

Report to: Development Services Committee Report Date: May 7, 2013

SUBJECT: PRELIMINARY REPORT

Thornhill Revitalization Area Land Use Study:

City-initiated Site-Specific Official Plan Policies and Zoning

By-law Amendment File PR 11 127722

PREPARED BY: Ron Blake M.C.I.P., R.P.P.

Development Manager, West District

RECOMMENDATION:

1) That the report dated May 7, 2013 and entitled: "PRELIMINARY REPORT, Thornhill Revitalization Area Land Use Study: City-initiated Site-Specific Official Plan Policies and Zoning By-law Amendment, File PR 11 127722," be received;

- 2) And That a Public Meeting be held to consider the City-initiated revisions to the Official Plan Policies and Zoning By-law Amendment pertaining to the Thornhill Revitalization Area;
- 3) And Further That Staff be authorized to do all things necessary to give effect to this resolution.

PURPOSE:

The purpose of this report is to provide a brief update on the current status of the Thornhill Revitalization Area Land Use Study and to recommend that a Public Meeting be held to consider City-initiated, site-specific Official Plan Policies and Zoning By-law Amendments pertaining to the Thornhill Revitalization Area (the Study Area).

This report contains general information in regard to applicable OP or other policies as well as other issues and the report should not be taken as Staff's opinion or recommendation on the application.

BACKGROUND:

Study Area and Surrounding Context

The Study Area is bounded by two CN Rail lines on the west and south sides and the Aileen-Willowbrook neighbourhood to the north and east (see Figures 1 and 2). It is an older, mixed employment area comprised of industrial, service, retail and commercial uses including several auto body repair shops. Raywal Kitchens, a kitchen cabinet manufacturer and the former Canac Kitchens site, now vacant, are located in the area.

Report Date: May 7, 2013

Study Process to Date

In February 2011, Council endorsed terms of reference for the Thornhill Revitalization Area Working Group, consisting of residents and members of the local business community; Mayor Scarpitti; Councillor Shore (Chair); and members of the Thornhill Subcommittee.

A series of Working Group meetings and two Public Information Meetings were held between October 2011 and May 2012. On October 23, 2012, Staff presented a recommendation report on future land use in the Study Area. A separate report from the Working Group was also received by Development Service Committee at this meeting, as well as deputations from the public. At the October meeting, Development Services Committee directed that another Public Information Meeting be held to provide further opportunity for the recommendations to be presented and discussed in public. This Public Information Meeting was held on January 22, 2013 (See Appendix A for minutes of the meeting). A number of Development Services Committee members were also in attendance. As this was a public information meeting and not part of a formal Development Services Committee meeting, no direction was given to staff at this meeting.

On March 19, 2013, Staff brought an information report to Development Services Committee (See Appendix A) summarizing the alternative recommendations proposed by the Thornhill Revitalization Area Working Group and City Staff/Consultant on future land use polices for the Study Area. The report also sought direction on the remaining outstanding matters. As set out in the report, the Working Group/Staff recommendations were generally in agreement on the majority of the proposed land use strategies for the Study Area, with the exception of:

- the question of whether or not new manufacturing, warehousing and assembly uses should be permitted in the Study Area excluding the Canac Site as discretionary uses i.e. through Zoning By-law Amendment which was the Staff/Consultant recommendation; or prohibited, which was recommended by the Working Group; and,
- the question of whether or not future uses on the Canac site should be limited to low-impact employment uses, as recommended by Staff/Consultant; or that residential/commercial mixed use development be permitted instead, as recommended by the Working Group.

The March 19, 2013 Council resolution is attached as Appendix B to this report. In summary, the resolution directs that the new land use policies for Thornhill Revitalization Area (excluding the Canac site) reflect the matters of agreement between Staff and the working group (i.e. that it remain as an employment area; that land use policies be revised to encourage a range of new low-impact employment uses such as service uses, offices, financial institutions, ancillary retail, trade and commercial schools; that Community Improvement policies be incorporated into the new Official Plan policies to provide for a Community Improvement Plan for the area); that auto body repair and auto repair shops be prohibited; and that new manufacturing, assembly and warehouse uses be

permitted as discretionary uses (i.e. through zoning amendment) provided that they are restricted only to those uses that would have minimal impact on the surrounding residential area, as determined, among other criteria, through the need for Ministry of Environment Certificates of Approval to permit the proposed use.

NEXT STEPS

The policy matters on which Staff and the Working Group were in agreement, summarized in the March 19, 2013 staff report attached as Appendix A, together with the March 19, 2013 Council resolution, have provided staff with detailed direction on the formulation of revised site-specific Official Plan Policies and Zoning By-law Amendments to implement the revitalization strategies for the Study Area. Staff are now in the process of preparing draft Official Plan policies (to be incorporated as site-specific policies of the new Official Plan) and a Zoning By-law Amendment (in order to implement zoning changes before the new Official Plan is approved). The next step is to schedule a Public Meeting to consider the City-initiated revisions to these planning documents.

It is important to note that new land uses on the Canac property are subject to separate Official Plan Amendment application that was recently filed by the owner of the property. New land use policies on this site will be considered through a separate review process to be undertaken over the summer and fall of this year.

FINANCIAL CONSIDERATIONS AND TEMPLATE: (external link) Not applicable at this time.

HUMAN RESOURCES CONSIDERATIONS

Not applicable at this time.

ALIGNMENT WITH STRATEGIC PRIORITIES:

The matters addressed in this report would promote the reuse, revitalization and intensification of an existing employment area in keeping with growth management objectives.

BUSINESS UNITS CONSULTED AND AFFECTED:

Not applicable.

RECOMMENDED

BY:

Biju Karumanchery M.C.I.P., RIP.P.

Senior Development Manager

Uim Baird, M.C.I.P., R.P.P.

Report Date: May 7, 2013

Commissioner Development

Services

ATTACHMENTS:

Figure 1 – Study Area

Figure 2 – Air Photo

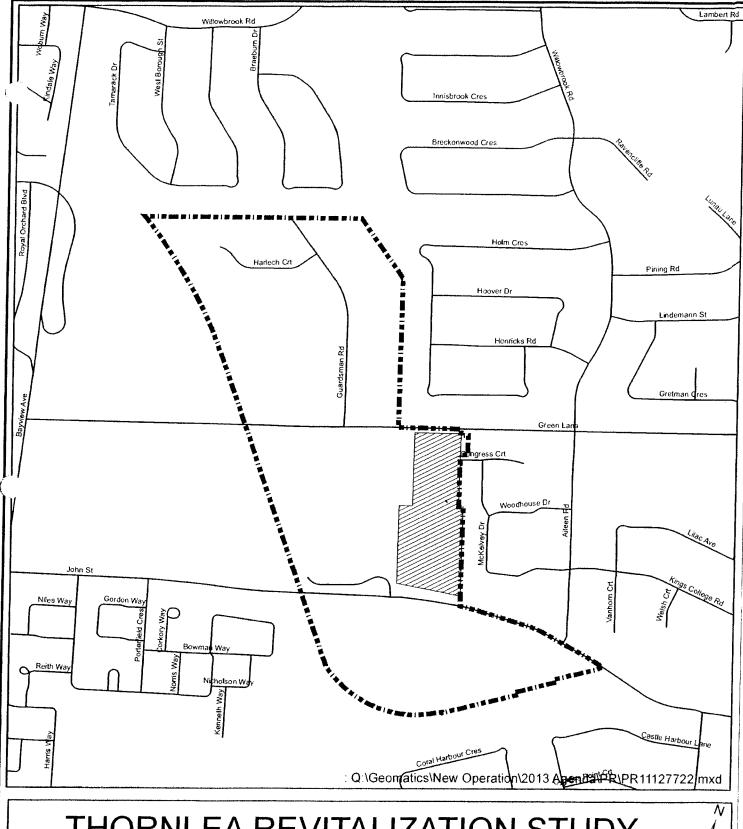
Appendix A – March 19, 2013 Information Report

Appendix B – March 19, 2013 Council Resolution

Report to: Development Services Committee Report Date: May 7, 2013

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File path: Amanda\File 11 127722\Documents\Recommendation Report

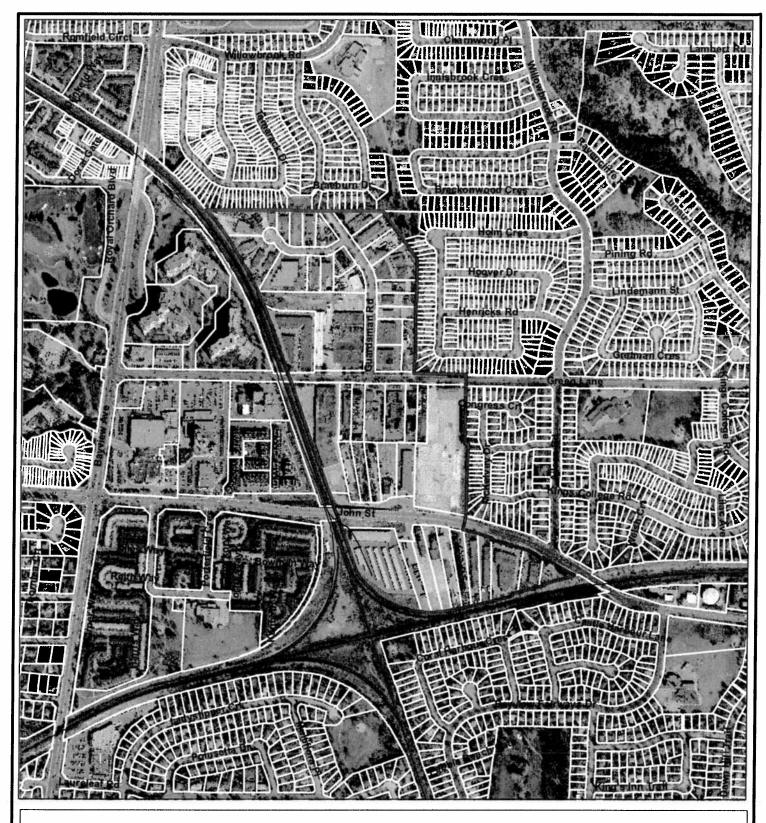


THORNLEA REVITALIZATION STUDY

THORNLEA REVITALIZATION AREA LAND USE STUDY AREA **ZZZZ** CANAC SITE

MARKHAM DEVELOPMENT SERVICES COMMISSION

Drawn By: DD Checked By: RB



AIR PHOTO

SUBJECT LANDS

FILE No. PR. 11127722 (RB)

Q: VGeomatics/New Operation/2012 Agenda/PR/PR11127722/PR11127722.mxd

DATE: 08/30/2012 FIGURE No. 2

APPENDIX A



Report to: Development Services Committee Report Date: March 5, 2013

SUBJECT: INFORMATION REPORT

Thornhill Revitalization Area

Land Use Study: Summary and Discussion of the Recommendations of the Working Group and City

Staff/Consultant File PR 11 127722

PREPARED BY: Ron Blake M.C.I.P., R.P.P.

Development Manager, West District

REVIEWED BY: Biju Karumanchery M.C.I.P., R.P.P

Senior Development Manager

RECOMMENDATION:

(1) That the report entitled: "INFORMATION REPORT, Thornhill Revitalization Area Land Use Study: Summary and Discussion of the Working Group and City Staff/Consultant Recommendations; File PR 11 127722," be received;

- (2) That the new Draft Official Plan policies pertaining to the Thornhill Revitalization Area be based on the points of agreement between the City Staff /Consultant recommendations and the recommendations of the Working Group;
- (3) That the Development Services Committee and Council provide direction to staff on the key points of difference between City Staff and the Working Group recommendations, specifically in regard to the following matters:
 - a) In the Thornhill Revitalization Area, excluding the former Canac site: Include provisions for new manufacturing, assembly and warehousing (but a prohibition on auto-body repair shops), in the new Official Plan, subject to individual Zoning By-law Amendments (the Staff/Consultant recommendation); versus prohibition of manufacturing, assembly and warehousing, and auto-body repair shops in the new Official Plan (the Working Group recommendation);
 - b) On the former Canac Kitchens property, achieving transition between the core employment lands to the west and the existing residential neighbourhood to the east by: Promoting the redevelopment of the site for high-order, low-impact employment uses but no residential permissions (e.g. low rise office uses with ancillary service commercial uses) (the Staff recommendation); versus provisions for mixed use redevelopment (e.g. ground-oriented residential with at grade commercial uses along John Street and Green Lane) (the Working Group recommendation);
- (4) And That Staff be authorized and directed to do all things necessary to give effect to this resolution.

PURPOSE:

The purpose of this report is to provide a summary and discussion of the alternative recommendations proposed by the Thornhill Revitalization Area Working Group and City Staff/Consultant on future land use policies for the Thornhill Revitalization Area. Council direction is required relative to the policies for this Area to be incorporated into the Draft new Official Plan.

Generally, as it applies to the **core of the Thornhill Revitalization Area** (i.e. excluding the former Canac site), both parties recommend a continuation of employment uses, with a gradual transition from "heavy industry" to higher-order service employment uses (e.g. office, service, professional and appropriately-scaled commercial uses) and a focus on improvements to the public realm and individual property maintenance. However, there are several key differences between the two recommendations, as follows:

- City Staff recommend that new manufacturing, assembly and warehousing uses be provided for in the Official Plan, subject to review and consideration through individual Zoning By-law Amendment applications (i.e. these uses would not be permitted as-of-right but may be considered through a rezoning process to the satisfaction of Council). This approach would provide an opportunity for Staff and Council to thoroughly review the individual impacts and appropriateness of each application on its own merits with requirements for statutory public meeting(s);
- The Working Group recommends that manufacturing, assembly, and warehousing uses be prohibited in the Official Plan. (It should be noted that both the Working Group and Staff propose that new auto-body shops not be permitted in the Official Plan). Under this approach both Official Plan and Zoning By-law Amendments would be required if an applicant wanted to develop such uses on a site.
- The Working Group report proposes new housing in "appropriate locations". Staff would strongly caution against any blanket permission for residential redevelopment in the area, as it could very well lead to greater uncertainty and instability. The planned function of this area remains as an employment area in the current and Draft new Official Plans. Under Provincial Policy, the conversion of employment lands can only be considered in the context of a Comprehensive Municipal Review and the new Official Plan review has determined that Markham's current employment lands (plus employment lands in the urban expansion area) are required to meet employment targets to 2031. This policy context for the area could be revisited if Metrolinx were to develop a new GO Station at John Street in the future. However, the possible introduction of residential uses across the area would best be addressed through a future Municipal Comprehensive Review of employment land supply, future transit station locations and related Official Plan policies.

With regard to the **former Canac property**, both sets of recommendations identify the need to create an appropriate transition between the core of the revitalization area to the west and the existing neighbourhood to the east. The key differences between the recommendations are as follows:

- The City Staff/Consultant report recommends that this transition be accommodated through low-impact employment uses (such as low-rise offices and small scale retail/commercial uses) with no provision for residential; whereas,
- The Working Group report recommends that the transition occur through redevelopment of the site for low-rise mixed use residential with at-grade commercial uses along John Street and Green Lane and an Open Space area within the redevelopment.
- Both reports recommend that new manufacturing and auto-related uses be prohibited on the Canac site.

BACKGROUND:

Study Area and Surrounding Context

The Thornhill Revitalization Area (the Study Area) is bounded by two CN Rail lines on the west and south and the Aileen-Willowbrook neighbourhood to the north and east (see Figure 1). It is an older, mixed employment area comprised of industrial, service, retail and commercial uses including several auto body repair shops. Raywal Kitchens, a kitchen cabinet manufacturer and the former Canac Kitchens site, now vacant, are located in the area.

Study Process to Date

In February 2011, Council endorsed terms of reference for the Thornhill Revitalization Area Working Group, consisting of residents and members of the local business community; Mayor Scarpitti; Councillor Shore (Chair); and members of the Thornhill Subcommittee.

A series of Working Group meetings and two Public Information Meetings were held between October 2011 and May 2012. On October 23, 2012, Staff presented a recommendation report on future land use in the Study Area. A separate report from the Working Group was also received by Development Service Committee at this meeting, as well as deputations from the public. At the October meeting, Development Services Committee directed that another Public Information Meeting be held to provide further opportunity for the recommendations to be presented and discussed in public. This Public Information Meeting was held on January 22, 2013 (See Appendix A for minutes of the meeting). A number of Development Services Committee members were also in attendance. As this was a public information meeting and not part of a formal Development Services Committee meeting, no direction was given to staff at this meeting.

DISCUSSION:

The following chart provides a summary of the Working Group and Staff/Consultant's key recommendations:

	Working Group	Staff/Consultant
General land use objectives, principles, strategies and policies (excluding Canac Kitchens Site, see Figure 1 for location):	Promote retail/commercial/ office uses that encourage increased neighbourhood and visitor patronage	Develop planning policies that support transition to higher order employment uses
	Encourage more housing in appropriate locations	No recommendation for new housing
	 Promote "Environmental Leadership" among existing and new businesses 	 Restrict new uses or expansion of existing uses that are incompatible with surrounding residential
	Enhance buffers/separation/ landscaping between existing residential and new/ redeveloped uses	 Enhance buffers/separation/ landscaping between existing residential and new/ redeveloped uses
	Create safe, walkable streets, greener public spaces, connectivity between residential and employment areas	Improve streets/ lighting/ street trees/sidewalks along boulevards and improved connectivity between residential and employment areas
	Use Community Improvement as a tool to promote redevelopment and physical improvements	Use Community Improvement/ BIA designation to promote redevelopment and physical improvements
	Promote reuse of vacant buildings as business incubators/space for small businesses and new businesses that enhance area and are compatible with adjacent uses	 Market area as a "Centre for Innovation"; identify the area with a distinct name; promote clean, low-impact employment uses
	Promote enhanced property maintenance	Promote enhanced property maintenance
	 Monitor environmental approvals in the area with a quarterly report to General Committee 	Monitor environmental approvals in the area

	Working Group	Staff/Consultant
Specific land use recommendations (excluding Canac site):	Limit new uses to offices, research, galleries, banks/financial, trade/commercial schools, retail as accessory or ancillary uses, motor vehicle sales, fitness centres, services, and restaurants	As of right permission (ie could proceed without Zoning Amendment) for service uses, offices, banks/financial, trade/commercial schools, ancillary retail as "as of right" uses
	Not specifically mentioned	Discretionary permission (i.e. through Zoning Amendment) for manufacturing, assembly, warehousing, restaurants, banquet halls, private clubs and fitness centres, day care centres, motor vehicle sales
	 Prohibit auto body shops, auto repair, commercial self- storage, accessory outdoor storage, manufacturing, any other use not specifically mentioned in list of permitted uses 	Any land use not specifically permitted in the list of permitted uses would require an Official Plan Amendment.
Land use objectives, principles, strategies and policies for Canac Kitchens Site:	Promote a transition between existing residential and employment uses through redevelopment of this site	Promote a transition between existing residential and employment uses through redevelopment of this site
	Propose mixed use low density, low-rise (generally 2 storey) residential with commercial/retail along John St and Green Lane	 Propose low rise mixed use office and small scale retail/commercial uses (generally 2-3 storey). No recommendation for residential uses on Canac site
	Prohibit new industrial uses and auto-oriented uses	Prohibit new industrial and auto-body uses

	Working Group	Staff/Consultant
Land use objectives, principles, strategies and policies for Canac Kitchens Site (con't):	Provide transition to residential uses to the east through urban design and landscaping guidelines, building massing and heights and building setbacks	Provide transition to residential uses to the east through urban design and landscaping guidelines building massing and heights and requirement for building setbacks
	Provide open space on the site	Open space not mentioned. Residential uses not proposed

Many areas of agreement between the two reports

Both sets of recommendations:

- Acknowledge that some of the existing uses in the employment area are
 incompatible with adjacent residential but both recognize that these uses have a
 legal right to continue if they were legally established and predated any
 subsequent zoning;
- Emphasize the importance of improving sidewalks, boulevards, planting street trees and related public realm improvements as a potential catalyst for revitalization of the study area;
- Emphasize that improvements to individual property maintenance, and enforcement of existing City by-laws and standards will play a key role in improving the area;
- Support the use of additional tools including Community Improvement Plans and possibly designation of a local Business Improvement Area as further strategy to promote revitalization;
- Support strategic efforts to market the area's potential as a "Centre for Innovation" and location for incubator or small start-up businesses with a focus on clean, low impact uses;
- Support the Study Area (excluding the Canac Site in the case of the Working Group recommendations) remaining as an employment area but evolving into a centre for higher order, low-impact employment uses with the addition of appropriately-scaled and compatible office, commercial and retail uses.
- Support the prohibition of new uses that will have undesirable or noxious impacts on surrounding residential uses including open storage.
- Promote the ongoing monitoring of the environmental conditions of new and existing businesses in the area.

Some contrasts between the lists of permitted uses outside of the Canac Site:

Generally, both reports emphasize a vision of the area transitioning from "heavy
industry" to a service oriented employment area consisting more predominantly of
office, service, and appropriately scaled commercial and retail uses that typically
have lower impacts on surrounding uses than traditional manufacturing;

- However, the Working Group recommends outright prohibition of manufacturing/assembly, warehousing (including self-storage warehousing) and auto repair uses, which would render all existing uses in this category "legal non-conforming". This strategy would allow legal non-conforming uses to remain in their current form. Applications for expansion of existing uses would involve applications to the Committee of Adjustment. Applications for new uses in these categories would require an Official Plan Amendment in addition to a Zoning Amendment. On reflection, staff can support this approach as it relates to auto repair uses, but not for manufacturing, assembly and warehousing uses in an employment area (see next bullet point, below).
- The Staff/Consultant report proposes to place manufacturing, assembly and warehousing into the "discretionary use" category, which would require approval of a Zoning By-law Amendment (ZBA). The ZBA process is a public process with statutory requirements for public meetings and notification. The inclusion of appropriate criteria in Official Plan policies, addressing the criteria and circumstances under which expansion or new uses would be appropriate (or inappropriate) would, with the additional requirement of a zoning amendment process, provide very strong safeguards against the inappropriate expansion or redevelopment of these uses, in staff's opinion.
- The Working Group report also proposes to encourage new housing in "appropriate locations". Staff would strongly caution against any blanket permission for residential redevelopment in the area, as it could very well lead to greater uncertainty and instability in the area. This could in turn result in reduced property investment and lower maintenance standards by local businesses during what would likely be a very extended and unpredictable land use transition period. Also, an extended and unpredictable series of site-specific redevelopments from employment to residential uses would only increase, not resolve, the land use incompatibilities in the area. Both the Working Group and City Staff recommend that the planned function of this area remain as an employment area in the current and Draft new Official Plans. Under Provincial Policy, the conversion of employment lands can only be considered in the context of a Comprehensive Municipal Review and the current Official Plan has determined that Markham's current employment lands (plus employment lands in the urban expansion area) are required to meet employment targets to 2031. This consideration could be revisited if Metrolinx were to develop plans for a GO Station at John Street. However, given that Metrolinx has advised that they have no plans to initiate a transit station study at this time, any further consideration of residential uses into the area would best be addressed through a future Municipal Comprehensive Review of employment land supply, transit station locations and related Official Plan policies.

A range of options for the Canac Site

 Both sets of recommendations emphasize the need to promote compatible, low impact, development on the Canac site in the future with a focus on land uses and building forms that will provide a good transition between employment uses to the north and west and adjacent residential.

 Both recommend that new manufacturing and automotive uses be prohibited on the Canac site.

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- The staff report proposes to accomplish these objectives by restricting uses on the Canac site to uses such as office and small retail or commercial businesses. If appropriately designed and sited, these uses can be entirely compatible with residential.
- The Working Group report proposes to address these objectives through mixed use redevelopment of the site to residential with some commercial uses.
- If the Committee chooses to adopt the Working Group recommendation, staff would recommend that site-specific policies for the Canac site include strong guidelines for the future mixed-use redevelopment of the site that would address a variety of matters, including:
 - The need for an adequate transition on the Canac site between residential uses and employment uses to the west
 - O The need for a road connection between John Street and Green Lane that could incorporate a mix of uses including street-related commercial
 - The need to incorporate street-related commercial in mixed use buildings fronting on both John and Green Lane
 - o The need for open space amenities on the site
 - Restriction of buildings to low rise (generally 2 3 storey), ground-oriented forms.

FINANCIAL CONSIDERATIONS AND TEMPLATE: (external link)

Not applicable at this time.

HUMAN RESOURCES CONSIDERATIONS

Not applicable at this time.

ALIGNMENT WITH STRATEGIC PRIORITIES:

The matters addressed in this report would promote the reuse, revitalization and intensification of an existing employment area in keeping with growth management objectives.

BUSINESS UNITS CONSULTED AND AFFECTED:

Not applicable

RECOMMENDED

BA:

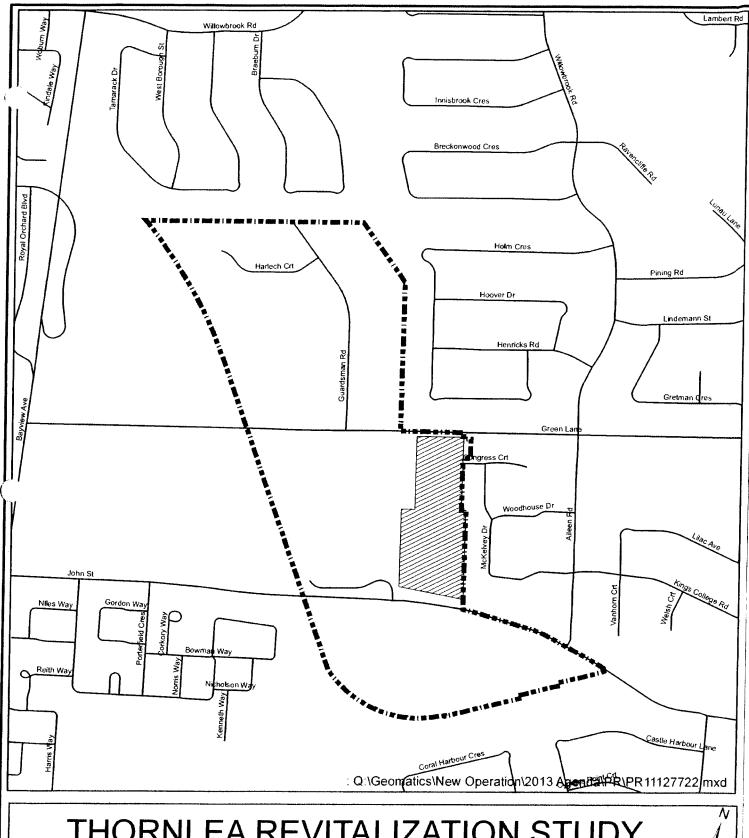
Biju Karumanchery M.C.I.P. R.P.P. Senior Development Manager

Jim Baird M.C.I.P. R.P.P. Commissioner Development

Services

ATTACHMENTS

Figure 1 - Study Area



THORNLEA REVITALIZATION STUDY

THORNLEA REVITALIZATION AREA LAND USE STUDY AREA ZZZZ CANAC SITE



THE CORPORATION OF THE CITY OF MARKHAM

EXTRACT FROM THE MINUTES OF THE COUNCIL MEETING HELD ON Mar 19, 2013

REPORT NO. 14 - DEVELOPMENT SERVICES COMMITTEE (March 19, 2013)

(4) INFORMATION REPORT THORNHILL REVITALIZATION AREA LAND USE STUDY: SUMMARY AND DISCUSSION OF THE RECOMMENDATIONS OF THE WORKING GROUP AND CITY STAFF/CONSULTANT FILE PR 11 127722 (10.0)

Report

- 1) That the deputations by Arnie Rose, representing the Thornlea Revitalization Working Group, Brian Gordon, Mike Papetrou, Alena Gotz, Duane Hoo, and Sam Balsamo representing Condor Properties, be received; and,
- 2) That the written submission by Alena Gotz, dated March 19, 2013, Marilyn Ginsberg, representing the Grandview Area Residents Association (read by Regional Councillor Joe Li), and Manuel Der Maroutiounian(read by Brian Gordon) be received; and,
- 3) That the report entitled: INFORMATION REPORT, Thornhill Revitalization Area Land Use Study: Summary and Discussion of the Working Group and City Staff/Consultant Recommendations; File PR 11 127722, be received; and,
- 4) That the new Draft Official Plan policies pertaining to the Thornlea Revitalization Area be based on the points of agreement between the City Staff /Consultant recommendations and the recommendations of the Working Group; and,
- 5) That the Development Services Committee and Council provide the following direction to staff:
- a) In the Thornlea Revitalization Area, excluding the former Canac site, prohibit manufacturing, assembly and warehousing, other than where no Certificate of Approval is required from the Ministry of the Environment, and prohibiting auto-body repair shops in the new Official Plan;
- b) On the former Canac Kitchens property, provide for mixed use residential redevelopment (e.g. ground-oriented residential with at grade commercial, retail and office uses along John Street and Green Lane):

- a. That automobile-oriented land uses, such as gas stations, non-accessory parking lots, and other drive-through uses not be accommodated;
- b. That to protect the residential characteristics of the area, commercial development be limited to the following:
- i) Low intensity and pedestrian oriented commercial uses, such as professional offices and small retail or commercial businesses.
- ii) Any new residential development in this area must be pedestrian friendly and provide for a small-scale central area where residents could find benches, shading, and perhaps a visual attraction all could be proud of; and further,
- 6) That Staff be authorized and directed to do all things necessary to give effect to this resolution.

CARRIED

(Councillor Valerie Burke abstained)

Councillor Valerie Burke having previously disclosed an interest did not participate in the vote on the matter regarding the Thornhill Revitalization Area Land Use Study.