

# REPORT TO COUNCIL



**Date:** August 26, 2019  
**To:** Council  
**From:** City Manager  
**Department:** Development Planning  
**Application:** LUCT19-0030 **Owner:** Multiple Owners  
**Address:** 1640, 1660, 1665, & 1685 Ufton Court **Applicant:** City of Kelowna  
**Subject:** Land Use Contract Termination and Rezoning Application

Existing OCP Designation: MRM - Multiple Unit Residential (Medium Density)  
Existing Zone: RM5 – Medium Density Multiple Housing

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## 1.0 Recommendation

WHEREAS the BC Provincial Government has mandated that all Land Use Contracts under the jurisdiction of a local government and in the Province of British Columbia be terminated by 2024;

AND WHEREAS the BC Provincial Government has provided a legislated process for the early termination of land use contracts when the local government has adopted a zoning bylaw that will apply to the land at the time the termination bylaw comes into force;

THEREFORE, BE IT RESOLVED THAT as the underlying RM5 – Medium Density Multiple Housing zone in the City of Kelowna Zoning Bylaw No. 8000 applies to all subject properties under Land Use Contract LUC73-116;

THAT Application No. LUCT19-0030 to terminate LUC73-116 from properties identified in 'Schedule A', located on Ufton Court, Kelowna, B.C. be considered by Council;

AND THAT the Land Use Contract Termination Bylaw be forwarded to a Public hearing for further Consideration.

## 2.0 Purpose

To consider an application for early termination of Land Use Contract LUC73-116 and revert the parcels back to the underlying RM5 – Medium Density Multiple Housing zone as identified in 'Schedule A'.

## 3.0 Development Planning

Staff are bringing forth and are recommending this Land Use Contract (LUC73-116) be terminated from the subject properties. The current LUC affects four properties at 1640, 1660, 1665, and 1685 Ufton Court. Under the current Land Use Contract its uses are regulated in accordance with the R-5 (High Density – Multi-Family Residential) zone in former Zoning Bylaw No. 4500. The Zoning Bylaw has since been updated and obtains

different uses, requirements and zonings. The equivalent of R-5 in the current Zoning Bylaw, No. 8000, is RM5 – Medium Density Multiple Housing. The LUC also restricts the number of dwelling units per lot which are as follows:

- 1660 Ufton Court: Maximum of twenty-six (26) dwelling units
- 1640, 1665, and 1685 Ufton Court: Maximum of fifty (50) dwelling units per lot

The underlying zoning (RM5 – Medium Density Multiple Housing) fits with the established neighbourhood and is an appropriate zone for the existing land use. The Land Use Contract uses and regulations fit within the RM5 zone.

#### **4.0 Proposal**

##### **4.1 Background**

Land Use Contracts were a tool regularly used in the 1970's before it was eliminated on November 15<sup>th</sup> 1978. The purpose of the tool was to allow local governments to arrive at agreements with specific developers to grant development rights over and above what was allowed under current zoning. This was typically done in exchange for commitments by developers to help finance the infrastructure costs of development.

Issues have arisen, specifically with the continued application of land use contracts as they supersede any subsequent bylaw dealing with land use and development including: Zoning Bylaws, Development Cost Charge Bylaws, and Development Permits. The Local Government Act was amended in 2014 stating all land use contracts in the province will be terminated as of June 30<sup>th</sup> 2024. Land use contracts will remain in force until that date unless terminated early by the municipality. By June 20<sup>th</sup> 2022, local governments must have appropriate zoning regulations in place to replace land use contracts upon their termination. However, LUC terminations (unlike LUC discharges) do not apply when Council adopts the bylaw. Terminations require a one-year grace period as outlined by the Local Government Act.

##### **4.2 Notification**

Local governments must provide notice to each owner that the termination of land use contract is occurring and must provide notice of what the new zoning regulations apply to the land. The municipality must send additional letters after the one-year grace period is complete informing the property owners of which land use regulations apply to their properties.

Staff are recommending Council Notification Policy #367 including early notification and development signage be waived for all Land Use Contract terminations. Public consultation in this case is not recommended as the notification policy is a City initiative. Staff are suggesting the standard development notification, as outlined above, be sent to properties affected by the LUC under consideration for termination.

##### **4.3 Site Context**

The subject properties have a total area of 15,105 m<sup>2</sup> and are located at 1640, 1660, 1665, and 1685 Ufton Court. The property is designated MRM - Multiple Unit Residential (Medium Density) in the Official Community Plan and the surrounding area is residential, commercial and public recreational.

Specifically, adjacent land uses are as follows:

Orientation	Zoning	Land Use
North	P3 – Parks and Open Space RM5 – Medium Density Multiple Housing	Park Multi-Family Residential
East	RM5 – Medium Density Multiple Housing C4 – Urban Centre Commercial CD17 – Mixed Use Commercial – High Density	Multi-Family Residential Commercial Stores Multi-Family Residential
South	RM5 – Medium Density Multiple Housing C9 – Tourist Commercial	Multi-Family Residential Restaurant / Fitness
West	RM5 – Medium Density Multiple Housing P1 – Major Institutional P3 – Parks and Open Space	Multi-Family Residential Parkinson Recreational Centre Park

**Subject Property Map: 1640, 1660, 1665, and 1685 Ufton Court**



**5.0 Current Development Policies**

**5.1 Council Policy No. 282 – Strategy for Elimination of Remaining Land Use Contracts**

Council Policy No. 282. Includes the following statement:

That the City of Kelowna initiate proceedings to discharge the contracts subject to consultation with affected owners of the land and subject to prior approval by council with regard to affected contracts;

5.2 Kelowna Official Community Plan (OCP)

Chapter 4: Future Land Use

*Multiple Unit Residential (Medium Density) (MRM). Townhouses, garden apartments, and apartment buildings. Complementary uses (i.e. care centres, minor public services/utilities, and neighbourhood parks) which are integral components of urban neighbourhoods would also be permitted. Building densities would be consistent with the provisions of the RM4 – Transitional Low Density Housing and RM5 – Medium Density Multiple Housing zones of the Zoning Bylaw and may include CD Comprehensive Development zoning for similar densities or land uses.*

**6.0 Technical Comments**

N/A

**7.0 Application Chronology**

N/A

**Report prepared by:** Jenna Ratzlaff, Planner

**Reviewed by:** Laura Bentley, Urban Planning & Development Policy Manager

**Approved for Inclusion:** Terry Barton, Development Planning Department Manager

**Attachments:**

Schedule A: Properties affected by LUC73-116