Comments on B21-462, "Minimum Wage, Living Wage, and Millennial Tiny Housing Amendment Act of 2015"

Brian Levy, Micro Showcase, Washington DC February 1, 2016

Thank you for the opportunity to testify on this important piece of proposed legislation. Micro-housing is an important trend, and responds directly to a need for more affordable housing, as well as a desire of many to live more simply and ecologically.

In 2012 I founded the Micro Showcase, just up the street off of North Capitol south of Michigan Ave. It is a display of best-in-class micro structures, all under 350ft2, as well as a showcase of sustainable technologies, an online resource for micro-building, and the office of the DC Chapter of the American Tiny House Association. We host tours for individuals, school groups, and city officials, Council Members and staff. To date over we've hosted over 3000 visitors. Our next open house is this Saturday, Feb 8 at 11am, and I invite all to attend.

I would like to offer a few comments on this legislation to both clarify and strengthen it.

- In the bill the terms 'tiny house' and 'new homes' are not defined adequately, apart from the requirement of being 'stationary'. Micro housing in the U.S. takes many forms:
 - o foundation built, multifamily (multiple units)
 - foundation built, detached. These are single unit, detached (free standing) structures, commonly referred to in urban planning parlance as 'accessory dwelling units (ADU's), or 'in-law' suites/carriage houses/'granny pads' and are located behind a primary residential structure. ADU's may also be attached in the primary residence (i.e. basement units, etc).
 - o foundation built, detached single family residences. These are not accessory to any main unit.
 - 'tiny houses' on wheels (trailers), originated and popularized by Tumbleweed Tiny homes company over a decade ago.

A survey of the types of micro units can be found here: http://www.microshowcase.com/microdwell/microhousing-an-overview/

- The bill specifies units to be "no less than 600 ft2". Tiny houses and micro units around the country are generally significantly smaller than 600ft2. For comparison, in other cities building foundation built, multi-unit microhousing:
 - Seattle: the U.S. micro-housing pioneer, with over 3000 units across the city. Seattle permits living units down to 90ft2, and most are in the 150-400ft2 range.
 - NYC: has a 400ft2 minimum apartment size rule (frequently violated). The current NYC
 Adapt project is the main example, with 55 units of 370 ft2 (zoning had to be waived for the project
 to proceed).
 - DC: currently the primary example currently is PN Hoffman's Wharf project, with 170 micro-units of 330-380 ft2, though several other developers have micro-units in their pipeline.
 - San Francisco: the city recently approved a trial of 375 units, some as small as 220 ft2.
 - Boston: is developing 195 units, with a size of 350ft2.

Currently in DC the minimum square footage requirements for an apartment is <u>220ft2</u>. Many can personally attest that it is quite easy to live as a single individual well in 200ft2, so it is suggested that the 600ft2 be reduced significantly.

- The bill specifies houses shall "cost no more than \$50,000 to construct". It is unclear where this number is derived from, but equates to \$83/ft2 for a 600ft2 unit. This appears highly unrealistic in the DC market if it is to include land, development costs, utility connections, etc. I would also note that by far the most cost effective approach would be multiple micro-units in a single building, as has been developed in other cities across the country.
- Under the proposed legislation MLMTHI shall be responsible for developing and selling the units "for no more than \$50,000". Without further regulations on sale of the properties. it is highly likely that eligible buyers of these units will acquire and then immediately flip the units for higher market prices. Average residential prices in DC are currently approximately \$487/ft2, which equates to an effective net subsidy to the buyer of \$242,400 per 600ft2 unit.

- The bill makes no reference to the Office of Planning's comprehensive zoning rewrite, just approved in December 2015 and to be implemented in 2016. The zoning code changes directly impact the potential development of micro housing in the District, and the current legislation would be improved by directly addressing the new codes. A summary of these codes, and how they are changing, appears below. This is also available at: http://www.microshowcase.com/dc-microhousing/
- Given land constraints it is unclear where land for 125 microunits in each of the 8 Wards will be acquired. Given the updated zoning regulations, a potentially more cost effective approach would be to use MLMTHI funds to subsidize existing homeowners with land behind their homes or space in their homes to build affordable micro-unit detached or attached ADU's with rent controlled leases. There are tens of thousands of residential properties across the District with adequate land or excess square footage to build such ADU's.

Micro Housing in Washington DC						
Type of Unit	Residential Zone	Minimum Square Footage	Current Zoning Code	Proposed Final Zoning Changes (Dec 2014, to be finalized fall 2015)	Code cited	Notes
Multi-family/Apartment	All	220 ft2	Permitted	No change. DC has long had a progressive, 220 ft2 low minimum square footage rule enacted for multifamily.		This compares favorably to new construction in other U.S. cities: Seattle (30 ft2), Portland (150 ft2), Los Angeles (200 ft2), San Francisco, (226 ft2), Providence (225 ft2), Chicago (275 ft2), Boston (350 ft2), Austin (400 ft2), NYC (400 ft2), See Urban Land Institute (UL) 46-page report titled "The Macro View on Micro Units."
Single Family, Detached, Street	All R	Varies	Permitted	No substantive changes pertaining to micro-housing. Minimum/maximum house size varies by lot occupancy requirements in different R zones.		
Single Family, Detached, Alley Lot	Some R	Varies	Not permitted in any residential zone	New proposed test allows development by right. Residential dealing, provided that the use strall be limited to one (1) dealing into one and ley(a subject to the following limitations: (1) The alley let is wholly within an R.3, R-13, or F.17 zone, an RF zone, or an RA zone; (2) A residential developing may not be constructed or convented for a dwelling untur lures there is a minimum of four hundred and fifty square feet (450 sq. ft.) of to area; (3) The alley let has access to an improved public street a follows: (3) The alley let has access to an improved public street a follows: (3) On an improved alley no less than fifteen feet (15 ft.) in width and within a distance of 300 innear feet of a public street;	Subtitle U, 600.1(e)	This is a substantive positive change from earlier versions which only had the 2rd alone requirement, which suverely limited the number of qualifying lots. Should be extended to all R-zones.
Accessory Dwelling Unit, Attached	All R except 19/20	Varies	Permitted	Permitted: In all R zones, one (1) accessory apartment shall be permitted by right per lot of record subject to the use permissions specified in Subtitle U. Exception: R-19 and R-20 zones special exception is needed.	Subtitle B, 302.1; Subtitle D, 201.2; Subtitle U 201.1(c) and 253.1	
				An accessory apartment shall be permitted in a principal dwelling or an accessory building as a matter-of-right in the R zones, except the R-19 or R-20 zones, subject to the provisions of this section.		
				Either the principal dwelling or accessory apartment unit shall be owner-occupied for the duration of the accessory apartment use. Up to two (2) of the requirements specified in this section may be modified or waived by the Board of Zoning Adjustment subject to the following limitations: (a) The owner-occupancy requirement of Subtitle U § 253.5 shall not be waived in any R zones;	Subtitle U 253.5; 253.10	Problematic residency requirement.
				An accessory apartment located in the principal dwelling shall be subject to the following conditions: (a) The flower shall have a minimum of gross floor area, exclusive of garage space in the conditions: (a) The flower shall have a minimum of gross floor area, exclusive of garage space in the TABLE U 19: 253 (rg) MINIMUM GROSS FLOOR AREA: Zones Minimum GFA RE-14 (Rs. 19: 2000 sp. 1); (b) The accessory apartment und many not occupy more than thirty-five percent (35%) of the gross floor area of the house. The conditions of the co		Note: Micro Showcase comments previously submitted to OP on this section in 2014 resulted in substantial improvements. However 2000ft is still a high bar for R-1 and R-19 zones.
Accessory Dwelling Unit, Detached			Currently not permitted in any residential zone			
	All R except R-19/20			An accessory apartment in an accessory building in an R zone, except the R-19 and R-20 zone, shall be permitted as a matter -dript subject to the following conditions: (b) The dwelling use of the accessory building shall be coleminous with the permanent access hall be provided by one (1) of the following: (1) A permanent passage, open to the sky, no partower than eight feel (8 ft.) in width, and extending from the accessory building of a public steret from through a side settack or shared (2). Through an improved public alley with a minimum with of twenty-four feet (24 ft.) that contacts to a public steret (or contacts to a public steret (or contacts to a public steret, or contacts the public steret, or contact the public steret accessible to contact the public steret contacts the public steret conta	233.5 above applies.	A substantial win. Current zoning prohibits any new detached ADU's, earlier rounds fines were allowed only by special exception, and they are now by right.
				An accessory apartment proposed in an accessory building not meeting the conditions of Subtitle U § 253 shall be permitted as a special exception if approved by the Board of Zoning Adjustment, subject to the provisions of this section.	Subtitle U 253.3	
	All R	450 ft2		Adjustment, subject to the provisions of this section. Maximum building area: for an accessory building in an R zone shall be the greater of thirty (30%) of the required rear setback area or four hundred and fifty square feet (450 sq. ft.).	Subtitle D	
	All R	-		(30%) of the required rear setback area or four hundred and fifty square feet (450 sq. ft.). Lot occupancy: An accessory building in an R zone as a principal use on a lot other than an alley lot shall be exempt from the requirements for minimum lot dimensions, but shall be subject to the limitation on percentage of lot occupancy of the zone in which the lot is located.	1406.1 Subtitle D 1403.1	
	All R	-		subject to the limitation on percentage or lot occupancy of the zone in which the lot is located. Building height. The maximum belight of an accessory building in an Zone shall be two (2) stories and twenty feet (20 ft). The height of an accessory building permitted by this section shall be measured from the finished grade at the middle of the side of the accessory building that faces the main building to the highest point of the roof of the building	Subtitle D 1402.1	
	R-19	450 ft2		5' selback from alley, and accessory building within five feet (5 ft.) of a public or private vehicular alley may have a maximum height of twenty feet (20 ft.), a maximum building area of four hundred and fifty square feet (450 sq. 1) and a maximum number of two (2) stories.	1208.3	
	R-20	450ft2		5' setback from alley, and accessory building within five feet (5 ft.) of a public or private vehicular alley may have a maximum building area of four bunded and fifty square feet (45f) so ft.) and a maximum pumper of one (1) story.	1208.4	
	R-19/20	100 ft2		In the R-19 and R-20 zones, an accessory building on a property that is not adjacent to a public or private vehicular alley or that is more than five feet (6 ft.) from a public or private vehicular alley may have a maximum height of ten feet (10 ft.) and a maximum building area of one hundred square feet (100 sq. ft.).	1208.5	
RV/trailer/'tiny house'	All	None	Not Permitted	No change, except a 'camping in alleys' prohibition has been added (after sanitation issues	Subtitle U, 600.1(c)	For more information see: http://www.microshowcase.com/policy/de- trailers/