RESOLUTION NO. PC-XXXX-24

A RESOLUTION OF THE CITY OF SAN LUIS OBISPO PLANNING COMMISSION RECOMMENDING THE CITY COUNCIL INTRODUCE AND ADOPT AN ORDINANCE AMENDING TABLE 2-1 (USES ALLOWED BY ZONE) IN TITLE 17 (ZONING REGULATIONS) OF THE MUNICIPAL CODE TO ADD SINGLE-FAMILY AND MULTI-FAMILY USES AS CONDITIONALLY ALLOWED WITH APPROVAL OF A MINOR USE PERMIT IN THE NEIGHBORHOOD COMMERCIAL (C-N) ZONE. THE PROJECT IS EXEMPT FROM ENVIRONMENTAL REVIEW (CEQA) AS REPRESENTED IN THE PLANNING COMMISSION AGENDA REPORT AND ATTACHMENTS DATED JUNE 12, 2024 (CITYWIDE; CODE-0224-2024)

WHEREAS, the Planning Commission of the City of San Luis Obispo conducted a public hearing in the Council Chamber of City Hall, 990 Palm Street, San Luis Obispo, California on June 12, 2024, for the purpose of recommending an amendment to Table 2-1 (Uses Allowed by Zone) of Title 17 (Zoning Regulations), pursuant to a proceeding under CODE-0224-2024; City of San Luis Obispo, applicant; and

WHEREAS, notices of said public hearing were made at the time and in the manner required by the law; and

WHEREAS, the Planning Commission has duly considered all evidence, including the testimony of interested parties and the evaluation and recommendations provided by staff, presented at said hearing.

NOW, THEREFORE, BE IT RESOLVED, by the Planning Commission of the City of San Luis Obispo as follows:

SECTION 1. Findings. Based upon all evidence, the Planning Commission makes the following findings:

- 1. The proposed amendment to Table 2-1 (Uses Allowed by Zone) in Title 17 (Zoning Regulations) of the Municipal Code to add single-family and multi-family residential uses as conditionally allowed uses with approval of a Minor Use Permit is consistent with the intent of the Neighborhood Commercial (NC) land use designation and purpose of the Neighborhood Commercial (C-N) zone.
- 2. The proposed amendment to Table 2-1 (Uses Allowed by Zone) in Title 17 (Zoning Regulations) of the Municipal Code to add single-family and multi-family residential uses as conditionally allowed uses with approval of a Minor Use Permit would not alter the character of the City or cause health safety or welfare concerns because the amendment is consistent with the General Plan. In addition, the amendment would directly implement City goals and policies, particularly the Major City Goal for Housing & Homelessness, to support the expansion of housing options and facilitate housing production.

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3. Parcels located in the C-N zone include historical residential uses that are currently nonconforming. The proposed amendment would allow these residential uses to become conforming and facilitate additional opportunities for these uses to continue and expand.

SECTION 2. Environmental Determination. The proposed amendment to Table 2-1 (Uses Allowed by Zone) of Title 17 (Zoning Regulations) has been assessed in accordance with the authority and criteria contained in the California Environmental Quality Act (CEQA), the CEQA Guidelines, and environmental regulations of the City. The amendment is exempt under Section 15061(b)(3) of the CEQA Guidelines. This "Common Sense" exemption states that CEQA only applies to projects that have the potential for causing significant effect on the environment. Since the text amendment is a minor revision that would conditionally allow residential uses with a Minor Use Permit in the C-N zone, the scope of this action is limited to a text amendment where subsequent single-family and multi-family residential development would be subject to discretionary review. Since these uses are subject to discretionary review, environmental review would be evaluated on a project-specific basis. It is also noted that there are existing single-family residences in some of the C-N zoned parcels. Therefore, there would not be additional environmental impacts for these parcels.

SECTION 3. Action. The Planning Commission hereby recommends to the City Council the introduction and adoption of an ordinance to amend Table 2-1 (Uses Allowed by Zone) in Title 17 (Zoning Regulations) of the San Luis Obispo Municipal Code and add single-family and multi-family uses as conditionally allowed uses in the C-N zone as set forth in Exhibit A and incorporated herein.

Upon motion ofthe following roll call vote:	_, seconded by	and on
AYES: NOES: ABSENT:		
The foregoing resolution was passed ar	nd adopted this 12 th day of June 2024.	
	Tyler Corey, Secretary Planning Commission	

EXHIBIT A

	A = /	Allowed	; MUP	= Minor	Use P	ermit a	prova	l requir	ed; CUF	P = Con	ditiona	l Use P	ermit a	pproval	requir	ed	
Key:	M/A	= Mino	r Use P	ermit a	pprova	l requir	ed on g	ground	floor al	ong str	eet fro	ntage, a	llowed	on sec	ond flo	or or	1
									ove								
Land Use						Perm	it Requ	ıiremen	t by Zo	ning Di	strict						Specific Use
Land Use	AG	C/OS	R-1	R-2	R-3	R-4	PF	0	C-N	C-C	C-R	C-D	C-T	C-S	M	ВР	Regulations
AGRICULTURE																	
Agricultural Accessory Structure	А	А															
Animal Husbandry and Grazing	Α	Α															
Community Garden	Α	MUP	Α	Α	Α	Α	Α										
Crop Production	Α	Α					Α							MUP	MUP		
Greenhouse/Plant Nursery, Commercial	CUP	CUP															
Fuel Dealer (propane, etc) Laboratory - Medical, Applytical Passageh														MUP	Α		See also Sec. 17.74.060
Analytical, Research,																	
								CUP			Α			Α	Α	Α	See also Sec. 17.74.060
Testing								CUP			A			A			
Testing Manufacturing - Heavy								CUP			A				CUP	CUP	See also Sec. 17.74.060
Testing Manufacturing - Heavy Manufacturing - Light								CUP			A			A			
Testing Manufacturing - Heavy Manufacturing - Light Recycling Recycling - Collection								CUP		MUP	A				CUP	CUP	See also Sec. 17.74.060
Testing Manufacturing - Heavy Manufacturing - Light Recycling								CUP		MUP				A	CUP	CUP	See also Sec. 17.74.060
Manufacturing - Heavy Manufacturing - Light Recycling Recycling - Collection Facility Recycling - Processing Facility								CUP		MUP				A	CUP A	CUP	See also Sec. 17.74.060 See also Sec. 17.74.060
Manufacturing - Heavy Manufacturing - Light Recycling Recycling - Collection Facility Recycling - Processing Facility Research and Development								CUP		MUP				A	CUP A A MUP	CUP A	See also Sec. 17.74.060 See also Sec. 17.74.060
Festing Manufacturing - Heavy Manufacturing - Light Recycling Recycling - Collection Facility Recycling - Processing Facility Research and Development Salvage and Wrecking	stribution	1						CUP		MUP				A	CUP A A MUP	CUP A	See also Sec. 17.74.060 See also Sec. 17.74.060
Festing Manufacturing - Heavy Manufacturing - Light Recycling Recycling - Collection Facility Recycling - Processing Facility Research and Development Salvage and Wrecking	stribution	n						CUP		MUP				A	CUP A A MUP	CUP A	See also Sec. 17.74.060 See also Sec. 17.74.060
Testing Manufacturing - Heavy Manufacturing - Light Recycling Recycling - Collection Facility Recycling - Processing Facility Research and Development Salvage and Wrecking Warehousing, Storage, and D	stribution	n						CUP		MUP				A MUP	A A MUP MUP	CUP A	See also Sec. 17.74.060

	A =	Allowed	I; MUP	= Minor	Use P	ermit a	pproval	require	ed: CUI	P = Con	ditiona	I Use P	ermit a	pprova	l reguir	ed	
Key:		= Mino															1
							`	abo	ove								
Landllan						Perm	it Requ	iiremen	t by Zo	ning Di	strict						Specific Use
Land Use	AG	C/OS	R-1	R-2	R-3	R-4	PF	0	C-N	C-C	C-R	C-D	C-T	C-S	М	ВР	Regulations
Wholesaling and Distribution														Α	Α	MUP	
LODGING																	
Bed and Breakfast Establishment	MUP				CUP	CUP					Α	Α	Α				See Sec. 17.86.070
Homeless Shelter				А	Α	Α	Α	Α	Α	Α	Α	Α	Α	Α	Α		See Sec. 17.86.150 and GC Sec. 65583(a)(4)
Hostel					CUP	CUP					Α	Α	Α				
Hotels and Motels											Α	Α	Α	CUP		CUP	
RV Parks													CUP				
PUBLIC AND QUASI-PUB Cultural Institutions	BLIC US	ES					CUP			А	А	А	CUP				
Hospitals and Clinics	1	ı	1		1	1		1	1	1	1	1	1	1	1		0 0 47 00 000 0
Clinic								MUP		MUP	Α	MUP		MUP		MUP	See Sec. 17.36.030.C and Sec. 17.42.030.A
Hospital							CUP	CUP									
Park and Recreation Facilities			A	A	A	A	A	A	A	A	A	A	А	A	A	A	Parks and Recreation Commission review required.
Public Assembly Facilities							CUP	Α		MUP	MUP	M/A	MUP	CUP			
Religious Assembly Facilities			CUP	MUP	MUP	MUP	MUP	Α	MUP	MUP	Α	M/A	MUP	MUP	MUP		See 42 U.S.C. §§ 2000cc, et seq.
Schools - Colleges							CUP										
Schools - Primary and Secondary			CUP	CUP	MUP	MUP	CUP	CUP		CUP	MUP			CUP			See Sec. 17.86.240
Schools - Trade Schools							CUP	MUP				CUP		MUP		MUP	In the C-D zone, Trade Schools are not allowed on the ground floor.
Sports and Entertainment							CUP								CUP		

Mixed-use Development

Key:	Key: A = Allowed; MUP = Minor Use Permit approval required; CUP = Conditional Use Permit approval required M/A = Minor Use Permit approval required on ground floor along street frontage, allowed on second floor or above																
						Perm	it Requ			ning Di	strict						Specific Use
Land Use	AG	C/OS	R-1	R-2	R-3	R-4	PF	0	C-N	C-C	C-R	C-D	C-T	C-S	M	ВР	Regulations
RESIDENTIAL USES																	
General Residential Housing		-	-		•	•	-				•	-				•	
Гуреѕ																	
Single-Unit Dwellings, Detached	Α	CUP	Α	Α	Α	Α		Α	MUP								
Multi-Unit Residential				Α	Α	Α		Α	MUP								
Boarding House					CUP	CUP					MUP	MUP					
Caretaker Quarters	Α	Α	Α	Α	Α	Α	Α	Α	Α	Α	Α	Α	Α	Α	Α	MUP	
Continuing Care Community			MUP	MUP	MUP	MUP		MUP			MUP	MUP					
Elderly and Long Term Care					MUP	MUP		MUP			M/A	M/A	MUP				
amily Day Care (Small and arge)	Α		Α	Α	Α	Α		Α	Α	Α	Α	Α	Α	Α	Α		See Sec. 17.86.100 an H&SC 1597.40
raternities and Sororities					CUP	CUP											Section 17.86.130
Hospice In-Patient Facility				CUP	CUP	MUP	CUP	CUP			MUP						
Mobile Home Park			Α	Α	Α	Α											See GC Sec. 65852.7, 65863.7, 65863.8
Residential Care Facilities - S or Fewer Residents	Α		Α	Α	Α	Α		Α	M/A		M/A	M/A	MUP				Multiple state statutes
Residential Care Facilities - 7 or More Residents			MUP	MUP	MUP	MUP		MUP			MUP	MUP					Multiple state statutes
Supportive and/or Fransitional Housing, with On or Off-Site Services			А	А	Α	A	MUP	Α	А	Α	Α	А	Α	Α	Α		See GC Sec. 65583(a)
armworker Housing	Α	Α															

Α

Α

Α

Α

See Sec. 17.70.130

Table 2-1: Uses Allowe		Allowed	l; MUP	= Minor	Use P	ermit aı	proval	reauir	ed; CUF	P = Con	ditiona	I Use P	ermit a	pprova	l reauir	ed	
Key:		\ = Mino						ground									
1						Perm	it Requ	iremen	t by Zo	ning Di	strict						Specific Use
Land Use	AG	C/OS	R-1	R-2	R-3	R-4	PF	0	C-N	C-C	C-R	C-D	C-T	C-S	М	BP	Regulations
COMMERCIAL USES																	
Adult Entertainment Businesses											Α		Α				See Sec. 17.86.030 and GC Section 65850.4
Animal Care, Sales and Servi	ces	•					•			•	•	•					
Animal Boarding/Kennels	CUP													MUP	MUP		Outdoor runs and kennel areas shall be allowed only in the C-S zone. See also Sec. 17.86.170.
Animal Grooming									Α	Α	Α	Α		Α	MUP		
Animal Retail Sales									MUP	Α	Α	Α		Α			
Veterinary Services, Large Animal	CUP													MUP	MUP		
Veterinary Services, Small Animal								Α	Α	Α	Α	M/A		Α			
Banks and Financial Institutio	ns																
ATMs								Α	Α	Α	Α	Α	Α	Α	Α	Α	
Banks and Credit Unions								Α		Α	Α	Α		MUP	MUP	MUP	See Sec. 17.36.030.B and Sec. 17.40.030.A
Check Cashing Shops/Payday Loans										MUP	MUP						
Business Services								Α		Α	Α	M/A		Α	Α	Α	
Cemetery		CUP	CUP	CUP	CUP	CUP	CUP				CUP		CUP	CUP	CUP		
Commercial Recreation - Large Scale							CUP			CUP	CUP	CUP	CUP	CUP	CUP	MUP	See Sec. 17.36.030.D and Sec. 17.86.110
Commercial Recreation - Small Scale								MUP	MUP	Α	Α	Α	Α	Α	Α	MUP	
Day Care Center			MUP	MUP	MUP	MUP	MUP	Α	Α	Α	Α	M/A	MUP	MUP	MUP	MUP	See Sec. 17.86.100

Table 2-1: Uses Allowe	d By Z	one							-								
		Allowed	; MUP	= Minoi	Use P	ermit a	pproval	require	ed; CUF	= Con	ditiona	l Use P	ermit a	pprova	l requir	ed	
Key:	M/A	= Mino	r Use P	ermit a	pprova	l requir	ed on g	ground	floor al	ong str	eet fror	ntage, a	llowed	on sec	ond flo	or or	
								abo	ove								
Land Use						Perm	it Requ	iiremen	t by Zo	ning Di	strict						Specific Use
Lanu USE	AG	C/OS	R-1	R-2	R-3	R-4	PF	0	C-N	C-C	C-R	C-D	C-T	C-S	M	BP	Regulations
Eating and Drinking Establish	ments		•					•				•		•		•	
Bars and Taverns										MUP	MUP	MUP	MUP	MUP	MUP		See also Sec. 17.86.040 and Sec. 17.86.050
Restaurant									Α	Α	Α	Α	Α	Α	MUP	MUP	
Restaurant with Late Hour Alcohol Service									MUP	MUP	MUP	MUP	MUP	MUP	MUP	MUP	See Sec. 17.86.040 and Sec. 17.86.050
Food and Beverage Sales																	
General Market									Α	Α	Α	Α	CUP				See Sec. 17.26.030.B.1
Convenience Store				MUP	MUP	MUP			Α	Α	Α	Α	А	MUP	MUP	MUP	See Sec. 17.26.030.B.1 and Sec. 17.86.090
Produce Stand	MUP	MUP							Α		Α	Α		Α			
Liquor Store									MUP	MUP	MUP	MUP	CUP				See Sec. 17.26.030.B.2 and Sec. 17.86.040
Food Preparation											Α			Α	Α		
Funeral Parlors and Internment Services							MUP	MUP			Α			MUP			
Instructional Services							MUP	CUP	MUP	M/A	Α	M/A	CUP	Α	MUP		
Maintenance and Repair Services														Α	Α	CUP	
Offices																	
Business and Professional Offices							MUP	А		Α	А	M/A		M/A	MUP	MUP	In the C-S zone, a MUP is required for office uses on the ground floor. See also Sec. 17.36.030.B and Sec. 17.40.030.A.
Medical and Dental Offices								Α		Α	Α	M/A		MUP		MUP	See Sec. 1736.030.C
Personal Services									Α	Α	Α	Α	MUP	Α		MUP	

Table 2-1: Uses Allowed	d By Z	one															
	A =	Allowed	; MUP	= Minor	Use P	ermit a _l	proval	require	ed; CUF	P = Con	ditiona	l Use P	ermit a	pprova	l requir	ed	
Key:	M/A	= Mino	r Use P	ermit a	pprova	l requir	ed on g			ong str	eet from	ntage, a	llowed	on sec	ond flo	or or	
									ove								
Land Use						Perm	it Requ	iremen	t by Zo	ning Di	strict						Specific Use
Lana 030	AG	C/OS	R-1	R-2	R-3	R-4	PF	0	C-N	C-C	C-R	C-D	C-T	C-S	M	BP	Regulations
Retail Sales																	See Sec. 17.26.030.A, 17.30.030.A, 17.32.030, and 17.34.034.A and 17.36.030.A
Building Materials and Services - Indoor										Α	Α	Α		Α	Α		
Building Materials and Services - Outdoor										MUP	Α	MUP		Α	Α		
Extended Hour Retail								MUP	MUP	MUP	MUP	MUP	MUP	MUP	MUP		
General Retail									MUP	Α	Α	Α	MUP	MUP			
Large-Scale Retail										CUP	CUP	CUP					
Nurseries and Garden Centers											CUP			Α	Α		
Theaters							CUP			MUP	MUP	MUP				MUP	Only nonprofit theaters are allowed in the PF zone. See also Sec. 17.86.030.
Vehicle Sales and Services																	
Auto and Vehicle Sales and Rental											MUP		CUP	Α	MUP		
Large Vehicle, Construction and Heavy Equipment Sales, Service, and Rental														MUP	А		
Service Stations									MUP	MUP	MUP		MUP	Α			See Sec. 17.86.250, and Sec. 17.86.060.
Vehicle Services - Major Repair/Body Work														Α	Α	MUP	
Vehicle Services - Minor Repair/Maintenance										CUP	MUP			Α	Α	MUP	
Vehicle Services - Washing										MUP	MUP		CUP	MUP	MUP		

(unmanned)

Transmission Lines

CUP

	A = 1	Allowed	; MUP	= Minor	Use Pe	ermit a _l	proval	require	ed; CUF	e Con	ditiona	l Use P	ermit a	pprova	l requir	ed	
Key:	M/A	= Mino	r Use P	ermit a	pprova	l requir	ed on g			ong str	eet fron	ntage, a	llowed	on sec	ond flo	or or	
								abo									
Land Use			1			Perm	it Requ	iremen	t by Zo	ning Di	strict						Specific Use
Lana 000	AG	C/OS	R-1	R-2	R-3	R-4	PF	0	C-N	C-C	C-R	C-D	C-T	C-S	M	BP	Regulations
TRANSPORTATION, COM	MUNIC	ATIONS	S, & UTI	LITIES													
Airport							CUP							CUP	CUP	MUP	
Wireless Telecommunications Facilities	MUP	MUP					MUP	MUP		MUP	MUP	MUP	MUP	MUP	MUP	MUP	See Sec. 17.86.290, 47 USC Sec. 332(c)(7) of the Telecommunications Act, Pub. Util. Code Sec. 7901 et seq., GC Sec. 65850.6
Freight/Truck Terminals														Α	Α	MUP	
Light Fleet-Based Services														Α	MUP	MUP	
Media Production	•	•	•			•	•		•		•				•		
Backlots and Soundstages														MUP	MUP	MUP	
Broadcast Studios								Α			Α	M/A		Α	Α	Α	
Heliport							CUP	CUP						CUP	CUP		
Parking Facilities							CUP	CUP			CUP	CUP		CUP	CUP		See Sec. 17.86.200
Public Safety Facilities							CUP									CUP	
Transit Station or Terminal							CUP				CUP	CUP		MUP	Α		
Utilities Facilities	_																
Facilities with Onsite Staff	CUP	CUP	CUP	CUP	CUP	CUP	CUP	CUP	CUP	CUP	CUP	CUP	CUP	CUP	CUP	CUP	Ground-mounted equipment in residential zones shall be
Facilities with No Onsite Staff	MUP	MUP	MUP	MUP	MUP	MUP	MUP	MUP	MUP	MUP	MUP	MUP	MUP	MUP	MUP	MUP	screened by landscaping to the satisfaction of the

Director.

	A = .	Allowed	d; MUP	= Minor	Use P	ermit a _l	proval	require	ed; CUF	o = Con	ditiona	l Use P	ermit a	pprova	l requir	ed	
Key:	M/A	= Mino	r Use P	ermit a	pprova	l requir	ed on g	ground	floor al	ong str	eet fror	ntage, a	llowed	on sec	ond flo	or or]
								abo	ove								
Land Use						Perm	it Requ	iiremen	t by Zo	ning Di	strict						Specific Use
Land Use	AG	C/OS	R-1	R-2	R-3	R-4	PF	0	C-N	C-C	C-R	C-D	C-T	C-S	M	BP	Regulations
CANNABIS ACTIVITY																	
Cannabis																	See Section 17.86.080
Specialty Cultivator														MUP	MUP	MUP	
Small Cultivator														MUP	MUP	MUP	
Nursery														MUP	MUP	MUP	
Manufacturing														MUP	MUP	MUP	
Distributor														MUP	MUP	MUP	
Microbusiness											CUP			MUP/ CUP	MUP/ CUP	MUP/ CUP	See Sec. 17.86.080(E)(12) for specific requirements per
																	zone.
Testing								CUP						Α	Α	Α	Director's action required. See also Sec. 17.86.080(E)(9).
Retailer (Delivery)														MUP	MUP	MUP	
Retailer (Storefront)											CUP			CUP			
SPECIFIC AND TEMPORA	ARY LA	ND USE	ES														
Educational Conferences Housing					MUP	MUP					MUP	MUP					
Homestay Rentals							S	ee Sec.	17.86.16	60	l						
Home Occupation								ee Sec.									
Food Trucks								ee Sec.									
Nightclubs and Live Entertainment								0000.	17.00.12	MUP	MUP	MUP	MUP	MUP	MUP		
Office - Temporary		1	ı		ı		S	ee Chap	ter 17.11	13		ı				ı	
Outdoor Temporary and/or Seasonal Sales						See		7.86.190			113						
Parking Facility - Temporary							CUP	MUP	MUP	MUP	MUP	MUP	MUP	MUP	MUP	MUP	See Chapter 17.113
Safe Parking			CUP	CUP	CUP	CUP	CUP	CUP	CUP	CUP	CUP	CUP	CUP	CUP	CUP		See Sec. 17.86.230
Special Event							MUP	MUP	MUP	MUP	MUP	MUP	MUP	MUP	MUP		See Chapter 17.113
Vending Machine									l .	·	Soo So	ection 17	86 280	1	·	1	