

Staff Report

PLANNING DIVISION COMMUNITY & ECONOMIC DEVELOPMENT

To: Salt Lake City Planning Commission

From: Tracy Tran, 801-535-7645 or <u>tracy.tran@slcgov.com</u>

Date: July 29, 2015

Re: PLNPCM2015-00148 – Electric Vehicle Charging Stations Requirements

Zoning Text Amendment

PROPERTY ADDRESS: City-wide PARCEL ID: N/A MASTER PLAN: N/A ZONING DISTRICT: All Zoning Districts

- **REQUEST:** The Mayor formally requested that the Salt Lake City Planning Division analyze the electric vehicle (EV) charging station requirements in the parking chapter of the zoning ordinance.
- **RECOMMENDATION:** Based on the analysis and findings of this report, it is the opinion of staff that the proposed text amendments meet the intent of the City Council's direction, standards for a zoning ordinance amendment and staff recommends that the Planning Commission forward a favorable recommendation of petition PLNPCM2014-00148 to the City Council. Below is a proposed motion consistent with this recommendation:

Based on the information in the staff report and the discussion heard, I move that the Planning Commission transmit a positive recommendation to the City Council regarding petition PLNPCM2015-00148, text changes to the EV Charging Station parking requirements.

ATTACHMENTS:

- A. Proposed Ordinance
- B. Analysis of Standards
- **C.** Public Process and Comments
- **D.** Department Comments
- **E.** Motions

PROJECT DESCRIPTION:

In February 2015, the Mayor initiated a petition requesting the Planning Division analyze and make revisions to the Parking Chapter of the Zoning Ordinance. One of these revisions included the requirements for EV charging stations.

The existing electric vehicle (EV) parking requirements have been problematic as the requirements are seen as disproportionate to the market. Additionally, the language in the ordinance that specifies the location of EV parking spaces has also been problematic since the best location for these spaces depends on the location of electrical infrastructure on the property. Making the proposed changes will remove some existing challenges that come with providing EV parking stalls.

KEY ISSUES:

The section being changed in the zoning ordinance as part of the amendment is 21A.44.050B "Transportation Demand Management." The changes being made to the EV charging station requirements are detailed below:

Issue 1: Number of EV Parking Stalls

The zoning ordinance currently requires one EV parking stall for every 25 parking spaces provided. These existing requirements are disproportionate to market demands as it results in a large amount of unused EV parking stalls. Though the market is rapidly growing, the current market demand for EVs is very low. As of October 31, 2014, there were a total of 748 registered plug-in hybrid EVs in Salt Lake County.

When this ordinance was initially written, the Planning Commission recommended that there should be one EV parking stall for every 50 stalls. When the ordinance went in front of City Council, City Council increased the number to one EV parking stall for every 25 stalls. To meet the sustainability goals of the City and better meet market demands, the proposed changes require one EV parking stall for every 50 for the first 100 stalls, and one additional EV parking stall for every subsequent 100 stalls. Additionally, clarifying language has been included that state that the required number of EV parking spaces be determined after applying all applicable reductions and exemptions.

Issue 2: Required Versus Provided Parking

Currently, the zoning ordinance requires one EV parking stall for every 25 parking stalls <u>provided</u>, which has been challenging for many developers in the City. The proposed amendment would require one EV parking stall for every 50 parking stalls <u>required</u>. Basing the requirement off the required number as opposed to the provided number allows for more flexibility as the number of EVs in use locally today is low but growing.

There are a few zoning designations that do not contain a minimum number of required parking spaces. In these instances, the proposed text amendment includes language that states "Where no minimum parking is required, calculations are based on provided parking."

Issue 3: Location of Charging Stations

Changes to the EV ordinance include removing the location requirements that state that these stalls must be located in the same lot as the principal use and located as close to the primary building entrance as possible. These requirements have been difficult for a couple reasons. Access to electric infrastructure is an important factor in the placement of charging stations and these may not necessarily be located as close to the primary building entrance as possible. In addition, it is also possible that a parking lot for a building may not be located in the same lot as its principal building. Removing these requirements will prevent any unnecessary costs associated with placing charging stations in a certain location.

Issue 4: Cost of EV Charging Infrastructure

Currently, there are three (3) types of EV charging stations: Level 1, Level 2, and Level 3 (fast charge). These types vary in cost and in time it takes to charge. Level 1 charging is basically charging a car into an ordinary household 120V outlet. These get a full charge in eight (8) + hours (approximately 2 to 5 miles per hour of charging). Level 2 charging requires a 220V or 240V plug (like a electric dryer or oven). These get a full charge in about 4 hours (approximately 10 to 20 miles per hour of charging). Level 3 charging, also known as Fast Charge, is currently the fastest type of charging (480V) and provides a full charge in about 30 minutes (approximately 50 to 70 miles in 20 minutes). These Fast Charge stations require a lot of power and are very expensive to install.

The costs to installing these electric charging stations vary from a few hundred dollars (Level 1) to thousands of dollars (Level 3). Due to the drastic variation in costs, the amendments to this section of the EV parking requirements will not specify the type of station required.

DISCUSSION:

The proposed amendment intends to improve upon the existing code; however, there are pros and cons to any proposal and other considerations could be made. These considerations are laid out below.

The proposed amendment reduces the requirement for EV charging stations since the existing requirements result in a disproportionate amount of parking for EVs. Additionally, removing the location requirements and updating "provided parking" to "required parking," allows for more flexibility for property owners and developers, which will better serve the current market for EVs. The number of EVs in Salt Lake City today is very small, but the EV market has been growing quickly. Based on 1st quarter 2015 car registration numbers in Utah, the number of EV cars total 1,722 for the state, with 942 EV cars in Salt Lake County.

These proposed changes do make the requirements less onerous in the short term and these changes will better provide the appropriate infrastructure for EVs charging stations in the long term. If the ordinance is not changed, the current requirements will continue to pose challenges to development in the City and may result in a large number of unused EV parking stalls.

Other Considerations

Staff met with the Downtown Alliance Development Committee to go over the proposed changes and the group agreed that the existing requirements were not working well. The Development Committee provided their comments in a letter, which can be found in Attachment C. Some of their concerns/suggestions are mentioned below.

The Development Committee mentioned that the existing, non City-owned charging stations have very low usage rate. One example stated that five (5) Level 2 dual chargers were installed, which cost \$47,000. Current data shows that all these chargers are used an average total of 1.3 hours per day, which equals approximately 16 minutes per station. With the usage rates this low, the Development Committee questioned whether it was appropriate for any requirements at all and suggested that we as a City should allow the market to deal with providing charging stations for EVs as the demand grows.

A point was brought up as to whether different requirements should be made based on the type of development. Different types of development may have different users, such as: residents, employees, or patrons; based on these different users, the total number of required EV parking stalls may vary. For uses with a lot of turnover, such as retail uses, fewer charging stations may be required; and conversely, for uses with fewer turnover, such as residential and office uses, more stations may be required. Related to this matter is whether the different uses require different type of charging stations (Level 1, Level 2, Fast Charge).

The different types of charging stations (Level 1, Level 2, Fast Charge) may better match with different types of uses based on how long they are parked. For example, fast charge stations are likely better suited for retail stores, where consumers generally are not parked for long stretches of time. Conversely, slower charge Level 1 chargers may be more appropriate for multifamily units and office uses where residents and employees may be parked for 8+ hours. However, the concern with requiring the type of charging station is the drastic cost differences.

Though different requirements for different types of land uses or different charging station requirements for different types of uses are good considerations, these additional changes to the EV parking stall requirements could make the code more onerous and complicated. An incentive approach may be a better option to include within the Zoning Ordinance that would incentivize developers by giving them a reduction in the number of required EV parking stalls if a Type 2 or Fast Charge Station were installed. Additionally, this would provide an incentive to developers who may have higher parking turnover that would benefit from faster charging stations. Perhaps a 25% or 50% reduction in the total number of required electric vehicle parking stalls could be used if a Level 2 or Fast Charge station is installed, respectively. The following language could be included within the proposed text amendment changes to the EV Charging Station requirements:

Incentives for Level 2 and Fast Charge Stations: A reduction in the minimum number of required electric vehicle parking stalls may be reduced by 25% if a Level 2 station is installed or by 50% if a Fast Charge station is installed. For each additional Level 2 or Fast Charge station installed, the additional reduction will be based on the already reduced number.

a) When determination of the number of required electric vehicle parking stalls by this title results in a requirement of a fractional space, any fraction of less than one-half (1/2) may be disregarded, while a fraction of one-half (1/2) or more, shall be counted as one parking space.

(Example: If a development required six (6) required electric vehicle parking stalls, and the developer decided to put in 2 Fast Charging stations, the first Fast Charging station would decrease the requirement to 50%, which would equal three (3) total electric vehicle parking stalls. The second Fast Charging station would decrease the requirement of three (3) electric vehicle parking stalls by 50%, which would require one and a half (1.5) electric vehicle parking stalls. This fraction would round up to two (2). Therefore, with the incentive of providing faster charging stations, the developer is required to install two (2) electric vehicle parking stalls.)

If the Planning Commission decides to include the incentive option in the ordinance, definitions could be added to define Level 1, Level 2, and Fast Charge stations.

Staff would like some direction from the Planning Commission on any of the above considerations or other considerations that come to mind.

NEXT STEPS:

The Planning Commission's recommendation for these proposed zoning text amendments will be forwarded on to the City Council for their action. The City Council is the decision-making body for zoning text amendments.

ATTACHMENT A: PROPOSED ORDINANCE

21A.44.050: TRANSPORTATION DEMAND MANAGEMENT:

- A. Purpose: The purposes of the following provisions relating to transportation demand management are to:
 - 1. Enable Salt Lake City to reduce vehicle miles traveled in the city, thereby reducing the use of gasoline, the use of other fossil fuels, and greenhouse gas emissions;
 - 2. Improve public health;
 - 3. Reduce air, water, and noise pollution associated with motorized vehicular transportation;
 - 4. Promote alternative modes of transportation, such as bicycling and walking;
 - 5. Lessen congestion on the streets and roads of the city;
 - 6. Promote road safety and reduce the number of accidents;
 - 7. Provide opportunities for residents, institutions, and businesses of the city to save fuel costs related to driving;
 - 8. Encourage compact development patterns and reduce sprawl development;
 - 9. Reduce the amount of surface parking lots in the city by facilitating other modes of transportation;
 - 10. Reduce road and parking facility construction and maintenance costs; and
 - 11. Support community economic development objectives.
- B. Generally Applicable Transportation Demand Management Standards:
 - 1. Applicability: The following standards shall be applicable to all new buildings that exceed five thousand (5,000) square feet in floor area or a major expansion of an existing building. For this subsection, a "major expansion" is defined as any alteration or modification to a building that increases the building's gross floor area by twenty five percent (25%) or five thousand (5,000) square feet, whichever is less.
 - 2. EV Parking: At least one parking space dedicated to EVs shall be provided for every twenty five (25) parking spaced provided.
 - a. <u>The number of required minimum parking spaces is determined after applying any</u> <u>applicable reductions and exemptions.</u> The number of required EV parking spaces shall be <u>as follows:</u>

Required Minimum Number of Parking	Number of EV Parking Spaces
<u>Spaces</u>	

<u>0 to 49</u>	<u>0</u>
<u>50 to 99</u>	<u>1</u>
<u>100+</u>	2, plus 1 for each additional 100
	stalls

a. <u>b.</u> EV parking spaces shall count toward the required number of parking spaces. The EV parking space shall be:

a. Located in the same lot as the principal use;

b. Located as close to the primary building entrance as possible;

- i. e. Signed in a clear and conspicuous manner, such as special pavement marking or signage, indicating exclusive availability to EVs; and
- ii. d. Outfitted with a standard EV charging station.
- b. Where no minimum parking is required, calculations are based on provided parking.

Option to include:

- c. Incentives for Level 2 and Fast Charge Stations: A reduction in the minimum number of required electric vehicle parking stalls may be reduced by 25% if a Level 2 station is installed or by 50% if a Fast Charge station is installed. For each additional Level 2 or Fast Charge station installed, the additional reduction will be based on the already reduced number.
 - i. When determination of the number of required electric vehicle parking stalls by this title results in a requirement of a fractional space, any fraction of less than one-half (1/2) may be disregarded, while a fraction of one-half (1/2) or more, shall be counted as one parking space.

ATTACHMENT B: ANALYSIS OF STANDARDS

As per section 21A.50.050, a decision to amend the text of this title or the zoning map by general amendment is a matter committed to the legislative discretion of the city council and is not controlled by any one standard. In making a decision concerning a proposed text amendment, the City Council should consider the following:

Factor	Finding	Rationale
1. Whether a proposed text amendment is consistent with the purposes, goals, objectives, and policies of the city as stated through its various adopted planning documents;	Complies	None of the existing adopted Salt Lake City master plans specifically address the proposed amendment. The 1992 Salt Lake City Strategic plan notes an importance of developing business friendly regulatory practices. It is staff's opinion that the proposed amendments to the Zoning Ordinance relating to EV parking requirements will better reflect market demands, which furthers the goal of creating business friendly regulatory practices.
2. Whether a proposed text amendment furthers the specific purpose statements of the zoning ordinance;	Complies	Requiring EV Charging Stations helps build the EV infrastructure for the City and meets the purpose to "Protect the Environment" within Section 21A.02.030 of the Zoning Ordinance. Providing EV infrastructure in the City encourages more EV use in the City, which will protect the environment as tailpipe emissions are reduced and air quality is improved. Section 21A.44.010 of the Zoning Ordinance discusses the purpose of Off Street Parking and states that one of the purposes is to "promote public health and welfare through a cleaner environment by reducing the number of vehicle trips." Increased EV infrastructure will promote public health and welfare as EVs are less polluting; However, increased EV infrastructure may not necessarily reduce the number of vehicle trips, but the usage of electric vehicles nevertheless improves public health and welfare as fewer polluting vehicles are on the road.

3. Whether a proposed text amendment is consistent with the purposes and provisions of any applicable overlay zoning	Not applicable	Section 21A.44.050 lists the provisions related to the purpose of Transportation Demand Management. It states the purpose of the Transportation Demand Management Section is to improve public health, reduce air, water, and noise pollution associated with motorized vehicular transportation, and provide opportunities for residents, institutions, and businesses of the city to save fuel costs related to driving. By requiring electric vehicle parking spaces, greenhouse gas emissions will likely be reduced as the number of gas vehicles are replaced with electric vehicles, which will improve public health and reduce air pollutions associated with motorized vehicular transportation. Electric vehicles will also provide an opportunity for the residents, institutions, and businesses of the City to save fuel costs related to driving as electric cars require little to no fuel. The proposal to amend the existing to reduce the requirements better reflects the EV and development market, which meets the purpose to "Foster the City's business and residential development," and it is an important incremental approach to building the necessary EV infrastructure in the City, which again meets the purpose to "Protect the Environment" in the Zoning Ordinance. The proposed text amendment is not associated with any specific overlay zoning district or development project.
districts which may impose additional standards;		
4. The extent to which a proposed text amendment implements best current, professional practices of urban planning and design.	Complies	The proposed changes improve upon the existing ordinance, which has brought about challenges for development. The amendments to the EV parking chapter are meant

	to allow for a more efficient process. The regulations do not relate to any specifics relating to practices of design.
NOTES:	

ATTACHMENT C: PUBLIC PROCESS AND COMMENTS

Public Notice, Meetings, Comments

The following is a list of public meetings that have been held, and other public input opportunities, related to the proposed project:

Downtown Development Committee Meeting (Downtown Alliance):

Staff presented at the Downtown Development Committee Meeting on May 19, 2015. The Downtown Alliance sent a letter with their comments (see page 11-12).

Open House:

Because this zoning text amendment impacts the entire city and not just a specific community council, an open house was held on May 21, 2015. All recognized community based organizations were notified of the open house. No comments were received during the open house.

Planning Commission Notice of the public hearing for the proposal included:

Public notice posted on City and State websites and Planning Division list serve on July 16, 2015 Public hearing notice published in the newspaper on July 18, 2015

Public Input:

One email was received in support of requiring electric vehicle parking. See page 13.



May 26, 2015

Nora Shepard Director Salt Lake City Planning Department

Nick Norris Planning Manager Salt Lake City Planning Department

Dear Nora and Nick,

The Downtown Alliance recognizes the importance of sustainable infrastructure and increased transportation options. Downtown is well situated for growth thanks to a forward thinking administration and a business community working together to build a stronger regional center for culture, commerce and entertainment.

We welcome the your efforts to introduce amendments to the electric vehicle charging stations zoning requirements. The existing regulations are onerous and cumbersome and have made it more expensive and difficult to develop new projects throughout Salt Lake City, with virtually no measurable benefits in air quality or electric car usage. We believe Salt Lake City can strike a balance that satisfies environmental goals and addresses issues with air quality while promoting the development and usage of electric vehicle charging stations in our urban center.

We recommend the following specific changes to the current language:

- 1. Create a flexible regulation that allows for the development community to respond to market demand for electric vehicle charging stations.
- 2. Remove language that requires one electric vehicle parking space for every 25 parking spaces provided. Consider geographic location and type of development (retail, office, residential, industrial) when determining thresholds rather than creating citywide standards that treats all development with overly broad regulations.
- 3. Differentiate or specify the type of electric vehicle charging station required based off of location within the city and type of parking. For example, high frequency lots (grocery stores, retail centers) may be better situated for level 3 "fast chargers" than an industrial park or office building.

THE DOWNTOWN ALLIANCE * 175 EAST 400 SOUTH, SUITE 600 * SALT LAKE CITY, UT 84111 * 801-359-5118 * WWW.DOWNTOWNSLC.ORG

- Consider incentives or reductions in thresholds to new developments that are willing to install fast level 3 chargers vs. level 2 or level 1 chargers instead of minimum requirements.
- 5. Apply amendments to electric vehicle charging thresholds for existing permits.

Before moving forward with a decision, we ask that the planning department and City Council look over the usage data of both privately owned public charging stations as well as the city owned stations to determine whether zoning regulations are the most effective tool to encourage electric car usage. Empirical evidence seems to suggest that most electric car owners choose to charge their cars at home – not in public or private garages. Advancing technologies that provide up to 200 miles of usage with a single charge indicate that there may be even less demand for charging stations in the future.

A current example illustrates this point: a 6200-space downtown parking lot has five level 2 dual chargers averages a usage total of 1.3 hours per day, or 16 minutes per day per station. These were installed because the owner wanted to be a good corporate citizen, not because of any regulation. Based on an initial investment of approximately \$9,400 per station, the average usage return in this lot is \$8.76 per month. To be clear, the lot owner invested \$47,000 and is receiving only \$8.76 per month or 16 minutes per day in a highly utilized 6200-space lot. Based on this example, and similar anecdotal reports from other lot owners, we believe there is simply is not sufficient demand to necessitate a required minimum of electric vehicle charging stations. Market forces combined with thoughtful incentives for developers to add stations (to new and existing lots) is a better strategy than overly broad citywide regulations for new development that may have the unintended consequence of limiting Salt Lake City's growth and the overall availability of charging stations.

As always, we appreciate your willingness to listen to our feedback and recognize your efforts to foster a healthy, vibrant downtown.

Sincerely, Jason Mathis

cc: Mayor Ralph Becker Salt Lake City Council Jill Love, Director of Community and Economic Development

From:	Scott Kisling
То:	Tran, Tracy
Subject:	Electric Car Parking Case Number PLNPCM2015-00148
Date:	Tuesday, May 12, 2015 10:15:34 AM

Tracy,

I am in strong support of the Mayor's request to modify the electric vehicle parking ordinance to require parking for electric vehicles. You have probably noticed a sharp increase in the number of electric vehicles in the past year. My wife and I are considering moving to a condo downtown but the inability to easily charge an electric car is a drawback. Thanks,

Scott

ATTACHMENT D: DEPARTMENT REVIEW COMMENTS

Input was requested from all pertinent city divisions and departments. The following comments were received from other city divisions/departments with regard to these proposed amendments:

Building Services: With removal of the "location on same lot as principal use" requirement, there needs to be a tie in to requiring an "Off Site Parking" arrangement, through a lease agreement, etc... The language "Outfitted with a standard EV charging station" should include a reference to "Approved" or "Listed" (meaning UL Listed, or other certifying third party)... ***Outfitted with an approved (UL Listed, or other) EV charging station*** The change from "provided" to "required" parking poses an issue in zones that have "No Required Minimum". Zones such as TSA, D-1, -2, -3, -4, and G-MU. See 21A.44.030 Additionally, There are some Land Uses that require "No minimum Parking" such as Commercial Parking Lots Language to include "Where no minimum parking is REQUIRED, calculations based on PROVIDED parking"

Engineering: No objections

Transportation: I have reviewed the proposed Zoning Amendment and discussed with staff. There are no objections from Transportation.

ATTACHMENT E: MOTIONS

Consistent with Staff Recommendation:

Based on the information in the staff report and the discussion heard, I move the Planning Commission to transmit a favorable recommendation to the City Council regarding petition PLNPCM2015-00148, text changes to the EV Charging Station parking requirements.

Not consistent with Staff Recommendations:

Based on the staff report information, public input and discussion and the following finding(s), I move that the Planning Commission transmit a negative recommendation to the City Council regarding petition PLNPCM2015-00148, relating to amend the EV Charging Station parking requirements.

The Planning Commission shall make findings on the Zoning Text Amendment standards as listed below:

1. Whether a proposed text amendment is consistent with the purposes, goals, objectives, and policies of the City as stated through its various adopted planning documents;

2. Whether a proposed text amendment furthers the specific purpose statements of the zoning ordinance;

3. The extent to which a proposed map amendment will affect adjacent properties;

4. Whether a proposed text amendment is consistent with the purposes and provisions of any applicable overlay zoning districts which may impose additional standards; and

5. The extent to which a proposed text amendment implements best current, professional practices of urban planning and design.