

# **Planning & Zoning Board Report**

**DATE**: June 15, 2016

**TO**: Chair Johnson and Planning & Zoning Board members

**THROUGH:** John Wesley, Planning Director

Gordon Sheffield, Zoning/Civil Hearing Administrator

FROM: Lisa Davis, Planner II

SUBJECT: Amendments to Title 11, the Mesa Zoning Ordinance, including addition of a new

Chapter 14: Employment Opportunity District with supporting changes to other sections

of the Zoning Ordinance to integrate the new District.

#### PURPOSE AND RECOMMENDATION

This proposal would modify the Mesa Zoning Ordinance to add a new Chapter 14 for an Employment Opportunity (EO) District. The Goal in adding the zoning district is to ultimately provide "shovel ready" sites specifically for large-scale employment generating uses with minimum entitlement process. Tailored standards will be established through an Economic Opportunity (EO) Development Plan that will encourage high quality design, efficient aesthetic, sustainable and desirable developments.

**Staff Recommended Action:** It is recommended that the Planning & Zoning Board recommend **approval** to the proposed amendments to the Mesa Zoning Ordinance, Title 11, to add Chapter 14 for Employment Opportunity District and supporting changes to integrate the new district, as written.

## **BACKGROUND**

Over the past few years, Mesa Economic Development staff has seen increases in the number of "Mega Projects" interested in large assemblies of land (100 acres or greater), particularly projects that express a need for "shovel ready" development with in-place entitlements. The initiation of the Employment Opportunity District is a direct effort to provide for large employment generating developments to move directly into a more abbreviated process and build needed projects. The goal is to bring high quality jobs to Mesa.

The goals and objectives of the Mesa 2040 General Plan include development of policies and projects intended to generate job opportunities. These goals include sustainable economic centers located at various "hubs" throughout the City. These hubs will emphasize high quality, high-paying jobs. Development of a stronger employment sector offering higher than average wage scales and excellent employment security is part of the General Plan's goal for achieving a more sustainable economy.

The Mesa Zoning Ordinance does have several employment-oriented zoning districts listed in Chapter 7 of the Mesa Zoning Ordinance (MZO) to encourage employment development. Each provides a base district for employment users and clearly identifies development standards and allowed uses for the zoning districts. The existing employment districts include PEP-Planned Employment Park, LI-Light Industrial, GI-General Industrial, and HI-Heavy Industrial. Any modifications to the standards to tailor a site requires a rezoning process to apply an overlay district such as a Planned Area Development (PAD) or Business Intensity Zoning (BIZ) overlay districts.

#### **DISCUSSION** (For specific Chapter 14 text amendment language, see Appendix A)

The addition of the Employment Opportunity District is a culmination of discussions and efforts between the Planning Division and the Economic Development Department. The goal was to create a zoning district that would address the need to have sites available for large employment users with flexibility and a streamlined entitlement process. The new chapter will allow for the City Council to approve the Employment Opportunity (EO) as a base zoning district, or may establish the EO District as a "Floating Zone." Each EO District would be adopted with an associated EO Development Plan, which shall be tailored for the area. The EO Development Plan in turn, establishes land use classifications and development standards desired for that particular EO District. The EO District could be implemented in areas of at least 160 contiguous acres and identified in the General Plan as Employment or Employment Mixed Used District. It is based on principles of the existing Planned Community District, and the 'opt-in' process being used to implement the Downtown Mesa Form Based Code.

# Floating Zone, or Opt-In Process

Zoning using the EO District will be similar to the establishment of a Planned Community zoning district in that an adopted plan is used to describe permitted uses, setback requirements, and other standards typically found in a conventional zoning district. The adopted plan is called an EO Development Plan. However, unlike a conventional zoning district in which the land use and development requirements are immediately applicable upon Council adoption, a floating zone does not immediately become the designated zoning district on the City's official zoning map. Rather, once the City Council approves the EO District with an accompanying Development Plan, it becomes an option for the property and "floats" above the existing zoning available for use by the property owner(s) within the boundaries of the District. Should a property owner decide to 'opt-in' to a floating zone, only then does a change take place to the official zoning map, from the existing, non-EO District to the EO District, and all the requirements of the EO Development Plan become applicable for that site. This opt-in process is completed when the property owner completes the opt-in form.

Advantages of establishing the floating zone include:

- 1. It allows for identification of specific types of employment use classifications that align with City Council policies to attract businesses in suitable areas of the city.
- 2. It invites specific Employment users/developers who wish to propose projects that meet the Employment Opportunity District goals. It clearly identifies expectations for developers based on standards outlined in the EO Development Plan.
- 3. It provides for flexibility within Employment Opportunity District floating zone to quickly assemble property to accommodate a large employment generating use with an opt-in administrative process.
- 4. The ordinance creates a relatively streamlined process for developers to rezone land and secure site plan approval more efficiently.

# Site Plan Review (SPR)

Site Plan Review for EO Districts would also function a bit differently than the SPR process used in conventional zoning districts. Site plans would be reviewed on an administrative basis by Planning Division staff. As a part of the review, notification of the receipt of the SPR application is sent to owners of properties within 750-ft of the application site. The letter is intended to notify those neighboring owners of the SPR application, and advise them

to notify Planning Division staff if there is an interest in the outcome. If an interest is indicated to staff, then a letter is sent to those that have indicated an interest once a decision is made on the SPR application. If these interested owners disagree with the staff decision within the specified 15-day appeal period, then that appeal is directed to the Planning and Zoning Board for a hearing and consideration by the P&Z Board.

#### **ALTERNATIVES**

Alternative A (Recommended) - Adopt the suggested amendment language for the addition of Chapter 14 and all needed supporting changes to integrate the new District into the Zoning Ordinance: The proposed amendment is designed to create a floating zone that will provide shovel ready sites with tailored Development Standards. The initial placement of the floating zone with the EO Development Plan will require the public hearing process, a minimum of 6 month process. Once the floating zone is in place, the property owner will have the opportunity to continue development under the existing zoning designation (i.e. LI-light Industrial or GI General Industrial) for the property, or opt-in to change the zoning designation to the EO District and comply with the approved EO development Plan. The administrative opt-in process will actually rezone to the EO district. This will be a maximum of 4 weeks once all requirements are received from the property owner.

<u>Alternative B (Not Recommended) - Make no changes to the existing zoning ordinance</u>: Doing so would leave the existing requirements in place. Large employment generating users may need to rezone with overlay zones that will allow for deviations from the Mesa Zoning Ordinance. This will require the public hearing process to be completed a minimum of 6 month process

## **FISCAL IMPACT**

None at this time. There is no direct fiscal impact for adoption of Chapter 14, Employment Opportunity District. Indirectly, it provides flexibility and incentive for the Mega, over 100 acres, employment generating uses to quickly assemble property and rezone within a streamlined process.

# **CONCURRENCE**

The proposed amendment language has been reviewed by the Economic Development staff.