HONORABLE MAYOR & CITY COUNCIL

WEDNESDAY, SEPTEMBER 25, 2019

ACM: Majed Al-Ghafry

FILE NUMBER: Z189-229(PD)

DATE FILED: March 22, 2019

LOCATION: South side of Third Avenue, southwest of the terminus of Oak Lane

COUNCIL DISTRICT: 7

MAPSCO: 46 N

SIZE OF REQUEST: ± 1.748 acres

CENSUS TRACT: 203.00

APPLICANT: Devin Hall

OWNER: Ash and Third, LCC

REPRESENTATIVE: JBS Solutions, LLC

- **REQUEST:** An application for an RS-MU(E) Regional Service Mixed Use Enhanced Subdistrict within Planned Development District No. 595, the South Dallas/Fair Park Special Purpose District, on property zoned an RS-I(E) Regional Service Industrial Enhanced Subdistrict within Planned Development District No. 595, the South Dallas/Fair Park Special Purpose District with deed restrictions [Z123-272 & Z023-264].
- **SUMMARY:** The purpose of the request is to allow for the construction of a mixed use development consisting of a maximum of 20 multifamily units and approximately 7,600 square feet of commercial uses on the subject site.

CPC RECOMMENDATION: <u>Approval</u>.

STAFF RECOMMENDATION: <u>Approval</u>.

BACKGROUND INFORMATION:

- PDD No. 595 was established by the City Council on September 26, 2001 and contains approximately 3,363.5 acres of land for residential and nonresidential subdistricts.
- On December 8, 2003, the City Council adopted an RS-I(E) Subdistrict, subject to deed restrictions volunteered by the applicant on the subject site to limit various commercial/industrial uses that do not confine operations within a structure.
- On August 28, 2013, the City Council approved an amendment to the existing deed restrictions to permit the custom woodworking, furniture construction, or repair use.
- The request site consists of 1.748-acre of which an abandoned portion of a public street exists (Oak Lane between Third Avenue and Fourth Avenue) and is currently developed with a billboard sign and a small fenced area previously used for parking. The balance of the site is undeveloped.
- The request is to allow the construction of a mixed use development consisting of a maximum of 20 multifamily units and approximately 7,600 square feet of commercial uses. While staff cannot ensure that only 20 multifamily units are constructed as proposed, the PDD does limit the density of a multifamily component for a mixed use development not to exceed 85 percent of the floor area.

Zoning History: There have been no recent zoning requests in the area within the past five years.

Thoroughfares/Streets:

Thoroughfare/Street	Туре	Existing ROW
Oak Lane	Community Collector	24 ft.
Third Ave	Community Collector	100 ft.

Traffic:

The Engineering Division of the Sustainable Development and Construction Department has reviewed the request and determined that the proposed zoning change will not negatively impact the surrounding street system.

STAFF ANALYSIS:

Comprehensive Plan:

The <u>forwardDallas! Comprehensive Plan</u> was adopted by the City Council in June 2006. The <u>forwardDallas! Comprehensive Plan</u> outlines several goals and policies which can serve as a framework for assisting in evaluating the applicant's request.

The request complies with the following land use goal and policy of the Comprehensive Plan:

ECONOMIC ELEMENT

GOAL 2.1 PROMOTE BALANCED GROWTH

Policy 2.1.1 Ensure that zoning is flexible enough to respond to changing economic conditions.

Planning for a dynamic economic environment calls for flexible zoning regulations to accommodate new and existing development that provides for a mix in uses within proximity. The proposed residential uses consisting of allowable commercial, business services, office and retail uses will not only service Dallas residents, but also promotes a balanced growth of housing and jobs.

Area Plans: The site lies within the boundary of two specific study areas:

<u>The South Dallas/Fair Park Neighborhood Preservation and Economic Development</u> <u>Plan</u> (specifically Areas 2 and 3), adopted by the City Council in February of 1987 and recommends commercial uses for the general area.

<u>The South Dallas/Fair Park Economic Development Corridor Plan</u>, adopted by the City Council in September of 2001, identifies the area as appropriate for Regional Service Area uses. The study was a precursor to the South Dallas/Fair Park Special Purpose District (PDD No. 595), which led to the existing zoning for this area as well as property within the entire PDD boundary.

PDD No. 595 was adopted as a foundation for the general land use guidelines identified in both studies.

Surrounding Land Uses:

	Zoning	Land Use
Site	RS-I(E) within PDD No. 595, DR Z123-272, DR Z023-264	Surface parking, billboard sign
Northwest	RS-MU within PDD No. 595	RL Thornton Freeway
Northeast	RS-MU(E) within PDD No. 595	Manufacturing & Warehouse
East	RS-I(E) within PDD No. 595	Rail yard facility
Southwest	RS-I within PDD No. 595	DART, DART maintenance facility

Land Use Compatibility:

The applicant's request to change the zoning is to construct a mixed use development consisting of a maximum of 20 multifamily units and approximately 7,600 square feet of space for other allowable commercial, business services, office and retail uses. The request includes the "enhanced" designation to allow office showroom/warehouse uses.

The request site is currently fenced and developed with a surface parking lot on the northeast portion of the site and a billboard sign on the northeastern portion of the site. The balance of the site is undeveloped. Surrounding land uses consist of the RL Thornton Freeway to the northwest, a manufacturing and warehouse use to the northeast, a rail yard facility to the southeast, Dallas Area Rapid Transit (DART) DART maintenance facility to the southwest and west.

It is staff's opinion that the applicant's request for an RS-MU(E) Regional Service Mixed Use Enhanced Subdistrict will not have a negative impact in the surrounding area. The zoning change is consistent with the Comprehensive Plan that envisions the area as an urban mixed-use neighborhood and the similar zoning district adjacent to the east. Additionally, the comprehensive plan describes the existing zoning as one of the key challenges in the area being significant portions of the area designated under industrial zoning that may not be compatible with future opportunities for growth and development. Further, existing deed restrictions prohibit certain uses such as commercial/industrial uses that do not confine operations within a structure. Subsequently, these restricted uses may address many potential nuisances for the proposed use.

Lastly, the Urban Mixed-Use areas accommodate a balanced combination of jobs, shopping, entertainment, and a range of housing types. This development block encourages a mix of office, retail, service and residential uses on the same block or within the same building. It also provides flexibility in the types of uses in the area while emphasizing a walkable character. Residential development in this development block

is envisioned to be in mid- to high-rise structures consistent with the request to allow a maximum height of 90 feet and 7 stories. While staff cannot ensure that only 20 multifamily units are constructed as proposed, the PDD does limit the density of a multifamily component for a mixed use development not to exceed 85 percent of the floor area.

Land Use Comparison:	Existing	Proposed
Use	RS-I(E)	RS-MU(E)
Community Garden	x	Х
Market Garden.	SUP	SUP
Building repair and maintenance shop.	DR	DR
Bus or rail transit vehicle maintenance or storage facility.	DR	DR
Custom woodworking, furniture construction, or repair.	DR	DR
Electronics service center.	x	x
Job or lithographic printing.	RAR	x
Labor hall.	DR	DR
Machine or welding shop.	DR	DR
Machinery, heavy equipment, or truck sales and service.	DR	DR
Medical or scientific laboratory.	DR	DR
Technical school.	DR	DR
Tool or equipment rental.	DR	DR
Vehicle or engine repair or maintenance.	DR	DR
Industrial (inside) not potentially incompatible.	RAR	PRO
Industrial (inside) potentially incompatible.	DR	DR
Industrial (inside) for light manufacturing.	x	x
Industrial (outside) not potentially incompatible.	SUP	PRO
Adult day care facility.	PRO	x
Cemetery or mausoleum.	PRO	x
Child-care facility.	PRO	x
Church.	x	x
College, university, or seminary.	PRO	x
Community service center.	PRO	x
Convalescent and nursing homes, hospice care, and related institutions.	PRO	SUP
Convent or monastery.	PRO	X
Halfway house	DR	DR
Hospital.	PRO	RAR
Library, art gallery, or museum.	PRO	X

Public or private school.	PRO	RAR
Hotel or motel.	PRO	SUP
Temporary construction or sales office.	x	x
Alternative financial establishment.	SUP	SUP
Financial institution without drive-in window.	x	x
Financial institution with drive-in window.	RAR	DIR
Medical clinic or ambulatory surgical center.	x	X & SUP for plasma or blood donation
Office.	X	X
Country club with private membership.	X	X
Private recreation center, club, or area.	PRO	x
Public park, playground, or golf course.	x	x
Live-work unit.	X	X
Multifamily.	PRO	X
Retirement housing.	PRO	X
Nursery, garden shop or plant sales.	X	X
Carwash.	DR	DR
Motor vehicle fueling station.	x	x
Alcoholic beverage establishments.	DR	DR
Pawn shop.	DR	DR
Vehicle, display, sales, and service.	RAR	RAR
Ambulance service.	PRO	RAR
Animal shelter or clinic without outside run.	PRO	RAR
Auto service center.	PRO	RAR
Business school.	PRO	x
Commercial amusement (inside).	PRO	x
Commercial parking lot or garage.	PRO	SUP
Dry cleaning or laundry store.	PRO	X
Food or beverage store.	PRO	SUP if less than 5,000sf
Furniture store.	PRO	x
General merchandise store.	PRO	x
Home improvement center, lumber, brick or building materials sales yard.	PRO	RAR
Household equipment and appliance repair.	PRO	X
Mortuary, funeral home, or commercial wedding chapel.	PRO	X
Outside sales.	PRO	SUP
Personal service uses.	PRO	X
Restaurant without drive-in or drive-through service.	PRO	RAR
Restaurant with drive-in or drive-through service.	PRO	DIR
Sway or buy shop.	PRO	SUP

Theater.	PRO	х
Tobacco shop.	PRO	SUP
Liquor store.	PRO/DR	PRO/DR
Pawn shop.	PRO/DR	PRO/DR
Heliport.	SUP	SUP
Helistop.	SUP	SUP
Commercial bus station and terminal.	PRO	DIR
Transit passenger shelter.	X	X
Transit passenger station or transfer center.	SUP	SUP
Electrical substation.	X	X
Local utilities.	SUP/RAR	SUP/RAR
Police or fire station.	X	x
Post office.	X	X
Tower/antenna for cellular communication.	х	x
Utility or government installation other than listed.	SUP	SUP
Auto Auction.	DR	DR
Building mover's temporary storage yard.	DR	DR
Contractor's maintenance yard.	DR	DR
Freight terminal.	DR	DR
Manufactured building sales.	DR	DR
Mini-warehouse.	DR	DR
Office showroom/warehouse.	Х	X
Outside storage (with visual screening).	DR	DR
Recycling buy-back center.	SUP	SUP
Recycling collection center.	SUP	SUP
Recycling drop-off container.	SUP	SUP
Recycling drop-off for special occasion collection.	DR	DR
Warehouse.	RAR	X

DR indicates Deed Restricted by separate. **PRO** indicated prohibited.

Shading indicates uses only in the RE-MU(E) Enhanced only.

Development Standards:

DISTRICT	Set	backs	Density Height		Lot	Stories	Primary Uses	
Biornaor	Front Side/Rear		Density	Coverage		otories	T finally 0303	
Existing								
RS-I(E) Regional Service Industrial Enhanced Subdistrict (Industrial)	15'	SY & RY 15' adj to alley or res. 10'>0 0' for all Other	1.0 for office, 0.5 for retail, 1.0 for all uses combined	<mark>70'</mark>	80%	5	Office and Retail	
Proposed								
RS-MU(E) Regional Service Mixed Use Enhanced Subdistrict (Mixed Use)	15'	SY & RY 15' adj to alley or res. 10'>0 0' for all Other	1.5 for office, 0.5 for retail, 0.85 for res., and 1.5 for all uses combined	90'	80%	7	Office, Retail and Residential	

The proposed request will conform to zoning yard, lot, and space regulations that are consistent with the existing zoning district. The requested zoning will allow the development to house residential uses, moderately increase the density for each of the allowable uses and increases the maximum height by 20 feet and the maximum stories by two feet.

Market Value Analysis

<u>Market Value Analysis (MVA)</u>, is a tool to aid residents and policy-makers in understanding the elements of their local residential real estate markets. It is an objective, data-driven tool built on local administrative data and validated with local experts. The analysis was prepared for the City of Dallas by The Reinvestment Fund. Public officials and private actors can use the MVA to more precisely target intervention strategies in weak markets and support sustainable growth in stronger markets. The MVA identifies nine market types (A through I) on a spectrum of residential market strength or weakness. As illustrated in the attached MVA map, the colors range from purple representing the strongest markets to orange, representing the weakest markets. The subject site is neither located within nor adjacent to an MVA category.

Parking:

At the time of development, off-street parking will be required in accordance with the Dallas Development Code, as amended.

The parking requirements for an office/showroom warehouse use will be calculated at a ratio of one space for every 333 square feet of office space, one space for every 1,000 square feet for the first 20,000 square feet of floor area of showroom/warehouse space

and one space per 4,000 square feet of floor area in excess of 20,000 square feet of the same area.

For the proposed dwelling units, parking will be calculated based on the number of bedrooms as it is required for a multifamily use [three or more dwelling units located on one lot].

The required off-street parking ratio for an office use is 1 space per 333 square feet of floor area. If more than 10 off-street parking spaces are required handicapped parking must be provided pursuant to Section 51A-4.305.

Parking regulations for retail and personal service uses is contingent on the use applied for at permitting.

The applicant is not required to submit a site plan for this type of request; therefore, information regarding floor area for the use(s) and the number of bedrooms in each dwelling unit was not made available to staff.

Landscaping:

Landscaping must be provided in accordance with the landscaping requirements in Article X, as amended.

EXISTING DEED RESTRICTIONS

The following uses are prohibited on the Property:

- -- Building repair and maintenance shop.
- -- Bus or rail transit vehicle maintenance or storage facility.
- -- Labor hall.
- -- Machine or welding shop.
- -- Machinery, heavy equipment, or truck sales and service.
- -- Medical or scientific laboratory.
- -- Technical school.
- -- Tool or equipment rental.
- -- Vehicle or engine repair or maintenance.
- -- Industrial (inside) potentially incompatible.
- -- Industrial (outside) potentially incompatible.
- -- Halfway house.
- -- Alcoholic beverage establishments.
- -- Car wash.
- -- Liquor store.
- -- Pawn shop.
- -- Auto auction.
- -- Building mover's temporary storage yard.
- -- Contractor's maintenance yard.
- -- Freight terminal.
- -- Manufactured building sales lot.
- -- Mini-warehouse.
- -- Outside storage (with visual screening).
- -- Recycling drop-off for special occasion collection.

CPC Action August 15, 2019

Motion: It was moved to recommend **approval** of an RS-MU(E) Regional Service Mixed Use Enhanced Subdistrict on property zoned an RS-I(E) Regional Service Industrial Enhanced Subdistrict within Planned Development District No. 595, the South Dallas/Fair Park Special Purpose District, on the southwest corner of Third Avenue and Oak Lane.

Maker: Second: Result:	Schulte		o 0			
For	:	13 -	MacGregor, Carpenter, Schultz, Mur	Brinson,	Jung,	
Aga	ainst:	0				

	Against. Absent: Vacancy:		0 2 - District 8, District 12		
Notices:	Area: 30	00	Mailed:	15	

Replies: For: 1

Speakers:	For:	Johnny Sudbury, 1023 Birds Fort Trl., Arlington, TX, 76005
Aga	inst:	John Radovich, 800 Jaguar Ln., Dallas, TX, 75226
		Gary Kaelson, 501 S. 2 nd Ave., Dallas, TX, 75226
		Greg Minnick, 636 3rd Ave., Dallas, TX, 75226

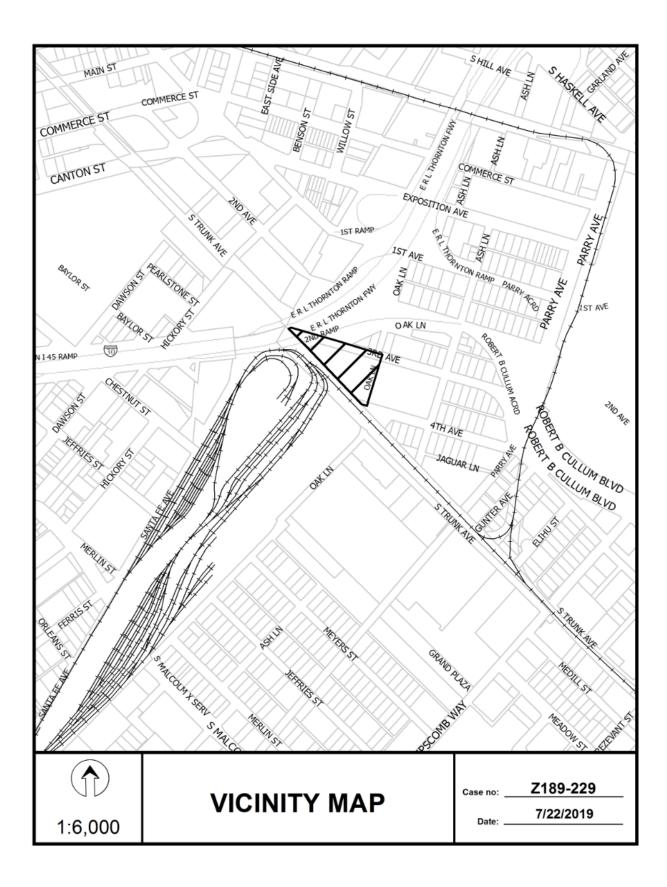
Against: 1

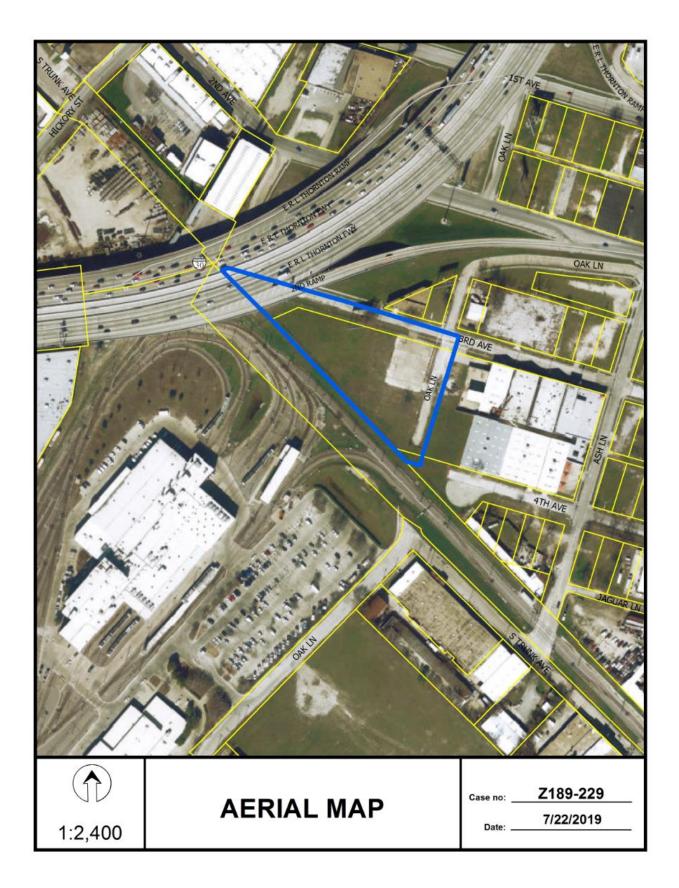
Z189-229(PD)

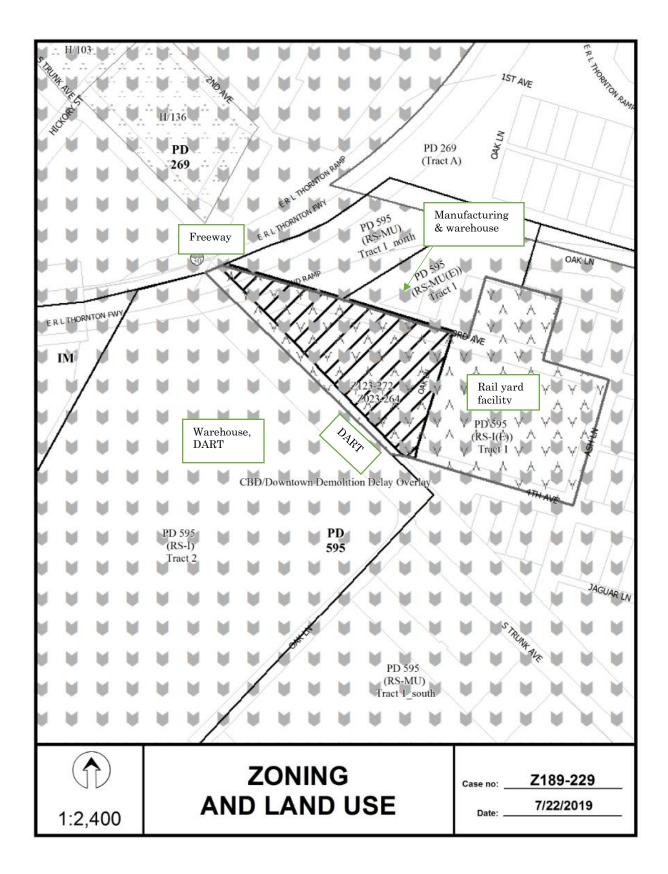
List of Principals and Officers

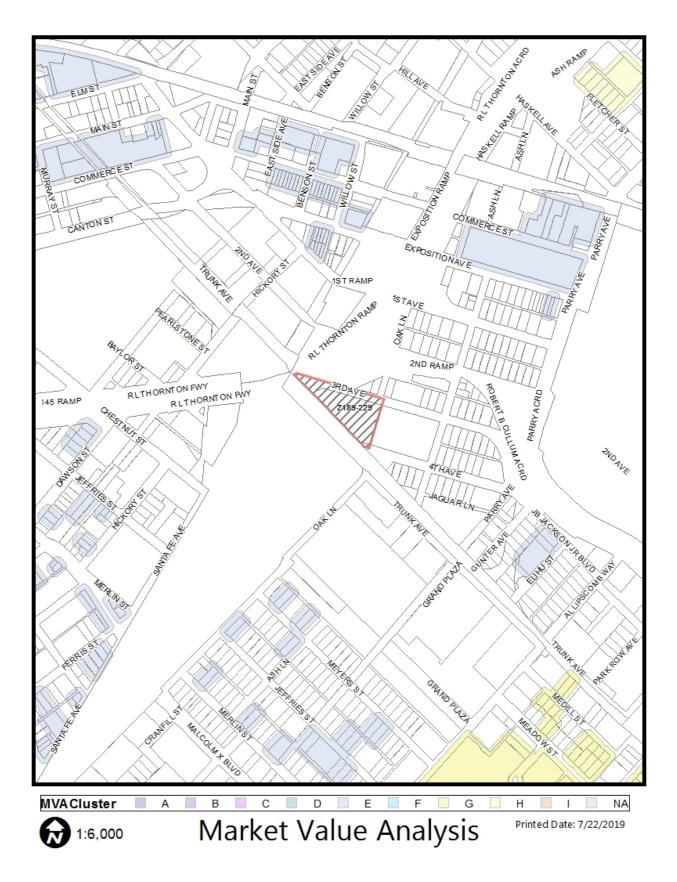
Ash and Third, LLC 5707 Everglade Road Dallas, TX 75227-2824

Devin Hall, Manager Durand Hall, Secretary

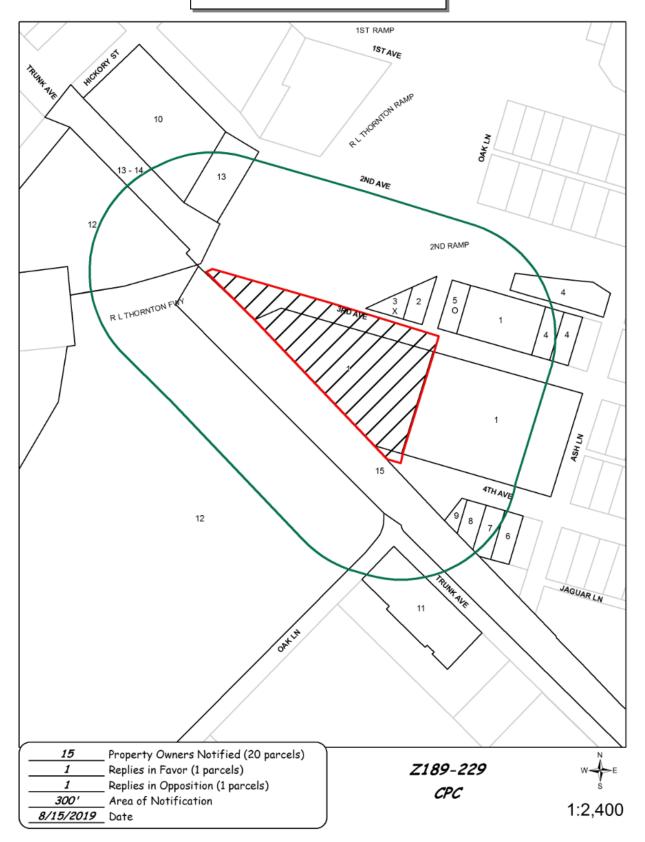








CPC RESPONSES



08/14/2019

Reply List of Property Owners

Z189-229

15 Property Owners Notified 1 Property Owner in Favor 1 Property Owner Opposed

Reply	Label #	Address	1	Owner
	1	3301	OAK LN	THIRD AND ASH LLC
	2	3407	OAK LN	GRTP LTD
Х	3	636	3RD AVE	MINNICK GREGORY J &
	4	715	2ND AVE	PAYNE OUIDA M
0	5	700	3RD AVE	GRUBBS DAVID K
	6	721	J B JACKSON JR BLVD	VILLANUEVA OMAR
	7	715	J B JACKSON JR BLVD	MURPHY RANDALL
	8	713	J B JACKSON JR BLVD	MURPHY RANDALL E
	9	701	J B JACKSON JR BLVD	MARMOLEJO JOSE D
	10	501	S 2ND AVE	KAELSON COMPANY
	11	3104	OAK LN	PAMACO REALTY LLC
	12	3101	OAK LN	DALLAS AREA RAPID TRANSIT
	13	555	2ND AVE	DART
	14	555	2ND AVE	DART
	15	555	2ND AVE	DART