June 14, 2022 – Item 10.3

Rethinking Parking Policy in San José

How better parking policies can fight climate change, strengthen our economy, and build a more equitable city

Michael Brilliot, Deputy Director, PBCE Wilson Tam, Transportation Planning Manager, DOT



Why are we doing this?

Envision San José 2040



GENERAL PLAN Adopted November 1, 2011 As Amended on June 7, 2022

CLIMATE SMART SAN JOSE

A People-Centered Plan for a Low-Carbon City

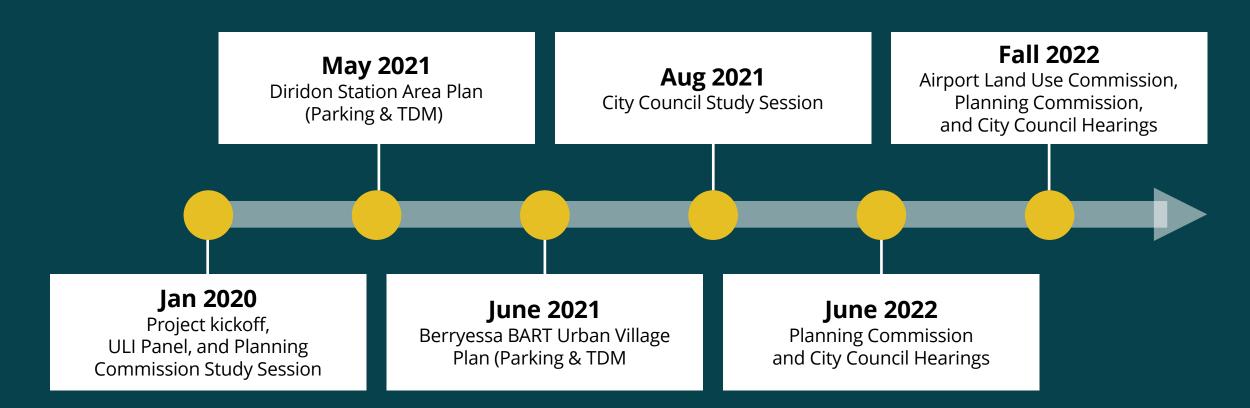




American Cities Climate Challenge

- Carbon neutral by 2030 pledge
- Outdated parking policies
- One of many actions needed to achieve our goals

Timeline





Community Feedback

Who We've Engaged With











Renters

Homeowners

ers Employers

Developers

Peer Cities

1,318 San Joséans



4

Today, any new property development in San José requires a specified minimum amount of *off-street* parking



Parking requirements are designed so that the supply of parking exceeds demand—**so there are nearly always empty spaces**

Parking minimums assume cars are the only way to get from Point A to Point B

The result has been cities built for cars rather than for people

So, why is this a problem?





Climate, choice, and traffic Business flexibility





Land, space, and ecology Housing affordability

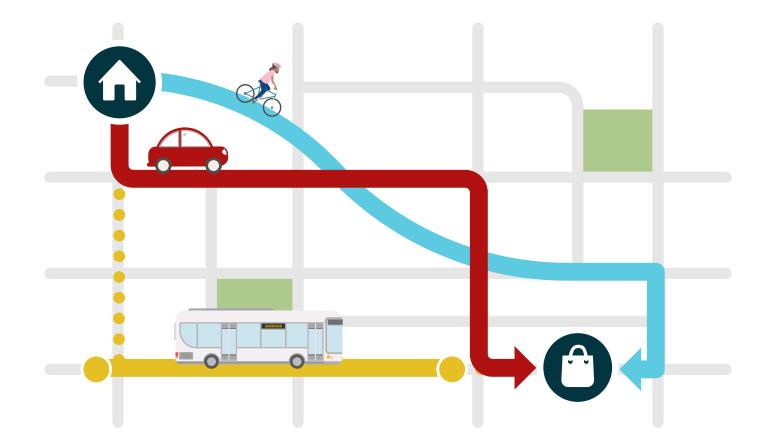
Problem 1: Climate, choice, and traffic



Climate, choice, and traffic

Business flexibility Land, space, and ecology Housing affordability

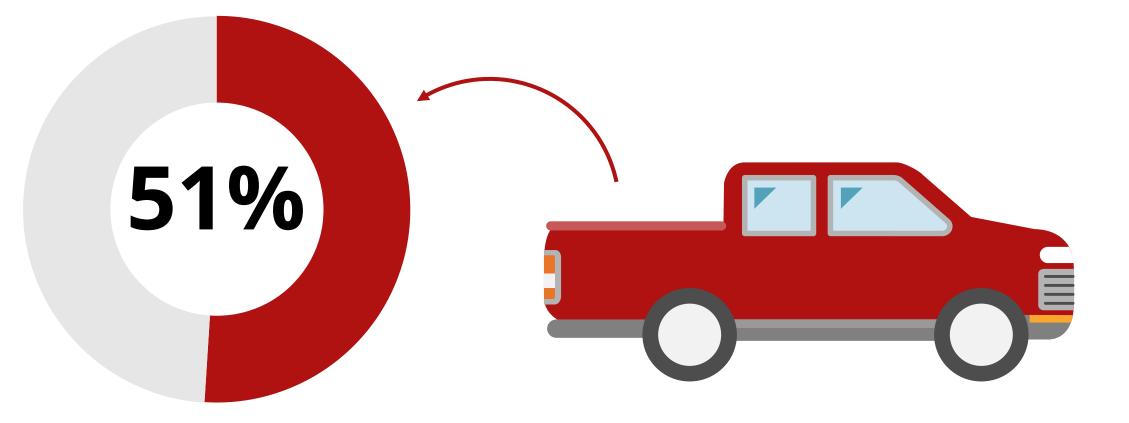
Studies show free parking encourages people to drive





Even where they are open to walking, riding transit, and biking

In 2019, more than half of GHG emissions in San José came from transportation—much of that simply people driving to work



Problem 2: Business flexibility







Business flexibility Land, space, and ecology 4

Housing affordability

Preferences have been shifting, even before the pandemic

For example, more and more, people have been ...



Using ride-hailing

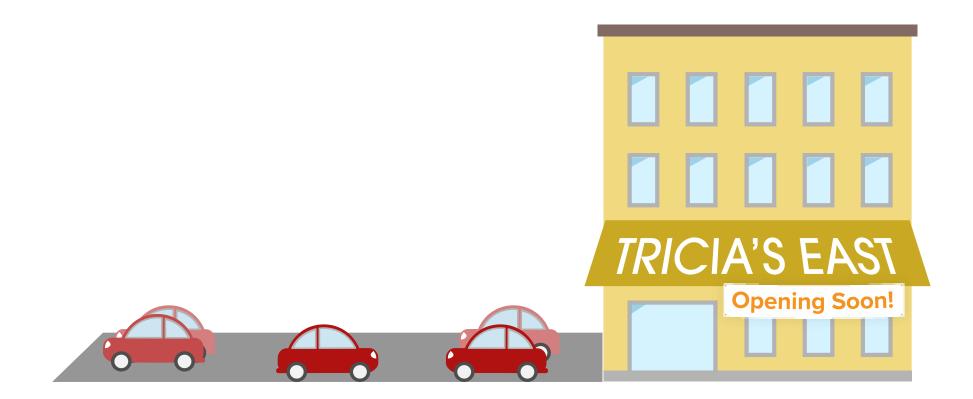






Prioritizing experience over things

A business can't move into a building unless the property has an arbitrary amount of parking dictated by the Zoning Code



Even if the amount of parking available meets their needs



Problem 3: Land, space, and ecology



Climate, choice,

and traffic





Land, space, and ecology

3

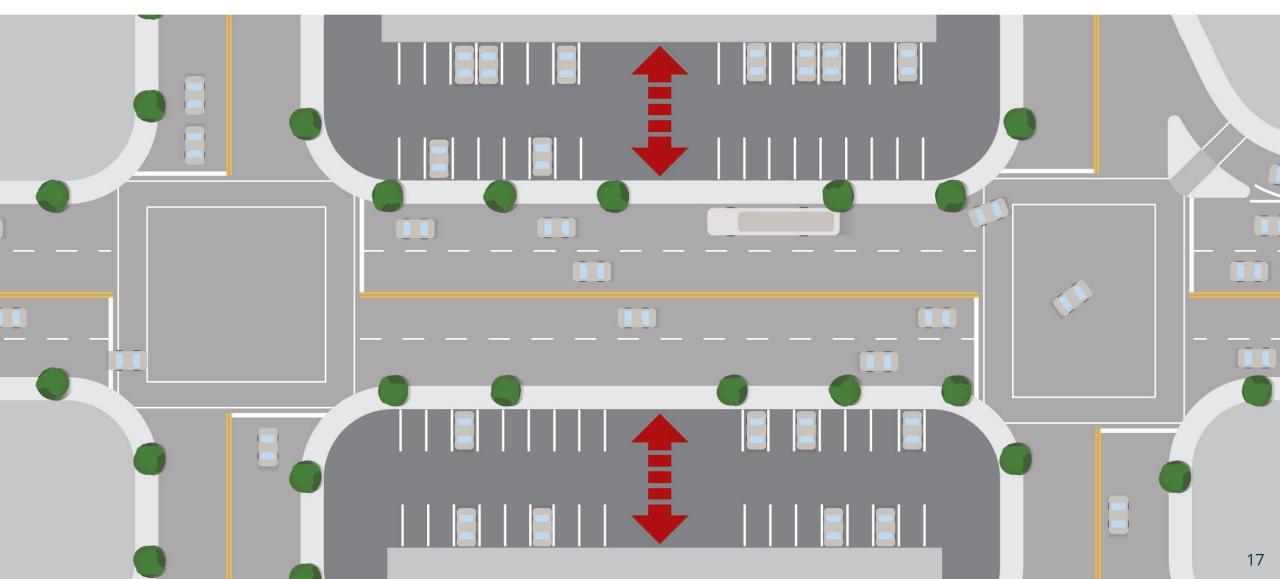
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Housing affordability

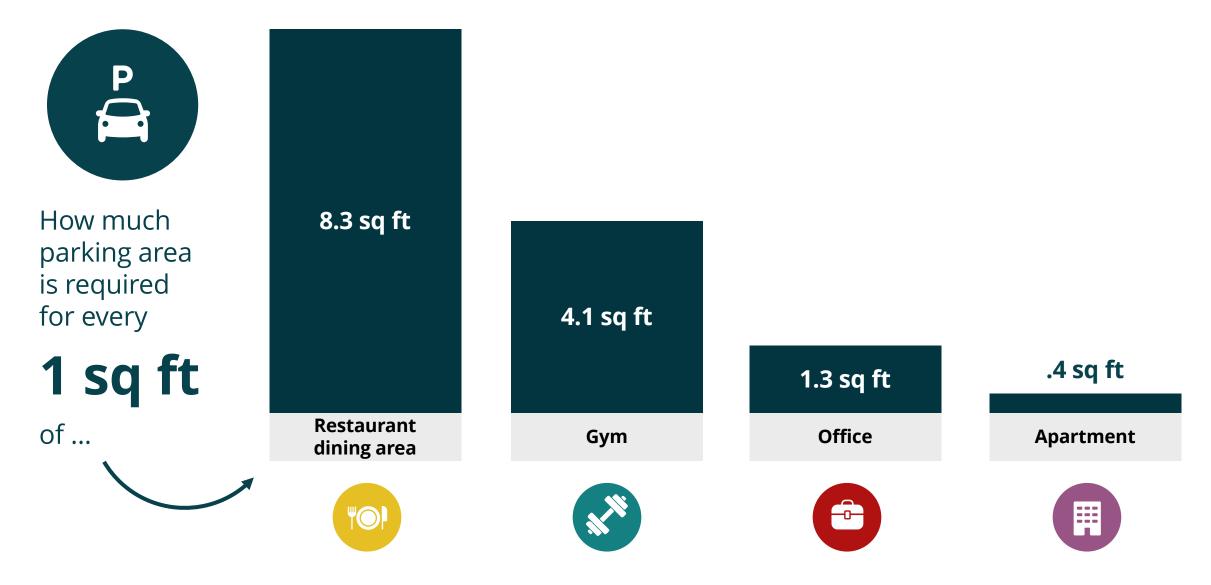
Parking lots are not appealing places ...



All this room for parking pushes destinations apart, which makes it less appealing to walk, bike, or take transit



This is because parking takes up a lot of space



Problem 4: Housing affordability



Climate, choice, and traffic 2

Business flexibility Land, space, and ecology

3

4

Housing affordability

19

Parking is expensive to build and maintain



\$34,000 to \$75,000

per space

initial construction cost for structured parking

(That's at least \$1.7M just to build 50 spaces)

Parking is never actually free: the costs show up everywhere in our lives







Higher rents

Higher purchase prices

For housing, retail, and office space Including higher construction costs

More expensive goods and services

At the end of the day, regulations tell us a lot about our values and priorities

Today, empty housing for cars takes precedence over housing for people

Removing mandatory minimum parking requirements <u>does not</u> directly remove parking and <u>does not</u> mean parking will not be built.

Instead, it allows developers, businesses, and residents to "right size" their parking to meet their needs

Changes to parking minimums could take three forms:

Preferred

Eliminate mandatory parking minimums citywide*



Eliminate mandatory parking minimums everywhere except single family zones*



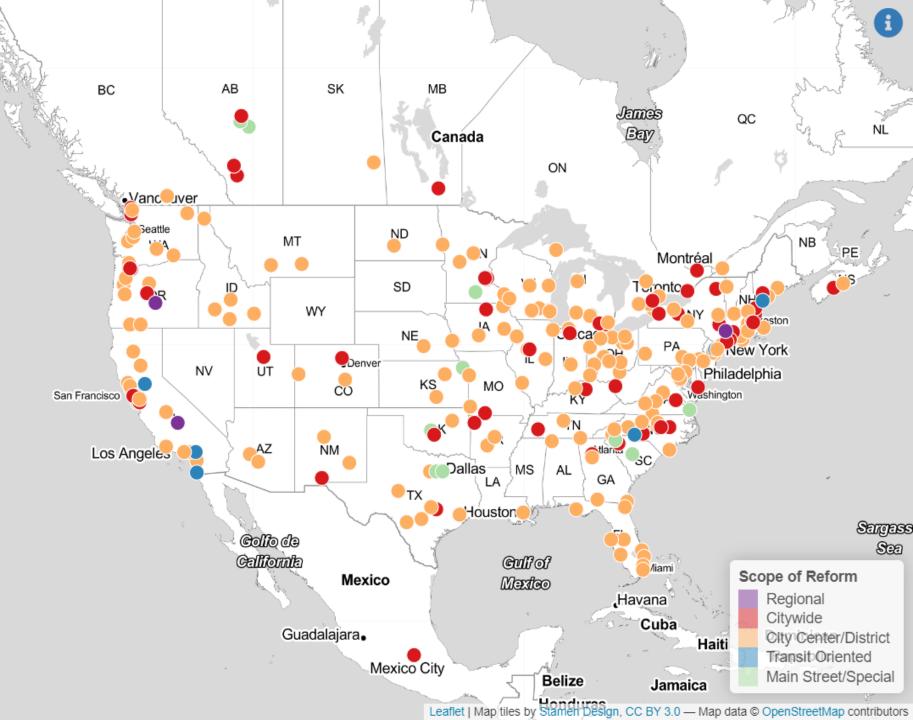
Eliminate mandatory parking minimums in Envision San José 2040 "Planned Growth Areas"*

*Where the City has contractual parking obligations (e.g., the Diridon Area), some minimum requirements would remain for commercial development.

Culf of Alaska

San José would join the many cities to have removed the mandatory parking minimum requirements.

North Pagific Ogean



Source: https://parkingreform.org/

HI

Yet parking minimums are only half the story



PARKING STRATEGY

Right-size the parking supply to avoid building excess parking spaces and incentivizing driving over other means of transportation.



TDM STRATEGIES

Manage demand for transportation and parking by providing high-quality transportation options such as walking, carpooling, transit, and biking.

We also need to make it easier to walk, carpool, take transit, and bike



How do TDM work today?

Developers

TDM requirements are triggered by parking reduction below the mandatory minimums and separately triggered by CEQA reviews

City staff

2 TDM requirements have unclear metrics, are complicated, are expensive, and requires the professional expertise of a traffic engineer. Development review is a lengthy process with unpredictable outcomes and oftentimes negotiation with City staff.

Residents and workers



3

TDM is not effectively provided to the tenants. In absence of viable transportation options, traffic and parking demands go up in the community, making it worse for people who walk, bike, rely on public transit, and those with disability.



How would the proposed TDM work?

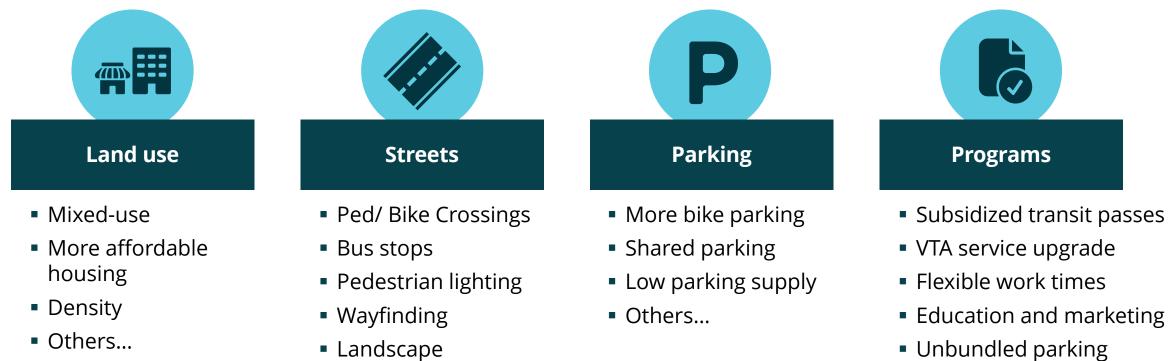
City staff

De-couple TDM requirements from parking reductions. Require TDM for all larger projects and consolidate requirements with CEQA (Council Policy 5-1).

Create a clear approach to standardizing TDM plans. Developers can comply without needing professional expertise.

Streamline the process with a standard menu of TDM options and pre-set TDM point target that create predictable outcomes.

Transportation Demand Management (TDM) measures encourage people to walk, carpool, take transit, and bike to destinations.



- Passenger loading
- Others...

- Bike share station/ subsidy
- Car share station/ subsidy
- Others...

There are 30 options in 4 categories



How would the proposed TDM work?

City staff

The City provides a menu of 30 options—for new development—designed to make it easier for tenants to walk, bike, carpool, and take transit. Each option has different "points".







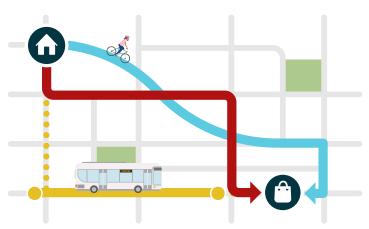
Developers

A developer is required to implement a TDM plan that meets a total point target. They choose options from the menu to accumulate the points for the development.

Residents and workers

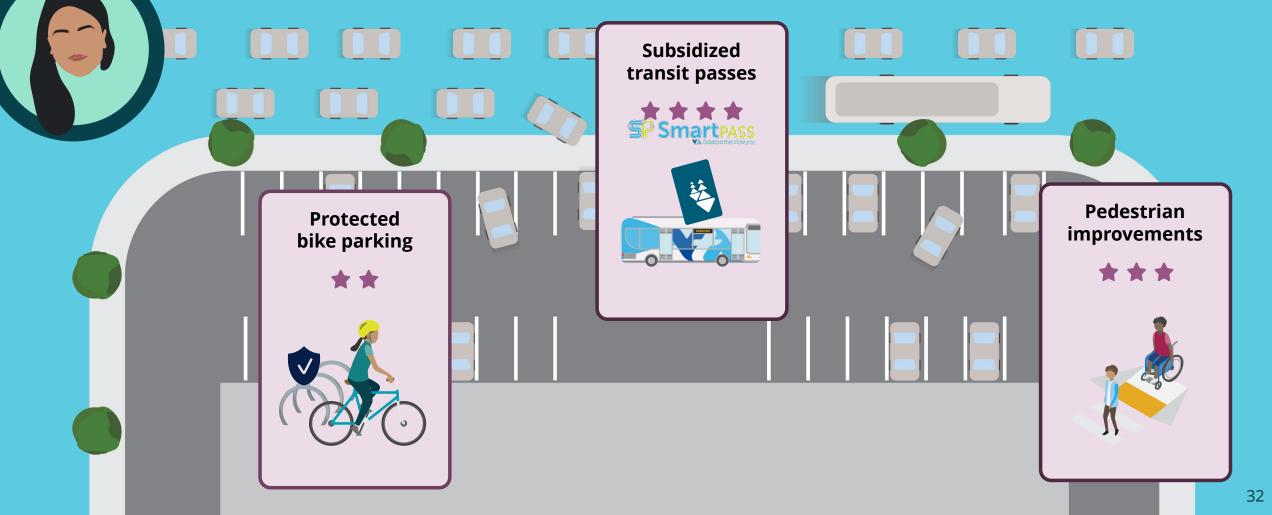


3 The selected options are provided to the tenants and subject to ongoing monitoring. Tenants feel more empowered to walk, carpool, take transit, and bike when convenient.



If a developer chooses to build less parking, they would have more space to build other things ... and receive more TDM points, resulting in fewer remaining point requirement.

Protected bike parking If a developer chooses to build more parking, they would meet the TDM target via other options in the menu to compensate for the increase in traffic generated by the parking



Would these changes affect housing affordability?

If so, how?

- Projects that elect to build less parking would see a significant cost benefit.
- Lower costs would be passed down to renters and homebuyers.

Would these changes affect small businesses?

If so, how?

- Open up more options for a business to move into an existing building.
- Provide greater flexibility for developing on a smaller lot.
- Small projects would be exempt from TDM requirements.

Would these changes affect existing neighborhoods?

If so, how?

- The market demands that developers build enough parking to meet project needs.
- Crowding is an existing issue that needs alternate solutions.
- Provide new transit options and enhancements.
- TDM measures incentivize usage of existing transportation infrastructure.

Has equity been considered as part of this process?

- Partnered with Veggielution to engage with underserved neighborhoods, hold focus groups, and provide recommendations.
- Partnered with Latinos United for a New America (LUNA) to meet with communities to identify TDM measures that will have the most community benefits
- TDM policy will be designed to incentivize adoption of these TDM measures.

What are the implications of new TDM requirements on the cost to develop?

- TDM measures are 10% the cost of building parking.
- Working with the cost of development survey to "right size" the TDM requirements in relation to project feasibility.

The Planning Commission is generally in favor of the concept

Comments from individual commissioners:



Staff recommendations





PARKING

Eliminate mandatory parking minimums citywide.

TDM

Update TDM requirements citywide. Develop a TDM program for ongoing monitoring and compliance.

The City has made strong commitments to combat climate change.

We cannot continue the status quo in the City's transportation sector.

Eliminating mandatory minimum parking requirements and requiring TDM measures is the bold step we need.

Thank you!



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