

# **County of Santa Cruz**

## PLANNING DEPARTMENT

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Board of Supervisors County of Santa Cruz 701 Ocean Street Santa Cruz, CA 95060

## POLICIES RELATIVE TO LONG TERM OCCUPANCY OF RV PARKS

Dear Members of the Board:

Last Spring your Board, in the context of reviewing the County's code enforcement activities at the Marmo's RV Park, directed staff to review the County's current policies regarding occupancy of RV parks and develop possible options for use of permitted RV parks for long term occupancy. Your Board also directed staff to provide a status report of code enforcement efforts pursued in connection with Marmo's Trailer Park. A brief status report concerning enforcement efforts related to Golden Torch Trailer Park has been included for your consideration as well. Since May, 1998, Planning staff have worked closely with a number of County departments in order to better understand the RV Park/permanent housing issue, including County Counsel, the Redevelopment Agency, Environmental Health, and the CAO's Office. This report summarizes the results of those discussions and recommends an approach for allowing long term occupancy under a special permit review process.

## **Background**

The cost of housing has continued to become a more critical problem in Santa Cruz County for the past two decades. Over that time housing costs have become further and further out-of-reach for the typical local wage earner (low to moderate income families). For those earning even lower incomes, the problem has become desperate. As the housing market has become less affordable, families at very low income levels have been forced to rent housing which was not built or permitted for year round occupancy. The greater number of illegal second units, conversion of older motels to full time occupancy and the trend towards year-round use of previously seasonal Recreational Vehicle parks, farmworker housing projects and summer cottages are all signs of the ever-tightening local housing market.

With the increasing demand for affordable housing, the County is facing a dilemma,

particularly with the scarcity of available sites for new housing projects and the difficult issues associated with siting and developing projects compatible with neighborhood values. As a result, over the past years the County's affordable housing efforts have shifted to focus more on protecting existing affordable housing resources. These programs typically have been well-received by the community and have resulted in dramatically improved quality of life for the affected lower income households. Numerous programs and projects have operated successfully, including:

- acquisition and rehabilitation of the Murphy's Crossing farm labor camp;
- development of an ordinance to provide for reconstruction of non-conforming farm labor housing;
- acquisition and rehabilitation of the San Andreas farm labor camp (underway);
- the first time homebuyer loan assistance program;
- adoption of changes to the non-conforming uses ordinance to make it easier to improve existing non-conforming housing;
- housing and mobile home rehabilitation loan programs.; and
- mobile home rent control as a means to maintain the affordability of mobile homes.

It is within the spirit of these past policy directives that your Board directed staff to explore options for permitting year round occupancy of RV parks.

## **RV Park Overview**

Over the years the County has issued land use permits for a number of visitor-serving RV Parks — located throughout the unincorporated area. Based upon a Planning Department survey conducted in preparation for this report, there are thirteen permitted RV parks (three in the urban area and ten in the rural area) that have been permitted for about 994 RV and camping spaces. The survey of these sites indicates that approximately 664 spaces are, indeed, used for short-term occupancy. However, the survey also indicated that there are approximately 330 permanently occupied units within nine of these parks (three urban and six rural parks). While parks that contain year-round occupancy are technically in violation of permit conditions restricting occupancy to short term use, based on our survey, there are only a few parks — all located outside of the urban services line — which have particularly egregious conditions compromising public health and safety for park residents and neighbors. The primary factor contributing to these conditions are the lack of an adequate sewer system to handle year round occupancy loads. Because parks located in the urban services area have sewer connections and do not experience the same degree of public health and safety concerns, we are recommending that the main focus of efforts to address this issue be designed to apply to parks outside of the urban services area, where failing or inadequate sewer systems potentially create greater public health and safety problems.

Two of the more troublesome parks -- the Golden Torch RV Park, in Aptos, and the Marmo's RV Park, near Pinto Lake — are familiar to your Board and provide a composite

of the range of problems presented by these permanent occupancy RV parks. These parks contain numerous public health and safety problems, including site and unit overcrowding, septic system failures, illegal units and management concerns. Additionally, these sites have been the subject of a number of law enforcement and other social concerns. These two sites are further discussed later in this report.

Currently, if actions are taken to correct the current violation through code enforcement, the only alternative is to require the owners to convert the parks back to temporary occupancy. Any code enforcement action directed in this fashion could result in the loss of a significant number of affordable units. Given that the County has a limited number of appropriate sites to building replacement units, any enforcement program must be mindful of the potential impact on the loss of affordable units in the community

## **Possible RV Conversion Program**

In developing a mechanism to convert limited occupancy parks to permanent use, staff explored a variety of options and is recommending a program that is based on your Board's recent actions to allow reconstruction of year-round housing for previously permitted and existing farmworker housing projects. This proposed approach, which would be modeled after the successful farmworker housing reconstruction ordinance, would allow existing permitted seasonal RV parks to be converted to year-round occupancy. In general, the program would be based on the following:

- the maximum number of units allowed for permanent occupancy would be the number currently allowed under the existing permits for short-term occupancy;
- the actual number of units allowed would be based upon the site carrying capacity, including water and sewer system capacity, and the ability to address site design constraints;
- the project would be subject to basic design criteria, including parking requirements, setbacks, minimal roadway widths, community areas and amenities (with flexibility to work with unique site conditions);
- the provision of a plan for assisting any tenants dislocated as part of the conversion, and replacing units lost as a result of the conversion.
- the project sponsor would need to provide for stringent control of the total units allowed and general control of unit occupancy through strong property management efforts; and

• the project would need to provide for affordability controls to assure that units are protected long-term for rent by lower income households.

It is suggested that because of the differences in general plan densities and sewage service, these policies would only apply to the conversion of RV parks in the rural areas. As well, once in place, it is suggested that, due to the limitation in staff resources, the County's code enforcement activities related to RV parks be initially focused on those parks with the most serious health and safety issues.

Board members should keep in mind that code enforcement activities on such properties are particularly complex because of the role of State HCD in enforcing building standards within RV parks. Of course, nothing in the ordinance would preclude a property owner from seeking a conversion of an existing RV park outside of the context of a pending code enforcement action.

With your Board's approval of the suggested outline of this policy, staff is prepared to draft an ordinance for your initial Board consideration in early May.

# Financing Issues

Initial code enforcement activities will be focused on only those parks with the most serious health and safety concerns where owners have allowed over-utilization of the site and neglected to maintain improvements to provide for public health and safety. As a result, it is likely that a conversion to full-time occupancy will require substantial improvements. These costs could significantly affect the owner's current cashflows and result in a reduction of permitted units. As a result, conversion of these RV parks will likely require the infusion of additional financial resources. Based on past experience in dealing with neglected properties, it may be necessary to seek the court appointment of a receiver who would assure that the cash flows are directed toward site improvements.

## **Project Priorities**

As suggested above, because of the complexity of conversions of these RV parks and the limited staff resources available for these efforts, it is suggested that, once an ordinance is in place, that efforts be focused on the two parks with the most serious public health and safety issues. These two parks, the Golden Torch and Marmo's RV parks, have a significant history regarding code enforcement activities and, as discussed below, the park owners are currently in litigation with the County.

# Status Report Regarding Code Enforcement Activities Associated With Existing RV/ Trailer Parks

The Planning Department has been conducting ongoing enforcement monitoring of both the Marmo's and Golden Torch Travel Trailer sites relative to the respective use permit and health and safety issues. A particular element of complexity has been introduced into the enforcement process as a result of differing policies and priorities between the State Department of Housing and Community Development (which has primary enforcement authority for the operational performance in trailer parks), and County enforcement entities. Planning and Environmental Health enforcement staff have conducted repeated inspections to monitor conditions. Planning staff have provided owners of both parks with specific lists of corrections and improvements to park operations required to insure that they are being operated in a manner consistent with their use permit approvals and, in a manner which does not detract from the general welfare of the occupants and/or neighborhoods surrounding them.

#### Marmo's

Since May 1998, the County has been actively working with the Park's owner to reduce the number of permanent occupants through attrition so as to reduce the impact on the already failing septic system. Environmental Health Services has issued numerous warnings to the owner to take steps to prevent the surface discharge of septic effluent. County Counsel and RDA have met with park owner representatives to discuss avenues that might be pursued to achieve compliance. County Counsel has also initiated legal action to achieve compliance by the park owner.

### Golden Torch

Following several meetings with residents of the park and concerned citizens and, multiple inspections by the County and HCD, Golden Torch Park is showing slow signs of improvement. The more straightforward problems at the park, such as signing, refuse collection, fire access, have been, or are in the process of being, corrected. Issues such as sanitation, lighting, parking, and a census of park occupancy has been particularly difficult to resolve with the park owner.

The owner of the park has partially followed through on a number of the more easily corrected County requirements, however, the fundamental problem centers on needed corrections to the overtaxed septic system. As with Marmo's Park, County Counsel has had to resort to initiating legal action to force compliance. Likewise, County Counsel and Planning Department staff have met several times with the park owner and recently with his attorney in an effort to reach agreement.

As discussed above the County has been pursuing code compliance on several fronts with both travel trailer parks. However, pursuant to the Board's directive in connection with its discussion of issues related to Marmo's, at this time efforts have not extended to requiring adherence by either Marmo's or Golden Torch with the thirty day occupancy requirement as to the existing residents.

### Conclusion/Recommendation

Providing new regulatory options for improving and protecting existing RV parks that are currently operating for year-round occupancy is consistent with your Board's stated policy goals of protecting and enhancing existing affordable housing resources. At the same time, in recognition that some of these units function as permanent housing and the important contribution these units make toward the community's supply of affordable housing, our efforts must be carefully planned and designed to not reduce the total supply of affordable housing in our community.

Clearly, conversion of each park will be a complex endeavor — requiring judicious application of site design standards, rigorous enforcement of sanitation standards, and potentially complex financial negotiations. The Board and the public need to be aware that each conversion could take considerable time. Nonetheless, without the benefit of an ordinance **allowing** for the orderly conversion, the process cannot begin.

It is therefore RECOMMENDED that your Board take the following actions:

- 1. Accept and file this report regarding possible conversion of RV parks to permanent occupancy;
- Conceptually approve the program outlined in this letter and direct the Planning Department to develop a draft ordinance for conceptual Board consideration on May 4, 1999; and
- 3. Direct the Planning Department to continue the suspension of code compliance activities related to the 30-day occupancy restriction as to existing residents, and reconsider the matter in connection with the Board's May 4, 1999, consideration of the proposed draft ordinances.

Sincerely,

Alvin D. James

Planning Director

RECOMMENDED:

Susan A. Mauriello

County Administrative Officer

cc. RDA CAO

Housing Advisory Commission

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