

Regulating Build-to-Rent: Challenges, Lessons, Outlook

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Moderated by Brantley Day, AICP, Community Development Agency Director Cherokee County, Georgia



Regulating Build-to-Rent: Challenges, Lessons, Outlook

OVERVIEW

- Presentation by Ann Lippmann Paulding County
- Presentation by Margaret Stallings Cherokee County
- Presentation by Tracy Albers City of Woodstock
- Presentation by Nancy Moon City of Holly Springs
- Panel Discussion, Q&A



ABOUT PAULDING COUNTY

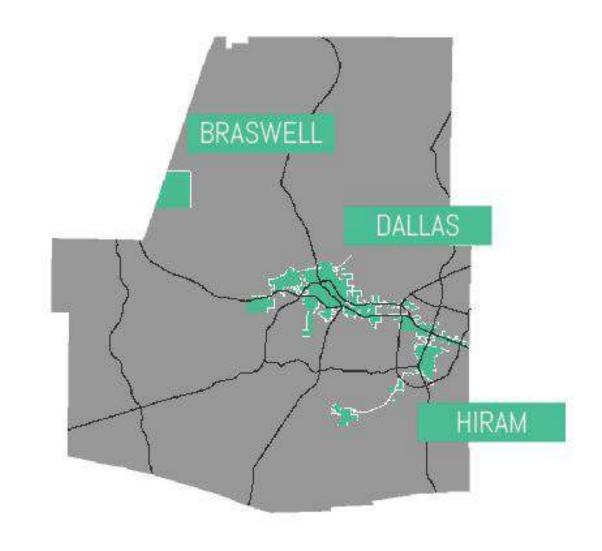
Paulding County in Georgia



Paulding County in Metro Atlanta

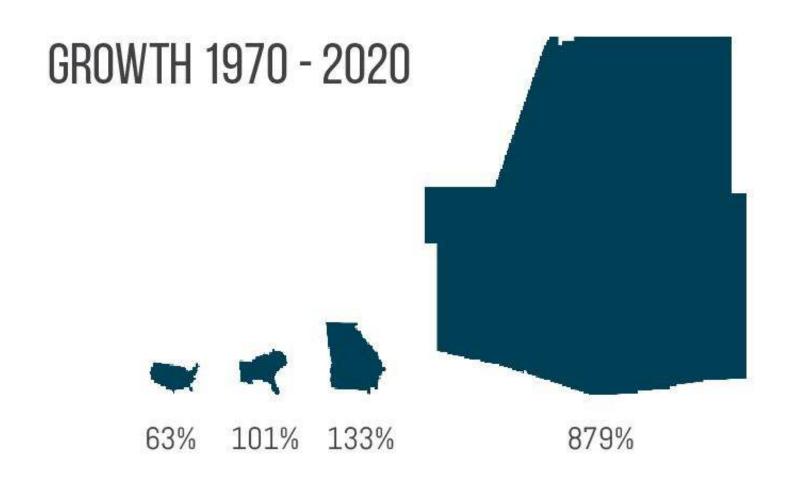


Cities in Paulding County



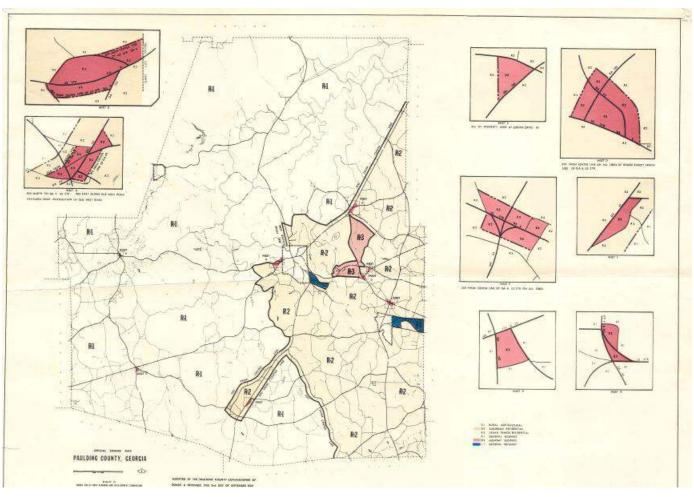
PAULDING COUNTY GROWTH

Growth Comparison



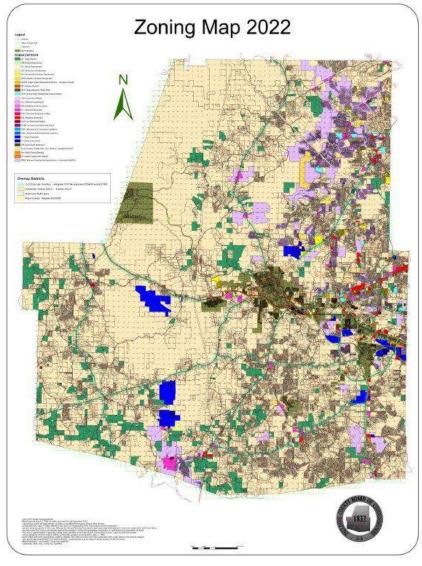
1970 Census Population – 17,620





2020 Census Population – 168,661





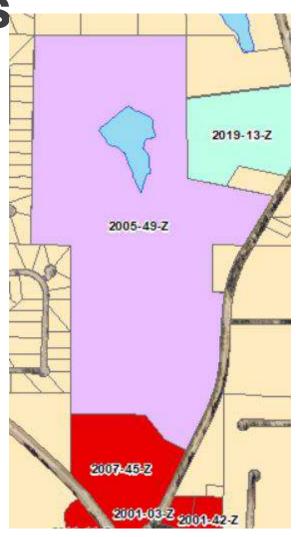
THE RISE OF BUILD-TO-RENT

2019-2021 Permit Data

Year	Permits	DR Horton		ResiBuilt	
	Issued	#	%	#	%
2019	1,348	159	11.8%	96	7.12%
2020	1,765	261	14.8%	96	5.44%
2021	1,928	372	19.3%	81	4.20%

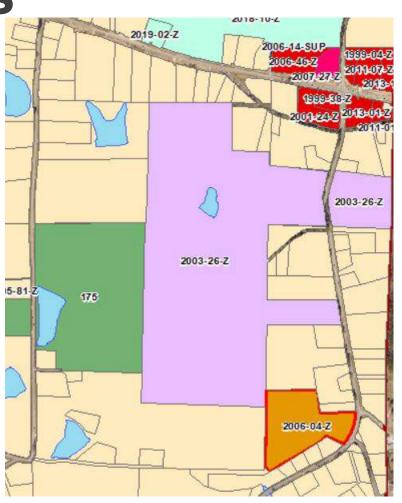
Acquisition of Previously Zoned Undeveloped Properties

- Zoning Case 2005-49-Z
- Approved for 328 lots in 2005
- Preliminary Plat Submitted in October 2021 for 322 lots on behalf of Starlight Homes



Acquisition of Previously Zoned Undeveloped Properties

- Zoning Case 2003-26-Z
- Approved for 301 lots in 2003
- Preliminary Plat Submitted in December 2021 for 274 lots on behalf of American Homes for Rent



WHAT DID WE DO?

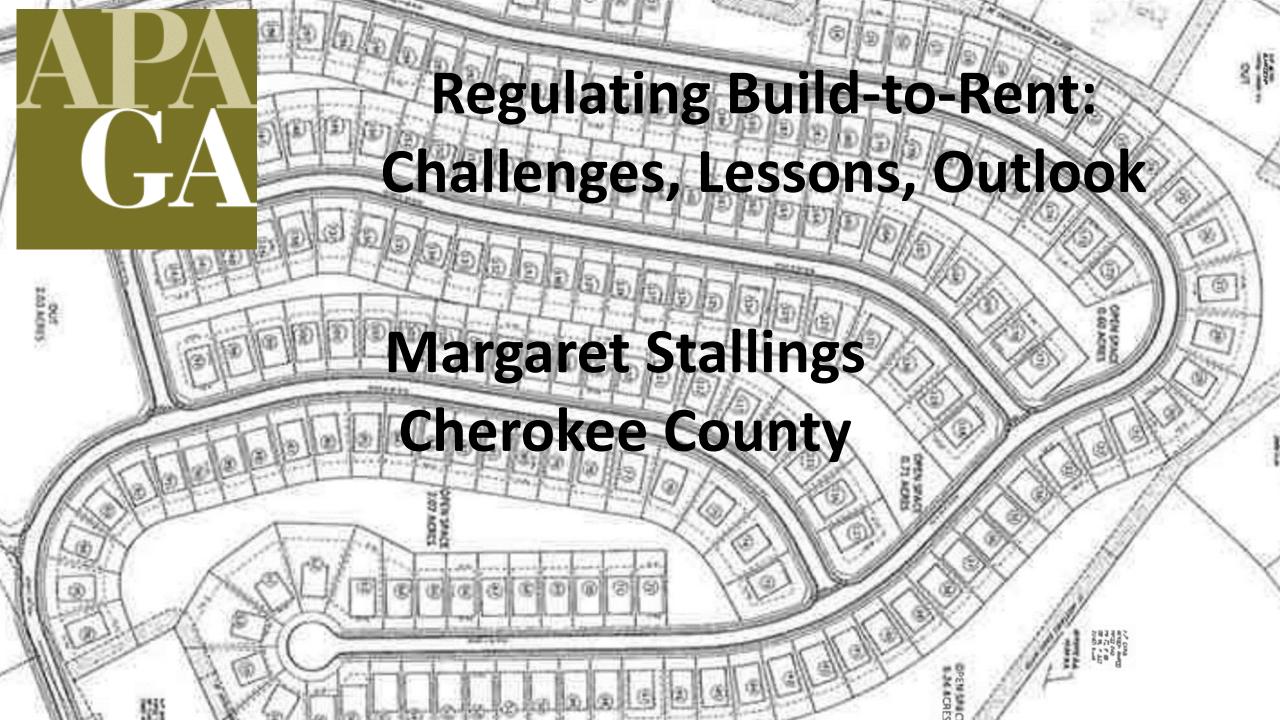
Steps Taken During Creation of Unified Development Ordinance

Moratoriums	Resolution 21-12 "Imposing a 180-Day Moratorium on Single Family Residential Build to Rent Land Use Activities" enacted May 25, 2021 Resolution 2021-40 "Imposing a Moratorium on Acceptance of Residential Subdivision Rezoning Requests" enacted December 14, 2021 and extended February 22, 2022
Affidavit	County Attorney created an Affidavit of Compliance with Zoning Moratorium which required anyone submitting either a rezoning application, preliminary plat or application for civil plan review/residential construction plan review swearing the submission did not involve the construction of units that would be leased to occupants for any time during the first 12 months of occupancy.
Special Exception Use	UDO adoption in March of 2022 included Residential Build-to-Rent as a Special Exception Use in the R-3 Zoning District

R-3 Special Exception allowed provided:

- A Management Company shall manage any Residential Build-To-Rent community based from a staffed, on-site office with standard business hours of at least 9:00 am to 5:00 pm, Monday through Friday.
- Any Residential Build-To-Rent community must dedicate at least five percent of the gross land area for an amenity area, including one of the following features: amphitheater, clubhouse, garden, park, playground, pool area or recreation facilities.
- All Residential Build-To-Rent communities may only use the following materials on the façades of units: brick, cast stone, concrete siding, natural wood or stone.
- Each unit within a Residential Build-To-Rent community must have individual connections to utilities with individual service accounts, including but not limited to electricity, water/sewer, telephone, natural gas, and services for solid waste/recycling.



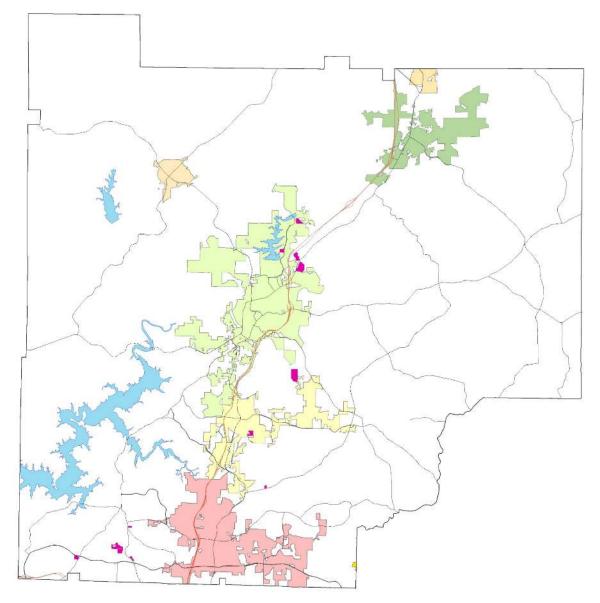


Cherokee Experience

2019-2022

- Existing LDPs & Zonings flipped from "For Sale" to "For Rent" quickly
- Impacted over 1,300 units in 12-18 months
- 1 project approved in June 2022 since ordinance changes





Cherokee County Strategy

3 Basic Elements

Zoning Ordinance Updates

 Allow "For Rent" use in limited residential districts (RD-3, TND, RM-10 & RM-16)

Changes to Platting & Permitting

- Single-Family to be subdivided into true lots per plat
- Land Disturbance Permit is subject to review if transferred

Alignment of Development Regulations

- Private Streets Approval
- Model Home Requirements
- Covenants, Conditions & Restrictions



Zoning Ordinance Updates

Defined "For Rent" vs. "For Sale" Communities

Revised Purpose Statements for Districts

Updated RD-3, RM-10 & RM-16 Zones

Split Residential Uses on Permitted Uses Table

- "For Sale" has a maximum of 10% rental
- "For Rent" available in 4 districts but must be approved for that specific use



Changes to Platting & Permitting

Require all single-family homes to be on separate, platted lots

Applies to both "For Sale" and "For Rent" uses

Implemented a LDP Permit Transfer Review

Information required concerning use



Alignment of Development Regs

Approval process for Private Streets

- County Engineer makes recommendation
- Board of Commissioners makes final decision

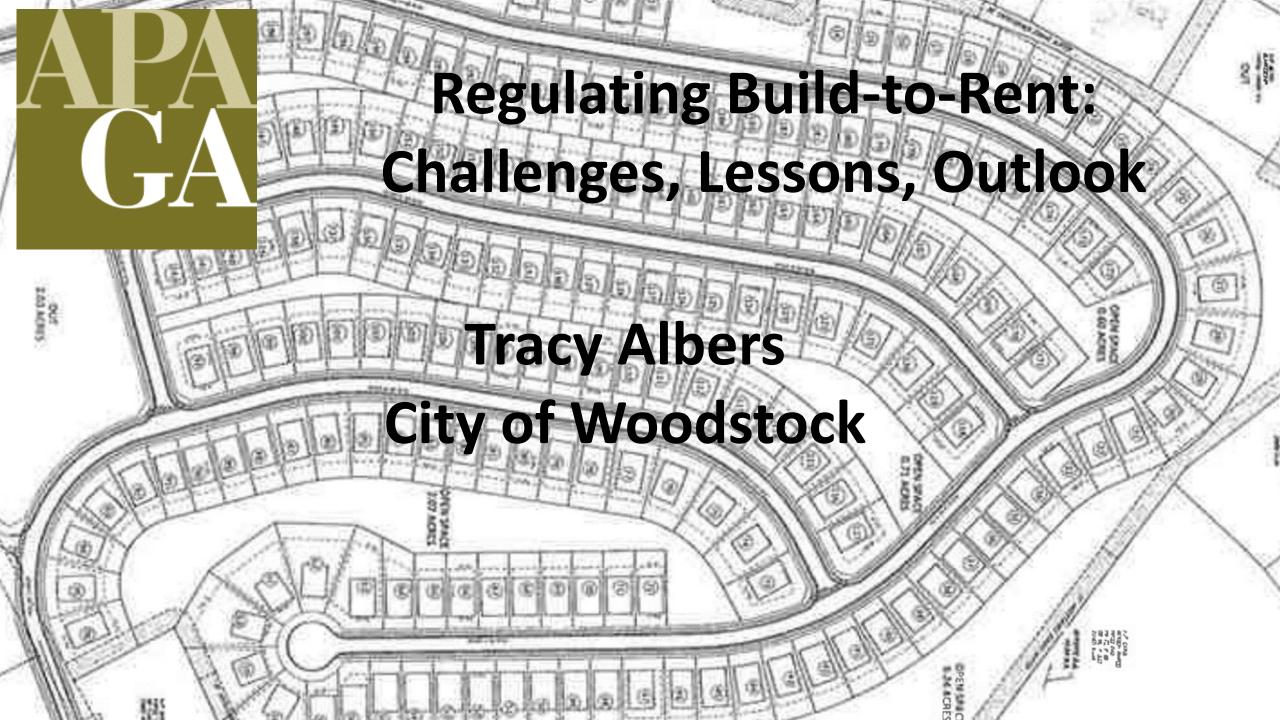
Model Home Process (only for projects on sewer)

Must be converted to "For Sale" units – no permanent offices

Covenants, Conditions and Restrictions ("For Sale")

- Property Owner's Association
- Rental Cap of 10% max.





Welcome to Woodstock

- Cherokee County, GA
- Part of the Atlanta Metropolitan Area
- 2020 Census:: 5,065 (Est for 7/2021 is 36,198)
- 13.01 Square Miles 21.75 miles of trails
- Eight parks



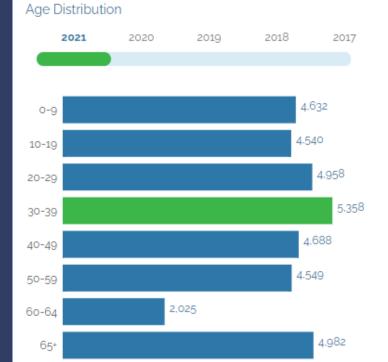




- New residential neighborhoods
 - 。Single-family detached
 - Attached
 - Condominiums

Infill residential

- SF demo and rebuilds
- Apartments
- Mixed-Use
- Senior Housing
- Dodged the BTR Bullet





Codes and Policy Guidance

- Getting ahead of BTR
- Lessons learned from the Great Recession
- Preserving the 80-20 split
- Future residential development capacity assumes maximum 5 percent BTRD iscretionary
- approval for BTR projects Development
- standards that require amenities, on-site management, etc.
- BTR is multi-family with Wall Street Landlord masquerading assingle-family



Legislative Erosion:

Georgia Edition

State legislation to preempt local regulatory control:

Allow BTRby-right in any zone where residential

Limit discretionary review

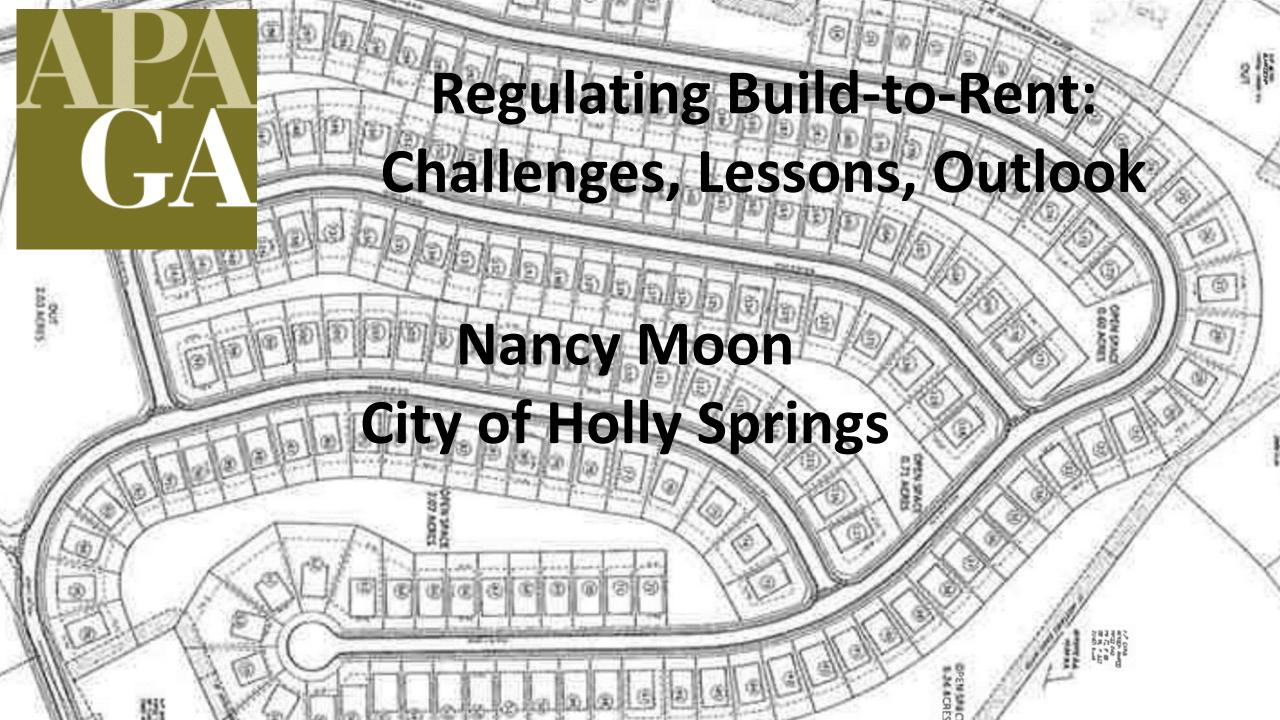
Limit reaonsable development and/or design standards



Preserving SF Neighborhood Character

- Harder Every Day
 - Short Term Rentals
 - COVID Work from Home
 - Demolishing aging housing stock
 - BTR
 - Buy to Rent or Build to Rent
 - Local vs. National Corporate
 - Apartments vs. BTR
 - Allow with guardrails or risk losing local regulatory control





Build-to-Rent District - 1

Description

20% or more occupied tenants

Permitted Uses

- Single-family, Two-family, Townhomes or Quad homes
- PDR & TND Permitted and Special Exceptions

Prohibited Uses

Short Term Rentals

Design Provisions

- Follow PDR/TND requirements
- May be developed without platting individual lots

Build-to-Rent District - 2

Maintenance Provisions

- On-site office, staffed Monday through Friday
- Responsible to maintain:
 - Homes/Units
 - Accessory Structures
 - Water system & utilities
 - Roadways, drives and parking areas
 - Drainage systems
 - Recreational facilities
 - Landscaping, buffers and conservation areas

Occupancy Provisions

Submitted prior to issuance of building permit

