sussex County's residents and workforce; and

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WHEREAS, in November of 2019, LSA, the housing consultant retained by Sussex County Council, issued its Final Report on "Housing Opportunities and Market Evaluation" following an eight-month initiative that included input from residents, homebuilders, developers, housing advocates, County staff, County Council and Planning Commissioners ("the LSA Report"); and

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WHEREAS, one of the primary Strategy Recommendations included in the LSA Report was a recommendation to "Modify the Zoning Code to promote housing affordability in the Growth Areas identified in the Comprehensive Plan, including the allowance for a maximum density of 12 units per acre "by-right" where affordable housing units are provided; and

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WHEREAS, this Ordinance carries out the Goals, Objectives and Strategies of the Sussex County Comprehensive Plan and the LSA Report; and

- 90 WHEREAS, Sussex County Council, with the assistance of the Office of
- 91 Community Development and Housing, has determined that the current
- 92 Sussex County Rental Unit program contained in Chapter 72 of the Code
- of Sussex County requires an update based upon lessons learned in the
- implementation and application of that Chapter to the single rental project
- in Sussex County that has utilized the Program; and

- 97 WHEREAS, Sussex County Council, with the assistance of the Office of
- Ommunity Development and Housing, has determined that the current
- 99 Sussex County Rental Unit program contained in Chapter 72 of the Code
- of Sussex County should be revised to attract more affordable housing
- developments within Sussex County; and

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- WHEREAS, it has been determined that this Ordinance promotes and
- protects the health, safety, convenience, orderly growth and welfare of
- the inhabitants of Sussex County.

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107 NOW, THEREFORE, THE COUNTY OF SUSSEX HEREBY

108 **ORDAINS**:

- 110 Section 1. The Code of Sussex County, Chapter 72, Article II, §72-16
- through 72-28 is hereby amended by deleting the language in
- brackets and inserting the italicized and underlined language as
- 113 follows:

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115 § 72-16 Intent.

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- 117 This chapter seeks to better protect the health, safety and welfare of
- Sussex County's residents and workforce by stimulating the provision of
- affordable rental housing for residents with low and moderate incomes
- and is hereafter known as the "Sussex County Rental Program" or
- "SCRP" or "program.

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§ 72-17 Governmental findings.

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- The Sussex County Council hereby finds that a shortage exists within the
- 126 County for housing for residents with low and moderate incomes.
- 127 Specifically, the Council finds that:

- A. It is well known that Sussex County rents have inflated far beyond
- the ability of an average wage earner to pay. It is also known that
- federal rental assistance programs, such as the state-administered
- Public Housing and Section 8 Housing Choice Voucher
- Programs, are unable to completely satisfy the need for affordable
- rental housing.

B. Council finds that new development is not adequately addressing the rental housing needs of the County's low- and moderateincome residents and workforce. Without influencing this trend, local employers will have a difficult time maintaining an ample workforce.

C. Without an adequate supply of affordable rental housing in close proximity to employment and Town Centers, the County's workforce must commute a great distance for work. Not only do long commutes have a negative effect on the environment and transportation, but commuting also comes with high fuel expenses.

D. Given the proper incentives, the private sector possesses the necessary resources and expertise to provide the type of affordable rental housing needed in Sussex County.

# § 72-18 Declaration of public policy.

The Sussex County Council hereby declares it to be the public policy of the County to:

A. Encourage the creation of a full range of housing choices, conveniently located in suitable living environments, for all incomes, ages and family sizes.

B. Encourage the production of affordable rental units to meet the existing and anticipated future employment needs in the County.

C. Assure that affordable rental units are dispersed throughout the County consistent with the Comprehensive Plan.

D. Encourage developments in Growth Areas as defined within the County's most current comprehensive plan and Areas of Opportunity as defined by the Delaware State Housing Authority to include [a minimum percentage of] affordable rental units on public water and sewer systems.

E. Provide incentives for developers to construct affordable rental units through tools such as the density incentive and expedited review (defined below).

# § 72-19 Definitions.

The following words and phrases have the following meanings:

### APPLICANT

Any person, firm, partnership, association, joint venture, corporation, or other entity or combination of entities owning or controlling via contract qualifying land (defined below) and any transferee or successor in interest of all or part of the qualifying land pursuing the development of affordable rental housing under the SCRP that:

- A. Submits to the County for approval or extension of approval a plan of housing development for any type of site plan review, subdivision plan or development approval (hereinafter, a "site plan") that provides for the development of affordable rental units on qualifying land in one or more subdivisions, parts of subdivisions, resubdivisions, multi-family townhouse developments or phases of development under the terms and conditions as set forth in this article.
- B. With respect to land in zones not subject to subdivision approval or site plan review, applies for building permits for the construction of affordable rental units on qualifying land under the terms and conditions as set forth in this article.

### AREA MEDIAN INCOME

The midpoint family income for Sussex County, calculated each year by the U.S. Department of Housing and Urban Development (HUD), adjusted for household size.

#### 206 AT ONE LOCATION

- All land of the [a] Applicant if:
- A. The property lines are contiguous; or
- B. The property lines are separated only by a public or private right-ofway at any point; or
- C. The property lines are separated only by other land of the [a]Applicant and not subject to this section at the time of the submission of an application or development plan by the [a]Applicant.

# [CERTIFICATE OF ELIGIBILITY

A certificate valid for a period of time, which is issued to eligible tenants by the landlord (defined below) and supplied to the Department (defined below) as further set forth within this article. This certificate must be issued before a tenant will be permitted to sign a lease agreement.]

### [CONTROL PERIOD

The time a SCRP unit is subject to rental controls and occupancy requirements. The control period is 30 years and begins on the date of lease (defined below).]

### DATE OF LEASE

The date of the initial lease agreement signing of an approved [e]E[igible] [t] Tenant for a SCRP [u] Unit.

### **DENSITY INCENTIVE**

[Any increase in density pursuant to § 72-21 that allows a residential development to achieve a density greater than would have been possible under the applicable provisions of current and future zoning ordinances and the County subdivision regulations then in effect.] The density permitted by §72-21 and as a permitted use for SCRP projects in Chapter 115.

### **DEPARTMENT**

The Sussex County Department of Community Development and Housing or its successors.

## DEPARTMENT-DESIGNATED ENTITY (DDE)

Any agency, authority or political subdivision of the State of Delaware or any other public housing development agency or nonprofit housing corporation, land trust or similar entity designated by the Department and approved by the County Administrator.

#### DIRECTOR

The head of the Department of Community Development and Housing or head of a DDE, as applicable.

### **DWELLING**

Any building, structure, or portion thereof which is occupied as, or designed or intended for occupancy as, a residence; and any vacant land which is offered for sale or lease for the construction or location thereon of any such building, structure, or portion thereof. "Dwelling" shall not include hotels, motels, motor lodges, boarding and lodging houses, tourist houses, or similar structures.

#### ELIGIBLE INCOME

The levels of income designated by the County Administrator which prohibit or severely limit the financial ability of persons to rent a dwelling unit in Sussex County. Eligible [i]Income is low- to moderate-income, defined as 30% to 80% of the area median income for Sussex County adjusted for household size as defined by the U.S. Department of Housing and Urban Development (HUD).

Income includes gross salary, wages, dividends, interest and all other sources recognized by HUD from the [e]Eligible [t]Tenant and all other adults (age 18 and older) who will occupy the SCRP [u]Unit. Income will be verified by a copy of the filed income tax returns from the previous year and any other personal and financial information requested by the [l]Landlord in order to accurately verify the potential tenant's qualifications and income, which may include, but is not limited to, a credit history report and a criminal background report on the proposed adult tenants, so long as these are requirements for all leases in the housing development.

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#### ELIGIBLE TENANT

- Person(s):
- A. Whose household *income* is within the Eligible Income [is of low or moderate income;].
- [B. Who has been found eligible to participate in the Sussex County Rental Program; and
  - C. Who holds a valid certificate of eligibility from the landlord.]

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#### EXPEDITED REVIEW

A project entering the SCRP will receive priority in the County's planning and zoning process, with the Director of Planning and and the County Administrator to determine [a]Applicant's placement in the list of pending applications. The expedited review is provided to the [a]Applicant to assist the [a] Applicant in managing, to the extent possible, the risk of changes to cost, interest rates, schedule and other factors that the [a]Applicant is taking on by virtue of participation in the SCRP. If an [a] Applicant at any time during processing elects to withdraw from the SCRP. any approvals granted for the development through the date of withdrawal will be vacated and the [a]Applicant will have to resubmit the project through the normal County process. A project receiving expedited review does not exempt the project from the County's planning and zoning process, nor guarantee approval through that process.

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#### FORECLOSURE EVENT

A foreclosure, deed-in-lieu of foreclosure or other court-ordered sale of the rental unit or of the subdivision or development in which the unit is located, subject to rental restrictions continuing in force after foreclosure sale of disposition.

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### LANDLORD

312 313	The owner of the property that contains SCRP [u] <u>U</u> nits or an entity designated by the owner to manage and lease dwelling units.
314 315 316	QUALIFYING LAND All land that:
317	A. Is owned by or under contract to the [a]Applicant; and
318 319 320 321	B. [Is located within a Growth Area as defined within the County's most current comprehensive plan or within an Area of Opportunity as defined by the Delaware State Housing Authority; and] <u>Allows the SCRP Units as a Permitted Use pursuant to Chapter 115.</u>
322 323	[C. Requires the submission and approval of a site plan or, where a site plan is not required, one or more building permits; and
324	D. Is served by a public water and sewer system; and
325	E. Is at one location as defined above.]
326 327 328	SUSSEX COUNTY RENTAL PROGRAM UNIT (SCRP UNIT) A dwelling which is:
329 330 331 332	A. Offered for lease to [e] <i>E</i> ligible [t] <i>T</i> enants through or pursuant to the provisions of this article and any regulations promulgated thereunder by the Department and approved by the County Administrator; or
333 334 335	B. Leased under another government program designated by the County Administrator designed to assist in the construction or occupancy of affordable rental housing.
336 337 338	§ 72-20 Minimum standards of eligibility for tenants.
339	A. Eligible [t] <u>T</u> enants must:
340 341	(1) Have proof of citizenship.
<ul><li>342</li><li>343</li><li>344</li><li>345</li></ul>	(2) Be of [e] <i>E</i> ligible [i] <i>I</i> ncome, as defined in § 72-19 above, and be able to pay the first month's rent and any required security deposit.
346 347 348 349 350	(3) Be employed [and live] in Sussex County for at least one year preceding application to the SCRP. Sussex County employers may seek waivers to this restriction from the Director and County Administrator. Waivers are evaluated on a case-by-case basis and are not guaranteed.
351 352	on a case-by-case basis and are not guaranteed.

- (4) Provide proof that adult tenants have not been convicted of a felony and have a satisfactory credit and criminal history, so long as these are requirements of all leases within the proposed housing development.
- (5) Occupy the SCRP [u]<u>U</u>nit as the tenant's principal residence during the lease period. Each [e]<u>E</u>ligible [t]<u>T</u>enant must certify before taking occupancy that the tenant will occupy the SCRP [u]<u>U</u>nit as the tenant's principal residence. Any tenant who violates occupancy requirements will be subject to eviction procedures.
- B. Where necessary or advisable to achieve the objectives of this chapter or to comply with state or federal housing laws, the Department may propose changes to these standards for approval by the County, including changes to eligibility requirements for tenants as recommended by the Department.

# § 72-21 Density and expedited review incentives.

- A. Density incentive. [Subject to meeting the requirements outlined in § 72-22, a proposed development on qualifying land at one location may receive a density bonus of 20%. The project entering the SCRP with the execution of a SCRP [a]Agreement will be allowed to utilize the density permitted by the zoning district in which the property is located, provided that the total density, including any SCRP density bonus, shall not exceed 12 units per acre.] See Permitted Uses in Chapter 115.
- B. Expedited review. A project entering the SCRP through execution of an SCRP [a] Agreement will receive expedited review, as defined in § 72-19 above, through the County's Planning and Zoning process.
- C. Incentives will only be granted to projects submitted for new development that meet all requirements of this program.
- [D. To the extent necessary, Council shall amend the provisions of the County's Zoning Ordinances as needed to achieve the density incentives and the specific design elements (e.g., minimum lot sizes, setbacks, building heights, parking requirements, etc.) of approved SCRP projects.]

# § 72-22 Minimum standards of eligibility for SCRP developments.

- [A. Applicants must contribute 12.5% of all units to SCRP inventory. In applying and calculating the number of affordable units within a proposed development, any decimal fraction less than or equal to 0.50 may be disregarded, and any decimal fraction greater than 0.50 shall be constructed as one unit. In the case where the total number of units being constructed is four or less, the minimum number of SCRP units must be one unit.
- B.] <u>A.</u> All parcels in the proposed project must be on qualifying land, as defined in § 72-19.
- [C]<u>B</u>. All units contributed as SCRP [u]<u>U</u>nits will remain at the affordable rental rates specified herein [for the remainder of the control period]. SCRP [u]<u>U</u>nits shall never be leased as market-rate units [during the control period], regardless of vacancy, except in accordance with § 72-23N(1).
- D. SCRP [u]<u>U</u>nits must be fully integrated into the communities of which they are a part and shall not be substantially different in external appearance from market-rate units. SCRP [u]<u>U</u>nits shall be equipped with the same basic appliances as the market rate units, such as an oven, refrigerator, dishwasher, and washer and dryer.

# § 72-23 SCRP Agreements.

To participate in the SCRP and secure any incentives provided for herein, an [a]Applicant must execute an SCRP [a]Agreement prepared by the Department and the County Attorney. Each agreement must include, at a minimum, the following information and/or evidence the following agreements and any others deemed necessary by the Department and the County Attorney to properly implement the chapter:

- A. The specific number of SCRP [u]<u>U</u>nits to be constructed in the project. If a final site plan has not been approved when the SCRP [a]<u>A</u>greement is executed, an amendment to the SCRP [a]<u>A</u>greement will be made to incorporate the approved final site plan.
- B. [The schedule pursuant to which the SCRP units will be constructed, marketed, and delivered and explaining the relationship between the delivery of market-rate units and the delivery of SCRP units (i.e., a stated number of SCRP units to be created for each market-rate unit created).] *A description of how the SCRP Units will be marketed and delivered. The SCRP Units*

must be constructed and delivered in equal proportion to non-SCRP Units within the development.

(1) Applicants [should] <u>shall</u> affirmatively market the SCRP [U]<u>U</u>nits to diverse populations, and meet with the surrounding residents early in the development approval process.

C. Any economic risk created by changes, whether within or outside of the [a]<u>A</u>pplicant's control, in development and construction costs, interest rates, processing and construction schedules, permitting and any other factor impacting the [a]<u>A</u>pplicant's costs and development obligations are borne solely by the [a]Applicant.

D. Building permits, performance bonds and letters of credit.

[(1)] No building permits shall be issued in any subdivision or housing development where SCRP [u]<u>U</u>nits are included until the [a]<u>A</u>pplicant executes a valid SCRP [a]<u>A</u>greement which applies to the entire subdivision.

[(2)If an applicant does not build the SCRP units in accordance with the construction schedule along with or before other dwelling units the County Administrator may withhold building permits or call in performance bond or letter of credit from the applicant until the SCRP units contained in the construction schedule are built and contributed to SCRP rental inventory to the satisfaction of the Department.]

E. Be signed by the [a] Applicant and all other parties having an interest in the property whose signatures are required for the effective and binding execution of contracts conveying real property. SCRP [a] Agreements must be executed in a manner that will enable them to be recorded in the land records of the County. [If the applicant is a corporation or limited liability company, the principal officers of the entity must sign the agreements individually and on behalf of the corporation pursuant to a duly adopted resolution.]

F. Partnerships, associations, corporations and other entities may not evade the requirements of the SCRP [a]Agreement through voluntary dissolution, bankruptcy, or the sale or transfer of qualifying land.

G. The SCRP [a] Agreement may only be assigned with the prior written approval of the Department and only if the proposed

assignee demonstrates the financial ability to fulfill all of the [a]Applicant's obligations under the SCRP [a]Agreement.

H. Landlords are responsible for marketing, leasing, and determining tenant eligibility for the SCRP [u]<u>U</u>nits. [A lease agreement shall not be signed unless validated by a certificate of eligibility.] A landlord shall not be permitted to refuse to rent a unit to an [e]<u>E</u>ligible [t]<u>T</u>enant [without providing the Department with just cause, to the Department's satisfaction, for the refusal]. <u>The reasons for a refusal to rent to an Eligible Tenant shall be documented and included in the Annual Audit and Certification required by \$72-28</u>

I. If the [a] Applicant is not also the builder, the relationship between the [a] Applicant and the builder shall be fully disclosed to the Department's satisfaction, as soon as the relationship is established.

J. SCRP [u]<u>U</u>nits must be fully integrated into the communities of which they are a part (not separated geographically from the market rate units and not grouped together) and shall not be substantially different in external appearance from non-SCRP [u]<u>U</u>nits. When the SCRP [u]<u>U</u>nits are a part of a phased development, a proportionate number or percentage of said [u]<u>U</u>nits will be placed within each phase and/or constructed within each housing type appearing in the development. The planning and design of individual SCRP [u]<u>U</u>nits must be consistent with the planning and design of <u>non-SCRP Units (i.e.</u> market-rate units) within a single project.

(1) The ratio of SCRP [u]<u>U</u>nits by type must reflect the ratio by type of market rate units, to the extent feasible. For instance, if a development has 200 two-bedroom dwelling units and 100 one-bedroom dwelling units, the ratio of two-bedroom to one-bedroom SCRP [u]<u>U</u>nits should also be 2:1.

K. [The applicant will execute and record covenants confirming that] *The SCRP Agreement shall be recorded in the Office of the Recorder of Deeds confirming that*:

(1) The covenants <u>contained within it</u> will bind the [a]<u>A</u>pplicant, any assignee, mortgagee, or buyer and all other parties that receive title to the property. In the event the mortgagee acquires the property through a foreclosure or acceptance of deed-in-lieu of foreclosure, the SCRP [a]Agreement

covenants will continue in effect. The covenants must be senior to all instruments securing financing.

(2) In any deed or instrument conveying title by the [a]\$\(\textit{A}\)pplicant, the property shall remain subject to all of the terms and conditions contained in the SCRP [a]\$\(\textit{A}\)greements by the [a]\$\(\textit{A}\)pplicant required under the chapter [during the control period]. The source of the SCRP [a]\$\(\textit{A}\)greements and any deed restrictions related thereto must be included in the public land records so that they are readily identifiable in a routine title search.

L. Where the [a] Applicant is a DDE, agreements will be negotiated between the Department and the DDE so as to be consistent with the mission, strategies, business plans and operating procedures of the DDE and may, with Council approval, deviate from the requirements of this chapter.

M. The SCRP [a] Agreement requires that the [l] Landlord ensure that the SCRP [u] Units are occupied only by tenants whose [monthly] annual income levels do not exceed the eligible income limit, and shall prohibit tenants from subletting or subleasing the [u] Units. [The agreement shall also require the landlord to submit a copy of the initial and all renewal leases to the Director within 30 days of signing the lease.]

(1) In addition, the [l]Landlord must supply the information listed below in a format acceptable to the Director on an annual basis:

(a) The number of SCRP [u]<u>U</u>nits, by bedroom count, that are leased to [e]<u>E</u>ligible [t]<u>T</u>enants and those that are vacant, and the monthly rent charged for each SCRP [u]<u>U</u>nit;

(b) For each SCRP [u]<u>U</u>nit, the tenant's name, household size, and total household income as of the date of the lease, and the effective date of the lease;

(c) A statement that, to the best of the [l]<u>L</u>andlord's information and knowledge, tenants who are leasing the SCRP [u]<u>U</u>nits meet the eligibility criteria[; and

(d) A copy of each new or revised certificate of eligibility obtained since the last annual report].

- (2) The Department shall audit the report and may require such additional information monthly needed to evaluate and accept the annual report.
- N. The tenant must vacate the SCRP [u] Unit if the tenant's household income exceeds 80% of the area median income by 20% at the time of lease renewal. The [a]Applicant must take the necessary action to have the tenant vacate the SCRP [u]Unit within six months of receiving information that the tenant's household income exceeds the [e]Eligible [i]Income limit.
  - (1) Notwithstanding the provisions of § 72-23N above, if the [a]Applicant immediately designates additional an comparable unit as an affordable dwelling unit to be leased under the controlled rental price and requirements of the SCRP program, the tenant of such SCRP [u] Unit referenced in § 72-23N above may continue to lease such [u] Unit at the market value rent.
- O. The Landlord shall comply with the Annual Audit and Certification Requirements of Section 72-28

# § 72-24 SCRP [u] *U*nits.

#### A. Rent.

- (1) Rent shall be established and updated annually by the Department based upon 25% of household income for 50% of the area median income adjusted for household size and unit size and shall not include trash services, parking, water and sewer utilities and any other charges to be paid by the tenant.
- (2) The [e] $\underline{E}$ ligible [t] $\underline{T}$ enant must provide to the [1] $\underline{L}$ andlord income tax returns (and proof of payment of any taxes owed) from the previous year for all members of the household who were required to file such returns. If an [e]Eligible [t]Tenant was not required to file tax returns or if the [1]Landlord believes that information from the previous tax returns is insufficient to determine income, the [1]Landlord is authorized to request such information as it deems necessary to confirm the income levels of the proposed tenants.
- B. Unit and household size. Households must be placed in units according to the following distribution:

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Unit Size	
(number of bedrooms)	Household Size
Efficiency	1
1	1 to 2
1 plus Den	2 to 4
2	2 to 4
2 plus Den	2 to 4
3	4 to 6
4	5 to 8

# § 72-25 Leasing of SCRP [u] Units.

# A. Leases to $[e]\underline{E}$ ligible $[t]\underline{T}$ enants.

- (1) Every SCRP [u]<u>U</u>nit constructed under this program must be offered to all [e]<u>E</u>ligible [t]<u>T</u>enants for lease as the [e]<u>E</u>ligible [t]<u>T</u>enant's principal residence. Notification to the public of SCRP [u]<u>U</u>nit availability will be made by the [l]<u>L</u>andlord and is recommended to be made by advertising on DelawareHousingSearch.org <u>and similar sites</u>. The Department may, but is not obligated to, provide notice of SCRP [u]<u>U</u>nit availability through the Department's website.
- (2) The [1]Landlord will determine SCRP tenant eligibility under § 72-20[, and lease agreements shall not be signed until the tenant has received a certificate of eligibility from the landlord].
- (3) Annually, the Department will provide updated income guidelines and rental rates to the [1]<u>L</u>andlord for use in leasing the SCRP [u]<u>U</u>nits.
- (4) Lease agreements shall contain the same terms and conditions as the lease agreements with market-rate renters with the exception of the rental rates and other terms and conditions as required under this article.
- (5) All lease agreements of SCRP [u]<u>U</u>nits shall cover a period of one year.
- (6) An [e] <u>E</u>ligible [t] <u>T</u>enant already occupying a SCRP [u] <u>U</u>nit [has] <u>shall have a</u> first-option to renew the lease agreement each year, as long as the tenant maintains good standing

with the  $[1]\underline{L}$  and lord and continues to qualify as an  $[e]\underline{E}$  ligible  $[t]\underline{T}$  enant. [The Department shall be notified by the landlord of the intent to evict and the reasons therefor at the same time the landlord first provides notice to the tenant.]

B. Tenants of SCRP [u]<u>U</u>nits shall provide an executed affidavit on an annual basis certifying their continuing occupancy of the unit as their principal residence. Tenants shall provide such affidavit to the [l]<u>L</u>andlord by the date that may be specified in their lease or that may otherwise be specified by the [l]<u>L</u>andlord.

C. In the event the tenant of an SCRP [u]<u>U</u>nit fails to provide his or her [l]<u>L</u>andlord with an executed affidavit as provided for in the preceding paragraph within 30 days of written request for such affidavit, then the lease shall automatically terminate, become null and void and the occupant shall vacate the [u]Unit within 30 days of written notice from the [l]<u>L</u>andlord.

# § 72-26 Foreclosure or default.

A. The [l]<u>L</u>andlord must provide the Department with a copy of any mortgage default notification immediately upon receipt and a written explanation of how the default will be remedied.

B. If a foreclosure event occurs [during the control period], the covenants endure through the transfer of property [until the end of the control period].

[C. If the foreclosure event occurs after the thirty-year control period, then all binding restrictions of this chapter will dissolve.]

# § 72-27 Implementation.

Improvements to concepts, processes and rules and regulations of the SCRP program will be incorporated into future amendments of this article. Council views this article as a living document that will be modified as needed to respond to economic, housing, development, land use and other trends in the County and to best practices in affordable rental programs.

# §72-28 Annual Audit and Certification.

The Landlord shall contract with an independent Delaware Certified Public Accountant that has no other relationship with the Landlord/Developer/Owner/Manager to audit the Landlord's

Compliance with this Chapter 72, the conditions of approval for the project, the terms of the SCRP Agreement, the rental of the SCRP Units and the status of the Eligible Tenants (and their Eligible Income) within the project. In this engagement, the Delaware Certified Public Accountant will perform this obligation in accordance with attestation standards established by the American Institute of Certified Public Accountants. This annual audit and report shall certify that the project remains in compliance with (i) all of the Chapter 72 requirements and the terms of the SCRP Agreement; (ii) the status of each of the SCRP Units (whether leased or vacant): (iii) certification that each of the Eligible Tenants renting an SCRP Unit within the project are an Eligible Tenant as of the date of the annual audit and report; (iv) the status and duration of any vacancy of any SCRP Unit: (v) the marketing efforts to re-let any vacant SCRP Unit to an Eligible Tenant; (vi) the status of any list of Eligible Tenants waiting for an SCRP Unit to come available; and (vii) such information as the Delaware Certified Public Accountant and/or the Community Development and Housing Office may deem appropriate and necessary. This annual audit and report shall be submitted to both the Office of Planning & Zoning and the Community Development & Housing Office no later than March 1 of each year.

# § 72-2[8]9 Government regulations; enforcement.

- A. The Department will maintain a list of all SCRP [u]<u>U</u>nits constructed and leased under this program, and the Council hereby authorizes the County Administrator to promulgate and adopt regulations and approve the various agreements/documents necessary to administer this program.
- B. The Director may, with Council approval, waive or modify the provisions of the program if the Director finds the program in conflict with state or federal housing laws.
- C. This program applies to all agents, successors, and assigns of an [a]Applicant. A building permit shall not be issued and a preliminary plan of subdivision, development plan, or site plan shall not be approved for a development that will contain affordable rental units to be submitted to this program unless it meets the requirements of this program. The County Administrator may deny, suspend, or revoke any building or occupancy permit upon finding a violation of this program. Any prior approval of a preliminary or final plan of subdivision, development plan or site plan may be suspended or revoked upon the failure to meet any requirement of this chapter. An occupancy

permit shall not be issued for any building to any [a] Applicant, or a successor, or assign of any [a]Applicant, for any construction that does not comply with this program. The County Administrator may also withhold or call in performance bond funds, letters of credit, and certificates of compliance or occupancy from the [a]Applicant for any violation of this program.

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D. In the event that the Landlord rents any of the SCRP Units at non-SCRP Unit rates (i.e. market rental rates) so that the proportionate share of SCRP Units versus non-SCRP Units as originally approved is not maintained, the Landlord of the project shall be required to pay to Sussex County the monthly market rent collected from any such SCRP Unit that is rented at a non-SCRP Unit Rate. Any such funds collected by Sussex County shall be used for housing purposes and administered by the Sussex County Office of Community Development and Housing.

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 $D]\underline{E}$ . The Director is authorized to pursue any available remedy, legal or equitable in nature, to enforce the requirements of this program or to prevent or abate a violation of this program.

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[E]F. The Director may take legal action to stop or cancel any lease of an SCRP [u]Unit if any party does not comply with all requirements of this program. The Director may recover any funds improperly obtained from the rental of a SCRP [u]Unit in violation of this chapter.

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[F]G. In the event of litigation to enforce the terms and conditions of this chapter or any agreement or obligation under the SCRP program, the Department shall be entitled to an award of legal costs and fees to be collected from the party who is determined to be in violation of such agreements and obligations.

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Section 2. The Code of Sussex County, Chapter 115, Article IV, §115-20 "Permitted Uses", is hereby amended by inserting the italicized and underlined language as a new subpart A.(17) thereof as follows:

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§115-20 Permitted Uses. 790

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A building or land shall be used only for the following purposes: Α. 792

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796	(17) A Sussex County Rental Program, or SCRP, townhouse or multi-
797	family development governed by, and subject to, Chapter 72,
798	where at least 30% of all dwelling units are SCRP Units pursuant
799	to Chapter 72. The SCRP development must satisfy the following
800	<u>criteria:</u>
801	(a) The site must be located within a Town Center, a Developing
802	Area, or the Coastal Area as described within the Land Use
803	Element and as shown on the Future Land Use Plan of the
804	adopted Sussex County Comprehensive Plan.
805	
806	(b) The site shall be located within 2,640 feet of an existing or
807	proposed DART Route operated by the Delaware Transit
808	Corporation. In the case of a proposed DART Route, Final Site
809	Plan approval shall not be granted until the Route is in existence
810	and operated by DART.
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812	(c) The site must be served by a central sewer system and a central
813	water system.
814	·
815	(d) The total maximum number of dwelling units (including both
816	SCRP Units and non-SCRP Units) that may be permitted shall be
817	determined by dividing the gross area by 3,630 square feet.
818	"Gross area" shall exclude any area designated as a tidal
819	tributary stream or tidal wetlands by § 115-193.
820	(e) There shall be a one-hundred foot wide setback around the
821	entire site, which shall incorporate the "Forested and/or
822	Landscaped Buffer Strip" identified in Section 99-4. This setback
823	shall include walking and biking trails.
824	(f) The height of any townhouse or multi-family buildings shall
825	not exceed 52 feet or four stories, whichever is greater.
826	(g) There shall be sidewalks on all streets, roadways and parking
827	areas, with interconnectivity to adjacent walkway systems.
828	(h) There must be interconnectivity with any adjacent property
829	that is zoned C-1, CR-1, C-2, C-3, C-4, C-5, B-1, B-2 or B-3.
830	(i) There shall be open space that exceeds fifty percent of the
831	gross area of the entire site. The Primary view from each
832	dwelling unit shall be directed to open space and recreational
833	amenities.
834	

Section 3. The Code of Sussex County, Chapter 115, Article IV, §115-25 "Height, Area and Bulk Requirements", is hereby amended by

837	thereof as follows:
	thereof as follows.
839 840	§115-25 Height, Area and Bulk Requirements.
841	g113-23 Height, Area and Burk Requirements.
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843 844	G. Sussay County, Portal Unit development normitted by \$115 201 (17)
845	G. Sussex County Rental Unit development permitted by §115-20A.(17).  The minimum lot size, lot area per dwelling unit, open space, height and
846	setback requirements for a Sussex County Rental Unit development
847	permitted by §115-20A.(17) shall be governed by the dimensional
848	requirements set forth in that Section.
849	requirements set for in that section.
850	Section 4. The Code of Sussex County, Chapter 115, Article V, §115-
851	29 "Permitted Uses", is hereby amended by inserting the italicized
852	and underlined language as a new subpart K. thereof as follows:
853	and under fined language as a new subpart is, thereof as follows.
854	§115-29 Permitted Uses.
855	g113-27 1 c1 mitted Oses.
856	A building or land shall be used only for the following purposes:
857	11 building of faile shall be used only for the following purposes.
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860	K. A Sussex County Rental Program, or SCRP, townhouse or multi-
861	family development governed by, and subject to, Chapter 72,
862	where at least 30% of all dwelling units are SCRP Units pursuant
863	to Chapter 72. The SCRP development must satisfy the following
864	criteria:
865	(1) The site must be located within a Town Center, a Developing
866	Area, or the Coastal Area as described within the Land Use
867	Element and as shown on the Future Land Use Plan of the
868	adopted Sussex County Comprehensive Plan.
869	
870	(2) The site shall be located within 2,640 feet of an existing or
871	proposed DART Route operated by the Delaware Transit
872	Corporation. In the case of a proposed DART Route, Final Site
873	Plan approval shall not be granted until the Route is in existence
874	and operated by DART.
875	
876	(3) The site must be served by a central sewer system and a central
877	water system.

879	(4) The total maximum number of dwelling units (including both
880	SCRP Units and non-SCRP Units) that may be permitted shall be
881	determined by dividing the gross area by 3,630 square feet.
882	"Gross area" shall exclude any area designated as a tidal
883	tributary stream or tidal wetlands by § 115-193.
884	(5) There shall be a one-hundred foot wide setback around the
885	entire site, which shall incorporate the "Forested and/or
886	<u>Landscaped Buffer Strip" identified in Section 99-4. This setback</u>
887	shall include walking and biking trails.
888	(6) The height of any townhouse or multi-family buildings shall
889	not exceed 52 feet or four stories, whichever is greater.
890	(7) There shall be sidewalks on all streets, roadways and parking
891	areas, with interconnectivity to adjacent walkway systems.
892	(8) There must be interconnectivity with any adjacent property
893	that is zoned C-1, CR-1, C-2, C-3, C-4, C-5, B-1, B-2 or B-3.
894	(9) There shall be open space that exceeds fifty percent of the
895	gross area of the entire site. The Primary view from each
896	dwelling unit shall be directed to open space and recreational
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897	amenities.
	<u>amenities.</u>
897	Section 5. The Code of Sussex County, Chapter 115, Article V, §115-
897 898	Section 5. The Code of Sussex County, Chapter 115, Article V, §115-34 "Height, Area and Bulk Requirements", is hereby amended by
897 898 899	Section 5. The Code of Sussex County, Chapter 115, Article V, §115-34 "Height, Area and Bulk Requirements", is hereby amended by inserting the italicized and underlined language as a new subpart D.
897 898 899 900	Section 5. The Code of Sussex County, Chapter 115, Article V, §115-34 "Height, Area and Bulk Requirements", is hereby amended by
897 898 899 900 901	Section 5. The Code of Sussex County, Chapter 115, Article V, §115-34 "Height, Area and Bulk Requirements", is hereby amended by inserting the italicized and underlined language as a new subpart D.
897 898 899 900 901 902	Section 5. The Code of Sussex County, Chapter 115, Article V, §115-34 "Height, Area and Bulk Requirements", is hereby amended by inserting the italicized and underlined language as a new subpart D.
897 898 899 900 901 902 903	Section 5. The Code of Sussex County, Chapter 115, Article V, §115-34 "Height, Area and Bulk Requirements", is hereby amended by inserting the italicized and underlined language as a new subpart D. thereof as follows:
897 898 899 900 901 902 903 904	Section 5. The Code of Sussex County, Chapter 115, Article V, §115-34 "Height, Area and Bulk Requirements", is hereby amended by inserting the italicized and underlined language as a new subpart D. thereof as follows:
897 898 899 900 901 902 903 904	Section 5. The Code of Sussex County, Chapter 115, Article V, §115-34 "Height, Area and Bulk Requirements", is hereby amended by inserting the italicized and underlined language as a new subpart D. thereof as follows:  §115-34 Height, Area and Bulk Requirements.
897 898 899 900 901 902 903 904 905 906	Section 5. The Code of Sussex County, Chapter 115, Article V, §115-34 "Height, Area and Bulk Requirements", is hereby amended by inserting the italicized and underlined language as a new subpart D. thereof as follows:  §115-34 Height, Area and Bulk Requirements.
897 898 899 900 901 902 903 904 905 906 907	Section 5. The Code of Sussex County, Chapter 115, Article V, §115-34 "Height, Area and Bulk Requirements", is hereby amended by inserting the italicized and underlined language as a new subpart D. thereof as follows:  §115-34 Height, Area and Bulk Requirements.
897 898 899 900 901 902 903 904 905 906 907	Section 5. The Code of Sussex County, Chapter 115, Article V, §115-34 "Height, Area and Bulk Requirements", is hereby amended by inserting the italicized and underlined language as a new subpart D. thereof as follows:  §115-34 Height, Area and Bulk Requirements.   D. Sussex County Rental Unit development permitted by §115-29K. The
897 898 899 900 901 902 903 904 905 906 907 908	Section 5. The Code of Sussex County, Chapter 115, Article V, §115-34 "Height, Area and Bulk Requirements", is hereby amended by inserting the italicized and underlined language as a new subpart D. thereof as follows:  §115-34 Height, Area and Bulk Requirements.   D. Sussex County Rental Unit development permitted by §115-29K. The minimum lot size, lot area per dwelling unit, open space, height and
897 898 899 900 901 902 903 904 905 906 907 908 909	Section 5. The Code of Sussex County, Chapter 115, Article V, §115-34 "Height, Area and Bulk Requirements", is hereby amended by inserting the italicized and underlined language as a new subpart D. thereof as follows:  §115-34 Height, Area and Bulk Requirements.   D. Sussex County Rental Unit development permitted by §115-29K. The minimum lot size, lot area per dwelling unit, open space, height and setback requirements for a Sussex County Rental Unit development
897 898 899 900 901 902 903 904 905 906 907 908 909 910	Section 5. The Code of Sussex County, Chapter 115, Article V, §115-34 "Height, Area and Bulk Requirements", is hereby amended by inserting the italicized and underlined language as a new subpart D. thereof as follows:  §115-34 Height, Area and Bulk Requirements.   D. Sussex County Rental Unit development permitted by §115-29K. The minimum lot size, lot area per dwelling unit, open space, height and setback requirements for a Sussex County Rental Unit development permitted by §115-29K shall be governed by the dimensional
897 898 899 900 901 902 903 904 905 906 907 908 909 910 911	Section 5. The Code of Sussex County, Chapter 115, Article V, §115-34 "Height, Area and Bulk Requirements", is hereby amended by inserting the italicized and underlined language as a new subpart D. thereof as follows:  §115-34 Height, Area and Bulk Requirements.   D. Sussex County Rental Unit development permitted by §115-29K. The minimum lot size, lot area per dwelling unit, open space, height and setback requirements for a Sussex County Rental Unit development permitted by §115-29K shall be governed by the dimensional
897 898 899 900 901 902 903 904 905 906 907 908 909 910 911 912 913	Section 5. The Code of Sussex County, Chapter 115, Article V, §115-34 "Height, Area and Bulk Requirements", is hereby amended by inserting the italicized and underlined language as a new subpart D. thereof as follows:  §115-34 Height, Area and Bulk Requirements.   D. Sussex County Rental Unit development permitted by §115-29K. The minimum lot size, lot area per dwelling unit, open space, height and setback requirements for a Sussex County Rental Unit development permitted by §115-29K shall be governed by the dimensional
897 898 899 900 901 902 903 904 905 906 907 908 909 910 911 912 913 914	Section 5. The Code of Sussex County, Chapter 115, Article V, §115-34 "Height, Area and Bulk Requirements", is hereby amended by inserting the italicized and underlined language as a new subpart D. thereof as follows:  §115-34 Height, Area and Bulk Requirements.  D. Sussex County Rental Unit development permitted by §115-29K. The minimum lot size, lot area per dwelling unit, open space, height and setback requirements for a Sussex County Rental Unit development permitted by §115-29K shall be governed by the dimensional requirements set forth in that Section.
897 898 899 900 901 902 903 904 905 906 907 908 909 910 911 912 913 914	Section 5. The Code of Sussex County, Chapter 115, Article V, §115-34 "Height, Area and Bulk Requirements", is hereby amended by inserting the italicized and underlined language as a new subpart D. thereof as follows:  §115-34 Height, Area and Bulk Requirements.  D. Sussex County Rental Unit development permitted by §115-29K. The minimum lot size, lot area per dwelling unit, open space, height and setback requirements for a Sussex County Rental Unit development permitted by §115-29K shall be governed by the dimensional requirements set forth in that Section.  Section 6. The Code of Sussex County, Chapter 115, Article VI, §115-
897 898 899 900 901 902 903 904 905 906 907 908 909 910 911 912 913 914 915 916	Section 5. The Code of Sussex County, Chapter 115, Article V, §115-34 "Height, Area and Bulk Requirements", is hereby amended by inserting the italicized and underlined language as a new subpart D. thereof as follows:  §115-34 Height, Area and Bulk Requirements.  D. Sussex County Rental Unit development permitted by §115-29K. The minimum lot size, lot area per dwelling unit, open space, height and setback requirements for a Sussex County Rental Unit development permitted by §115-29K shall be governed by the dimensional requirements set forth in that Section.  Section 6. The Code of Sussex County, Chapter 115, Article VI, §115-37 "Permitted Uses", is hereby amended by inserting the italicized

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921	Permitted uses are as follows:
922	***
923	
924	C. A Sussex County Rental Program, or SCRP, townhouse or multi-
925	family development governed by, and subject to, Chapter 72, where at
926	least 30% of all dwelling units are SCRP Units pursuant to Chapter
927	72. The SCRP development must satisfy the following criteria:
928	(1) The site must be located within a Town Center, a Developing
929	Area, or the Coastal Area as described within the Land Use
930	Element and as shown on the Future Land Use Plan of the
931	adopted Sussex County Comprehensive Plan.
932	
933	(2) The site shall be located within 2,640 feet of an existing or
934	proposed DART Route operated by the Delaware Transit
935	Corporation. In the case of a proposed DART Route, Final Site
936	Plan approval shall not be granted until the Route is in existence
937	and operated by DART.
938	
939	(3) The site must be served by a central sewer system and a central
940	water system.
941	
942	(4) The total maximum number of dwelling units (including both
943	SCRP Units and non-SCRP Units) that may be permitted shall be
944	determined by dividing the gross area by 3,630 square feet.
945	"Gross area" shall exclude any area designated as a tidal
946	tributary stream or tidal wetlands by § 115-193.
947	(5) There shall be a one-hundred foot wide setback around the
948	entire site, which shall incorporate the "Forested and/or
949	Landscaped Buffer Strip" identified in Section 99-4. This setback
950	shall include walking and biking trails.
951	(6) The height of any townhouse or multi-family buildings shall
952	not exceed 52 feet or four stories, whichever is greater.
953	(7) There shall be sidewalks on all streets, roadways and parking
954	areas, with interconnectivity to adjacent walkway systems.
955	(8) There must be interconnectivity with any adjacent property
956	that is zoned C-1, CR-1, C-2, C-3, C-4, C-5, B-1, B-2 or B-3.
957	(9) There shall be open space that exceeds fifty percent of the
958	gross area of the entire site. The Primary view from each
959	dwelling unit shall be directed to open space and recreational
960	amenities

962 Section 7. The Code of Sussex County, Chapter 115, Article VI, §115-

963 42 "Height, Area and Bulk Requirements", is hereby amended by

964 inserting the italicized and underlined language as a new subpart D.

965 thereof as follows:

966 §115-42 Height, Area and Bulk Requirements.

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970 <u>D. Sussex County Rental Unit development permitted by §115-37C. The</u>

971 <u>minimum lot size, lot area per dwelling unit, open space, height and</u>

972 <u>setback requirements for a Sussex County Rental Unit development</u>

973 permitted by §115-37C shall be governed by the dimensional

974 requirements set forth in that Section.

975

- 976 Section 8. The Code of Sussex County, Chapter 115, Article VII,
- 977 §115-45 "Permitted Uses", is hereby amended by inserting the
- 978 italicized and underlined language as a new subpart F. thereof as
- 979 **follows:**

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- §115-45 Permitted Uses.
- Permitted uses are as follows:

. . .

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- 987 <u>F. A Sussex County Rental Program, or SCRP, townhouse or multi-</u> 988 <u>family development governed by, and subject to, Chapter 72, where at</u> 989 <u>least 30% of all dwelling units are SCRP Units pursuant to Chapter</u>
- 990 72. The SCRP development must satisfy the following criteria:
- 991 (1) The site must be located within a Town Center, a Developing
- Area, or the Coastal Area as described within the Land Use Element
- 993 <u>and as shown on the Future Land Use Plan of the adopted Sussex</u>
- 994 *County Comprehensive Plan.*

995

- 996 (2) The site shall be located within 2,640 feet of an existing or
- 997 <u>proposed DART Route operated by the Delaware Transit</u>
- 998 <u>Corporation. In the case of a proposed DART Route, Final Site Plan</u>
- 999 approval shall not be granted until the Route is in existence and
- operated by DART.

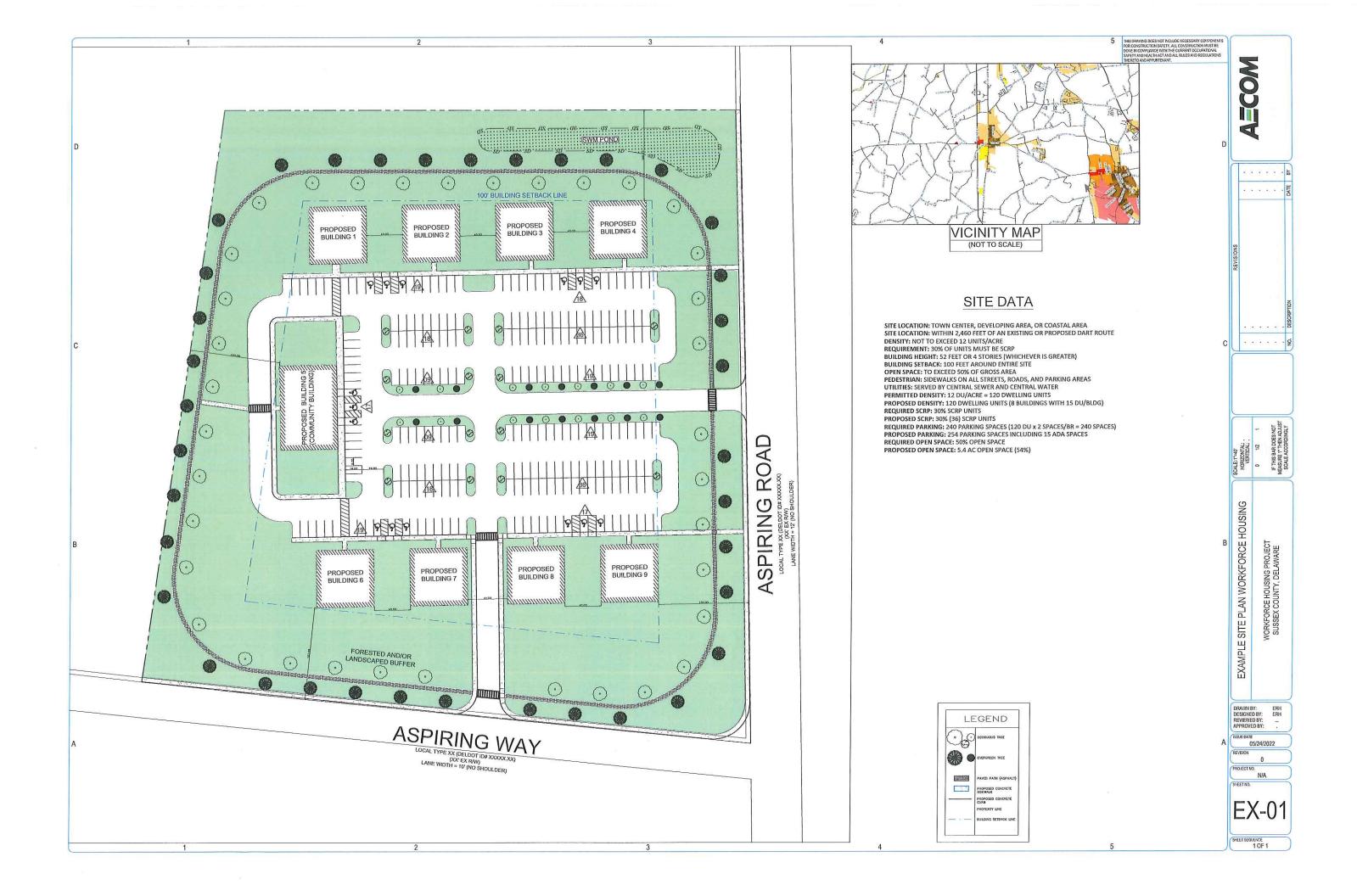
- 1002 (3) The site must be served by a central sewer system and a central
- 1003 water system.

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- 1	1 1	114	

- 1005 (4) The total maximum number of dwelling units (including both
- SCRP Units and non-SCRP Units) that may be permitted shall be
- determined by dividing the gross area by 3,630 square feet. "Gross
- 1008 <u>area" shall exclude any area designated as a tidal tributary stream or</u>
- *tidal wetlands by § 115-193.*
- 1010 (5) There shall be a one-hundred foot wide setback around the
- 1011 <u>entire site, which shall incorporate the "Forested and/or Landscaped</u>
- 1012 <u>Buffer Strip" identified in Section 99-4. This setback shall include</u>
- 1013 *walking and biking trails.*
- 1014 (6) The height of any townhouse or multi-family buildings shall
- not exceed 52 feet or four stories, whichever is greater.
- 1016 (7) There shall be sidewalks on all streets, roadways and parking
- 1017 <u>areas, with interconnectivity to adjacent walkway systems.</u>
- 1018 (8) There must be interconnectivity with any adjacent property
- that is zoned C-1, CR-1, C-2, C-3, C-4, C-5, B-1, B-2 or B-3.
- 1020 (9) There shall be open space that exceeds fifty percent of the
- 1021 gross area of the entire site. The Primary view from each dwelling
- 1022 *unit shall be directed to open space and recreational amenities.*
- 1023
- Section 9. The Code of Sussex County, Chapter 115, Article VII,
- 1025 §115-50 "Height, Area and Bulk Requirements", is hereby amended
- by inserting the italicized and underlined language as a new subpart
- 1027 G. thereof as follows:
- 1028
- 1029 §115-50 Height, Area and Bulk Requirements.
- 1030
- 10311032
- C
  - 1033 G. Sussex County Rental Unit development permitted by §115-45F. The
  - 1034 minimum lot size, lot area per dwelling unit, open space, height and
  - 1035 setback requirements for a Sussex County Rental Unit development
  - 1036 permitted by §115-45F. shall be governed by the dimensional
  - 1037 requirements set forth in that Section.
  - 1038
  - 1039 Section 10. The Code of Sussex County, Chapter 115, Article VIII,
  - 1040 §115-53 "Permitted Uses", is hereby amended by inserting the
  - italicized and underlined language as a new subpart K. thereof as
  - 1042 follows:
  - 1043
  - 1044 §115-53 Permitted Uses.

1045	
1046	A building or land shall be used only for the following purposes:
1047	
1048	•••
1049	
1050	K. A Sussex County Rental Program, or SCRP, townhouse or multi-
1051	family development governed by, and subject to, Chapter 72, where at
1052	least 30% of all dwelling units are SCRP Units pursuant to Chapter
1053	72. The SCRP development must satisfy the following criteria:
1054	(1) The site must be located within a Town Center, a Developing
1055	Area, or the Coastal Area as described within the Land Use Element
1056	and as shown on the Future Land Use Plan of the adopted Sussex
1057	County Comprehensive Plan.
1058	
1059	(2) The site shall be located within 2,640 feet of an existing or
1060	proposed DART Route operated by the Delaware Transit
1061	Corporation. In the case of a proposed DART Route, Final Site Plan
1062	approval shall not be granted until the Route is in existence and
1063	operated by DART.
1064	
1065	(3) The site must be served by a central sewer system and a central
1066	water system.
1067	
1068	(4) The total maximum number of dwelling units (including both
1069	SCRP Units and non-SCRP Units) that may be permitted shall be
1070	determined by dividing the gross area by 3,630 square feet. "Gross
1071	area" shall exclude any area designated as a tidal tributary stream or
1072	<u>tidal wetlands by § 115-193.</u>
1073	(5) There shall be a one-hundred foot wide setback around the
1074	entire site, which shall incorporate the "Forested and/or Landscaped
1075	Buffer Strip" identified in Section 99-4. This setback shall include
1076	walking and biking trails.
1077	(6) The height of any townhouse or multi-family buildings shall
1078	not exceed 52 feet or four stories, whichever is greater.
1079	(7) There shall be sidewalks on all streets, roadways and parking
1080	areas, with interconnectivity to adjacent walkway systems.
1081	(8) There must be interconnectivity with any adjacent property
1082	that is zoned C-1, CR-1, C-2, C-3, C-4, C-5, B-1, B-2 or B-3.
1083	(9) There shall be open space that exceeds fifty percent of the
1084	gross area of the entire site. The Primary view from each dwelling
1085	unit shall be directed to open space and recreational amenities.

1086	
1087	Section 11. The Code of Sussex County, Chapter 115, Article VIII,
1088	§115-58 "Height, Area and Bulk Requirements", is hereby amended
1089	by inserting the italicized and underlined language as a new subpart
1090	E. thereof as follows:
1091	
1092	§115-58 Height, Area and Bulk Requirements.
1093	
1094	***
1095	
1096	E. Sussex County Rental Unit development permitted by §115-53K. The
1097	minimum lot size, lot area per dwelling unit, open space, height and
1098	setback requirements for a Sussex County Rental Unit development
1099	permitted by §115-53K shall be governed by the dimensional requirement
1100	set forth in that Section.
1101	





### Sussex County On-Call Planning Affordably Priced Rental Units GIS Spatial Analysis for Eligibility Parcel Distribution May 25, 2022

## **Purpose**

This document is a supplement to the original GIS Spatial Analysis that determined parcel eligibility for the proposed Affordably Priced Rental Units Ordinance. This supplement summarizes the breakdown of parcels, based on size, that that are eligible for the proposed ordinance.

# Parcel Eligibility Breakdown

The eligible parcels that were identified in the original GIS spatial analysis were further refined into parcel size groups. The table below provides a summary of the number of parcels in each parcel size range. Parcels under 1 ac. will need to be combined with at least one other parcel to meet the setback criteria in the proposed ordinance. Parcels in the 1-2 ac. grouping could meet the setback criteria however those closer to 1 ac. will need to be combined with at least one other parcel. Parcels larger than 2 ac. could be developed under the proposed ordinance as an independent parcel.

Parcel Size (Ac)	Number of Parcels	% of Parcels
< 1	1,910	75.8%
1-2	263	10.4%
2-5	177	7.0%
5-10	73	2.9%
10-50	76	3.0%
50-100	12	0.5%
>100	10	0.4%
Total	2,521	100.0%



### Sussex County On-Call Planning Affordably Priced Rental Units GIS Spatial Analysis for Eligibility May 12, 2022



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SUSSEX COUNTY
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# Purpose

The purpose of this Geospatial analysis was to determine what total area of land and the number of parcels that would be eligible for the Sussex County Rental Program (SCRP) as defined in the draft Affordably Priced Rental Units Ordinance. The following criteria, as defined in §115-20 Permitted Uses of the draft ordinance, was used in the analysis to develop a "compatibility zone" that would represent the total area of land and the number of parcels that would be eligible for the Sussex County Rental Program (SCRP). The criteria are as follows:

- Within 1/2 mile from transit route
- Able to be served by central sewer and water Tier 1 or Tier 2
- Able to be served by public water
- Preference to parcels over 1 acre to satisfy the 100' setback
- The site must be located within a Town Center, Developing Area, Existing Developing Area, Commercial, or Coastal Area as described within the Land Use Element layer.
- Exclude any parcels currently under development, within a municipality, those with an existing conditional use, and areas within tidal wetlands

## **Work Flow Analysis**

All analysis was ran using data from Delaware First Map and compiled in ESRI ArcPro Desktop

 Data layers were imported in and reprojected to Delaware state plane and added to the working directory

The following layers were used in the analysis:

- Wetlands
- Delaware Transit Routes
- CPCN Water
- Conditional Use
- Parcels



- Subdivision
- Sussex County Sewer
- Future Land Use
- Town Boundary

The analysis assembled data and GIS layers that resulted in an inclusion zone. These data sets included the following:

- Buffer transit routes by .5 miles output name "within halfMile (inclusive)"
- Create a query layer from Sussex County sewer tiers where only Tiers 1 and 2 are shown. The query layer is called "Tier 1 and 2 Preferred Sewer (inclusive)"
- Create a query layer from future land use where only coastal community, developing area, existing developing areas, commercial, and town center are shown. This query layer was named "land use preferred classification (inclusive)"

This inclusion zones layer was further refined by adding the CPCN data layer.

• The intersect tool was used on all inclusion layers; land use, sewer tier 1 and 2, CPCN, and within halfMile that resulted in the final inclusion zone.

Next, a layer was created to exclude areas that would not be eligible. These were classified as exclusion zones.

• Layers to be used were wetland, town boundary, subdivision, and conditional use. These layers were combined to create a layer called "exclusion zones"

Now that Inclusion zones and exclusion zone layers exist, a process to remove exclusion zones from inclusion layer was run to produce the final layer for analysis.

• The erase tool was used to cut out exclusion zones from inclusion intersect layer. The output layer name is "compatibility zone"

The final query analysis was to determine the acreage and number of parcels withing the compatibility zone which with be eligible. Queries were run on the layers to produce total acreage, parcels involved, and parcels greater than 1 acre.

• The spatial location query was used on parcels within the compatibility zone to get a count of parcels within the zone. This data was further refined to identify parcels that "have their center in" the compatibility zone. The second query was used to remove all parcels from the selection that were less than 43,560 square feet.

Based on the spatial analysis the following total land area and parcels would be eligible to be developed under the draft ordinance.

- Parcels involved 2,521
- Parcels Greater than 1 acre 612
- Total area 274,041,609 sq. ft. or 6291.12 acres

### Proposed Workforce Housing Units - Monthly Rent Calc

#### Inputs/Choosers:

Percent of Units restricted 30.0% % of Gross Household Inc. Used toward Housing Cost 25.0% % of Area Median Income (AMI) Used 50.0%

Unit Size	Efficiency	1 BR	1 BR + Den	2 BR	2 BR + Den	3 BR
HH Size	1	1.5	2	3	3.5	4.5+
Fixed Rental Rate = 25% of Gross Household Income of 50% AMI Adjusted for Household Size & # of Bedrooms	\$550	\$585	\$630	\$705	\$745	\$815

Market Rents	\$1,195	\$1,450	\$1,695
Discount to Market Rents	\$610	\$745	\$880
			7

#### Sussex County 2021 AMI - affordable rents by number of people within apartment

%AMI	1 person	1.5 people	2 people	3 people	3.5 people	4 people	4.5 people	5 people	6 people	7 people	8 people
30%	\$15,800	\$22,330	\$18,050	\$21,960	\$24,230	\$26,500	\$28,770	\$31,040	\$35,580	\$40,120	\$44,660
50%	\$26,300	\$27,910	\$30,050	\$33,800	\$35,670	\$37,550	\$39,070	\$40,600	\$43,600	\$46,600	\$49,600
60%	\$31,570	\$34,170	\$36,070	\$40,570	\$42,820	\$45,060	\$46,890	\$48,700	\$52,450	\$55,900	\$59,500
70%	\$36,830	\$39,870	\$42,080	\$47,330	\$49,950	\$52,570	\$54,700	\$56,820	\$61,200	\$65,220	\$69,420
80%	\$42,100	\$45,570	\$48,100	\$54,100	\$57,100	\$60,100	\$62,525	\$64,950	\$69,950	\$74,550	\$79,350
100%	\$52,620	\$56,960	\$60,120	\$67,620	\$71,370	\$75,100	\$78,150	\$81,180	\$87,430	\$93,180	\$99,180

AMI numbers as of 4/01/21 from http://www.destatehousing.com/Renters/rentersmedia/hud\_incomelimits.pdf

Project Name Project Location

### Proposed Workforce Housing Units - Monthly Rent Calc

#### Inputs/Choosers:

Percent of Units restricted 30.0% % of Gross Household Inc. Used toward Housing Cost 25.0% % of Area Median Income (AMI) Used 80.0%

Unit Size	Efficiency	1 BR	1 BR + Den	2 BR	2 BR + Den	3 BR
HH Size	1	1.5	2	3	3.5	4.5+
Fixed Rental Rate = 25% of Gross Household Income of 80% AMI Adjusted for Household Size & # of Bedrooms	\$880	\$950	\$1,005	\$1,130	\$1,190	\$1,305

Market Rents	\$1,195	\$1,450	\$1,695
Discount to Market Rents	\$245	\$320	\$390
% Discount to Market Rent	20.5%	22.1%	23.0%

#### Sussex County 2021 AMI - affordable rents by number of people within apartment

%AMI	1 person	1.5 people	2 people	3 people	3.5 people	4 people	4.5 people	5 people	6 people	7 people	8 people
30%	\$15,800	\$22,330	\$18,050	\$21,960	\$24,230	\$26,500	\$28,770	\$31,040	\$35,580	\$40,120	\$44,660
50%	\$26,300	\$27,910	\$30,050	\$33,800	\$35,670	\$37,550	\$39,070	\$40,600	\$43,600	\$46,600	\$49,600
60%	\$31,570	\$34,170	\$36,070	\$40,570	\$42,820	\$45,060	\$46,890	\$48,700	\$52,450	\$55,900	\$59,500
70%	\$36,830	\$39,870	\$42,080	\$47,330	\$49,950	\$52,570	\$54,700	\$56,820	\$61,200	\$65,220	\$69,420
80%	\$42,100	\$45,570	\$48,100	\$54,100	\$57,100	\$60,100	\$62,525	\$64,950	\$69,950	\$74,550	\$79,350
100%	\$52,620	\$56,960	\$60,120	\$67,620	\$71,370	\$75,100	\$78,150	\$81,180	\$87,430	\$93,180	\$99,180

AMI numbers as of 4/01/21 from http://www.destatehousing.com/Renters/rentersmedia/hud\_incomelimits.pdf

Extract from U.S Department of Transportation Federal Highway Administration, Pedestrian Safety Guide for Transit Agencies – Printed May 12, 2022

https://safety.fhwa.dot.gov/ped\_bike/ped\_transit/ped\_transguide/ch4.cfm

MAY 1 2 2022

<del>– SU</del>SSEX COUNTY PLANNING & ZONING

# Chapter 4: Actions to Increase the Safety of Pedestrians Accessing Transit

Understanding pedestrian characteristics and facilities (e.g., sidewalks, crosswalks, pedestrian signals, etc.) is an important step in providing safe access to transit systems. This section introduces basic pedestrian safety concepts to help readers understand issues, solutions, and resources that are presented in other parts of this guide. Concepts addressed in this chapter include:

- Typical walking distance to transit.
- Motor vehicle speed and pedestrian safety.
- Pedestrian characteristics and behavior.

### A. Typical Walking Distance to Transit

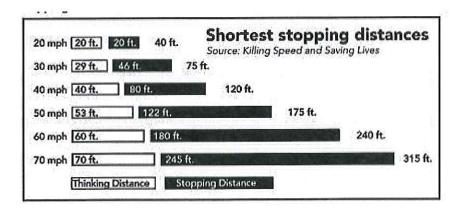
Most people are willing to walk for five to ten minutes, or approximately  $\frac{1}{2}$ - to  $\frac{1}{2}$ -mile to a transit stop (see figure below). However, recent research has shown that people may be willing to walk considerably longer distances when accessing heavy rail services. Therefore, in order to encourage transit usage, safe and convenient pedestrian facilities should be provided within  $\frac{1}{4}$ -to  $\frac{1}{2}$ -mile of transit stops and stations, and greater distances near heavy rail stations. Note that bicyclists are often willing to ride significantly further than  $\frac{1}{2}$ -mile to access rail transit stations, so safe facilities should be provided for bicycling within a larger catchment area around transit hubs.



Transit route spacing and location are important considerations for pedestrian access to transit. For example, in a city with a regular street grid pattern of streets, appropriate stop spacing can be achieved when transit routes are spaced between  $\frac{1}{2}$ - to 1-mile apart. If the stops on these routes are spaced  $\frac{1}{8}$ - to  $\frac{1}{4}$ - mile apart, then a majority of the people in the neighborhoods served by the transit system will be within  $\frac{1}{4}$ - to  $\frac{1}{4}$ -mile of a transit stop.

## B. The Effect of Motor Vehicle Speed on Pedestrian Safety

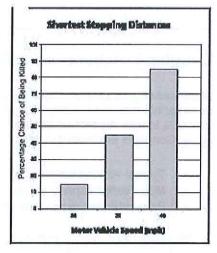
Pedestrians accessing transit stops and stations must often walk along or cross roadways that carry motor vehicle traffic. Pedestrians may feel less comfortable and safe as nearby motor vehicle speeds increase. The faster a driver is traveling, the more difficult it is to stop (see figure below). Larger vehicles, such as buses and trucks require even longer stopping distances.



Reducing motor vehicle speeds on roadways near transit stops and stations can improve conditions for transit customers and encourage more people to walk and to use transit. Lower vehicle speeds can reduce the severity of injuries when crashes occur. When hit by a vehicle traveling at 40 miles per hour, a pedestrian has an 85% chance of being killed; at 30 miles per hour, the likelihood decreases to 45%; and at 20 miles per hour the pedestrian fatality rate is only 5% (see figure below).<sup>71</sup>

Several of the roadway crossing treatments described in this guide, such as median crossing islands, curb extensions, and reduced intersection turning radii, may help decrease motor vehicle speeds.

When identifying pedestrian safety issues and solutions, communities should keep in mind that pedestrians have varied characteristics (e.g., age, gender, disabilities, etc.). Different classes of pedestrians travel at different speeds, are comfortable walking different distances, and have varied levels of comfort with traffic, temperature, and time spent waiting at a transit stop. It is important for transit agencies and other partners to consider how environmental conditions impact all types of pedestrians.



#### C. Pedestrian Characteristics and Behavior

In addition to walking speed, pedestrians can be differentiated by spatial needs, mobility issues and cognitive abilities. It is crucial to understand

the characteristics of the range of pedestrians that may be accessing transit to help develop the safest possible system.

The table below summarizes some important pedestrian characteristics to consider when making pedestrian safety improvements near transit.

Pedestrian Group	Characteristics & Behaviors						
Child Pedestrians	<ul> <li>May have difficulty choosing where and deciding when it is safe to cross the street.</li> <li>May have difficulty seeing (and being seen by) drivers of all types of vehicles, including buses because of less peripheral vision and shorter stature than adults.</li> <li>May have difficulty judging the speed of approaching vehicles.</li> <li>May need more time to cross a street than adults.</li> </ul>						
Older Pedestrians	<ul> <li>May have reduced motor skills that limit their ability to walk at certain speeds or turn their heads.</li> <li>May need more time to cross a street than younger adults.</li> <li>May have difficulty with orientation and understanding traffic signs, so they may need more information about how to access transit and get around safely.</li> <li>May have difficulty judging the speed of approaching vehicles.</li> </ul>						
Recent Immigrants	<ul> <li>May have limited understanding of English, traffic laws, of typical roadway behaviors.</li> <li>May not understand the traffic signals that indicate when to walk.</li> </ul>						

	<ul> <li>May not have the experience to know how to interact safely with drivers.</li> </ul>
People with Disabilities (e.g., people using wheelchairs, crutches, canes, or people with visual or cognitive impairments)	<ul> <li>May be more affected by surface irregularities in the pavement and changes in slope or grade.</li> <li>May need more time to cross a street than people without disabilities.</li> <li>May benefit from pedestrian signal information provided in multiple formats (audible, tactile, and visual).</li> <li>May have trouble seeing (and being seen) by drivers of all types of vehicles due to seated position (for people using wheelchairs).</li> <li>Pedestrians who are blind or who have lo w vision may have trouble detecting yielding vehicles or communicating visually with drivers in crossing at unsignalized crosswalks.</li> </ul>

Safe roadway crossing facilities should be located at the most direct crossing locations.

Understanding common pedestrian behavior is essential to promoting pedestrian safety near transit. Pedestrians typically take the most direct line possible to minimize the distance and time they must walk to reach their destination. Therefore, safe roadway crossing facilities should be located at the most direct crossing locations, which can subsequently make the safest location for crossing attractive to pedestrians. Poorly-designed environments often result in pedestrians using informal paths through properties and crossing roadways at locations without pedestrian safety enhancements.

Pedestrians traveling to transit stops are frequently preoccupied with reaching the stop before the bus or train arrives. As a result, pedestrians who are running late may take more risks than they typically would under normal conditions.

Pedestrians traveling to the bus or train may exhibit some of the following behaviors:

- Running to catch transit.
- Jaywalking, or crossing at locations that do not have pedestrian crossing facilities or safety enhancements.
- Walking between stopped or parked vehicles, including buses.
- Stepping into street to get around people waiting at a stop.

The safety treatments listed in Chapter 3 can help reduce the potential harmful effects of risky pedestrian behavior near transit stops.





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John W. Paradee 302-677-0061 www.bmbde.com john@bmbde.com

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SUSSEX COUNTY PLANNING & ZONING

VIA ELECTRONIC MAIL & REGULAR MAIL

May 16, 2022

Mr. Jamie Whitehouse Sussex County Department of Planning 2 The Circle P.O. Box 417 Georgetown, DE 19947 Received after
PZC Public Hearing
before
CC Public Hearing

RE: Affordably Priced Rental Units

Dear Mr. Whitehouse:

I write to follow up on my May 9, 2022 letter regarding the above-referenced matter, reiterating my strong support for the draft Ordinance regarding "Affordably Priced Rental Units" which Sussex County is presently considering for enactment. I would also strongly suggest that new subpart A.(17)(a) which is proposed to be added to Section 115-20 of the Code, regarding "Permitted Uses" (see lines 801-804 of the draft Ordinance), be revised to include "a Commercial Area" as a permissible location for a SCRP development. The Commercial Area is not a low density area, and I believe there would be a great deal of interest and support for workforce housing in Commercial Areas, just the same as for a Town Center, a Developing Area, and/or the Coastal Area. Again, as I stated in my letter of last week, I have a number of clients who would pursue projects for affordably priced housing units if such an Ordinance were to be adopted, particularly so if such housing were permitted in Commercial Areas as well as a Town Center, a Developing Area, and/or the Coastal Area.

Thank you for your time and consideration.

Very truly yours,

arroba

John**)**W. Paradee

JWP/lwr

cc: Mackenzie Peet, Esquire
J. Michael Riemann, P.E.
Louis J. Capano, III

Christian Hudson

SUSSEX COUNTY

PLANNING & ZONING

### **Chase Phillips**

MAY 1 2 2007

From:

Kauffman, Jared D (DelDOT) < Jared. Kauffman@delaware.gov>

Sent:

Thursday, May 12, 2022 8:14 AM

To: Planning and Zoning

Cc:

Sisson, John (DelDOT); Theyerl, Julie (DelDOT); Smith, Catherine C (DelDOT); Cherry-

Wall, Tremica (DelDOT); Williamson, William (DelDOT); Jamie Whitehouse

Subject:

Comments for Sussex Ordinance Ord 22-01: Affordable Housing

**CAUTION:** This email originated from outside of the organization. Do not click links, open attachments, or reply unless you recognize the sender and know the content is safe. Contact the IT Helpdesk if you need assistance.

Dear Planning & Zoning Commission,

Thank you for recognizing the transportation needs of lower-income residents in Sussex County and moving forward with an ordinance that encourages the development of housing that can meet their needs. While Ordinance 22-01 recognizes the key relationship between household and distance to a transit route, we believe clarifications are needed to ensure that housing is placed in locations that are built in a way that encourages residents to choose transit.

Starting on line 806, and placed in the proceeding sections, the public transit criteria state that the site, in order to qualify, shall be located within 2,640 feet (a half a mile) of an existing or proposed DART route. Within the transportation industry and literature, it is widely recognized that 1,320 feet (a quarter mile) is considered the maximum walkable range for most people choosing transit, and a half mile for those who realistically have no other option than to take transit. Additionally, clarification is needed on the measurements for the true walking distance of residents. While a site's boundary line may be within range for qualification, it is possible for a site to place housing within the development in such a way as to create significant additional walking distance beyond the agreed limit. We want to ensure that housing isn't placed a significant distance away from the property line and that non-direct pedestrian pathways are discouraged. Concurrent to what is being measured, how the measurement is being calculated also needs to be defined because the current language does not clarify whether distance is being measured by the actual pedestrian pathway or a direct line between the housing unit and bus stop.

Since distance to a bus stop from someone's home, including how direct the pathway is, has a significant impact on encouraging or discouraging someone to take transit, DTC suggests clarifying the distance in relation to the workforce housing units. Specifically, DTC suggests clarifying that the closest workforce housing unit should be no greater than a quarter mile from the bus stop, and the furthest workforce housing unit no greater than a half mile. Additionally, to mitigate the potential for creating a significant additional walking distance due to serpentine paths or pedestrian barriers, DTC suggests clarifying that the measurement follow the actual pedestrian pathway within the site, instead of a direct line to the bus stop.

Finally, because of the significant distances between some existing bus stops, DTC suggests amending the language so that a bus stop itself is the thing to which the housing units are being measured, instead of the bus route. The Route 215 is a good example of how the current language could allow a development to qualify while also being located more than two miles away from the nearest bus stop.

Again, thank you for recognizing this issue and how transit is an important aspect of finding a solution.

Jared Kauffman
DART First State
Fixed-Route Planner
119 Lower Beech St #100
Wilmington, DE 19805

## Jared.kauffman@delaware.gov

Office: 302-576-6062



John W. Paradec 302-677-0061 www.bmbde.com john@bmbde.com

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SUSSEX COUNTY PLANNING & ZONING

SUPPORT EXHIBIT

VIA ELECTRONIC MAIL & REGULAR MAIL

May 9, 2022

Mr. Jamie Whitehouse Sussex County Department of Planning 2 The Circle P.O. Box 417 Georgetown, DE 19947

RE: Affordably Priced Rental Units

Dear Mr. Whitehouse:

I write to express my strong support for the draft Ordinance regarding "Affordably Priced Rental Units" which Sussex County is presently considering for enactment. I wanted to make sure that both the Planning & Zoning Commission and the County Council are aware that there is very serious interest on the part of the real estate development community in the passage of a "workforce housing" Ordinance – indeed, I have a number of clients who would pursue projects for affordably priced housing units if such an Ordinance were to be adopted. For this reason, I wholeheartedly encourage the Planning & Zoning Commission and the County Council to proceed promptly with enactment of the proposed Ordinance regarding "Affordably Priced Rental Units".

Thank you for your time and consideration.

Very truly yours,

ohn W. Parade

mades

JWP/lwr

cc: Mac

Mackenzie Peet, Esquire J. Michael Riemann, P.E. Louis J. Capano, III Christian Hudson

#### Jamie Whitehouse

From:

Sent:

Tuesday, May 10, 2022 2:32 PM

To:

Jamie Whitehouse

Cc: Subject: robert.wheatley@sussexcountyde.gov

Attachments:

Affordably Priced Rental Units - revised ordinances

Restricted Unit Rents - Sussex County - 50% AMI.xlsx; Restricted Unit Rents - Sussex County - 80% AMI.xlsx

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County - 80% AMI.xlsx

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MAY 1 0 2022

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Jamie,

Please submit the below comments into the record for the Planning and Zoning Commission hearing held on April 28, 2022 on proposed amendments to the Sussex County Rental Program.

In general, the changes are excellent and the program is far more viable and more likely to be utilized by developers to expand upon the amount of affordable workforce housing in eastern Sussex County.

I have the following comments to the proposed updated SCRP code provisions:

§72-24 A.(1) - I thought this was going to be updated to 25% of 80% of AMI? This still says 50% of AMI? If that doesn't get changed, the program won't work. I couldn't get this ordinance to work when it only mandated 12.5% of the rental units be priced at 25% of 50% of AMI. If I now have to do 30% of the units priced at 25% of 50% of AMI, it doesn't work times 2.5x now. Also, now you are mixing low income housing (30%-60% of AMI) with market rate housing. It will work better if you are mixing workforce housing (80%-120% of AMI) with market rate housing. This is probably an oversight but, if not, this will kill the program and no developer will be able to afford to use it. See the last two attachments. At 80%, the discount to market rents in the 113 corridor area is about 20-25%. At 50% of AMI, the discount is over 50% - this is low income housing at this point, not workforce housing. If this doesn't change, all the County's other efforts on this front are mute - the program is dead on arrival.

§115-20 A.(17)(b) – At this time, this makes it so the program cannot be used south of the Rehoboth Bay (along the Rt 26, Rt 54, Rt 20 and Rt 17). DART has no service in this area at this time. I suggest this section be modified to read that should a project be located south of the Rehoboth/Indian River bays and east of Rt 113, the location qualifies if it is located within 2,640 of a proposed DART route scheduled to be in operation within the next five years. You can't cut out half the coastal area that also needs workforce housing because DART has opted to not provide bus transportation there yet.

§115-20 A.(17)(e) - I would change the last sentence of this clause to read "may include walking and biking trails." We often put our walking trails around a central pond. Mandating the walking trails be in the setback buffer, adjacent to adjoining properties (likely already developed), will anger the neighbors more so than had those trails been internal to the site. I don't think you should say they can't be in those buffers... just may be. Right now, even if I have a great location for my trail system internal to the site, the way it is worded I "shall" (ie. have to) locate it within this setback buffer.

§115-20 A.(17)(g) - I suggest this be reworded to "there shall be connected sidewalks in front of all buildings, with interconnectivity to walking trails and adjacent walkway systems." You don't want a situation like we had at Ashton Oaks where the sidewalk is on the far side of a street or parking aisle where there is no building. It creates impervious area for no reason. No one will use it. Also, the unnecessary expense detracts from the affordability of the remaining 70% of the units.

§115-20 A.(17)(h) and §115-29 K.(8) – I want to make sure this change does not mandate that a SCRP site be located next to a property zoned C-1, CR-1, C-2, C-3, C-5, C-5, B-1, B-2 or B-3 but simply mandates that should a SCRP project be adjacent to this zoning that interconnectivity be provided. If that is the case, this is fine.

§115-20 A.(17)(i) and §115-29 K.(17)(9) — not sure all units should have to have a primary view directed to open space and recreational amenities. That's what I do with my buildings in all my projects, but there are some good building designs with internal hallways (mine are external and open to the elements) in which it is impossible for all units to have views of open space (because there are units on both the parking and non-parking side of the building). I'm not sure you should exclude those buildings from consideration.

I saw some comments in the newspaper recently stating that these projects should be permitted outside of growth zones and on properties without available public sewer. I disagree with that. There is plenty of land that meets the criteria outlined and it should be kept in place. These high density apartment projects should absolutely not be in level 4 areas without nearby available services, amenities and public transportation. Also, keep the 100' setback ... it will make these applications more acceptable to the adjacent property owners. The 50% open space may be a tad aggressive and make it difficult to hit the targeted 12 units-per-acre density. I might reduce that to 40%.

Thanks for working on this and good luck with it. So long as that first change I mention above is made, this is a great ordinance and will go a long way to addressing our workforce housing shortage in the eastern part of Sussex County.

Thanks,

Preston

Preston Schell Ocean Atlantic Companies 18949 Coastal Hwy, Suite 301 Rehoboth Beach, DE 19971 ph: 302-227-6115 preston@oacompanies.com

# **SUPPORT EXHIBIT**

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May 4, 2022

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Sussex County Planning and Zoning Commission 2 The Circle Georgetown, DE 19947 SUSSEX COUNTY
PLANNING & ZONING

RE: Comments on Ordinance to Amend the Code of Sussex County Regarding Affordably Priced Rental Units and the Sussex County Rental Unit (SCRP) Program

Dear Sussex County Commissioners,

My name is Matt Padron and I represent Commonwealth Development Corporation, a national developer of high-quality rental housing designed to be affordable to working families and seniors. I am writing to express our very strong support for the proposed affordable housing Ordinance and to respectfully urge its rapid passage and enactment. Commonwealth is new to Delaware, but I myself have worked on affordable housing projects in the state for years with another organization and upon joining Commonwealth, was excited to explore the potential to bring our company's resources to develop new affordable housing to support the local workforce in Sussex County.

I regret that I was unable to attend the Planning and Zoning Commission Meeting on April 28 due to an unavoidable scheduling conflict, but I have reviewed the proposed Ordinance and listened to the full discussion of that meeting and I can confirm now as a developer that should this Ordinance pass, my organization will absolutely jump on it and make immediate use of the provisions of the Ordinance to pursue the new affordable housing development opportunities that would be made possible through its passage. Indeed, we have an exciting new affordable housing project in pre-development and under consideration for funding now just outside of Lewes and Rehoboth for which passage of this Ordinance would help clear the way for rapid development.

We have long been aware of the tremendous need for new affordable homes in the County, but a combination of high costs, limited availability, and restrictive zoning of suitable land has been an obstacle that has been difficult to overcome until now. The proposed Ordinance allowing affordable multifamily housing development by right on a large number of parcels is a potential game changer that will do much to remove these obstacles and make significant new affordable housing creation possible. One of the most challenging parts of real estate development—and in particular, affordable housing development—is the unpredictable and lengthy nature of the entitlements process and the financial, legal, and political ramifications that can arise from any need for zoning relief. This Ordinance eliminates much of this unpredictability, allowing for a

straightforward and clear path to obtaining necessary approvals on a wide variety of potential sites in the County. In addition to reducing development costs and helping to ensure financial feasibility of projects, this Ordinance will make it easier to enter into agreements with sellers of applicable parcels, as many of the uncertainties of timing around entitlements and potential zoning relief would be eliminated. Furthermore, the development of affordable housing frequently relies upon a complex set of financing sources with funding agencies, lenders, and investors giving considerable weight to having permissive zoning in place. This Ordinance would enact that for many potential sites, streamlining the overall funding process and making these sites more attractive when applying for competitive funding sources.

Commonwealth Development sincerely appreciates the Commission's and County's desire for developer input into this Ordinance and is grateful for your concern that the Ordinance be truly beneficial to new affordable housing development. We would certainly value reducing the setback requirements and open space requirements as suggested during the April 28 meeting, but even exactly as written in its current form, this Ordinance is truly a significant advancement to efforts to promptly create new affordable housing in Sussex County and our greatest concern would be any undue delay in its passage and enactment. Should the ordinance be passed in the near future, it will be of instant benefit in expediting our proposed development near Lewes and will allow us to immediately begin working to confidently secure additional sites for new affordable housing development in Sussex County. This Ordinance tackles a challenging problem head on and as a developer of affordable housing, Commonwealth Development Corporation wholeheartedly supports and respectfully urges its rapid passage.

Thank you, again, for the opportunity to participate in this discussion and please do not hesitate to reach out at any time if you have any questions.

Sincerely,

Matthew F. Padron

M. A.

Vice President of Development 1400 Harrisburg Pike #7806

Lancaster, PA 17604 202.556.9882

m.padron@commonwealthco.net



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MAY 0 2 2022

SUSSEX COUNTY PLANNING & ZONING

The Honorable Mike Vincent President, Sussex County Council 2 The Circle PO Box 589 Georgetown, DE 19947

FILE COPY

Mr. Robert Wheatly Chairman, Sussex County Planning And Zoning Commission

Dear Council President Vincent and P&Z Chairman Wheatly:

The Sussex Economic Development Action Committee is pleased to unanimously endorse the recently introduced ordinance to amend the Code of Sussex County dealing with Affordable Rental Units and the Sussex County Rental Unit Program (SCRP). The Council is to be commended for taking this giant step forward to address the housing problem in Sussex County that is reaching catastrophic levels.

The proposal does make giant strides in beginning the process of making rental units more available and affordable and, through these changes it makes in our present code and program, will make it easier for the private sector to develop more of these projects while making them far more affordable to large numbers of Sussex Countians facing housing shortages and housing costs out of their reach. Moreover, the changes proposed will go a long way in assisting the residents of our County to live where they work.

We support this legislation as proposed but we do have some suggestions that may improve what you are trying to accomplish. These suggestions are from our membership:

- 1) Employed for one year and live here a year. Bridgeville adopted an Affordable Housing Ordinance modeled after the County's Ordinance. They addressed the residency issue by allowing only current residents of Bridgeville to apply to rent or buy the first three months that a unit is available. After three months, any resident of Sussex County could rent or buy it. Every time a unit became available the unit was only available to a current Bridgeville resident for that three-month period and then to the open market.
- 2) One hundred (100) feet set back from neighboring properties. The one hundred feet seems a little too much unless it is tied to the height of the rental unit.
- 3) 50% of the land must be in open space. With the price of land that either has sewer and water already available or available nearby, this could affect the number of units built thus opening the development of adjacent land to similar development, a sprawl-type effect, if you will.
- 4) All units must have a primary view of open space or recreational amenities. We understand the reason for this requirement and make no comment; and

5) Eligibility of an individual is left to the landlord with the County having oversight. This is a good requirement and should speed up the rental of these units. With the County having final say, we are confident that problems will be at a minimum. You may want to look at some third-party appeal process if the County rejects an applicant.

As we have said, this is a giant first step and honors a commitment made by the Council but now it's time to begin to discuss how we make projects that can be purchased available as affordable housing.

We urge the Planning and Zoning Commission to recommend this Ordinance to the County Council for approval and we further urge the Sussex County Council to approve it.

Thank you. And, as always, SEDAC stands ready to assist you in your efforts to bring housing and jobs to Sussex County.

Yours truly,

Joseph T. Conaway Chairman, SEDAC

CC: Sussex County Council
Sussex County Planning and Zoning Commission
Todd Lawson, Sussex County Administrator
Jamie Whitehouse, Director Sussex County P&Z

#### Lauren DeVore

From:

webmaster@sussexcountyde.gov on behalf of Sussex County DE

<webmaster@sussexcountyde.gov>

Sent:

Thursday, April 28, 2022 3:39 PM

To:

Planning and Zoning

Subject:

Submission from: Planning & Zoning Commission contact form

RECIPIENTS: Jamie Whitehouse

Submitted on Thursday, April 28, 2022 - 3:38pm

SUPPORT EXHIBIT

Name: Mindy Lyle

Email address: mindylyle@comcast.net

Phone number: 571-212-4735

Subject: Affordable Housing Ordinance

Message: I am writing in support of the Affordable Housing Ordinance. This Ordinance is essential to make the county more attractive to those seeking full-time employment and to businesses who have a consistent need for staff. I would also encourage you to consider including workforce ownership opportunities as you move forward.

Cc: Andrew Sharp; Bill Pfaff; Bob Wheatley; Bobbi Barends; Bobby Horsey; Brian McGlinchey; Brian Shannon; bruce o'connor; Caroline Antony; Casey Kenton; Catherine Bassett; Charlie Timmons; Chris Baker; Christ Moody; Chris Weeks; Dave Speicher; david.l.wilson@delaware.gov; David Baker; David Root; Derrick Southard; dona troyer; Doug Liberman; Ed Lewandowski; Ernie Felici; Fred Dean; Gavin Short; George Beckerman; geraldhocker@gmail.com; Gus Mergenthaler; Helen Hoart; hfortunato@melvinjoseph.com; Jack Riddle; Jamie; Jacob Owens; Jared Shelton; Heun, Jean (US - Delaware); JDenney; Jerry Esposit; J Martin; Jim Provo; Joe Conaway; John Jones; jIrieley@hotmail.com; John Rieley; Jordan Schulties; Josh Mastrangelo; Karen Swain; Katie Tabeling; kelly Jansen; kelly.jansen@impactgraphix302.com; Kevin Yingling; Lauren Swain /Sussex SB; Lauren Weaver; Laurence Corrigan; Lillian Harrison; Lorri Grayson; Mark H. Davidson; Mary Dupont; Matt Robinson; Mike Vanderslice; Mike Vincent; Pat Ryan; Pete Keenan; Preston Schell; Ray Sander; Rob Eps; robert.m.nicholson@gmail.com; Robert Tunnell III; Bob Ruggio; Ruth Briggs King; Sara Pletcher; sarah gilmour; sgilmour@pathways-2-success.org; scott thomas; Sheldon Hudson; Stephanie Moody; Tom Thunstrom; tom.weaver@yourdelawarepi.com; Tom Weaver; Trish Newcomer; Walt Bryan; walt@foto-bug.com; Zach Evans Subject: Re: from Chairman Joe

I just finished reading the proposed Ordinance and take issue with a few items, in particular, line 347, requiring any tenant to be previously employed for one full year in the County (that's an unnecessary disqualifier), and line 353, no felony record. (DUI's are a felony). This is another onerous requirement.

All in all, most of the language is based on finding the Qualifying Land, which would first and foremost need central water & sewer. We all know that the opportunities to build on land nearest Town centers are prohibitively expensive, or do not have central utilities (i.e Seaford area). I think it also puts too much of a burden on the prospective LandLord, and would actually inhibit what it is trying to create.

My opinion only.

Respectfully,

Sandra Ware / REALTOR since Jan '97 / Senior Advisor Berkshire Hathaway HS Gallo Realty Commercial Division 37230 Rehoboth Avenue Ext. Rehoboth Beach, DE 19971 o 302.227.6101 / M 302.542.0900 Sandra@CommercialDE.com

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From: Gerard L. Esposito < espoenterprises llc@gmail.com >

Sent: Thursday, April 21, 2022 8:19 AM

To: Sandra Ware < sandra@commercialde.com >; Linda Price < director@georgetowncoc.com >

Cc: Andrew Sharp <asharp@delawareindependent.com>; William Pfaff <william.pfaff@sussexcountyde.gov>; Bob Wheatley < bob@rcwheatley.com >; Bobbi Barends < bobbi.barends@dtcc.edu >; Bobby Horsey < bobbydgh@aol.com >; Brian McGlinchey < brianmcglinchey@me.com >; Brian Shannon < bgshannon@msn.com >; bruce o'connor <aboconnor@middlesexwater.com>; Caroline Antony <caroline@sussexpainrelief.com>; Casey Kenton <ckenton@irealty.com>; Catherine Bassett < cbassett@mountaire.com>; Charlie Timmons < ctimmons@abcdelaware.com>; Chris Baker < cbaker@geolyn.com >; Christ Moody < Cmoody@dtcc.edu >; Chris Weeks < cweeks@beckermorgan.com >; Dave Speicher < davespeicherjr@gmail.com >; david.l.wilson@delaware.gov; David Baker < bakerudel@comcast.net >; David Root < dgroot@udel.edu>; Derrick Southard < dsouthard@ncall.org>; dona troyer < dona.troyer@sussexvt.k12.de.us>; Doug Liberman < dliberman@larsonengineering.net >; Ed Lewandowski < edlew@udel.edu >; Ernie Felici <ernie@herringpoint.com>; Fred Dean <fred@deanteamsells.com>; Gavin Short <gshortm@icloud.com>; George Beckerman < george@hoartbeckerman.com >; geraldhocker@gmail.com; Gus Mergenthaler <gus.mergenthaler@tetratech.com>; Helen Hoart < helen@hoartbeckerman.com>; hfortunato@melvinjoseph.com; Jack Riddle < <u>jack.riddle@communitybankdelaware.com</u>>; Jamie < <u>jamieb@millsboro.org</u>>; Jacob Owens < <u>iowens@delawarebusinesstimes.com</u>>; Jared Shelton < <u>ishelton@chpk.com</u>>; Heun, Jean (US - Delaware) <jean.heun@fiserv.com>; JDenney <<u>idenney@corradoconstruction.com</u>>; J Martin <<u>imartin@chpk.com</u>>; Jim Provo <james.provo@sba.gov>; Joe Conaway <<u>iconaway@hotmail.com</u>>; John Jones <<u>iohnbjones@yahoo.com</u>>; <u>jlrieley@hotmail.com</u>; John Rieley <<u>ilrieley@sussexcountyde.gov</u>>; Jordan Schulties <<u>jordan.schulties@delaware.gov</u>>; Josh Mastrangelo < imastrangelo@cmfa.com >; Karen Swain < karen.swain@dtcc.edu >; Katie Tabeling < ktabeling@delawarebusinesstimes.com >; kelly Jansen < kelly.jansen@yourdelawarepi.com >; kelly.jansen@impactgraphix302.com; Kevin Yingling < kevin@decoop.com >; Lauren Swain /Sussex SB <a href="mailto:swain@delaware.gov">| Lauren Weaver < Lauren@thequietresorts.com</a>; Laurence Corrigan <a href="mailto:square-right-newfold-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif-serif < <a href="mailto:lgrayson@ggabuilds.com">" Mark H. Davidson < mdavidson@pennoni.com">" Mary Dupont < marykdupont@gmail.com">" Mary Dup Matt Robinson <mjrobins@udel.edu>; Mike Vanderslice <mvanderslice@envalliance.com>; Michael H. Vincent <mvincent@sussexcountyde.gov>; Pat Ryan pryan@solutionsipem.com; Pete Keenan <observation.net</pre>; Preston Schell chell chell com; Rob Eps < robert.m.nicholson@gmail.com; Robert Tunnell III < rtunnell@potnets.com >; Bob Ruggio < rruggio.del@gmail.com >; Ruth Briggs King < ruth.briggsking@state.de.us>; Sara Pletcher < spletcher@milford-de.gov>; sarah gilmour <sarahgilmour@verizon.net>; sgilmour@pathways-2-success.org; scott thomas <scottT@visitsoutherndelaware.com>; Sheldon Hudson <<u>sheldon@millsboro.org</u>>; Stephanie Moody <<u>smoody@scaor.com</u>>; Tom Thunstrom <tom.thunstrom@gmail.com>; tom.weaver@yourdelawarepi.com; Tom Weaver <tom.weaver@impactgraphix302.com>; Trisha Newcomer < tbooth@seafordde.com>; Walt Bryan <walt@waltbryan.com>; walt@foto-bug.com; Zach Evans <zevans@mountaire.com> Subject: RE: from Chairman Joe

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I agree with Sandra's observations, and would add a supporting comment about central water and sewer. Most non-municipal or non-County central water and sewer "districts" don't put infrastructure in the ground until they have an actual customer. Unlike government utilities, who can build capacity using public funds with or without paying customers, private utilities usually can't build for future growth—whether for workforce housing or not. Requiring that utility availability for the "Qualifying Land" could be prohibitive.

Jerry E.

Sent from Mail for Windows

From: Sandra Ware

Sent: Wednesday, April 20, 2022 10:25 AM

To: Linda Price