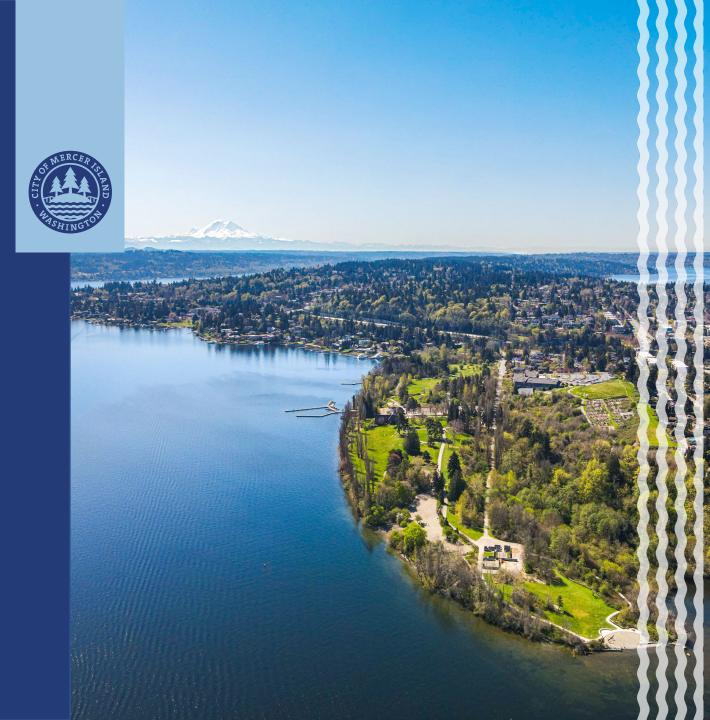
PCB 25-14

Omnibus Ordinance Related to Permanent Regulations for Housing Production and Permit Streamlining

July 23, 2025 Community Planning and Development Adam Zack, Principal Planner



Purpose



Brief the Planning Commission on scope of work for an omnibus ordinance to streamline regulations for residential development and summarize the compliance issues the ordinance will address.

Background

- The WA State Legislature has adopted many bills in recent years that require local jurisdictions to amend their development code.
- Since 2021, the City has adopted several interim ordinances to maintain compliance with state law.
- Interim ordinances must be renewed regularly until they are replaced with permanent amendments. Adoption and renewal of interim ordinances require a public hearing before the City Council.

Scope of Work

 On July 15, the City Council approved a scope of work for the omnibus ordinance.

- The approved schedule plans for up to five Planning Commission touches to prepare their recommendation by the end of October.
- City Council would be able to adopt permanent regulations before the end of 2025.

Omnibus Ordinance

 The City will adopt an omnibus ordinance to address all interim ordinances related to housing and permit review at the same time.

 Many sections of the MICC are amended by more than one interim ordinance.

 Considering an omnibus ordinance will allow for comprehensive review of the sum-total of amendments.

Topics to be Addressed by the Omnibus Ordinance

Topic	Description	RCW Reference	Interim Ordinance #
HB 1220 🗡	Affordable and emergency housing.	36.70A.070	25C-05
SB 6015	Residential parking requirements	36.70A.622	25C-08
HB 1293	Clear and objective design standards	36.70A.630	25C-11
SB 5290	Permit review timelines	36.70B.080	24C-17
HB 1998 \rightarrow	Co-Living Housing	36.70A.535	N/A
Design Commission (DC)	Remove references to Design Commission review	N/A	25C-14
Comprehensive Plan Implementation	In 2024, the City Council updated the Comprehensive Plan and made implementing amendments to the Town Center development code.	36.70A.130	24C-18

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Gold star indicates that some amendments will be proposed in addition to those made by interim ordinance

Middle Housing, ADUs, and Unit Lot Subdivision

- The omnibus ordinance **will not** include permanent regulations for middle housing (HB 1110), accessory dwelling units (ADUs)(HB 1337), and unit lot subdivision.
- Staff will present a scope of work for these permanent regulations to the City Council in early 2026.
- The scope will include additional public outreach given the public interest in these regulations.

HB 1220 – Affordable and Emergency Housing

- HB 1220 made significant changes to how cities and counties must plan for housing under the Growth Management Act (GMA).
- HB 1220 also amended how cities may regulate certain housing types.
- Most of these changes were resolved during the Comprehensive Plan periodic review the City completed in 2024.
- The City still needs to make a handful of permanent code amendments to regulations for shelters, temporary housing, emergency housing, and permanent supportive housing (STEP housing).

HB 1220 – Affordable and Emergency Housing

- The City has complied with the statutory STEP housing requirements with interim Ordinance No. 24C-03.
- Amended the definition of "social service transitional housing" to include the state definition of "emergency housing" and "transitional housing".
- Amended the definition of "special needs group housing" to include "permanent supportive housing".
- Amending the definition allows STEP housing consistent with the state law because allows STEP housing subject to conditions in residential zones and zones where hotels are allowed as required.

HB 1220 – Affordable and Emergency Housing

- The WA Department of Commerce (Commerce) issued guidance for STEP housing in 2024. That guidance recommends the following for STEP housing:
 - Review spacing requirements for whether they are necessary for health or safety;
 - STEP housing should be subject to the same permitting processes as other residential uses in the same zone; and



• Development standards should not include operational requirements unless that requirement applies to other residential uses in the same zone.

SB 6015 – Residential Parking Requirements

- Garages and carports may not be required for residential development (RCW 36.70A.622(1)(a));
- Parking spaces, in tandem, count towards meeting minimum parking requirements at a rate of one space for every 20 linear feet (RCW 36.70A.622(1)(c));
- Parking spaces may not be required to exceed 8 feet by 20 feet, except for parking designed under the requirements of the Americans with Disabilities Act (ADA) (RCW 36.70A.622(1)(e));

SB 6015 – Residential Parking Requirements

- Parking spaces that consist of grass block pavers may count towards minimum parking regulations (RCW 36.70A.622(1)(g));
- Existing paved parking lots are not required to change the size of existing parking spaces during resurfacing (RCW 36.70A.622(2)); and
- The City may not require off-street parking as a condition of permitting a residential project if compliance with tree retention would otherwise make proposed residential development or redevelopment infeasible (RCW 36.70A.622(1)(f)).

SB 5290 – Permit Review Timelines

• Establishes the standards for processing land use permits for all cities and counties in Washington.

 Interior alterations must be exempt from site plan review.

 Determinations of completeness must be provided for specific types of project permit applications.

SB 5290 – Permit Review Timelines

- Set timelines for issuing permit decisions :
 - 65 days Reviews that do not require a public notice;
 - 100 days Reviews that require a public notice; and
 - 170 days Reviews that require a public hearing.
- Cities must refund or discount permit fees if review takes longer than the state-mandated review timelines.

HB 1998 – Co-Living Housing



- Cities planning under the GMA must allow co-living housing in all mixed-use and multifamily zones;
- Cities cannot require some things for co-living housing such as:
 - Any parking within one half mile walking distance of a major transit stop;
 - Parking to be provided at a rate greater than 0.25 spaces per sleeping unit;
 - Any development standards more restrictive than those required for multifamily residential uses in the subject zone; and
 - Additional review process beyond that required for residential uses in the subject zone.

HB 1998 – Co-Living Housing



 Co-living housing cannot be excluded from affordable housing incentive programs;

 Sleeping units within co-living housing may not count for more than 0.25 dwelling units for the purpose of calculating maximum density; and

Cities must comply by December 31, 2025.

HB 1293 – Clear and Objective Design Standards

- In 2023, the WA Legislature enacted House Bill (HB) 1293. This bill changed the requirements and restrictions governing how cities can regulate building design.
- The main requirements from HB 1293 are:
 - Local design review standards must be clear and objective, and
 - The standards may not reduce development intensity below the level generally allowed by the zoning designation.

HB 1293 – Clear and Objective Design Standards

- The City adopted interim Ordinance No. 25C-11 to update its design standards to comply with HB 1293 on June 17, 2025.
- Nearly all the design standards in Chapters 19.11 and 19.12 MICC need an amendment to comply because many provisions are flexible rather than clear and objective.
- The City Council dissolved the Design Commission at the same time as it adopted Ordinance No. 25C-11.

Design Commission



- In June, the City Council adopted <u>Ordinance No. 25C-14</u>, dissolving the Design Commission and reassigning quasi-judicial design review authority to the Hearing Examiner.
- Immediate changes to Title 19 MICC were not necessary.
- Amendments to remove references to the design commission will clarify the decision maker for design review in light of Ord. No. 25C-14.

Comprehensive Plan Implementation

- The City updated its comprehensive plan in 2024. The update included interim implementing regulations.
- Amended the maximum building height in the Town Center by two stories in the TC-5 and TC-4 Plus subareas and one story in the TC-4 subarea.

 Increased the affordable housing requirements in Town Center.

Planning Commission Comments

 The draft code amendments will be made available for comments in August.

 Comments will be divided into two categories: substantive and non-substantive.

 Any proposal that will change the policy direction or what is allowed/required will be categorized as substantive.

Planning Commission Parking Lot

- Substantive comments will be placed in the Planning Commission parking lot for later consideration.
- The annual docket process allows the Planning Commission to propose code amendments and for the Council to assign review.
- Using the parking lot to store substantive amendments will keep the project on track without losing substantive comments.

Schedule & Next Steps

August 11 – Public release of code amendment package with 30-day comment period

September 10 – Planning Commission briefing on code amendments

September 24 – Planning Commission public hearing on code amendments

October 8 – Planning Commission work session and recommendation (if necessary)

October 22 – Planning Commission work session and recommendation (if necessary)

November 4 – City Council first reading of omnibus ordinance

November 18 – City Council second reading and adoption of omnibus Ordinance

December 31 – Omnibus Ordinance effective date