

Bethesda Downtown Plan

community identity

equity

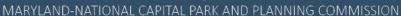
habitat + health

access + mobility

water

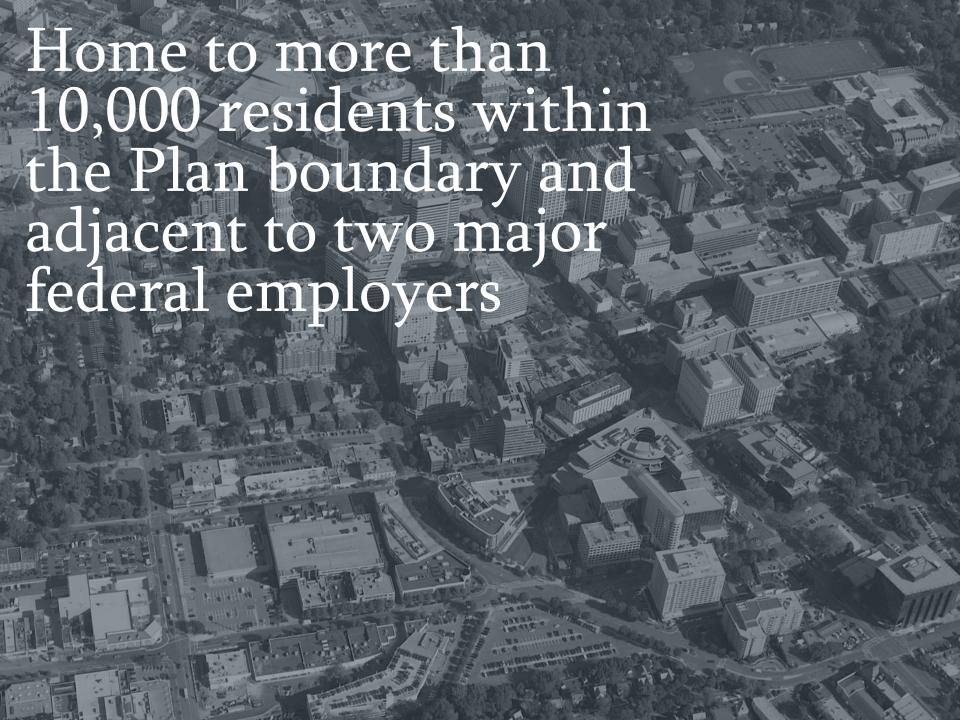


Work Session #11 | Planning Board April 28, 2016





Affordable Housing Approach



An area with the highest average rents in the County and a need to increase affordable housing options

economic competitive + innovative

A truly sustainable Downtown...

social

unique + affordable environmental

greener + connected

Plan Goals

- Affordable Housing.
- Parks and Open Space
- Environmental Innovation
- Economic Competitiveness

economic competitive

A truly sustainable Downtown...

social unique + affordable environmental greener + connected

...with strengthened Centers of Activity



¿···· and this is how to get there: ·····

Great Transit + Walkability

Density Averaging Optional Method Public Benefits High Performance Area

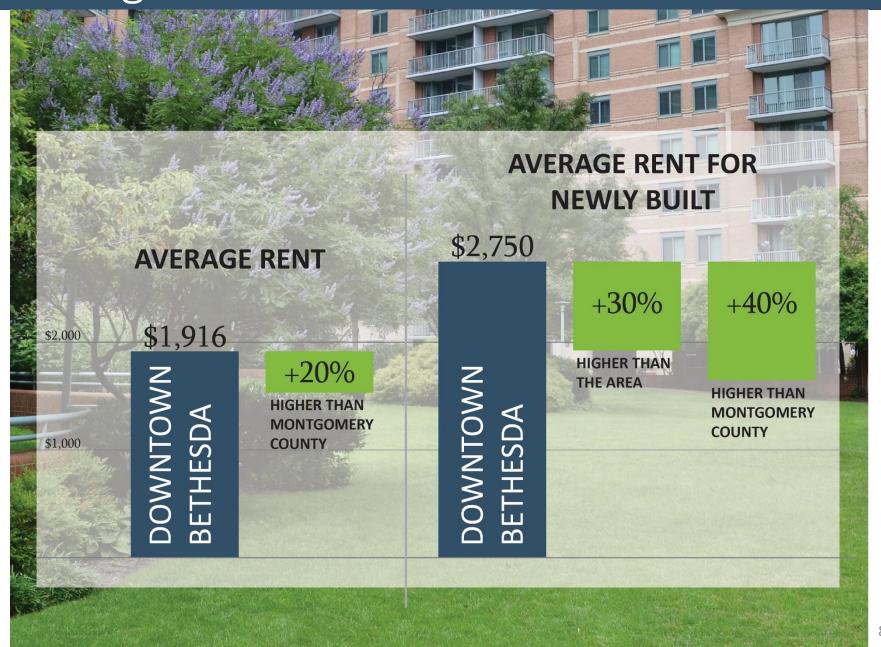
Design Excellence



Goals

- Preserve existing market-rate affordable housing.
- Produce new units to provide a mix of housing options and increase the provision of Moderately Priced
 Dwelling Units in exchange for development incentives.
- Reach deeper levels of affordability (below 65% AIM)

Existing Conditions



Existing Conditions

Total existing multi-family rental units = 4,669

826 rent-restricted, 3,263 market-rate (65% - 120%). 4,089 market-rate affordable AND rent-restricted.

MARKET-RATE RENTAL UNITS

3,843 units - 82.31%

RENT-RESTRICTED UNITS FOR LOW-INCOME HOUSEHOLDS 826 units - 17.69%

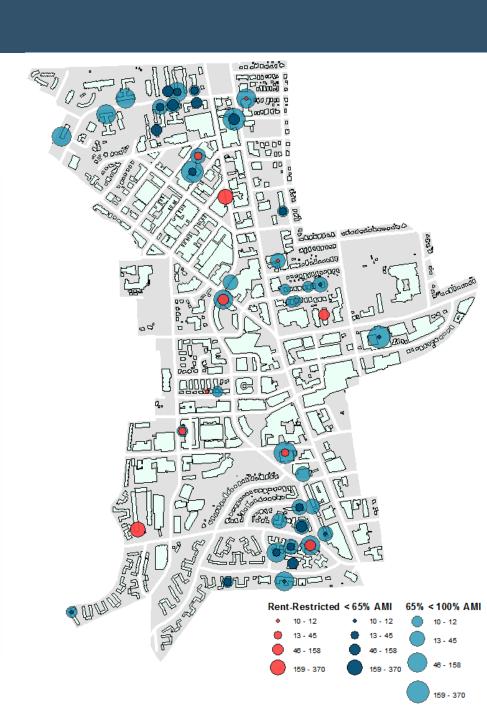
Existing Conditions

Market-Rate Affordable (not rent restricted)

MODERATE INCOME HOUSEHOLDS 100% AMI < Income < 120% AMI 491 units - 10.52%

1,992 units - 42.66%

Income < 65% AMI
780 units - 16.71%



Preserve and Produce affordable housing

Existing Multi-Family Rental Units	Total Vision Build-out (Units)
4,669	13,125

Current Rent Restricted	New Rent Restricted (15% MPDU)	Proposed Rent Restricted
826	1,269	2,095

Redevelopment will increase the number of Rent-Restricted units near Metro.

PROS

More rent-restricted units overall

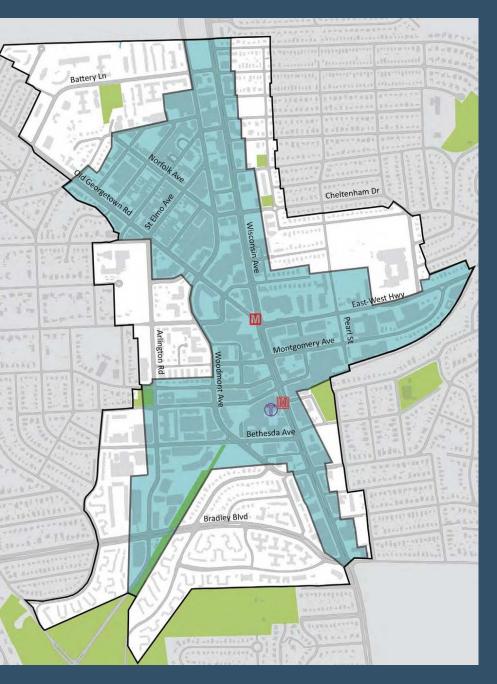
Ensure affordable housing accessible to target income groups

If affordable housing providers redevelop at higher density, they may provide more rent-restricted units than 15% minimum

CONS

Potential loss of naturally occurring affordable market-rate units with redevelopment

Proportion of affordable to market-rate may decrease



Recommendations

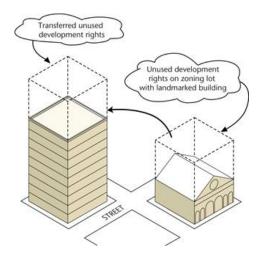
- Produce a minimum 15% MPDUs for residential development within the High Performance Area in Downtown Bethesda or Bethesda-wide.
- Preserve existing market-rate
 affordable housing through density
 averaging and priority sending sites.
- Prioritize 2-3 bedroom MPDUs
- Reach deeper levels of affordability (below 65% AIM)

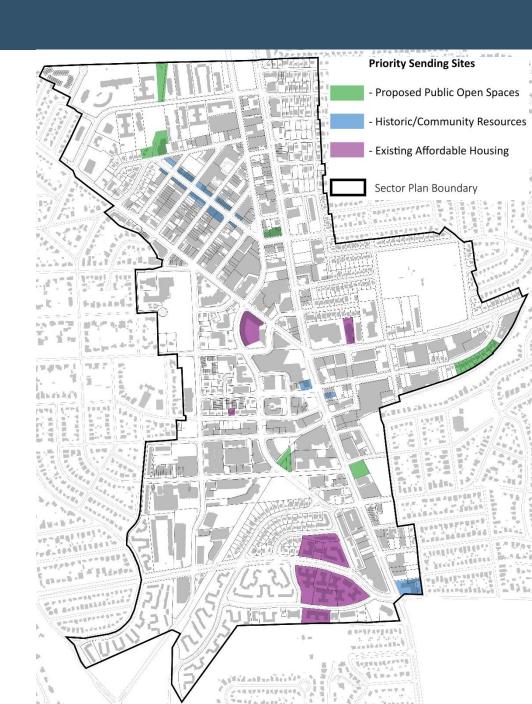
Implementation

 Identify and prioritize key density averaging sending sites. Implement through the use of an Overlay Zone

Priority Sending Sites

- Proposed Public Open Space
- Historic Resources/Landmarks
- Existing Affordable Housing

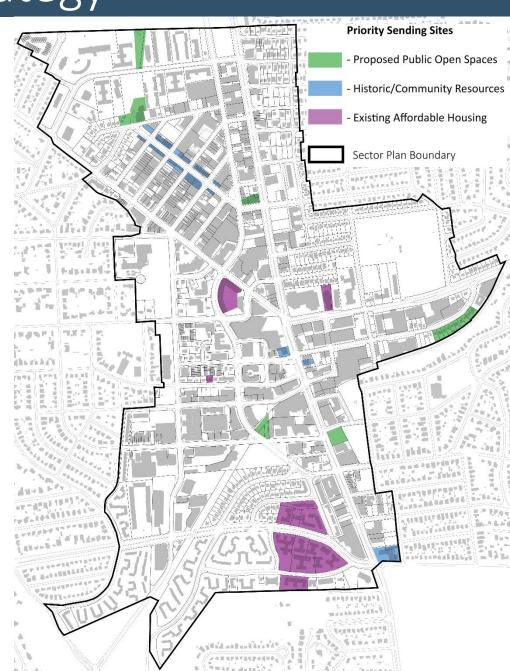




Implementation Strategy

Incentives:

- Transfer density beyond the existing ¼ mile limit.
- Transfer density to another site without being included in a common sketch plan or site plan.
- Density may be used at more than one receiving site.
- May qualify for public benefits as a major public facility.



Other Tools:

Off-Site MPDUs

- Must be within the Plan boundary
- Applicant to determine location at site plan.
- Pay existing buildings to set aside units as MPDUs with cap of 15%
- Require a higher ratio of off-site units (i.e. 1:1.5)?
- This idea is not fully supported by DHCA (for rental units)

Other Tools:

- Facilitate activity of AHPs in housing development to efficiently increase the yield of affordable units that stay affordable.
- Add a housing payment from non-residential development as an option for public benefit points.
- Redevelop key public facilities to include affordable housing including public parking lots and garages
- Incentives to reach deeper affordability (below 65%AMI)



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water

energy + materials



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MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION

