HOUSE BILL 1782

State of Washington 67th Legislature 2022 Regular Session

By Representatives Bateman, Macri, Berry, Fitzgibbon, Ryu, Dolan, Wicks, Barkis, Davis, Goodman, Gregerson, Morgan, Peterson, Ramel, Simmons, Slatter, Bergquist, Valdez, Thai, Duerr, Stonier, Riccelli, Ormsby, Taylor, Harris-Talley, Hackney, Kloba, and Frame; by request of Office of the Governor

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- 1 AN ACT Relating to creating additional middle housing near
- 2 transit and in areas traditionally dedicated to single-family
- 3 detached housing; amending RCW 36.70A.030 and 43.21C.495; and adding
- 4 new sections to chapter 36.70A RCW.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 6 **Sec. 1.** RCW 36.70A.030 and 2021 c 254 s 6 are each amended to read as follows:
- 8 Unless the context clearly requires otherwise, the definitions in 9 this section apply throughout this chapter.
- 10 (1) "Adopt a comprehensive land use plan" means to enact a new 11 comprehensive land use plan or to update an existing comprehensive 12 land use plan.
- 13 (2) "Affordable housing" means, unless the context clearly
 14 indicates otherwise, residential housing whose monthly costs,
 15 including utilities other than telephone, do not exceed thirty
 16 percent of the monthly income of a household whose income is:
- 17 (a) For rental housing, sixty percent of the median household 18 income adjusted for household size, for the county where the 19 household is located, as reported by the United States department of 20 housing and urban development; or

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- (b) For owner-occupied housing, eighty percent of the median household income adjusted for household size, for the county where the household is located, as reported by the United States department of housing and urban development.
- (3) "Agricultural land" means land primarily devoted to the commercial production of horticultural, viticultural, floricultural, dairy, apiary, vegetable, or animal products or of berries, grain, hay, straw, turf, seed, Christmas trees not subject to the excise tax imposed by RCW 84.33.100 through 84.33.140, finfish in upland hatcheries, or livestock, and that has long-term commercial significance for agricultural production.
- 12 (4) "City" means any city or town, including a code city.

- (5) "Comprehensive land use plan," "comprehensive plan," or "plan" means a generalized coordinated land use policy statement of the governing body of a county or city that is adopted pursuant to this chapter.
- (6) "Courtyard apartments" means up to six attached dwelling units arranged on two or three sides of a central courtyard or lawn area.
- (7) "Critical areas" include the following areas and ecosystems:

 (a) Wetlands; (b) areas with a critical recharging effect on aquifers used for potable water; (c) fish and wildlife habitat conservation areas; (d) frequently flooded areas; and (e) geologically hazardous areas. "Fish and wildlife habitat conservation areas" does not include such artificial features or constructs as irrigation delivery systems, irrigation infrastructure, irrigation canals, or drainage ditches that lie within the boundaries of and are maintained by a port district or an irrigation district or company.
 - ((+7+)) (8) "Department" means the department of commerce.
- (((8))) <u>(9)</u> "Development regulations" or "regulation" means the controls placed on development or land use activities by a county or city, including, but not limited to, zoning ordinances, critical areas ordinances, shoreline master programs, official controls, planned unit development ordinances, subdivision ordinances, and binding site plan ordinances together with any amendments thereto. A development regulation does not include a decision to approve a project permit application, as defined in RCW 36.70B.020, even though the decision may be expressed in a resolution or ordinance of the legislative body of the county or city.

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 $((\frac{(9)}{(9)}))$ (10) "Emergency housing" means 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. Emergency housing may or may not require occupants to enter into a lease or an occupancy agreement.

(((10))) (11) "Emergency shelter" means a facility that provides a temporary shelter for individuals or families who are currently homeless. Emergency shelter may not require occupants to enter into a lease or an occupancy agreement. Emergency shelter facilities may include day and warming centers that do not provide overnight accommodations.

 $((\frac{11}{11}))$ <u>(12)</u> "Extremely low-income household" means a single person, family, or unrelated persons living together whose adjusted income is at or below thirty percent of the median household income adjusted for household size, for the county where the household is located, as reported by the United States department of housing and urban development.

((\(\frac{(12\)}{13}\)) (13) "Forestland" means land primarily devoted to growing trees for long-term commercial timber production on land that can be economically and practically managed for such production, including Christmas trees subject to the excise tax imposed under RCW 84.33.100 through 84.33.140, and that has long-term commercial significance. In determining whether forestland is primarily devoted to growing trees for long-term commercial timber production on land that can be economically and practically managed for such production, the following factors shall be considered: (a) The proximity of the land to urban, suburban, and rural settlements; (b) surrounding parcel size and the compatibility and intensity of adjacent and nearby land uses; (c) long-term local economic conditions that affect the ability to manage for timber production; and (d) the availability of public facilities and services conducive to conversion of forestland to other uses.

(((13))) <u>(14)</u> "Freight rail dependent uses" means buildings and other infrastructure that are used in the fabrication, processing, storage, and transport of goods where the use is dependent on and makes use of an adjacent short line railroad. Such facilities are both urban and rural development for purposes of this chapter. "Freight rail dependent uses" does not include buildings and other infrastructure that are used in the fabrication, processing, storage,

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- and transport of coal, liquefied natural gas, or "crude oil" as defined in RCW 90.56.010.
- (((14))) <u>(15)</u> "Geologically hazardous areas" means areas that because of their susceptibility to erosion, sliding, earthquake, or other geological events, are not suited to the siting of commercial, residential, or industrial development consistent with public health or safety concerns.
- (((15))) (16) "Long-term commercial significance" includes the growing capacity, productivity, and soil composition of the land for long-term commercial production, in consideration with the land's proximity to population areas, and the possibility of more intense uses of the land.
- $((\frac{(16)}{(16)}))$ "Low-income household" means a single person, family, or unrelated persons living together whose adjusted income is at or below eighty percent of the median household income adjusted for household size, for the county where the household is located, as reported by the United States department of housing and urban development.
- 19 $((\frac{(17)}{(18)}))$ (18) "Major transit stop" means:
- 20 <u>(a) A stop on a high capacity transportation system funded or</u> 21 <u>expanded under the provisions of chapter 81.104 RCW;</u>
 - (b) Commuter rail stops;

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- 23 <u>(c) Stops on rail or fixed guideway systems, including</u>
 24 <u>transitways;</u>
 - (d) Stops on bus rapid transit routes or routes that run on high occupancy vehicle lanes;
- (e) Stops for a bus or other transit mode providing actual fixed route service at intervals of at least 15 minutes for at least five hours during the peak hours of operation on weekdays; or
 - (f) Washington state ferry terminals.
- 31 <u>(19) "Middle housing" means duplexes, triplexes, fourplexes,</u>
 32 <u>fiveplexes, sixplexes, stacked flats, townhouses, and courtyard</u>
 33 apartments.
- 34 <u>(20)</u> "Minerals" include gravel, sand, and valuable metallic substances.
- 36 (((18))) <u>(21)</u> "Moderate-income household" means a single person, 37 family, or unrelated persons living together whose adjusted income is 38 at or below 120 percent of the median household income adjusted for 39 household size, for the county where the household is located, as

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1 reported by the United States department of housing and urban 2 development.

- $((\frac{19}{19}))$ (22) "Permanent supportive housing" is subsidized, 3 leased housing with no limit on length of stay that prioritizes 4 people who need comprehensive support services to retain tenancy and 5 6 utilizes admissions practices designed to use lower barriers to entry than would be typical for other subsidized or unsubsidized rental 7 housing, especially related to rental history, criminal history, and 8 personal behaviors. Permanent supportive housing is paired with on-9 site or off-site voluntary services designed to support a person 10 living with a complex and disabling behavioral health or physical 11 12 health condition who was experiencing homelessness or was at imminent risk of homelessness prior to moving into housing to retain their 13 housing and be a successful tenant in a housing arrangement, improve 14 the resident's health status, and connect the resident of the housing 15 16 with community-based health care, treatment, or employment services. 17 Permanent supportive housing is subject to all of the rights and responsibilities defined in chapter 59.18 RCW. 18
- 19 (((20))) <u>(23)</u> "Public facilities" include streets, roads, 20 highways, sidewalks, street and road lighting systems, traffic 21 signals, domestic water systems, storm and sanitary sewer systems, 22 parks and recreational facilities, and schools.

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- $((\frac{(21)}{(21)}))$ <u>(24)</u> "Public services" include fire protection and suppression, law enforcement, public health, education, recreation, environmental protection, and other governmental services.
- (((22))) (25) "Recreational land" means land so designated under RCW 36.70A.1701 and that, immediately prior to this designation, was designated as agricultural land of long-term commercial significance under RCW 36.70A.170. Recreational land must have playing fields and supporting facilities existing before July 1, 2004, for sports played on grass playing fields.
- $((\frac{(23)}{(26)}))$ <u>(26)</u> "Rural character" refers to the patterns of land use and development established by a county in the rural element of its comprehensive plan:
 - (a) In which open space, the natural landscape, and vegetation predominate over the built environment;
- 37 (b) That foster traditional rural lifestyles, rural-based 38 economies, and opportunities to both live and work in rural areas;
- 39 (c) That provide visual landscapes that are traditionally found 40 in rural areas and communities;

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1 (d) That are compatible with the use of the land by wildlife and 2 for fish and wildlife habitat;

- (e) That reduce the inappropriate conversion of undeveloped land into sprawling, low-density development;
- (f) That generally do not require the extension of urban governmental services; and
- (g) That are consistent with the protection of natural surface water flows and groundwater and surface water recharge and discharge areas.
- (((24))) (<u>27)</u> "Rural development" refers to development outside the urban growth area and outside agricultural, forest, and mineral resource lands designated pursuant to RCW 36.70A.170. Rural development can consist of a variety of uses and residential densities, including clustered residential development, at levels that are consistent with the preservation of rural character and the requirements of the rural element. Rural development does not refer to agriculture or forestry activities that may be conducted in rural areas.
- $((\frac{(25)}{(25)}))$ (28) "Rural governmental services" or "rural services" include those public services and public facilities historically and typically delivered at an intensity usually found in rural areas, and may include domestic water systems((τ)) and fire and police protection ((services, transportation and public transit services, and other)) public utilities associated with rural development and normally not associated with urban areas. Rural services do not include storm or sanitary sewers, except as otherwise authorized by RCW 36.70A.110(4).
- $((\frac{(26)}{(26)}))$ "Short line railroad" means those railroad lines designated class II or class III by the United States surface transportation board.
- 31 (((27))) (30) "Townhouses" means dwelling units constructed in a 32 row of two or more attached units, where each dwelling unit is 33 located on an individual lot or parcel and shares at least one common 34 wall with an adjacent unit.
 - (31) "Urban governmental services" or "urban services" include those public services and public facilities at an intensity historically and typically provided in cities, specifically including storm and sanitary sewer systems, domestic water systems, street cleaning services, fire and police protection services, public

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transit services, and other public utilities associated with urban areas and normally not associated with rural areas.

(((28))) (<u>32)</u> "Urban growth" refers to growth that makes intensive use of land for the location of buildings, structures, and impermeable surfaces to such a degree as to be incompatible with the primary use of land for the production of food, other agricultural products, or fiber, or the extraction of mineral resources, rural uses, rural development, and natural resource lands designated pursuant to RCW 36.70A.170. A pattern of more intensive rural development, as provided in RCW 36.70A.070(5)(d), is not urban growth. When allowed to spread over wide areas, urban growth typically requires urban governmental services. "Characterized by urban growth" refers to land having urban growth located on it, or to land located in relationship to an area with urban growth on it as to be appropriate for urban growth.

 $((\frac{(29)}{(29)}))$ <u>(33)</u> "Urban growth areas" means those areas designated 17 by a county pursuant to RCW 36.70A.110.

(((30))) (34) "Very low-income household" means a single person, family, or unrelated persons living together whose adjusted income is at or below fifty percent of the median household income adjusted for household size, for the county where the household is located, as reported by the United States department of housing and urban development.

(((31))) (35) "Wetland" or "wetlands" means areas that are inundated or saturated by surface water or groundwater at a frequency and duration sufficient to support, and that under normal circumstances do support, a prevalence of vegetation typically adapted for life in saturated soil conditions. Wetlands generally include swamps, marshes, bogs, and similar areas. Wetlands do not include those artificial wetlands intentionally created from nonwetland sites, including, but not limited to, irrigation and drainage ditches, grass-lined swales, canals, detention facilities, wastewater treatment facilities, farm ponds, and landscape amenities, or those wetlands created after July 1, 1990, that were unintentionally created as a result of the construction of a road, street, or highway. Wetlands may include those artificial wetlands intentionally created from nonwetland areas created to mitigate conversion of wetlands.

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NEW SECTION. Sec. 2. A new section is added to chapter 36.70A RCW to read as follows:

- (1) (a) Any city with a population of 20,000 or more, as of the effective date of this section, that is required or chooses to plan under RCW 36.70A.040 must provide by ordinance and incorporate into its development regulations, zoning regulations, and other official controls, authorization for the development of all middle housing types on all lots zoned for detached single-family residential use and within one-half mile of a major transit stop.
- 10 (b)(i) Such cities must also allow development of duplexes, 11 triplexes, and fourplexes on all other lots zoned for single-family 12 residential use.
- 13 (ii) As an alternative to the requirements of this subsection 14 (1)(b):
 - (A) Any city with a population of 500,000 or more may alter local zoning to allow an average minimum density equivalent to 40 dwelling units or more per gross acre across the entirety of the city's urban growth area;
 - (B) Any city with a population of at least 100,000, but less than 500,000, may alter local zoning to allow an average minimum density equivalent to 30 dwelling units or more per gross acre across the entirety of the city's urban growth area; and
 - (C) Any city with a population of at least 20,000, but less than 100,000, may alter local zoning to allow an average minimum density equivalent to 25 dwelling units or more per gross acre across the entirety of the city's urban growth area.
 - (c) Any city subject to the requirements under (a) of this subsection that has not adopted local antidisplacement measures as a portion of the city's mandatory housing element under RCW 36.70A.070(2) must, within nine months of the effective date of this section, perform the actions specified in RCW 36.70A.070(2) (e), (f), (g), and (h) for areas within one-half mile of a major transit stop.
 - (2) (a) Any city with a population of 10,000 or more, as of the effective date of this section, that is required or chooses to plan under RCW 36.70A.040 must provide by ordinance and incorporate into its development regulations, zoning regulations, and other official controls, authorization for the development of duplexes on all lots zoned for detached single-family residential use. Nothing in this subsection prohibits a city from allowing middle housing types in addition to duplexes.

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(b) As an alternative to the requirements under (a) of this subsection, any city with a population of at least 10,000, but less than 20,000, may alter local zoning to allow an average minimum density equivalent to 15 dwelling units or more per gross acre.

- (3) Any city choosing to adopt an average minimum density pursuant to subsection (1)(b)(ii) or (2)(b) of this section shall also adopt findings of fact demonstrating that actions taken to implement that average minimum density will not result in racially disparate impacts, displacement, or further exclusion in housing. The city shall transmit such findings to the department.
 - (4) Any city subject to the requirements of this section:
- (a) May adopt development and design standards related to siting and design of middle housing. However, such development and design standards may not discourage the development of middle housing through unreasonable costs, fees, delays, or other requirements or actions which individually, or cumulatively, make impracticable the permitting, siting, or construction of middle housing;
- (b) Shall not require zoning, development, siting, or design review standards for middle housing that are more restrictive than those required for detached single-family residences;
- (c) Shall apply to middle housing the same development permit and environmental review processes that apply to detached single-family residences;
- (d) Shall not require off-street parking as a condition of permitting development of middle housing within one-half mile of a major transit stop;
- (e) Shall not require more than one off-street parking space per lot as a condition of permitting development of middle housing on lots smaller than 6,000 square feet;
- 30 (f) Shall not require more than two off-street parking spaces per 31 lot as a condition of permitting development of middle housing on 32 lots greater than 6,000 square feet.
- 33 (5) Nothing in this section prohibits a city from permitting detached single-family residences.
- 35 (6) The requirements of this section apply and take effect on the latter of:
- 37 (a) Twenty-four months following the effective date of this section for cities with a population of 10,000 or more; or

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- 1 (b) Twelve months after a determination by the office of 2 financial management that a city has reached a population threshold 3 established under this section.
- 4 <u>NEW SECTION.</u> **Sec. 3.** A new section is added to chapter 36.70A 5 RCW to read as follows:
- 6 (1)(a) The department is directed to provide technical assistance 7 to cities as they implement the requirements under section 2 of this 8 act.
- 9 (b) The department shall prioritize such technical assistance to cities demonstrating the greatest need.
- 11 (2)(a) The department shall publish model middle housing 12 ordinances no later than 18 months following the effective date of 13 this section.
- 14 (b) In any city subject to section 2 of this act that has not passed ordinances, regulations, or other official controls within the time frames provided under section 2(6) of this act, the model ordinance supersedes, preempts, and invalidates local development regulations until the city takes all actions necessary to implement section 2 of this act.
- 20 (3)(a) The department is directed to establish a process by which 21 cities implementing the requirements of section 2 of this act may 22 seek approval of necessary local actions.
- 23 (b) Any local actions approved by the department pursuant to (a)
 24 of this subsection to implement the requirements under section 2 of
 25 this act are exempt from appeals under this chapter and chapter
 26 43.21C RCW.
- NEW SECTION. Sec. 4. A new section is added to chapter 36.70A RCW to read as follows:
- (1) Any city subject to the requirements under section 2 of this act may apply to the department for, and the department may certify, an extension of the implementation timelines established under section 2(6) of this act.
- 33 (2) An extension certified under this section may be applied only
 34 to specific areas where a city has identified water, sewer,
 35 stormwater, or transportation services that are currently deficient,
 36 or are expected to be deficient within the next five years, and for
 37 which the local government has established a plan of actions that
 38 will remedy the deficiency in those services on a specific timeline.

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- 1 The department may certify additional extensions of a city's remediation timeline.
- 3 (3) An application for an implementation timeline extension by a 4 city must be filed with the department no later than 24 months 5 following the effective date of this section.
- 6 (4) The department may establish by rule any procedures necessary to implement this section.
- 8 **Sec. 5.** RCW 43.21C.495 and 2020 c 173 s 2 are each amended to 9 read as follows:
- 10 <u>(1)</u> If adopted by April 1, 2023, amendments to development 11 regulations and other nonproject actions taken by a city to implement 12 RCW 36.70A.600 (1) or (4), with the exception of the action specified 13 in RCW 36.70A.600(1)(f), are not subject to administrative or 14 judicial appeals under this chapter.
- (2) Amendments to development regulations and other nonproject
 actions taken by a city to implement requirements under section 2 of
 this act pursuant to section 3(3)(b) of this act are not subject to
 administrative or judicial appeals under this chapter.

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