

Burlingame HOPE Community Advisory Committee

Housing, Opportunity, Priorities and Education

January 25, 2023



WELCOME from the City of Burlingame

City Staff

- Kevin Gardiner, Community Development Director
- Joseph Sanfilippo, Economic Development & Housing Specialist

City Council Subcommittee for Housing

- Michael Brownrigg, Mayor
- Donna Colson, Vice Mayor

Facilitator

• Susan Clark, Common Knowledge

January 25 Launch Meeting for HOPE Community Advisory Committee (CAC)

- Welcome and Agenda
- Purpose of this Community Advisory Committee
- Parameters for Our Work Together
- Committee Member Introductions
- Background Information, with Q&A
 - Burlingame: About the community and current housing
 - Commercial Linkage Fees and the Housing Trust Fund
- Potential Use of Funds Some initial suggestions
- Next Meeting/Next Steps

WHAT IS "HOPE"?

(HOUSING OPPORTUNITY, PRIORITIES AND EDUCATION)?

And WHY is the Community helping to advise?



PARAMETERS for Our Work Together

This is a mutual learning experience

- You are each experts on aspects of the Burlingame community;
 all perspectives are valued
- Listen to understand each other (rather than to persuade)
- Your questions are valuable; if something isn't clear, please ask sooner rather than later

We will be exploring trade-offs together

- Assume good intentions
- Respect differences; stay curious

Community Advisory Committee Member Introductions





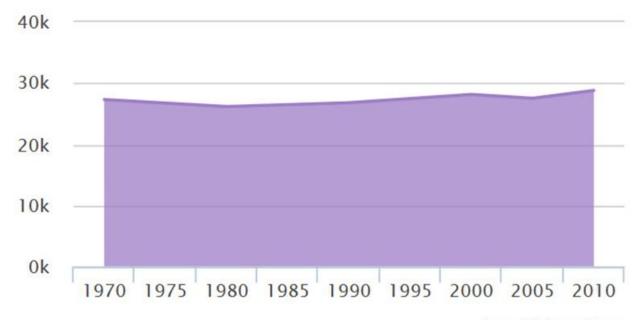




About the Burlingame Community and Current Housing

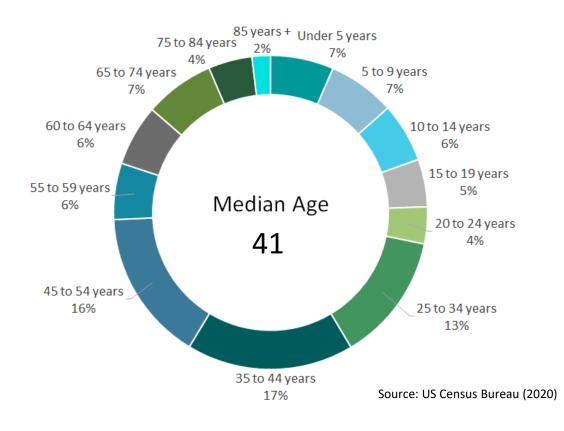
Who Lives Here?

■ Total Population 31,386 (2020)

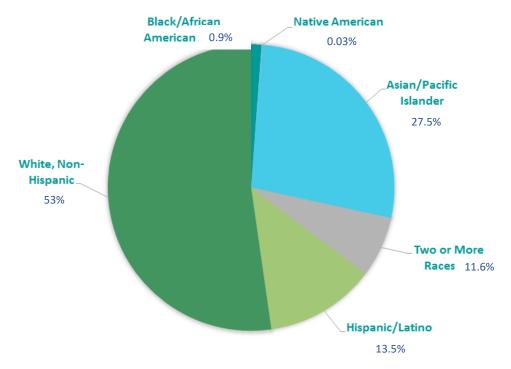


Source: U.S. Census Bureau

Who Lives Here?

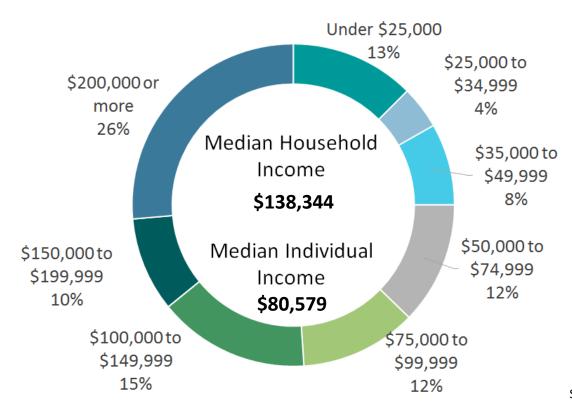


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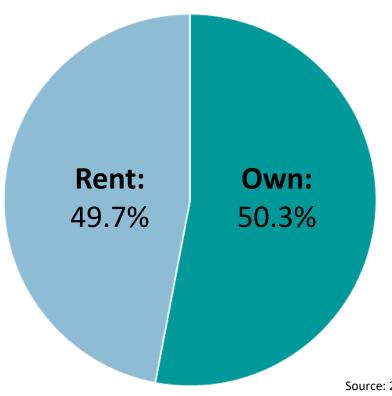


Single Family Homes 48%



Multifamily Homes **52%**

Who Lives Here?



Source: 2020 American Community Survey

Who Works Here?

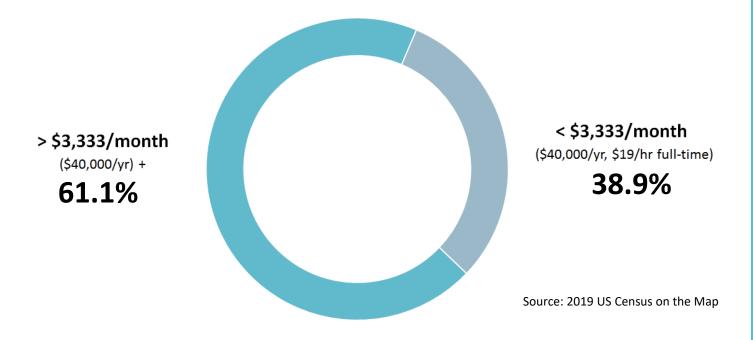


People working in Burlingame

28,367

Source: 2019 US Census on the Map

Who Works Here?



AMI = Area Median Income

- \$116,200 household of 1
- \$123,800 household of 2
- \$149,400 household of 3
- \$166,000 household of 4

Based on Federal Income Limits for San Mateo County, effective 4/18/2022

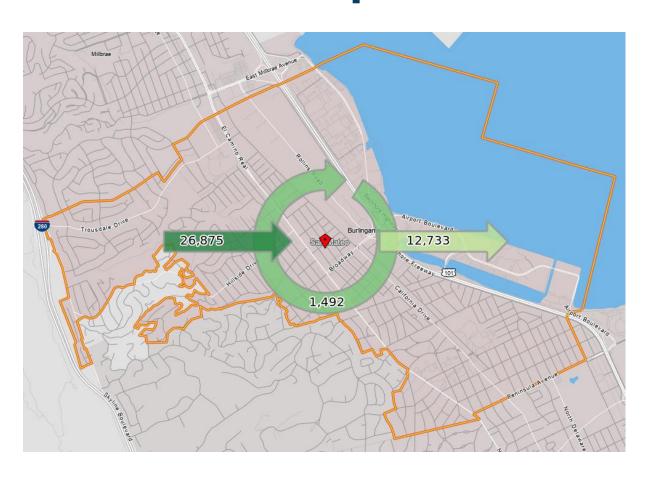
Where Do People Live and Work?



Commute Patterns

Travel Direction	Number
Living and Working in Burlingame	1,492
Commuting <i>into</i> Burlingame from elsewhere	26,875
Commuting <i>out of</i> Burlingame to jobs elsewhere	12,733

Where Do People Live and Work?



Distance to work in Burlingame

Distance	Percent
Less than 10 miles	42.3%
10 to 24 miles	26.6%
25 to 50 miles	13.9%
Greater than 50 miles	17.1%

An update on the Housing Element



Starts with the General Plan

All cities, towns and counites in California have one Guides all the ways they are planned and managed



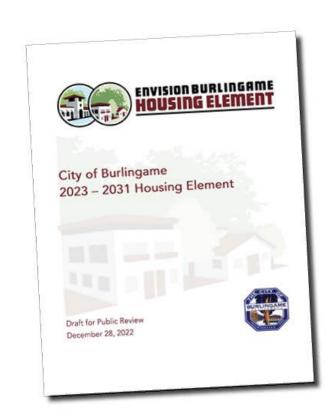
Housing Element or housing plan

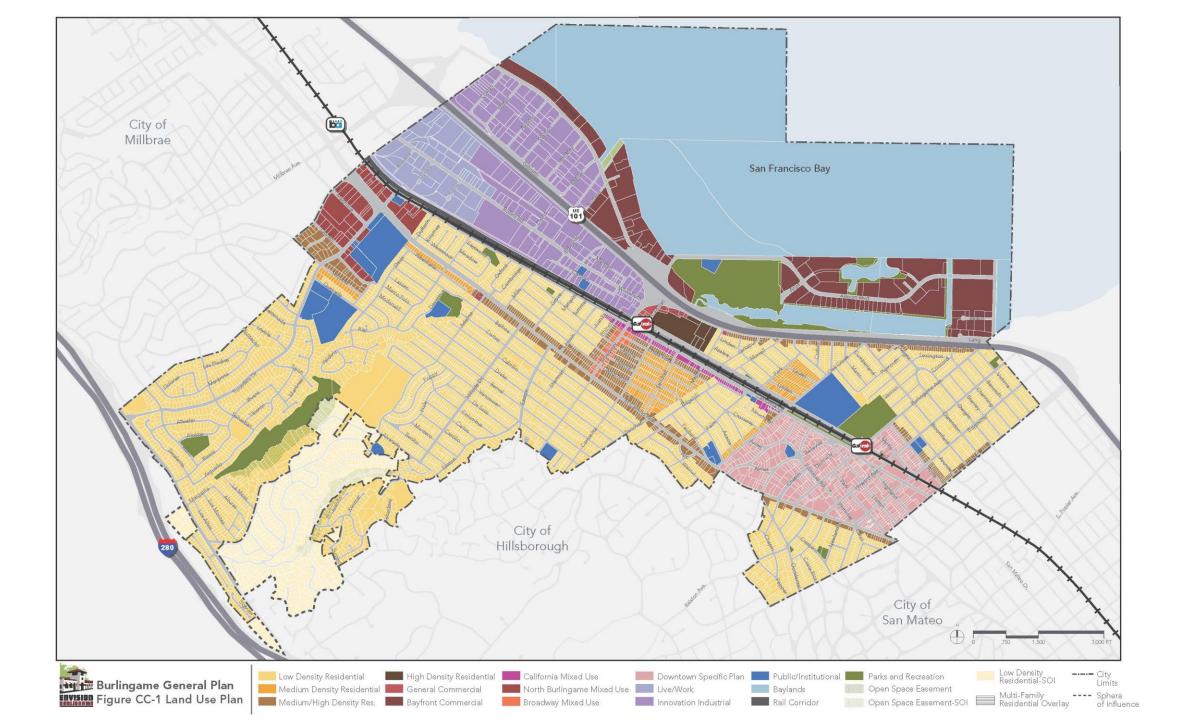
Part of every General Plan Plan for homes needed in a community



RHNA (pronounced "ree-nuh")

Regional Housing Needs Allocation A target for homes needed Assigned to the region by the state





Policies and Programs

A plan for the housing needed in a community

- Provide opportunities for a variety of housing choices
- Facilitate the development of affordable housing
- Remove barriers to housing
- Improve the condition of existing housing
- Preserve existing affordable housing
- Affirmatively further fair housing





Policies and Programs

Goals

The big idea; general direction-setter

Policies

Specific statement that guides decision-making

Programs

Implementation measures

→ HOPE Committee – use of housing trust funds

Submittal Timeline

Public Draft Released: December 28, 2022

Planning Commission: January 9, 2023

City Council: January 17, 2023

Deadline for Comments: January 27, 2023

Consider and incorporate comments from the public, Planning Commission, and City Council: January 27- February 10, 2023 (10 days maximum)

Submit to HCD: February 13, 2023

<u>www.burlingame.org/housingelement</u> <u>jsanfilippo@burlingame.org</u>





State Density Bonus

35% Bonus in Density Over the City Base Density:

Income Category (% of Area Median)	% of Affordable Units of Base	2022 Rent-2 BR	Concessions
Very Low (50% AMI)	11%	\$1,870	2
Low (80% AMI)	20%	\$2,240	2
Moderate (120% AMI)	30%	\$4,110	3
Market Rents Existing Stock		\$2,800 - \$3,900 (existing units)	



NEW
COMMERCIAL
DEVELOPMENT

brings **NEW JOBS**

creates **DEMAND FOR HOUSING**

City of Burlingame Commercial Linkage Fees

Land Use	Linkage Fee	Linkage Fee with Prevailing Wages
Retail	\$7.00 / SF	\$5.00 / SF
Hotel	\$12.00 / SF	\$10.00 / SF
Office 50,000 SF or less	\$18.00 / SF	\$15.00 / SF
Office larger than 50,000 SF	\$25.00 / SF	\$20.00 / SF



Current Balance (approx.)
Eucalyptus Grove Apartments
Remaining Balance

\$8,700,000 (\$1,432,138) \$7,267,862

Potential Commercial Linkage Fees

Land Use	Linkage Fee	Linkage Fee with Prevailing Wages	Potential Building Permit Issuance / Collection of Fees
Topgolf	N/A	\$355,370	2023
1669-99 Bayshore Hwy	\$10,883,500	\$8,697,500	2023
777 Airport Blvd	\$10,085,000	\$8,068,000	2023
620 Airport Blvd	\$12,100,000	\$9,860,000	2024
1200-1340 Bayshore Hwy	\$36,410,000	\$29,125,000	2024
1499 Bayshore Hwy	\$7,880,000	\$6,304,000	2025
TOTALS	\$77,713,870	\$62,229,870	

Housing Development Costs

- Direct Costs (labor/materials)
- Soft Costs (arch/engineering, entitlements, marketing, etc.)
- Land
- Profit (or Fee)

Operating Costs – (Rental projects)



Affordable Housing Financing Gap - Ownership

Cost to Build (1000 SF Condo)

Hard Costs	\$522,000
Soft Costs	\$159,000
Land	\$147,000
Total	\$828,000

Average Burlingame \$1,200,000 Condo Sales Price

Maximum Affordable Sales Price Per Household Income

	Max Affordable
HH Income \$100K	\$395,000
HH Income \$150K	\$625,000
HH Income \$165K	\$700,000

Affordable Housing Financing Gap - Rental

Capital Required \$162,000,000

Bank and Tax Credits

Bank \$72,000,000

Unfunded \$90,000,000

Bank \$72,000,000

Tax Credits \$74,000,000

Gap \$16,000,000

Ways to Close the Gap

- State Loans and Grants
- Local Funds
- Reductions/Waivers of Fees
- Land Donations
- Local Rent Subsidies/Project-Based Vouchers (via Section 8)



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The Village at Burlingame

- Land Donation City-owned surface parking lot
- 132 Units (78 workforce units, 54 senior units)
- 82 units up to 50% AMI, 35 units up to 80% AMI, 14 units up to 120% AMI
- 6,750 square foot public park
- Replacement of existing parking in new parking structure
- No City financing other than land





Eucalyptus Grove Apartments

- 69 units up to 50% AMI
- \$1,432,138 fee waiver using Commercial Linkage/Housing Trust funds
- Local Rent Subsidies/Project-Based Vouchers (via Section 8)
- SB 35 project allowing streamlined administrative review







Initial Suggestions That Have Surfaced

Potential Use of Funds

Some suggestions that were raised during the Housing Element Update:

- Gap financing for affordable housing projects
- Acquisition and preservation of existing "naturally affordable" housing
- Buying down existing units or proposed units (e.g. increasing the percentages of affordable units beyond those currently required)

Potential Use of Funds - continued

Some suggestions that were raised during the Housing Element Update:

- Renovation fund for soft-story seismic retrofits or electrification in exchange for affordability deed restrictions
- Subsidizing ADU construction in exchange for affordability deed restrictions
- Housing in conjunction with possible City Hall redevelopment, to provide essential worker housing





What is top of mind?

What questions are you hoping to get answered before or during Meeting #2?

Next Steps

- You will receive an OPTIONAL short three question survey for feedback about the information and the process for the group
- Next Meetings:
 - Meeting #2 February 15th
 - Meeting #3 March 15th
 - Meeting #4 (if needed) April 12th

