

# **Staff Report for Decision**

DATE OF MEETING June 12, 2023

AUTHORED BY CHRISTY WOOD, SOCIAL PLANNER

LISA BRINKMAN, MANAGER, COMMUNITY PLANNING

SUBJECT HOUSING NEEDS REPORT

## **OVERVIEW**

# **Purpose of Report**

To provide the Governance and Priorities Committee with Nanaimo's 2023 Housing Needs Report.

#### Recommendation

That the Governance and Priorities Committee recommend that Council receive the City of Nanaimo's 2023 Housing Needs Report in accordance with Part 14 Division 22 of the *Local Government Act*.

#### **BACKGROUND**

In April 2019, the Province of British Columbia's Ministry of Municipal Affairs introduced a requirement that local governments complete a Housing Needs Report at least once every five years. A Housing Needs Report identifies the current and future gaps in housing supply, type, and affordability, including analyzing quantitative and qualitative data about local demographics and incomes.

In 2020, the Regional District of Nanaimo (RDN) completed a "Regional Housing Needs Report", which fulfilled the City of Nanaimo's requirement to submit a housing needs report until 2025. In 2021, the City received a grant of \$50,000 from the Union of British Columbia Municipalities (UBCM) Housing Needs Report program to update the City's report with 2021 Census information.

#### DISCUSSION

In March 2022, the City retained consultants to prepare a Housing Needs Report for Nanaimo. The Housing Needs Report will be used to inform affordable housing initiatives, policies, and development decisions. The scope of work for the project included a background review, research, data collection, consultations, and analysis. The 2023 Housing Needs Report (Attachment B) is complete and is being presented to Council, and will be submitted to the Province of British Columbia and the UBCM in accordance with the *Local Government Act* requirement and the funding agreement. The Engagement Summary Report (Attachment C) provides an overview of the engagement approaches and activities that took place throughout the fall of 2022 to inform the Housing Needs Report.

City Plan anticipates that Nanaimo will reach a population of 140,000 by 2046, and the Housing Needs Report estimates that 1,155 new housing units are needed each year (for the next 10



years) to accommodate this growth. At the 2023-MAR-06 Council meeting, it was reported that 1,370 residential units were constructed in the City in 2022 (Attachment A), with the following unit mix: 1,065 multi-family units, 144 single-family dwellings, and 152 secondary suites. Thus, Nanaimo is on track to construct the required number of units each year.

The Housing Needs Report also identifies that a range of unit types and affordability are needed, particularly rental units. The report estimates an annual need for 185 of the new homes to be 3+ bedrooms to accommodate families, and 525 non-market units for households earning less than \$40,000 per year. Other housing needs identified are for seniors, families, persons with disabilities and special needs, housing for indigenous people, and housing for youth.

The affordable housing initiatives that Staff are working on in 2023 will help to address some of the housing gaps including:

- Expanding secondary suite and coach house regulations to allow for more these units;
- Finding ways to encourage infill and intensification in existing neighbourhoods;
- Developing a family friendly housing policy and adaptable housing policy;
- Expanding the City's rent bank and rent supplement programs;
- Completing an analysis of Urban Centre and Corridor land use designations with the objective of pre-zoning appropriate parcels for affordable housing;
- Working towards a Memorandum of Understanding Addendum with BC Housing.

In addition to the above initiatives, Staff will continue to provide an annual affordable housing update to Council to ensure the City is reaching the targets in the 2023 Housing Needs Report, and that affordable housing policy objectives in *City Plan – Nanaimo Relmagined* and the *Nanaimo Affordable Housing Strategy* are being implemented successfully.

#### **OPTIONS**

- 1. That the Governance and Priorities Committee recommend that Council receive the City of Nanaimo's 2023 Housing Needs Report in accordance with Part 14 Division 22 of the Local Government Act.
  - The advantages of this option: Receiving the report will ensure that the City is meeting its legislative and funding obligations to the Province of British Columbia and UBCM.
  - The disadvantages of this option: None identified.
  - Financial Implications: Receiving the report would ensure the City is meeting all its funding commitments to UBCM.
- 2. That Council provide alternative direction.



#### **SUMMARY POINTS**

- A City of Nanaimo Housing Needs Report has been completed utilizing grant funds from the Union of British Columbia Municipalities Housing Needs Report program.
- The 2023 Housing Needs Report is being presented to Council, and will be submitted to the Province in accordance with the Local Government Act, and to the Union of British Columbia Municipalities in accordance with the grant requirements.
- The Housing Needs Report estimates that 1,155 new housing units are needed each year to accommodate the City's growth, and the City is on track to meet this need with 1,370 residential units constructed in 2022.
- The affordable housing initiatives underway for 2023 will help fulfill some of the identified housing needs, and an annual affordable housing update will be provided to Council to ensure the City is reaching the targets in the 2023 Housing Needs Report.

## ATTACHMENTS:

ATTACHMENT A: Housing Needs Report Infographic

ATTACHMENT B: Link to the City of Nanaimo Housing Needs Report - May 2023 ATTACHMENT C: Link to the City of Nanaimo Engagement Summary Report

## Submitted by:

Lisa Brinkman Manager, Community Planning

## Concurrence by:

Lisa Bhopalsingh Director, Community Development

Dale Lindsay
General Manager, Development Services /
Deputy CAO