BEFORE THE HEARING EXAMINER FOR THE CITY OF MERCER

ISLAND

Phil Olbrechts, Hearing Examiner

RE: Medici Architects	
	FINDINGS OF FACT, CONCLUSIONS
Design Review	OF LAW AND FINAL DECISION
DSR24-010	

INTRODUCTION

Jeffrey Glad of Medici Architects requests design review approval of an eight-unit apartment building to be located at 2900 78th Ave SE. The application is approved subject to conditions.

The Applicant has requested relief from a design standard that requires 75% façade transparency along 78th Ave. The 75% standard is mandatory and the Examiner has no authority to waive that standard.

A condition of approval has been added to the staff recommended conditions requiring a sheltered exterior entryway.

Numerous concerns were raised about the proposal from adjoining neighbors. In effect many of these concerns challenged the adequacy of the City's design standards as opposed to demonstrating noncompliance with those standards. The City's design standards set what the City Council determined to be acceptable setbacks, open space, height, color and use requirements for buildings constructed in the Town Center zoning district. If those standards are met, the project must be approved. If the City fails to approve a code compliant proposal, the Applicant can easily obtain a judicial decision requiring approval along with a substantial damages award that would have to be reimbursed by Mercer Island taxpayers. As detailed in the findings and conclusions below, the City's design standards authorize a four story residential development at the project location with the design proposed by the Applicant.

ORAL TESTIMONY

A computer-generated transcript of the hearing has been prepared to provide an overview of the hearing testimony. The transcript is available for informational purposes only as Appendix A. No assurances are made as to accuracy of the transcript.

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Those needing an accurate transcription will have to purchase a copy of the recording from the City.

EXHIBITS

The 20 exhibits listed on pages 1-2 of the staff report were admitted into the record during the October 10, 2025 hearing.

FINDINGS OF FACT¹

Procedural:

- 1. <u>Applicants</u>. Medici Architects c/o Jeffrey Glad, 11711 SE 8th St, STE 100, Bellevue, WA 98005.
- 2. <u>Hearing</u>. A virtual hearing was held on the applications at 9:00 am on October 10, 2025.

Substantive:

- 3. <u>Site/Proposal Description</u>. Jeffrey Glad of Medici Architects requests design review approval of an eight-unit apartment building to be located at 2900 78th Ave SE. The proposed development is a new four (4) story multi-family building with garage parking on the ground floor. The Applicant requests an increase in building height from the maximum two stories to four stories in exchange for providing affordable housing as authorized by Town Center design standards. The project site fronts the intersection of 78th Ave SE and SE 29th Street, with vehicular access coming from 78th Ave SE. The project site is currently developed with a commercial building, formerly Baskin-Robbins.
- 4. <u>Characteristics of the Area</u>. Neighboring development includes a senior living facility to the east, 78th Ave SE to the west, a multi-story mixed use building to the north, and a parking lot for a financial institution to the south.
- 5. <u>Affordable housing</u>. The Applicant proposes to provide one affordable housing unit out of the eight total proposed units, which is equal to 12.5 percent of the total units in the development. A condition of approval requires that the affordable housing unit must be affordable to households earning 60 percent of median income level for rental housing or 90 percent of median income level for ownership housing.
- 6. <u>Parking</u>. The proposal provides required parking.

Design Review

p. 2 Findings, Conclusions and Decision

¹ The Findings of Fact starting at Finding of Fact No. 5 address the major contested issues of the proposal. Findings of Fact include reliance upon staff expertise in applying code provisions. Significant issues of code interpretation or instances where staff interpretations are not found consistent with code are addressed in the Conclusions of Law.

MICC 19.11.130B1a requires 1 to 1.4 parking stalls per residential unit. The applicant proposes 8 stalls for the 8 proposed units.

The parking stalls will be located in an at-grade, open parking garage below the proposed residential units. There will be no need for persons to use a garage opener from the access roads as noted in one comment letter. No off-site parking is proposed as asserted in another comment letter.

Public comment raised concern about underground parking. The final proposal doesn't include any underground parking.

7. Open Space. MICC 19.11.060(D) requires that public open space have a minimum size of 3% of gross floor area and minimum width of 20 feet. The proposed public open space is 465 square feet, which is 3.2 percent of the proposed gross floor area. The width of the proposed open space is 20-feet from the north property line to the driveway.

Concerns were raised about the adequacy of open space. Acceptable levels of open space were adopted into MICC 19.11.060D as identified above. There is no design review authority to require more.

8. <u>Colors.</u> The proposal is consistent with design standards regarding color.

One commentator noted that the grey and black colors are not consistent with surrounding buildings and are depressing.

MICC 19.11.110 governs materials and color. As noted in that standard, color should be carefully considered in relation to the overall design of the building and surrounding buildings. Color and materials should highlight architectural elements. Variations in materials and colors should be generally limited to what is required for contrast or to accentuate architectural features.

As identified in the staff report, the proposed design includes textured materials and varied colors to contribute to the visual interest of the design as required by MICC 19.11.110.

The commentator's observation that the colors are depressing is highly subjective Others could find the proposed white coloring to be too bright and not harmonious with the more muted coloring of the bank and mixed-use buildings on either side. Still others, perhaps most people, would find the coloring to be aesthetic and compatible with surrounding uses. The latter opinion would likely be the prevalent opinion given that the building is professionally designed and the Applicant's financial incentive is to create an attractive building that will attract tenants or purchasers.

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Ultimately, a color scheme that one could reasonably conclude meets the color requirements of MICC 19.11.110 must be approved under this state's court opinions. An ordinance violates due process if its terms are so vague that persons of common intelligence must necessarily guess at its meaning and differ as to its application. Anderson v. City of Issaguah, 70 Wash. App. 64, 75, 851 P.2d 744, 751 (1993). Ordinances that fail to meet the Anderson test are unenforceable Id. at 755. Consequently, vague standards such as those requiring color compatibility can only be applied to the extent that persons could reasonably agree that there's a compatibility problem.

- 9. Privacy/Light and Air. The proposal provides for adequate privacy of neighboring properties and passage of light and air via compliance of TC setback standards. Concerns were raised about privacy and light and air impacts due to the proximity of the proposed building to the mixed-use building to the north. TC zone setback standards govern acceptable separation for protection of privacy and passage of light and air. The side yard setback in for the TC zone is 0 feet per MIMC 19.11.030. No design review standards require additional protection for privacy, light and air.
- 10. <u>Façade Transparency</u>. It is uncontested that only 54 percent of the street façade is transparent.
- 11. Landscaping. The proposal complies with the City's landscaping requirements. MIMC 19.11.070B1 requires landscaping equal to 25% of the development site. This site is 7,200 SF so at least 1,800 SF (25%) shall be landscaped (Exhibit 2, Pages 6, 8, and 9). As detailed in Table 3 of the staff report, the Applicant proposes 1,800 square feet of landscaping with incorporation of credits and debits for specified types of landscaping.
- Written comment questioned whether the proposed entryway is recessed and sheltered. The entryway is recessed from other elements of the street side façade as shown in the exhibit 2 renderings and plan drawings. It is difficult to ascertain, but it doesn't appear that the entry way is sheltered with any overhanging building elements.
- 13. Through-Block Feasibility. A through-block connection at the project site is not feasible. The relatively small lot is additionally constrained by a fifteen-foot access easement on the south side as shown in the Ex. 2 project drawings. As further shown in those drawings, the remaining area is only wide enough to accommodate roughly 1,300-1,400 square foot residential units along with an access corridor.

A best as can be ascertained from the Ex. 2 project drawings, the lot is only 60 feet wide. With exclusion of the easement area, only 45 feet remains for building width. MIMC 19.11.060E2a requires through-block connections to be twenty feet wide. That only leaves 25 feet for apartments accessed by an elevator, stairs and access corridor. That doesn't leave a reasonable or feasible amount of space for the multi-family use authorized by the TC zoning district.

14. <u>Trees</u>. Written comment expressed concern about tree retention. The City has adopted regulations that identify when trees can be removed and how they should be protected during construction. As identified in the staff report, City staff will review compliance with City tree protection standards during building permit and associated permit review.

CONCLUSIONS OF LAW

Procedural:

- 1. <u>Authority of Hearing Examiner</u>. The hearing examiner is required to hold a hearing and issue a final decision on the subject design review application.
- MIMC 3.34.005 requires the Hearing Examiner to assume the role of the Design Review Commission in all quasi-judicial matters assigned to the Commission. MIMC 19.15.220C1cia requires design review commission review for all new buildings. MIMC 19.15.030 Table D classifies design commission review of design review as a Type IV review in which the Commission holds a public hearing and issues a final decision.
- 2. <u>Vesting</u>. MIMC 19.15.170B authorizes the vesting of complete site development applications. The proposal vested to City development standards on or prior to July 26, 2022 when the Applicant's site development application was deemed complete. Portions of the TC design standards were subsequently amended by Ordinance No. 24C-18, which went into effect on December 16, 2024, Ordinance No. 24C-08, which went into effect on June 16, 2024 and Ordinance No. 22C-09, which went into effect on December 1, 2022. Since all of these ordinances went into effect after the site development permit application vested, their amendments do not apply to the proposal.

Substantive:

- 3. <u>Zoning Designations</u>. The area is zoned Town Center Subarea 4 (TC-4).
- 4. <u>Review Criteria and Application</u>. The criteria for design review are set by MIMC 19.06.120B.
- MIMC 19.06.120B1: Criteria for design review decisions. Design objectives and standards for regulated improvements within the Town Center are set forth in <u>chapter 19.11</u> MICC. ... Following the applicable review process in <u>chapter 19.15</u> MICC, the design commission or code official shall deny an application if it finds that all the following criteria have not been met, or approve an application, or approve it with conditions, based on finding that all the following criteria have been met:
- 1. The proposal conforms with the applicable design objectives and standards of the design requirements for the zone in which the improvement is located,

- 5. <u>Criterion Met</u>. The criterion is met for the reasons identified in the staff report, adopted by this reference, and Conclusions of Law 6-14 below.
- 6. <u>Authorized Use</u>. One of the comment letters asserted that the project area was designated for commercial use only and that the prior Baskin Robbins use should have remained. MIMC 19.11.020 authorizes residential use as a permitted use for properties zone TCMF-4. The property is zoned TCMF-4. The use is permitted outright. The City is barred by state law from prohibiting that use. RCW 36.70B.030 provides that code provisions addressing type of authorized land use are determinative and cities "shall not reexamine alternatives" for those authorized uses.

The comment letter further identified that street level retail use is "encouraged" by the comprehensive plan. The operative word is "encouraged," which encourages and doesn't require retail street frontage. The City implemented this policy by requiring retail level use along a large portion of the street frontage in the TC district as shown in Figure 2 of Chapter 19.11 MIMC. The project site wasn't one of those areas under the regulations to which the project vested as shown at page 10 of the staff report. No retail frontage is required of the project.

To the extent that anyone would construe "encouraged" as a mandatory term, the City's design standards (including Figure 2) supersede any conflicting provisions of the City's comprehensive plan. A comprehensive plan is a guide and not a document designed for making specific land use decisions. *Citizens for Mount Vernon v. City of Mount Vernon*, 133 Wash. 2d 861, 873, 947 P.2d 1208, 1215 (1997). A specific zoning ordinance will prevail over an inconsistent comprehensive plan. *Id*.

- 7. <u>Views</u>. One of the comment letters asserted that the proposal would block views of adjoining residences. No evidence was presented to support this comment. In any event, no City regulations prohibit the blocking of views in TC zoning districts. MIMC 19.11.070 identifies protecting views as a factor in the design review of development outside the TC, but no such regulations applies within the TC zone.
- 8. <u>Volatile Organic Compounds</u>. Concern was raised over volatile organic compounds (VOC). Such compounds are toxins present in some construction materials such as paint. These compounds are regulated by the Environmental Protection Agency (EPA). The EPA regulates VOCs under the Clean Air Act, setting national limits for products like architectural coatings and aerosol paints. The impacts of such chemicals are outside the scope of design review. In the unlikely event that there was something unique about the proposal that rendered EPA regulations insufficient, VOC impacts could have been addressed in the State Environmental Policy Act (SEPA) review of the project. However, the SEPA review has been completed and is thus also outside the scope of Hearing Examiner review.
- 9. <u>Daylight plane</u>. Assertions in public comment were made over compliance with the daylight plane requirements of MIMC 19.11.030A7. The proposal fully complies with those requirements.

The daylight plane imposed by MIMC 19.11.030A7 requires that the first horizontal 30 feet of a building facing a public street must be setback at an angle of 45 degrees at heights above 25 feet. Portions of the building that encroach past this plane are authorized to the extent that an identical or greater volume of building falls short of the plane, i.e. "debits" of volume exceeding the plane must be offsets of "credits" of volume that fall short of the plane.

For this project staff determined that the debits of encroaching volume are fully off-set by volumes falling short of the plane. As proposed, 9,476 CF of "debit" volume is being used to extend the upper two floors to provide a flush facade over the cantilevered portion of the structure. The northwest corner of this site features public open space which pushed the remaining frontage inward and provided 17,295 CF of "credit" volume. The application included the average daylight plane calculations on Sheet G1.2 of the plan set (Exhibit 2).

The daylight plane is only required along the 78th Street frontage. It is not required along the side facing the mixed-use building to the north as requested by one commentator.

10. <u>Façade Transparency</u>. The Applicant requests relief from MIMC 19.11.100B1b, which requires 75% transparency along the ground floor façade for major construction along 78th Avenue. The Examiner has no authority to waive that standard absent a variance request.

It is uncontested that the project as proposed falls short of the required 75% transparency. As shown in the Ex. 2 plan set,, p. 6, the ground floor of the project site is limited to the parking garage and elevator lobby for the residential units. At hearing the Applicant noted that requiring transparency would invade the privacy of the residents of the building.

Unfortunately (for the Applicant), as noted by staff at the hearing, MIMC 19.11.100B1b requires that the façade "shall" have 75% transparency. Unlike some design codes of other municipalities, the MIMC code doesn't have any internal provisions that authorize modifications of "shall" standards. The only way to modify this requirement would be through approval of a variance as governed by MIMC 19.06.110B. It is debatable whether the Applicant would qualify for variance approval given that the Applicant would have to establish special circumstances to qualify for the variance. The Applicant may have to implement some interior design features to compensate for the lack of privacy, such as interior partial walls in which residents could hide themselves while waiting for the elevator.

At hearing the Applicant also inquired whether the façade referenced in MIMC 19.11.100B1b was limited to street frontage façade or whether it extended to all of the ground level façade. The requirement only applies to street frontage. MIMC 19.11.100B1a identifies that the purposes of the transparent facades "should be created"

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along pedestrian rights of way and that architectural features that prevent pedestrian view into the ground floor building spaces are not allowed. Given this focus, it's clear that the transparency requirement is directed at enabling right of way pedestrian views into the ground floor of fronting buildings. That purpose is not met for rear or side yard frontage. Roof-top Landscaping. Written comment questioned the use of roof top

- sedum trays to meet landscaping requirements. MIMC 19.11.070B1b expressly allows "green roof" landscaping. The staff report appropriately discounted this type of landscaping by 50% as required by MIMC 19.11.070B1b. The sedum trays proposed by the Applicant meet the landscaping requirements of MIMC 19.11.070.
- 78th Setback. MIMC 19.11.030A6 requires a setback of 15 feet between buildings and the face of the street curb. A written comment questioned the use of open space to meet this setback requirement. MIMC 19.11.030A6 doesn't exclude open space from meeting the requirement. The use of open space doesn't diminish the objective of the setback requirement, which is passage of light and air. The proposed setback is compliant with MIMC 19.11.030A6.
- 13. Entryway. MIMC 19.11.100B6 requires that entrance ways "shall be recessed from the facade surface to emphasize the entrance and provide a sheltered transition to the interior of the building." As identified in Finding of Fact No. 12, the entryway is recessed but not "sheltered." Although the extended lobby to the south may arguably provide some shelter to the wind, it doesn't provide shelter from rain. A condition of approval requires the addition of an exterior sheltered entryway.
- Through-Block Connection. Written comments assert numerous violations of through-block connection requirements. Design standards don't require a through-block connection for the project and none is proposed.
- MIMC 19.11.060B as vested to the subject application requires through-block connections for all buildings exceeding two stories that abut a through-block connection **MIMC** shown in 19.11.060 Figure "subject to design commission determination that such connection is feasible and achievable." Figure 7 shows a the subject parcel abutting a through-block connection located on the north side of the project site.
- The project is not found feasible for the reasons identified in Finding of Fact No. 13. As detailed in that finding, a through-block connection would only leave a buildable area that is 25 feet wide. That is not reasonably sufficient width to accommodate the multi-family development.

There are also a couple constitutional constraints that compel a finding of infeasibility. As previously noted, subjective development standards cannot be imposed against an applicant to the extent that persons could reasonably disagree about their application.

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See Finding of Fact No 8. Further, requiring the through-block connection for this project would hazard failing to comply with nexus and proportionality requirements under the federal takings clause as ruled by the United States Supreme Court in Nollan v. California Coastal Comm'n, 483 U.S. 825, 107 S.Ct. 3141, 97 L.Ed.2d 677 (1987); Dolan v. City of Tigard, 512 U.S. 374, 114 S.Ct. 2309, 129 L.Ed.2d 304 (1994).

The *Nollan* decision is particularly pertinent to the through-block requirement at issue. In Nollan the California Coastal Commission requires a beachfront lot owner to dedicate a public walkway to the beach as a condition for building a single-family residence. The Court in that case found the condition to violate the Takings Clause because the walkway was not necessary to mitigate any impacts created by the proposed residential construction, i.e. there was no nexus between project impacts and project mitigation. This case is somewhat distinguishable because in Nollan the homeowner would not need the walkway to access the beach themselves. In this case the building residents would use and benefit the through-block construction if it ever punched through the adjoining property to the east. However, if the project could get past the nexus requirement of *Nollan* it would have an even harder time getting past the proportionality requirements of *Tigard*. The *Dolan v. Tigard* case requires proportionality between project impacts and mitigation. Reducing the limited 45 width of the building area to 25 feet to accommodate some limited foot traffic generated by the proposal would likely be considered unproportional to project impacts.

MIMC 19.06.120B1ai: ...provided further:

- *In the Town Center, particular attention shall be given to whether:*
 - i. The proposal meets the requirements for additional building height, if the proposal is for a building greater than two stories; and
- 15. Four Stories Authorized. The Applicant meets the requirements for its proposed four-story height.

MIMC 19.11.040C authorizes a four-story building in the TC zone if the residential development includes at least 10%² housing units that are affordable³ to 60% of median income level for rental housing and 90% of median income level for ownership housing. As determined in Finding of Fact No. 5 the Applicant is proposing 12.5% of its units to be affordable and a condition of approval requires that the unit meet the affordability requirements of MIMC 19.11.040C.

MIMC 19.06.120B1aii: ...

² The current on-line MIMC 19.11.040B requires that 15% of units be affordable. However, as identified in Conclusion of Law No. 2, the subject design review application is vested to the version of MIMC 19.11.040B that was in effect at the time of vesting, i.e. when a complete application was filed. As shown in Ordinance No. 24C-18, MIMC 19.11.040B only required 10% of units to be affordable to qualify as affordable when the proposal vested in June 2024.

³ MIMC 19.16.010 defines "affordable" to be rent or mortgage that doesn't exceed 30% of household income, adjusted for household size.

1 2		ii. The proposal adheres to the required parking standards and a parking plan has been provided that demonstrates that the proposal meets the objectives of MICC <u>19.11.130</u> .	
3	16	Cuitarian most. The aritarian is most. The Applicant mosts the City's marking	
5	16. <u>Criterion met.</u> The criterion is met. The Applicant meets the City's park standards as identified in Finding of Fact No. 6 and the staff report. The Applicant project drawings, Ex. 2, sufficiently identify proposed parking to qualify as a park		
6	plan.	et drawings, Em 2, surficiently facility proposed parking to quanty as a parking	
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8		DECISION ⁴	
9	of Fa	proposal meets all design review criteria for the reasons identified in the Findings ct and Conclusions of Law above and the design review application is approved at to the following conditions:	
10	subje	ct to the following conditions:	
11	1.	All subsequent development reviews associated with this proposal shall comply with the Mercer Island City Code and the City of Mercer Island Comprehensive	
12		Plan, and other applicable codes and policies, or as otherwise approved by the	
13		City.	
14	2.	Compliance with all local, state and federal regulations is required.	
15	3.		
16 17	4.	No construction, tree removal, grading, installation of utilities on land within the proposed development shall be allowed until the Applicant has secured the permits required under the Mercer Island City Code.	
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19	5.	All design aspects of the proposed development shall be in substantial conformance with the detail information submitted with this application (i.e.	
20		elevations, perspective drawings, colors, materials, font, size of sign lettering and relationship and layout of the approved wording and graphics), as depicted in	
21	6.	Exhibit 2 and as conditioned herein. Design approval shall expire if a complete application for a required building	
22		permit is not submitted within three years from the date of this decision or two years of the decision on appeal from the final design review decision.	
23	7.	The Applicant shall be responsible for obtaining any necessary local, state, and	
24		federal permits and approvals for the project, and is responsible for complying with any conditions of approval placed on these or other state or federal permits	
25		with any conditions of approval placed on these of other state of federal permits	
	4 Mod	ifications to staff recommended conditions of approval are highlighted in track change	

1	shown in Exhibit 2 . The landscaping plan must include the following details for landscaped areas:		
2	a. Soil types to be used;		
3	b. Plants to be planted and documentation that those plants are either native or		
4	drought-tolerant; c. Depth of plantings;		
5	d. Tilling; e. Mulch application;		
6	f. Scarification;		
7	g. Irrigation; and h. Maintenance plans for landscaped areas		
8	11. The applicant shall add an exterior sheltered entryway to its design plans at building		
9	permit submittal that provides for sheltered transition to the interior of the building sufficient for persons to adjust umbrellas, hats and similar protective weather gear before		
10	entering the building or becoming fully exposed to inclement weather while exiting the building.		
11	Dated this 24th day of October, 2025.		
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13	Phil A. Olbrechts		
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15	Mercer Island Hearing Examiner		
16	Ammaal Dight and Walmatian Nations		
17	Appeal Right and Valuation Notices		
18	This land use decision is final and subject to appeal to superior court as governed by the Land Use Petition Act, Chapter 36.70C RCW.		
19	Affected property overces may request a change in valuation for property toy purposes		
20	Affected property owners may request a change in valuation for property tax purposes notwithstanding any program of revaluation.		
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