1 I. Introduction

2 This Housing Element of the Comprehensive Plan details the policy approaches the

- City will take to manage projected housing growth and accommodate its housing
 needs.
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6 Housing Growth Target and Housing Needs

In 2022, King County adopted <u>Ordinance 19384</u>, which amended the Countywide
Planning Policies (CPPs) and set housing growth targets for the cities in King County.

9 Mercer Island's projected housing growth target is 1,239 dwelling units.

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In 2023, King County adopted <u>Ordinance 19660</u>, which amended the Countywide Planning Policies (CPPs) to establish the number of dwelling units needed to accommodate moderate, low, very low, and extremely low-income households for cities throughout the county. The Housing Growth Target and Housing Needs by income level are shown in Table 1. [COM-3]

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17 Table 1. Mercer Island Housing Growth Target and Housing Needs.

	Total	0-	<u><</u> 30% A	MI ³	>30-	>50-	>80- >100-			
	Housing Growth Target	PSH ¹	Non- PSH ¹	Total <u><</u> 30% AMI	<u><</u> 50% AMI	<u>≤</u> 80% AMI	<u>≤</u> 100% AMI	<u><</u> 120% AMI	>120% AMI	Emergency Housing ²
20-years Total Need	1,239	339	178	517	202	488	4	5	23	237
% of total	100%	27%	14%	41%	16%	39.39%	0.32%	0.40%	1.86%	N/A
Average Units/year achieve in 20 Years (2024-44)	62	17	9	26	10	24	0	0	I	12

Source: King County Countywide Planning Policies (CPPs), current through Ordinance 19660.
 Notes:

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1. Permanent Supportive Housing (PSH)

- 2. Emergency Housing need is its own metric and not part of the housing need or housing growth target.
- 3. Area Median Income (AMI).

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25 Capacity to Accommodate Housing Growth Target and Housing Needs

In 2022, King County enacted <u>Ordinance 19369</u>, which adopted the King County Urban
Growth Capacity (UGC) Report. The UGC Report established the land capacity analysis
for the City of Mercer Island and found that the City has capacity for 1,429 dwelling
units; enough capacity to accommodate its housing growth target.

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In 2023, the WA Department of Commerce (Commerce) issued new guidance for complying with updated housing requirements in the WA Growth Management Act (GMA) to counties and cities. That guidance recommended a process by which cities
 should evaluate development capacity to accommodate housing needs
 disaggregated by income level. Based on the Commerce guidance, the City prepared
 the Land Capacity Analysis (LCA) Supplement (Appendix X).

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6 The Land Capacity Analysis Supplement found that the City needed to increase 7 multifamily and mixed-use development capacity by at least 143 units during the 8 Comprehensive Plan periodic review to accommodate lower income housing needs. 9 During the Comprehensive Plan periodic review, the City expanded development 10 capacity with two actions. First, the City increased the maximum building height in 11 selected Town Center subareas. Second, the City allowed multifamily development in 12 the Commercial Office (C-O) zone. Those two actions were analyzed in the Land 13 Capacity Analysis Supplement and were found to generate adequate capacity to 14 accommodate the City's housing needs. [COM-4, PSRC-2]

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16 The City prepared a Housing Needs Assessment (HNA) during the Comprehensive 17 Plan periodic review (Appendix X). This assessment included an inventory and analysis 18 of the existing housing stock that, combined with LCA, found that the City can 19 accommodate its projected growth. [CPP-1, PSRC-1]

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21 Permanent Supportive Housing and Emergency Housing

22 Under the GMA the City must plan for two types of housing for households with 23 income at or below 30 percent of the AMI: permanent supportive housing (PSH) and 24 non-permanent supportive housing. Housing need for extremely low-income housing 25 is split into these two categories because these are two distinct housing types. PSH is 26 intended to house people who need support services whereas non-PSH extremely 27 low-income housing is meant for people at the lowest income level that do not 28 necessarily need additional services. For reference, PSH is defined in RCW 29 36.70A.030(31).

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In addition to planning for PSH, the City must also plan for emergency housing. Emergency housing provides temporary indoor accommodations for individuals or families who are homeless or at imminent risk of becoming homeless that is intended to address the basic health, food, clothing, and personal hygiene needs of individuals or families (<u>RCW 36.70A.030(14)</u>). Emergency housing is different from housing for extremely low-income households and PSH in that it is intended to be shorter-term accommodations. Emergency housing can include shelter space.

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Capacity for PSH and emergency housing was evaluated in the LCA Supplement. The
 LCA Supplement found that the Comprehensive Plan allows adequate capacity to
 accommodate its PSH and emergency housing needs. [COM-5]

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43 Adequate Provisions

44 The GMA requires the Housing Element to make adequate provisions for existing and

- 45 projected needs of all economic segments of the community. This includes taking
- 46 actions to address potential barriers to housing production. Barriers are factors that
- 47 negatively affect production for different housing types. The Commerce Housing
- 48 Element Update Guidebook 2 explains barriers as follows:

1 "For example, a city may be seeing a lot of detached single-family housing 2 production on vacant land, and therefore determine that there are no 3 significant barriers to single-family home construction. However, the same city may be seeing very little production of moderate density housing 4 5 types such as townhomes or triplexes in zones where those types are 6 allowed. If the city's housing element is relying on capacity for those 7 housing types to meet the needs of moderate-income households, then 8 its housing element should also assess barriers specific to those housing 9 types as well as actions to help overcome those barriers."

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Table 2 provides the documentation of potential barriers and the programs and
 actions detailed in this Housing Element to overcome those barriers and achieve
 housing availability.

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15 [COM-7, COM-8, PSRC-1, CPP-2]

Table 2. Programs and Actions Needed to Achieve Housing Availability.

Housing Type	Share of Existing Housing Units ¹	Likelihood Barriers Exist	Potential Barriers	Action or Pro
Single-		Very Low Likelihood	Development Regulations	No change.
Family	67%	given the large share of	Other Limitations: Permitting Process	Comply with statewide legislation ^{8(d)} .
Fairing		existing units	Other Limitations: Development Capacity	No change.
	27%²	Moderate Likelihood given the lower share of existing units and the need to increase capacity ³ during the periodic review	Development Regulations	 Review multifamily zone development regulations to: Simplify the requirements Reduce permit review times Consider adjustments to bulk, dimensions, and parl
Multifamily and Mixed- Use			Other Limitations: Permitting Process	Consider streamlining design review for multifamily and n developments with income-restricted affordable units.
Use			Other Limitations: Development Capacity	Increase development capacity within existing Town Cent address the capacity shortfall identified in the City's Land
			Other Limitations: Displacement Risk	Establish anti-displacement measures to reduce and mitig displacement risk.
Middle	6% ⁴	High Likelihood given the small share of existing units	Development Regulations	Comply with statewide legislation ^{8(b)} .
Housing			Other Limitations: Permitting Process	Comply with statewide legislation ^{8(b)} .
			Other Limitations: Development Capacity	Comply with statewide legislation ^{8(b)} .
	<1%5	High Likelihood given the small share of existing units	Development Regulations	Comply with statewide legislation ^{8(a)} for PSH and emerged Adopt additional incentives to spur development of new in
Income Restricted			Other Limitations: Permitting Process	 Comply with statewide legislation^{8(a)} Consider streamlining design review for developments with
Units, Permanent Supportive Housing (PSH) and Emergency Housing			Other Limitations: Development Capacity	 Increase land capacity within existing boundaries to ac Land Capacity Analysis Supplement⁷ Comply with statewide legislation^{8(a)}
			Funding Gaps	 Maintain membership in A Regional Coalition for Hous ARCH Housing Trust Fund (HTF) Evaluate potential local revenue sources for affordable Evaluate an affordable housing fee-in-lieu program Use incentives to reduce the per-unit costs for affordable Coordinate efforts with providers, developers, and government
Accessory		Low Likelihood	Development Regulations	Comply with statewide legislation ^{8(c)}
Dwelling Units (ADUs)	N/A ⁶	given ADUs are allowed in all single-family zones	Other Limitations: Permitting Process Other Limitations: Development Capacity	Comply with statewide legislationComply with statewide legislation8(c)
(ADUs)			Other Limitations. Development Capacity	

Notes:

1. Source: U.S. Census Bureau 2022 American Community Survey (ACS), Table B25024. This is an estimate of the number of existing housing units based on an annual survey.

2. Multifamily and mixed-use housing type is categorized as residential development with ten or more units per structure.

A multifamily and mixed-use housing capacity deficit was found in the Land Capacity Analysis Supplement (Appendix X). The capacity deficit was addressed in the Comprehensive Plan periodic review, but additional actions can address other potential barriers.
 Middle housing development is categorized as residential development with 2-9 units per structure.

5. The Puget Sound Regional Council (PSRC) maintains an inventory of income restricted housing units per jurisdiction. As of November 6, 2023, PSRC tracked that there were 102 income restricted affordable housing units in Mercer Island. Per the PSRC inventory, there were 30 units for extremely low-income households, 59 units for very low-income households, and 13 units for low-income households.

6. Accessory dwelling unit share of housing units is combined with the single-family. Between 2006 and 2022, the City permitted 104 ADUs.

The Land Capacity Analysis Supplement was developed to evaluate whether the Comprehensive Plan allows adequate capacity to accommodate its housing needs (Appendix X).

8. Statewide legislation passed in the years preceding the Comprehensive Plan periodic review affected several types of housing as follows:

a. House Bill 1220 – Adopted in 2021, this bill amended several GMA requirements and also set limits on how jurisdictions can regulate PSH and emergency housing;

b. House Bill 1110 – Adopted in 2023, this bill requires cities to allow middle housing types in zones where single-family homes are allowed. Jurisdictions must make amendments to comply with this bill within six months of the Comprehensive Plan periodic review;

c. Housing Bill 1337 – Adopted in 2023, this bill requires cities and counties to amend the development regulations for ADUs. Jurisdictions must make amendments to comply with this bill within six months of the Comprehensive Plan periodic review; and

d. Senate Bill 5290 – Adopted in 2023, this bill requires cities and counties to meet permit review timetables.

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rogram

rking standards mixed-use development, particularly for

nter and Commercial Office zone boundaries to d Capacity Analysis Supplement⁷. tigate risk of displacement in areas with increase

ergency housing income-restricted affordable housing units

/ith income-restricted affordable units. address the capacity shortfall identified in the City's

ising (ARCH) and continue to contribute to the

e housing

Ible housing Iment agencies

within six months of the Comprehensive Plan periodic review; nths of the Comprehensive Plan periodic review; and

Racially Disparate Impacts and Displacement Risk

2 In 2021, the GMA was amended to require jurisdictions to identify potential racially 3 disparate impacts, take steps to address those impacts, and reduce displacement risk.

In 2023, Commerce provided guidance for complying with the GMA requirement to
 identify and begin undoing racially disparate impacts established in <u>RCW</u>
 <u>36.70A.070(2)(e)-(g)</u>. Based on that guidance, the City prepared the Racially Disparate
 Impacts (RDI) Evaluation. The RDI Evaluation provides the analysis and policy
 evaluation to identify policies that may have resulted in racially disparate impacts and
 identify areas at higher risk of displacement (Appendix X).

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The RDI Evaluation found that the primary racially disparate impacts are:

- Renting households are more cost-burdened than homeowning households by a margin of 20 percentage points;
- Households of color are eight percentage points more likely than White households to be housing cost-burdened; and
- Black or African American households in Mercer Island are severely housing costburdened at more than double the rate of any other racial group.

Figure 1 shows the PSRC displacement risk mapping for Mercer Island census tracts. All tracts on Mercer Island were in the lower risk category, suggesting that most of Mercer island in general has a lower risk of displacement occurring compared to other census tracts in King, Pierce, Snohomish, and Kitsap counties.

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Figure 1. PSRC Displacement Risk Map.



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Source: Puget Sound Regional Council (PSRC) Displacement Risk Mapping. <u>https://www.psrc.org/our-work/displacement-risk-mapping</u>.

The RDI Evaluation identified three areas that may be at higher risk of displacement
 relative to other areas in the City. Displacement could occur due to changes in
 development regulations or capital investments. The three areas that may be at higher
 risk of displacement are:

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- The south end of Town Center;
- Multifamily zones adjacent to Town Center; and
- Multifamily zones east of Town Center. [COM-12, PSRC-10]

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Figures 2, 3, and 4 show maps of the three areas that may be at higher risk of

11 displacement.

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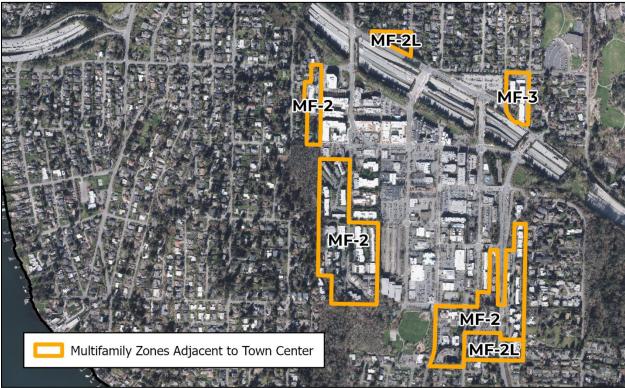
13 Figure 2. South End of Town Center.



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Source: RDI Evaluation dated December 15, 2023.

Figure 3. Multifamily Zones Adjacent to Town Center.



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6 7 Source: RDI Evaluation dated December 15, 2023.

Figure 4. Multifamily Zones East of Town Center.



Source: RDI Evaluation dated December 15, 2023.

1 2 3		ollowing strategies detailed in this Housing Element are directed at addressing eginning to undo the impacts identified in the RDI Evaluation:
5 4 5 6 7 8 9	• • •	Increase the supply of affordable rental housing; Expand tenant protections; Add incentives for the construction of affordable housing; Increase capacity for multifamily and mixed-use housing; and Intentional public outreach during implementation of the Comprehensive Plan.
10 11	[COM	-9, COM-10, COM-12, CPP-3, CPP-4]
12 13 14 15	The g	a nd Policies oals and policies in this Housing Element are divided into six sections focusing on cific topic:
16 17 18 19 20 21	• • • •	Overall housing strategies; Affordable housing; Racially disparate impacts; Anti-Displacement; Residential regulations; and Implementation.
22 23 24 25		rategies outlined in the policies should be implemented throughout the planning d to accomplish the following by the year 2044:
23 26 27 28 29 30 31 32 33 34 35	• • • •	Accommodate the City's housing target and projected housing needs; Make adequate provisions for housing needs for all economic segments of the community; Provide for and address potential barriers to the preservation, improvement, and development of housing; Begin undoing racially disparate impacts from past housing policies; Reduce or mitigate displacement risk as zoning changes and development occur; and Realize the City's goals for housing.
36 37	II.	Goals and Policies
38 39	Goal	I – Overall Housing Strategies
40 41 42	Goal:	Mercer Island provides housing affordable for all income levels meeting its current and future needs.
43 44	Polic	ies
44 45 46 47	1.1	Accommodate the Mercer Island housing growth target and housing needs shown in Table 1 by:

1 2		1.1.A	Ensuring the Comprehensive Plan allows adequate capacity for the Mercer Island housing growth target and housing needs assigned by King County;
3 4		1.1.B	Adopting policies that will increase the supply of income-restricted and naturally occurring affordable housing;
5		1.1.C	Addressing racially disparate impacts;
6		1.1.D	Reducing or mitigating displacement risk; and
7 8 9		1.1.E	Taking actions to implement this element throughout the Comprehensive Plan planning period.
10 11	1.2	Categ	gorize household income level for the purposes of this element as follows:
12		1.2.A	High income is a household income that exceeds 120 percent of the AMI;
13 14		1.2.B	Moderate income is a household income at or below 120 percent and above 80 percent of the AMI;
15 16		1.2.C	Low income is household income at or below 80 percent and above 50 percent of the AMI;
17 18		1.2.D	Very low income is household income at or below 50 percent and above 30 percent of the AMI; and
19 20		1.2.E	Extremely low income is household income at or below 30 percent of the AMI. [Definitions from RCW 36.70A.030]
21			
22 23	1.3		mmodate the Mercer Island housing growth target and housing needs by ne level with the following approaches:
24		meon	ne level with the following approaches.
25 26		1.3.A	High Income – Continue to allow market rate single-family, moderate density, and condominium housing;
27 28		1.3.B	Moderate, Low-, and Very Low-Income – (1) Implement strategies to increase the supply of new income
29 30			restricted units; (2) Implement strategies to preserve existing units; and
31 32			 (2) Reduce barriers to new moderate density, multifamily, and mixed- use construction.
33		1.3.C	Extremely Low-Income and Permanent Supportive Housing (PSH) –
34 35			(1) Implement strategies to increase the supply of new income restricted units for extremely low-income households and PSH; and
36 37			(2) Coordinate efforts among providers, developers, and government agencies; and
38 39			(3) Organize resources in support of new income restricted development.
40 41 42 43		1.3.D	Emergency Housing – Allow use consistent with state law and ensure that occupancy, spacing, and intensity regulations allow sufficient capacity to accommodate the City's level of need. [HB 1220, COM-1, PSRC-3, CPP-6, CPP-15]
44 45 46	1.4		or residential neighborhoods that protect and promote the health and well- of residents by supporting equitable access to:
47 48		1.4.A	Parks and open space;

1 2 3 4 5 6		 4.B Recreation opportunities and programs 4.C Safe pedestrian and bicycle routes; 4.D Clean air, soil, and water; 4.E Shelter from extreme heat events; 4.F Fresh and healthy foods; 4.G High-quality education from early learning through kindergarten through 				
7 8 9 10 11 12 13 14 15 16		 twelfth grade; 4.H Public safety; 4.I Artistic, musical, and cultural resources 4.J Affordable and high-quality transit options and living wage jobs; 4.K The opportunity to thrive in Mercer Island regardless of race, gender identity, sexual identity, ability, use of a service animal, age, immigration status, national origin, familial status, religion, source of income, military status, or membership in any other category of protected people; and 4.L Neighborhoods in which environmental hazards are minimized to the extent possible. [PSRC-5, CPP-10, CPP-11, CPP-12, CPP-19] 				
17 18	1.5	ake actions to promote healthy and safe homes. [CPP-18]				
19 20 21	1.6	Mitigate climate impacts related to housing by executing the Climate Action Plan.				
22 23 24 25	1.7	Strive to increase class, race, and age integration by equitably dispersing affordable housing opportunities. [PSRC-11, CPP-14, CPP-15]				
25 26 27 28	1.8	Discourage neighborhood segregation and the isolation of special needs populations. [COM-11, CPP-12, CPP-14, CPP-15, CPP-16]				
28 29 30 31 32	1.9	Increase housing choices for everyone, particularly those earning lower wages, in areas with access to employment centers and high-capacity transit. [PSRC-5, CPP-9, CPP-10, CPP-11, CPP-19]				
33 34 35	1.10	ncourage accessory dwelling units (ADUs) as a housing form that can help to neet housing needs for moderate to low-income households. [COM-2]				
35 36 37 38 39 40 41	1.11	Focus on the Town Center and Commercial-Office zones when increasing multifamily and mixed-use development capacity to accommodate the Mercer Island housing growth target and housing needs. Strive to reduce and/or mitigate displacement of businesses resulting from an increase in residential capacity. [CPP-12, CPP-15]				
42 43 44 45 46 47	1.12	onsider alternatives for maximizing housing capacity in the Town Center and ommercial-Office zones before analyzing alternatives for increasing multi- mily capacity elsewhere. [PSRC-6, CPP-15]				

1 2	Goal 2	2 – Affc	ordable Housing
2 3 4 5	Goal:		Households at all income levels can afford to live in Mercer Island because of the mix of market rate and income-restricted housing.
6 7	Polic	ies	
8 9 10 11	2.1	withir	ort the development and preservation of income-restricted housing that is walking distance of planned or existing high-capacity transit. [PSRC-6, -9, CPP-9, CPP-10, CPP-11]
12 13 14	2.2	•	ment strategies to overcome cost barriers to housing affordability. gies should include:
15 16 17 18 19		2.2.A 2.2.B	Periodic review of development standards, staffing levels, and permit processes to reduce permit review times and costs; Periodic review of residential densities in high-density zones to adjust multifamily and mixed-use capacity as needed to accommodate housing needs;
20 21 22		2.2.C	Programs, policies, partnerships, and incentives to decrease costs to build and preserve affordable housing. [PSRC-7, CPP-5, CPP-7, COM-8, COM-11]
23 24 25	2.3		ase barriers and promote access to affordable homeownership for nely low-, very low-, and low-income, households. [COM-8, CPP-13]
26 27 28 29	2.4		use affordable homeownership options for moderate income households by using moderate density housing capacity. [COM-1, PSRC-3, PSRC-4, CPP-12, 3]
30 31 32	2.5		urage the construction of new permanent income-restricted housing gh approaches such as the following
32 33 34 35 36 37 38		2.5.A	Affordable housing incentives that require units at varying income levels to be incorporated into new construction to address the Mercer Island housing growth target and housing needs for households earning less than the area median income (AMI). Affordable housing unit requirements should be set at levels to yield more lower-income units as the benefit of the incentive increases.
39 40		2.5.B	Height bonuses concurrent with any increase in development capacity to address Mercer Island's affordable housing needs;
41 42		2.5.C	Incentives for the development of housing units affordable to extremely low-, very low-, low-, and moderate-income households;
43 44		2.5.D	A multifamily tax exemption (MFTE) linked to substantial additional affordability requirements.
45 46		2.5.E	Reduced design review processes and simplified standards for developments with affordable units.
47		2.5.F	Reduced or waived permit fees for developments with affordable units.

1 2.5.G Reduced parking requirements for income-restricted units. [PSRC-3, 2 PSRC-8, CPP-5, CPP-15] 3 4 2.6 Evaluate potential revenue sources to fund a local affordable housing fund. [CPP-5 7, CPP-8, CPP-15] 6 7 Evaluate a fee-in-lieu program whereby payments to the local affordable housing 2.7 8 fund can be made as an alternative to constructing required income-restricted 9 housing. [CPP-7, CPP-8, CPP-15] 10 11 Prioritize the use of local and regional resources for income-restricted housing, 2.8 12 particularly for extremely low-income households, populations with special 13 needs, and others with disproportionately greater housing needs. [CPP-5, CPP-8, 14 CPP-15] 15 16 Evaluate the feasibility of establishing zoning in existing multifamily and mixed-2.9 use zones that would require developers to provide affordable housing in new 17 high-density developments. [PSRC-7, PSRC-8, CPP-5, CPP-12, CPP-15] 18 19 20 2.10 Continue to participate in A Regional Coalition for Housing (ARCH) as a key strategy for addressing affordable housing need for low-, very low-, and extremely 21 22 low-income households. [CPP-6] 23 24 2.11 Evaluate increasing the contribution to the ARCH Housing Trust Fund (HTF) to 25 be at a per-capita rate consistent with other participating/member cities as a key strategy to address PSH, extremely low-, very low-, and low-income housing 26 27 needs. [CPP-6, CPP-15] 28 29 2.12 Develop partnerships to address barriers to the production of housing affordable to extremely low-income households by connecting with government agencies, 30 31 housing service providers, religious organizations, affordable housing developers, 32 and interested property owners. [CPP-14, CPP-15] 33 34 2.13 Periodically meet with partners to gather feedback on actions the City can take 35 to reduce barriers to the production of extremely low-income housing units, 36 including PSH and emergency housing. [CPP-14, CPP-15] 37 38 Goal 3 – Racially Disparate Impacts 39 40 Goal 3: Undo identified racially disparate impacts, avoid displacement and 41 eliminate exclusion in housing, so that every person has the opportunity 42 to thrive in Mercer Island regardless of their race. 43 Policies 44 45 46 3.1 Begin undoing racially disparate impacts by prioritizing actions that: 47 48 3.1.A Increase the supply of affordable rental housing;

1 3.1.B Expand tenant protections: 2 3.1.C Add incentives for the construction of affordable housing; 3 3.1.D Increase capacity for multifamily and mixed-use housing; and 4 Include intentional public outreach during implementation of the 3.1.E 5 Comprehensive Plan. [PSRC-12] 6 7 3.2 Acknowledge historic inequities in access to homeownership opportunities for 8 communities of color. [PSRC-11] 9 10 3.3 Seek partnerships with impacted communities to promote equitable housing 11 outcomes and prioritize the needs and solutions expressed by these 12 disproportionately impacted communities for implementation. [PSRC-10, CPP-4, 13 CPP-14, CPP-15] 14 15 3.4 Include a statement in all future Public Participation Plans adopted for actions 16 that implement this Housing Element explaining how the City will reach impacted communities. [PSRC-10, CPP-4, CPP-14, CPP-15] 17 18 19 3.5 Seek partnerships and dedicated resources to eliminate racial and other 20 disparities in access to housing and neighborhoods of choice. [PSRC-10, CPP-4, 21 CPP-14, CPP-15] 22 23 Goal 4 – Anti-Displacement 24 25 City actions reduce and mitigate displacement risk as regulations change Goal: and development occurs. 26 27 Policies 28 29 30 Seek partnerships to develop an affordable housing inventory to catalog the 4.1 31 location, quantity, and ownership of income-restricted affordable units and 32 naturally occurring affordable housing (NOAH). [CPP-14, CPP-15, CPP-17] 33 34 4.2 Evaluate and consider implementing the following tenant protections: 35 36 4.2.A Required advance notice of rent increases; 37 4.2.B Relocation assistance; and 38 4.2.C Right of first refusal or tenant opportunity to purchase requirements when 39 an apartment building is converted to a condominium. [CPP-15, CPP-17] 40 41 4.3 Evaluate the potential increased risk of displacement that could accompany any 42 increase in development capacity concurrent with proposed zoning changes 43 affecting a zone where multifamily or mixed-use development is allowed. This evaluation should: 44 45 46 4.3.A Be paid for by an applicant requesting a rezone and conducted on behalf 47 of the City;

1 2 3 4 5 6		 4.3.B Consider economic, physical, and cultural displacement as defined by the WA Department of Commerce; 4.3.C Recommend strategies to reduce or mitigate identified displacement risks; and 4.3.D Be presented to City decision makers prior to making findings, recommendations, or decisions. [CPP-15, CPP-17] 					
7 8 9 10 11 12	4.4	Policy or regulatory amendments that affect development capacity in zones where multifamily or mixed-use residential development is allowed must be accompanied by findings that displacement risk has been adequately reduced and/or mitigated. [CPP-15, CPP-17]					
13	Goal	5 – Residential Regulations					
14 15 16 17	Goal:	Regulations that affect residential development are balanced so that they safeguard the public health, safety, and welfare.					
18	Polic	ies					
19 20 21 22 23 24 25 26 27 28 29 30 31 32 33 34 35 36 37 38 39 40 41 42 43 44	5.1	Consider reviewing the multifamily development standards to identify potential amendments that would:					
		 5.1.A Reduce permit review times and costs; 5.1.B Simplify requirements, 5.1.C Limit design review process to administrative design review and ensure that all design standards are objective and measurable; 5.1.D Ensure parking requirements are right-sized to adequately balance the need for parking with the per-unit cost of parking and consistent with state law; 5.1.E Increase affordable housing incentives; and 5.1.F Address displacement risk from zoning changes. [PSRC-7, CPP-6] 					
	5.2	Identify the regulatory amendments necessary to allow duplexes, triplexes, townhomes, and other moderate density housing types in residential zones. [COM-1, PSRC-4]					
	5.3	Amend residential development standards to allow middle housing types an ADUs in residential zones consistent with the state law. [HB 1110, COM-1, PSRC-CPP-12]					
	5.4	Consider amending ADU development standards to add flexibility and expand options for the development of this type of housing to help meet housing needs for moderate to low-income households. [HB 1337, COM-2]					
45 46 47 48	5.5	Consider restructuring existing ADU incentives such as the gross floor area bonus to require affordable housing.					

1 Goal 6 – Implementation

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Goal: The Housing Element is implemented in a timely and efficient manner so that the City's goals are realized.

6 Policies

- 8 6.1 Establish a Housing Element implementation strategy and schedule in conjunction with each biennial budget cycle. This implementation strategy can be periodically updated and amended by City Council at any time thereafter and should detail the following:
 - 6.1.A Actions from this element to be added to department work plans for the next biennial budget cycle;
 - 6.1.B Any funding including grants allocated to support the completion of these actions;
 - 6.1.C Any staff resources allocated to support the completion of these actions;
 - 6.1.D A schedule detailing the key actions and/or milestones for the completion of each action; and
 - 6.1.E A list of near-term future actions expected to be proposed to be added to department work plans in the next three to five years.
- 23 6.2 Prepare a biennial report tracking implementation of the Housing Element. The
 24 report will be provided to the City Council prior to adoption of the budget.
- 6.3 Partner with state, regional, and countywide agencies to periodically track the
 effectiveness of the policies in this element including the GMA required
 implementation progress report due five years after each Comprehensive Plan
 periodic review. [CPP-20 and RCW 36.70A.130(9)(a)]
- 31 6.4 Provide resources for actions to implement this element and respond to limited
 32 resources by using strategies such as:
 33
- 34 6.4.A Alternate funding sources;
 - 6.4.B Public-private partnerships;
 - 6.4.C Reducing project or program scope to align with current biennial budget constraints; and
- 6.4.D Amending the policies of the Housing Element to reflect the City's
 capacity to implement the element.