| 1 | BEFORE THE CITY OF OLYMPIA HEARINGS EXAMINER | | | |
|----------------|--|---|--|--|
| 2 | IN RE: |) | HEARING NO. 15-0010 | |
| 3 | MEDELA REZONE, |)))) | FINDINGS OF FACT, CONCLUSIONS OF LAW, DECISION AND RECOMMENDATION TO CITY COUNCIL | |
| 5 | APPLICANT: | Medela Group, LLC 250 Courtney Creek Belfair, Washington | Lane | |
| 7 | REPRESENTATIVES: | | | |
| 9 | Ron Niemi 6135 Woodard Bay Road N.E. Olympia, Washington 98506 | | Lisa Palazzi J. W. Morrissette & Associates 1700 Cooper Point Road #B2 Olympia, Washington 98502 | |
| 11 12 13 | Joseph Rehberger Attorney at Law 606 Columbia Street N.W., Suite 212 Olympia, Washington 98501 | | | |
| 14 | SUMMARY OF REQUEST: | | | |
| 15 | 1. Rezoning of the "Medela" Property from R4-8 to RM18. | | | |
| 16 | 2. Rezoning of the "Banomi" Property to RM18. | | | |
| 17 18 | 3. Designation of 9th Avenue east of Boulevard Road as a "Neighborhood Collector" street | | | |
| 19 | PROJECT LOCATION: | | | |
| 20 21 | The Medela Property is located along the east side of the 700 to 900 blocks of Chambers Street. The Banomi Property lies between the southeast corner of the Medela Property and Interstate 5 and has a physical address of 922 Steele Street S.E. | | | |
| 22 | SUMMARY OF DECISION: | | | |
| 23 | The Hearing Examiner recommends to the City Council: | | | |
| 24 25 | That the Medela Property be rezoned to RM18 conditioned upon the redesignation of 9th Avenue East as a Neighborhood Collector Street. | | | |
| | | | CITY OF OLYMPIA HEARING EXAMINER 299 N.W. CENTER ST. / P.O. BOX 939 | |

PAGE 1

CHEHALIS, WASHINGTON 98532 Phone: 360-748-3386/Fax: 748-9533

- 2. That if 9th Avenue East is not re-designated as Neighborhood Collector, the Medela Property be rezoned to MR10-18.
- 3. That the Banomi Property be rezoned in the same manner as the Medela Property.
- 4. That the City Council consider additional Development Regulations for development occurring adjacent to cemeteries.

DESCRIPTION OF SITE

The Medela Property, owned by the Medela Group, LLC, consists of 14 tax parcels located on approximately 9 acres on the east side of the 700 - 900 blocks of Chambers Street. The Banomi Property, owned by Thomas Banomi, is located southeast of the Medela Property and immediately north of Interstate 5. It is a smaller residential lot with a street address of 922 Steele Street S.E., Tax Parcel No. 09480047000. The two properties are bordered by Interstate 5 to the south, Puget Sound Energy ("PSE") to the east, Thurston County Emergency Coordination Center to the northeast, Forest Memorial Gardens Funeral Home and Cemetery ("Forest Cemetery") to the north, and the single-family residential area along Chambers Street to the west, and continuing west beyond Boulevard Road (the "Eastside Neighborhood"). Further north of Forest Cemetery is Pacific Avenue and its eclectic mix of commercial uses.

The Medela and Banomi Properties are currently zoned R4-8, or Low Density Residential. The PSE property is zoned General Commercial (GC) as is Forest Cemetery. Other nearby properties along Pacific Avenue are zoned High Density Corridor (HDC). The residential block west of the site and the remaining Eastside Neighborhood are zoned R4-8.

There are currently 9 homes scattered widely across the Medela site, averaging one residence per acre. The homes are small and older. Some are well maintained, others less so, and two are uninhabitable. The internal road system is not well maintained. If not for the continuous sound of freeway traffic the site would seem like a sleepy rural crossroads community.

The site has a somewhat complex, uneven topography. It consists of two or three low north-south ridges separated by gullies. The site elevation generally descends toward the southeast corner to Indian Creek with the south end lower than the north. Indian Creek and its associated wetlands run roughly along the east boundary of the site.

The Medela site has no direct access to Pacific Avenue. Access to Boulevard Road is via either 7th or 9th Avenue. Neither connecting street is well developed for increased traffic and 7th Avenue has only a 30-foot right-of-way making improvement unlikely. Both are currently designated as "local streets". Staff recommends that 9th Avenue be re-designated as a "Neighborhood Collector" street as a condition of rezoning to RM18.

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It is important to briefly discuss Forest Cemetery located immediately north of the site. Forest Cemetery was established in 1857, making it the first official cemetery in the region. It contains the remains of notable Native Americans and many of Olympia's early settlers, including Japanese and Chinese immigrants, and it is the cemetery preferred by Cham Muslim families. The cemetery is surrounded by Pacific Avenue to the north, the massive County communication towers to the east, the industrial buildings of PSE to the southeast, and a complex of commercial buildings (Fir Grove) and gas station immediately to its northwest. Despite the closeness of these other land uses, and the noise from Pacific Avenue and Interstate 5, it maintains a serene and dignified quality. Forest Cemetery was annexed into the City at the same time as the Medela and Banomi Properties. It is the only cemetery within the City Limits of Olympia.

APPLICATION TIMETABLE

- 1. <u>November, 2009</u>. Medela petitions to Thurston County to amend the 1994 Joint City/County Comprehensive Plan and rezone the site from single-family 4-8 to RM18.
- 2. October, 2012. Thurston County Planning and Olympia Planning Staff recommend approval of the rezone along with the reclassification of 9th Avenue to Neighborhood Collector. The Planning Staff also considers rezoning to MR7-13 or MR10-18 but finds that RM18 is more appropriate.

Contemporaneously, the Olympia Planning Commission votes to support the rezone (the Thurston County Planning Commission does not make a recommendation).

- 3. <u>January</u>, 2014. The Olympia City Council votes 4 to 2 (one abstention) in support of recommending the rezone to the Thurston County Commissioners.
- 4. May, 2014. The Thurston County Commissioners deny the requested rezone. Although the Commission notes that there are concerns regarding "traffic, pending annexation, neighborhood safety and character, flooding and loss of wildlife habit" the Commission does not adopt any of these reasons for its denial. Rather, the only reasons given for the denial are procedural, not substantive: The Commission finds that (1) "piecemeal re-designation is not a sound planning practice and that the property should be considered for possible redesignation in conjunction with surrounding areas, and (2) the site is currently being annexed and any land use amendment should be left for the City of Olympia." [Thurston County has not expressed any opposition to the pending rezone application.]
- 5. <u>June, 2014</u>. The site is annexed into the City as part of a larger annexation of approximately two hundred acres, including Forest Cemetery, the Banomi Property, and other properties north and south of the site.

¹ A copy of the Commissioners' Decision is contained within Exhibit 40

| 2 | 6. <u>December, 2014</u> . The Comprehensive Plan for Olympia is updated and the site designated as "Urban Corridor" on the Future Land Use Map. | | | |
|---------------------------------|---|--|--|--|
| 3 | 7. <u>January, 2015</u> . The Applicant applies to the City for a site specific rezone to RM18. | | | |
| 4 | 8. March, 2015. City Staff proposes an update of the Transportation Maps to the Comprehensive Plan including re-designation of 9th Avenue east of Boulevard Road from "Local Street" to "Neighborhood Collector". This reclassification was tentatively approved by the City in 2014 subject to the County's rezone of the site. The reclassification did not occur | | | |
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| 7 | when the rezone was denied. Action on the proposed re-designation is likely to occur late year. | | | |
| 8 | 9. <u>June 1, 2015</u> . The City Planning Commission discusses the rezone application but recommends that the Hearing Examiner proceed "without a recommendation from the | | | |
| 9 | Commission". | | | |
| 10 | 10. <u>June 21, 2015</u> . City Council approves Ordinance No. 6973 amending OMC 18.04.060(N). This regulation, which ensures better transition from RM18 zones to adjoining lower density neighborhoods, is amended to be applicable to sites covering five acres or more | | | |
| 12 | (reduced from ten acres). Thus, the requirements of this regulation are now imposed on the Medela site if rezoned to RM18. | | | |
| 13 14 | 11. <u>June 27, 2015</u> . By email to City Staff, ² Thomas Banomi, clarifies that he wishes his property to be included in the rezoning to RM18. | | | |
| 15 | PUBLIC HEARING | | | |
| 16 17 | Prior to the public hearing, I undertook a site examination consisting of a one-hour walk through the site and surrounding properties, followed by a twenty-minute drive through the surrounding neighborhood. The public hearing commenced at 6:30 p.m. on Monday, July 20, 2015, in the Council Chambers in City Hall. The hearing adjourned at approximately 11:30 p.m. The City appeared | | | |
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| 20 | through Todd Stamm, Principal Planner, and David Smith of Traffic Engineering. Ownership of the Medela Property appeared through Ron Niemi, and was represented by Joseph Rehberger. | | | |
| 21 | Forest Cemetery appeared through Teresa Goen-Burgman and was represented by Matthew Edwards. A large number of residents were present and many provided testimony. A verbatim | | | |
| 22 | recording was made of the public hearing and all testimony was taken under oath. In advance of | | | |
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| 2425 | | | | |
| 20 | ² Exhibit 41 CITY OF OLYMPIA HEARING EXAMINER 299 N.W. CENTER ST. / P.O. BOX 935 | | | |

PAGE 4

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the hearing, Staff prepared its Staff Report³ together with attachments A-U⁴. Additional written comment was received prior to the commencement of the hearing⁵ and other additional written comment was presented during the hearing⁶. A full list of the exhibits presented before, during and after the hearing is attached. In addition, written briefing was received from legal counsel for the Applicant and Forest Cemetery.

City Staff Presentation. The following are the key points of the Staff's comments as contained in the Staff Report and the testimony of Mr. Stamm and Mr. Smith:

Burden of Proof. Mr. Stamm commenced his presentation by reminding everyone that it is the Applicant's burden to prove that the rezoning is appropriate.

Timing of Hearing. There is an issue as to whether the hearing on this application is premature. There are two agreements between Thurston County, Olympia and other cities which provide that existing zoning will be "honored" for up to one year after annexation. Opponents argue that the application should not have been received, and its review begun, until one year after annexation, or June 20, 2015. Staff disagrees and responds that any final action by City Council will not occur until well after one year from annexation. Staff adds that Thurston County is well aware of the rezone request and has not objected to the City's timing.

Rezone Boundary. Forest Cemetery questions the exact location of its common boundary with the site and suggests that the rezone cannot be considered until this boundary dispute is resolved. Staff disagrees. It notes that boundary discrepancies are not uncommon and do not have to be resolved for rezoning to be considered. If approved, the boundary of the rezoning will be the Applicant's boundary whatever that is.

Banomi Parcel. The Banomi parcel is a smaller residential parcel southeast of the Medela Property. If not rezoned along with the Medela Property it will be a small island of R4-8 zone surrounded by more intensive uses. In order that the Banomi Parcel might be included in the rezone request City Staff included it in an expanded SEPA Review and Hearing Notice. Staff did not offer a recommendation as to whether it should be rezoned for the simple reason that Mr. Banomi had not made his wishes known. Just prior to the public hearing, however, Mr. Banomi sent a message supporting

3 Exhibit 1

⁴ Re-designated as Exhibits 2-21

⁵ Exhibit 26

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⁶ Exhibits 23-25 and 27-39

⁷ Exhibit 5

the Medela rezone⁸. Unfortunately, Mr. Banomi's message was unclear as to whether he wished to have his property included as well. This uncertainty was later resolved by a July 27 email indicating his wish to have his property included⁹.

Comprehensive Plan. The City's Comprehensive Plan (the "Plan") was updated in December 2014. Prior to its update the earlier Plan designated the site as "High Density Corridor". The Future Land Use Map of the new Plan designates the site as "Urban Corridor", while the block west of Chambers Street remains designated as "Low Density Residential". In his Staff Report Mr. Stamm provides a detailed examination of the "Urban Corridor" designation in the new Plan (pages 9 and 10). Mr. Stamm notes that the "High Density Corridor" in the former Plan applied uniformly to a strip of land 1/4 mile either side of the main road, whereas the new "Urban Corridor" designation is sometimes wider (as in the Medela site) and sometimes narrower (as in the exclusion of the property on the west side of Chambers Street).

OMC 18.59.055 restricts the rezoning of property within the Urban Corridor to a limited number of commercial or high density residential uses: the only approved residential zones are Mixed Residential 10-18 (MR10-18); Residential Multi-Family 18 Units (RM18); and RM24, but the site may retain its existing zoning district even if that district is not on the approved list. In other words, the Medela Property may remain R4-8 or it may be rezoned to MR10-18, RM18 or RM24. City Staff and the Applicant (and Mr. Banomi) recommend rezoning to RM18. MR10-18 remains as an alternative if 9th Avenue is not designated as a Neighborhood Collector Street. None of the parties recommend rezoning to RM24.

<u>Criteria for Rezoning</u>. The crux of the Staff Report is its analysis of the rezone request in relation to the City's criteria for rezoning. On March 3, 2015, the City Council enacted Ordinance No. 6952 establishing new criteria for rezone applications (OMC 18.59.050). Although this ordinance was enacted subsequent to the requested rezone the Applicant does not challenge the new ordinance's application.

Pursuant to OMC 18.59.050, "a zoning map amendment shall only be approved if the Council concludes that at minimum the proposal complies with Subsections A through C. To be considered are whether:

(A) The rezone is consistent with either the Comprehensive Plan including the Plan's Future Land Use Map as described in OMC 18.59.055 or with a concurrently approved amendment to the Plan.

⁸ Included in Exhibit 26

⁹ Exhibit 41

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PL 13.5 Ensure appropriate transitional land uses from high density along the corridors to adjacent areas; redevelopment should enhance both the corridor and adjacent residential neighborhoods.

PL 13.7 The portion of Pacific Avenue from Lilly Road to 4th Avenue will transition away from cars being the primary transportation mode to a more walkable environment, where bicycling and transit are also encouraged. Redevelopment will create more density and new buildings that gradually create a street edge

Finally, in the Appendix to the Plan there is an additional definition of "Urban Corridor" for use with the Future Land Use Map:

"This designation applies to certain areas in the vicinity of major arterial streets. Generally more intense commercial uses and larger structures should be located near the street edge with less intensive uses and smaller structures farther away from the street to transition to adjacent designations. Particular 'nodes' or intersections may be more intensively developed. Opportunities to live, work, shop and recreate will be located within walking distance of these areas."

City Staff concludes that the rezone is consistent with the Goals and Policies of the Plan including the Future Land Use Map. The site is within the area designated as Urban Corridor and the RM18 zone is consistent with that designation, but pedestrian access to transit service is indirect and should be improved prior to development.

(B) The rezone will maintain the public health, safety or welfare.

Staff remains concerned that the nearness of Interstate 5 to the site raises issues of safety, noise and air pollution. It notes that separation barriers are likely to be required, including noise walls. Staff also notes that protection must be given to Indian Creek, its wetlands and its buffers. But these concerns do not prohibit rezoning and will be addressed at the time of actual development. Staff therefore concludes that the rezone will maintain the public health, safety or welfare.

(C) The rezone is consistent with other Development Regulations that implement the Comprehensive Plan.

It is not entirely clear what other Development Regulations may implement the Comprehensive Plan. City Staff identifies several: It notes that there may be historic structures and cultural resources in or near the site which may trigger historic preservation regulations, but this will not prevent a change in zoning. Staff also notes that tree regulations will require preservation of thirty tree "units" per acre, but again this will not prevent rezoning. All development will be subject to the City's Design Criteria, and all critical areas will need to be recognized, but neither of these regulations will interfere with rezoning.

Exhibit 16 offers a more complete list of regulations

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PAGE 9

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¹¹ Exhibit 19

<u>Park</u>. Lion's Park is approximately one-quarter mile from the site. The City's goal is to have parks within one mile of all residences. Traffic to the park would have to cross Boulevard Road at an uncontrolled intersection. This may require improvements at the 9th Avenue/Boulevard Road intersection.

<u>Schools</u>. Olympia School District has not expressed any concern with the rezone. A developer of the site may be required to provide safe walking routes to elementary and middle schools. The site is presently served by Madison Elementary and Reeves Middle School. Reeves is well over one mile away and students would be bused to it. A pedestrian crosswalk at 9th and Boulevard may be required.

<u>Transit</u>. Bus stops are located on both Pacific and Boulevard. Improved access to the Pacific bus stops might be possible, going northeasterly to Pacific or East to Devoe, if neighbors are cooperative, but the cemetery and Fir Grove Commercial Development, as well as other businesses, are concerned about pedestrians walking through their properties.

Streets. Access to the site is perhaps the most significant issue relating to the proposed rezone. The only means of access is by way of 7th and 9th Avenues off of Boulevard Road. There is no access to Pacific Avenue.

7th and 9th Avenues currently have road widths of about 20 feet. 7th Avenue has a right of way of only 30 feet making any further improvement unlikely. 9th Avenue has a right of way of 60 feet and is capable of being improved to accommodate greater traffic.

7th and 9th Avenues are classified as "local streets". This designation limits their improvement and their allowed capacity to 500 daily motor trips, or ADT. As local streets they will not accommodate RM18 development, but they could arguably support MR10-18 development at a less than maximum buildout.

Staff recommends that 9th Avenue be redesignated as a "Neighborhood Collector" street. This will allow 9th Avenue to be fully improved, allowing two improved lanes of travel and a parking lane (but, unfortunately, no bike lanes)¹¹. Redesignation to Neighborhood Collector, followed by the needed improvements, will allow up to 3000 ADT or enough for full development of the site as RM18.

Staff recommends that traffic on 7th Avenue be limited to no more than 10% of the site's traffic through the use of various control measures.

Staff's recommended approval of the rezone to RM18 conditioned upon redesignation of 9th Avenue to Neighborhood Collector. Re-designation will be decided

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by the City Council later this year. If 9th Avenue is not redesignated as Neighborhood Collector then Staff recommends rezoning of the site to MR10-18.

Staff finds that all public facilities and services except streets, existing and planned for the area, are adequate and likely able to serve potential development of the site as RM18. 7th and 9th Avenue are currently not adequate for RM18 development, and will remain inadequate unless 9th Avenue is redesignated and improved as a Neighborhood Collector street.

2. <u>Applicant's Presentation</u>. At the completion of Mr. Stamm's presentation, the Applicant made its presentation through the owner's representative, Ron Niemi, the Applicant's environmental expert, Lisa Pallazi¹², and the Applicant's attorney, Joseph Rehberger. The Applicant's information was provided by the testimony of these individuals and by pre-and post-hearing briefing.

The Applicant supports the recommendations of City Staff and its presentation largely parallels that of Staff's. The Applicant wishes to add to the Staff's presentation the following information:

- From the portion of the site located at 9th Avenue and Chambers it is: 1/4 mile from Pacific Avenue, or a 5 to 7 minute walk; just over 1/2 mile to the nearest grocery store; there are 3 Intercity Transit stops within 1/4 mile; it is 1/4 mile to the Woodland Trail and 1/4 mile to Lion's Park; and it is less than 2 miles to the downtown core.
- Rezone of the site is consistent with the goal of *Sustainable Thurston County* that by 2035 43% of households will be within 1/4 mile of transit service and 1/2 mile of goods and services¹³.
- Rezone to RM18 is consistent with the goals of Thurston Regional Planning Council (TRPC) to support the development of affordable housing in proximity to Urban Corridors¹⁴.
 - Rezone furthers the policies outlined in TRPC's Fair Housing Equity Assessment: "There is already pent up demand for housing amid the region's corridors and centers. . . . By 2035-2040 about 40% of the demand for new homes will be multi-family units. As demand for housing increase amid city centers and along corridors, municipal policy makers, nonprofit leaders and private developers should collaborate to ensure that there is an adequate supply of affordable and

¹² Ms. Pallazi's Resume' is Exhibit 37

¹³ TRPC Creating Places - Preserving Spaces. Attachment 15 and 16 to Exhibit 27

¹⁴ Attachment 17 to Exhibit 27. TRPC Fair Housing Assessment of Thurston County at Page 7

for pedestrian and bicycle traffic, places housing near transit and near urban corridors in the downtown. It channels growth into the City's urban core where it will be best served by appropriate municipal level services and utilities.

The Applicant adds that the rezone aligns with the work by the City and the TRPC and implements the goals and policies of the *Sustainable Thurston* Project and its target that, by 2035, 72% of all new and existing households will be within 1/2 mile (comparable to a 20-minute walk) of an urban center, corridor or neighborhood center with access to goods and services to meet some of their daily needs. The Applicant argues that the rezone will further *Sustainable Thurston's* goals of: funneling housing into areas designated Urban Growth; reducing vehicle miles traveled; funneling residential population within a quarter mile of transit service; funneling urban households within one-half mile of services; reducing land consumption; and reducing carbon dioxide omissions¹⁷.

(C) The rezone proposal is consistent with other Development Regulations.

The Applicant asserts that the rezone is consistent with all City Development Regulations including OMC Chapter 18.59, Chapter 18.04 (Residential Districts), Chapter 18.06 (Commercial Districts), Chapter 18.100 (Design Review) and Chapter 18.170 (Multi-Family Residential) and is consistent with SEPA.

(D) The rezone proposal will result in a district that is compatible with adjoining zoning districts.

The Applicant points out that, on all but one side, the site is abutted by <u>more intensive</u> zones. On the one side abutted by a less intense zone (the R4-8 zone along Chambers) City code provides for appropriate transitioning to reduce impacts.

The Applicant adds that the General Commercial Zones found east and north of the site allow for much greater intensity of commercial and residential use and for building heights up to 60 feet. Similarly, the adjoining HDC zone also allows more intense commercial and residential development with buildings 60 to 70 feet in height. And, while the Residential District to the west is a less intense R4-8 zone, the zoning and Development Regulations applicable to RM18 provide for measured transition to ensure compatibility. More specifically, the RM18 zone limits building heights to 35 feet (identical to the R4-8 zone); requires detached single-family houses or duplexes in areas adjoining existing single-family homes; requires square footage and lot widths to be no less than 85% percent of the adjoining lower density district, and rear yard setbacks of no less than the required setbacks in the adjoining district; and requires minimum reservation of 30% for open space. The RM18 zone also mandates appropriate adequate screening through either landscape enhancement or other improved measures to ensure site compatibility. Taken together these Development Regulations for RM18 ensure compatibility with all adjoining districts including the cemetery to the north and the residential neighborhood to the west.

¹⁷ Applicant's Brief

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The Applicant reminds everyone that this request is for a nonproject rezone only and that there are no specific projects proposed at this time. Specific impacts of future development will be considered at the time a specific project is proposed, including any impacts to public facilities and services. Nonetheless, the Applicant argues that public facilities and services existing and planned for the area are adequate and are likely to be available to serve potential development. Sewer, water and power are in place; the property is within walking distance of Lion's Park and ORLA, it connects readily to regional bicycle paths and City bicycle corridors as well as established transit routes. The Applicant adds that City Staff has acknowledged that necessary street upgrades, as part of any actual project proposal, can be accommodated within existing rights of way or within the project site itself as part of project development. More complete traffic requirements will be determined as part of project development.

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3. Public Participation.

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After conclusion of the presentation by the Applicant, the hearing was opened for public comment. Comments were wide ranging and extensive, both for and against the rezone, and continued for several hours. Additional written comment was received prior to and during the hearing. For purposes of clarity, public comments have been grouped into those testifying in support of the rezone and those testifying in opposition. This summary is not exhaustive of all who have provided comment but is believed to be a fair representation of all comments.

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Those testifying in favor of the rezone. A.

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Janae Huber describes herself as an advocate for walkable neighborhoods and transit corridors and supports the goals of Sustainable Thurston. Ms. Huber believes that the new Comprehensive Plan envisions a more compact City with infill playing an important role. She believes that more intensive development of this site will offer public health benefits including ready access to public transit and walking distance to the food co-op or Ralphs Grocery. Ms. Huber also believes that the site will provide opportunities for both affordable and diverse housing in close proximity to the urban corridor and downtown.

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John Davis is a former developer in the Olympia and Thurston County area and has been actively involved in similar development projects. Mr. Davis has undertaken his own analysis of this site's development and concludes that it will be challenging because: an acre of the site will be set aside for environmental buffers; a sound barrier along Interstate 5 will probably be necessary; street improvements on Chambers, 9th Avenue and Boulevard will be extensive and expensive and the site's topography will make development unusually challenging. Development Regulations will also require lower density transitional housing along Chambers Street and probably near the cemetery. These challenges mean that development will be unusually expensive and unattractive to a developer unless higher density can be achieved. Mr. Davis believes that to retain the R4-8 zoning, or even to adjust to MR10-18, is to doom the site to a lack of development. Mr. Davis believes that RM18 zoning will provide the site with

sufficient density of development to attract developers while also achieving the goals of the Comprehensive Plan for more intensive and affordable development along urban corridors.

- 3. Teresa Black is a senior transportation planner for the TRPC and was the lead staff in development of the Urban Corridor concept. Ms. Black strongly supports the rezone as she believes that it is consistent with the City's new Comprehensive Plan as well as with all of the planning undertaken by TRPC. Among other things, development on the site will provide affordable housing with lower overall household costs and better transit options. It will also increase the residential density along the Pacific corridor which, in turn, will encourage even better transit options in the future. Ms. Black believes that RM18 zoning is the best choice for this site and that this zoning is consistent with the Goals and Policies of the Urban Corridor concept as set forth in the City's new Comprehensive Plan. It is also consistent with the Goals and Policies of Sustainable Thurston.
- 4. South Puget Sound Habitat for Humanity, through its Executive Director, Kurt Andino, strongly supports the rezone for three reasons:
 - (a) Lower income families currently cannot afford to live in the City's center due to the high cost of rent or the high cost of purchasing a home. Nonetheless, jobs, good schools, healthcare, mass transit, community services and major social centers all exist within this core, and low income families are called upon to fill many of the jobs required of these services. The Medela Property poses an opportunity for the development of low income housing in an area which enjoys all of these urban benefits;
 - (b) The site offers improved efficiencies due to existing infrastructure and existing mass transit. Its development aligns with the Goals and Policies of the Comprehensive Plan and there are community partners interested in the site's development for more and better affordable housing; and
 - (c) In Thurston County there are over 30,000 "cost burdened" households forced to allocate an inordinate amount of their income toward basic housing needs. The Medela Property provides an opportunity to assist these families, resulting in better health outcomes, more successful educational endeavors and overall neighborhood and community stability.
- 5. Forrest Peaker, who resides in the Southeast Neighborhood, recognizes that this site's more intensive development will impact the adjoining Eastside Neighborhood but still recommends its rezone to RM18. Mr. Peaker explained the current efforts by the City to improve bicycle corridors, including the pilot project underway to improve bicycle travel from the downtown to Lion's Park. Mr. Peaker believes that the development of this site may allow for further extension of bike paths in the direction of the co-op. Mr. Peaker adds that even if the property is not directly connected to the Pacific Avenue corridor it is very close and its residents will have easy access to all necessary services.

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7. Mike McCormick, a fellow of American Institute of Certified Planners; Kathy McCormick, Senior Planner for TRPC; and Holly Gadbaw, Certified Planner and former Mayor and Council Member, have co-authored a letter in support of the rezone¹⁸. They begin by noting that the City's new Comprehensive Plan is consistent with the recommendations set forth in *Sustainable Thurston*. Three years of work on that project resulted in goals for focusing density within city centers and transit corridors - goals that were then incorporated into the City's new Comprehensive Plan. This type of new growth is important to: create vibrant cities and neighborhoods; preserve farms and forest land; create a robust economy, protect water quality, reduce waste, ensure residents can meet their daily needs, ensure the region's water supply, move toward a carbon neutral community, maintain air quality standards, and promote sustainability. Unless higher residential densities are achieved the City's current urban growth boundary will not hold beyond 2035, and farm and forest land will be sacrificed and low density, suburban growth will be encouraged. If so, the region will spend another \$1.6 Billion in new infrastructure for low density development.

The authors note that the City's new Plan has many Goals and Policies that promote higher densities along urban corridors to enable better transit use, a mix of housing types for more affordable housing and housing choices, and housing near existing utilities and services. The Medela rezone is consistent with these Goals and Policies as well as the Plan's Future Land Use Map. More specifically, the authors argue that the rezoning is consistent with the Goals found within the Plan's Land Use Section to: encourage development in urban areas where public services are already present; phase urban development and facility extension outward from the downtown area; establish land use patterns that ensure residential density sufficient to accommodate 20 years of population growth, and focus higher residential densities downtown, along urban corridors, and near neighborhood centers. The rezone is also consistent with Policies PL 1.1, 1.2 and 1.3, PL 13.1-13.5, and PL 16.1 and 16.2.

18 Exhibit 22

CITY OF OLYMPIA HEARING EXAMINER 299 N.W. CENTER ST. / P.O. BOX 939 CHEHALIS, WASHINGTON 98532 Phone: 360-748-3386/Fax: 748-9533

PAGE 17

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1. Traci Griggs Barr notes that the current R4-8 zoning, which allows up to eight units per acre, is more than sufficient to allow reasonable development of the site without imposing upon neighbors and the adjoining cemetery. Ms. Barr also is concerned that the impacts on critical areas have not been fully determined and adequate safeguards have not yet been put in place.

- 2. Dallen Bounds resides at the corner of 9th Avenue and Boulevard. Mr. Bounds explains that 7th and 9th Avenues and Chambers Street, were never designed for heavy traffic and that fire trucks will not use 7th Avenue. Meanwhile, traffic along Boulevard is heavy and its intersection with 9th Avenue has no traffic controls. This leads to traffic turning onto 9th at unsafe speeds. Even with current traffic volumes, both 9th Avenue and Boulevard are unsafe. Adding hundreds of cars to these streets will only worsen the problem.
- 3. Ken Ruben lives near Lion's Park. Mr. Ruben is concerned that very little attention has been given to the impacts of this proposal on Boulevard Road. He feels that Boulevard is already overused and that the proposed rezoning will only worsen the problem. The intersection with Pacific Avenue is of particular concern. Already, traffic waiting to turn left off of Pacific onto Boulevard is extending well past the end of the left turn lane. This problem will only worsen with the introduction of hundreds more vehicles. Mr. Ruben is concerned that if the property is rezoned, the City will be forced to make street improvements at taxpayer expense even though the problem results from this development.
- 4. Paul Ingman, a local architect, begins by noting that the new Comprehensive Plan makes continuous reference to the need for development in urban corridors to be "walkable". In his written comments, Mr. Ingman sites to PL 14.2, PL 1.6, PL 1.9, PL 11.7, PL 12.8, PL 13.1, PT 12.3, PT 5.3, PT 12.1, PT 15.2, PT 15.3, PT 21.1, PT 21.2, PT 12.3, PT 12.5, PT 21.6, PT 21.7, and PT 12.1. In Mr. Ingman's oral testimony he also refers to PL 11.1, PL 11.9, PT 2.1, and PT 4.3. At the same time, the new Comprehensive Plan requires that the use of cars be reduced (PL 11.1, PL 11.4, PL 13.1, PT 12.3, PT 13.4, PT 4.4, PT 12.1, and PT 25.11)
- Mr. Ingman believes that the proposed rezoning is in conflict with all of these policies for the reason that the site is not "walkable" and that it will instead rely heavily upon the use of vehicles. Mr. Ingman observes that from the center of the Medela site it is more than a quarter mile to all important facilities and services. If the project is to comply with the Comprehensive Plan's Goals and Policies it must be far less than a quarter mile to these services, as is made clear by the stated purpose of the RM18 zone. Mr. Ingman concludes that this site's lack of walkability, and likely reliance on cars, will make it another source of urban sprawl.

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5. Kathleen Blanchett supports the new Comprehensive Plan and encourages its protection of communities that encourage walking, bicycling and transit. Ms. Blanchett would support the rezone if she felt that it helped bring about any of these goals.

Noting that the Comprehensive Plan encourages intensive development to be located "near" the main road, and also noting that the definition for the RM18 zone also requires that development be "near" (e.g., 1/4 mile) "of the main road", Ms. Blanchett has physically measured the distance from the center of the Medela site (2421 8th Avenue) to: the nearest edge of Lion's Park (1,415 feet)¹⁹; to Ralph's Thriftway at the crosswalk on 4th Avenue (3,754 feet) (almost three quarters of a mile); to the corner of Pacific Avenue and Boulevard Road (2,126 feet) (close to one-half a mile). Ms. Blanchett concludes that the Medela site is not "near" any of these places or services.

Ms. Blanchett then analyzes the project in relation to the Comprehensive Plan. She believes that the site is not "walkable" and would create a "cul-de-sac community". She adds that its development will be isolated and "car centric". It will not be conducive to mass transit, trails or walking. She notes that the Eastside Neighborhood is a wonderful example of all that is good in Olympia neighborhoods and that its best qualities will be impaired by this new development. Traffic around and through the Eastside Neighborhood is already problematic and will only get worse with additional development. Because of these problems Ms. Blanchett concludes that the proposed rezoning does not conform with Land Use Policies PL 1.2, 1.3, 1.6; 3.1, 3.2, 3.4, 3.5, 3.6, 4.2, 6.2, 6.9, 6.12, 11.1, or 11.7, nor with the Goals and Policies of Urban Corridors, PL 13.1, 13, 2, 13.3, 13.4, 13.5, and 13.6. In addition, Ms. Blanchett believes that the rezone is inconsistent with the Goals and Policies of neighborhoods, PL 20.1, 20.5, and 22.2, and with the concept of "Villages and Other Planned Developments", Pl 24.6 and 24.10. Ms. Blanchett further believes that the concept is inconsistent with the Goals of the Transportation Element, PT 4.15, PT 5.1, PT 5.2, PT 6.2, PT 8.2, PT 9.2, PT 12.1, PR 3.1, and PR 4.4.

6. Brian Brannies is the Vice President of the Eastside Neighborhood Association. Mr. Brannies is concerned about the limited public participation in this process. He is also concerned that the City has not yet adopted subarea plans for this portion of the City. Mr. Brannies believes that the City should attend to the subarea planning needs before addressing this proposed rezoning.

Mr. Brannies argues that a majority of the neighborhood does not support the rezone and that the neighborhood's concerns have not been integrated into the Staff's review. He notes that the neighborhood west of Boulevard does not have sidewalks and the City has no current plans to improve this area, and that transportation overall is poor in this portion of town. The Boulevard/Pacific Avenue intersection is the third-most involved in accidents in the City and it is unsafe for both pedestrians and cyclists.

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Mr. Brannies concludes that, should the City Council consider rezoning, should it choose MR10-18 instead of RM18.

7. Carla Baker is concerned about the impacts of the rezoning upon Forest Cemetery. She notes that the cemetery is buffered from the surrounding businesses by large trees and other barriers, but that similar buffers will not exist between the cemetery and any development on the Medela Property. She is troubled by the prospect of residents looking down from their balconies onto funeral proceedings.

Ms. Baker adds that traffic along Boulevard has grown increasingly worse over the years to the point where she has generally stopped using it. The Medela rezone will only make this problem worse. Ms. Baker also believes that crime has increased in the neighborhood and that, again, will further increase if the Medela Property is allowed intensive development.

- 8. Jim Keogh is an active, long term member of the Eastside Neighborhood Association. Mr. Keogh generally supports additional density within the City but is concerned about the Medela Property. In particular, Mr. Keogh is concerned about the Pacific/Boulevard intersection and the closely related intersections at Martin Way, Pacific, 4th and State. Mr. Keogh feels that any development on the Medela site will funnel traffic to the Boulevard/Pacific intersection. Much of this new traffic will attempt to avoid the problems at this intersection by diverting onto the residential streets in the Eastside Neighborhood, thereby increasing the risk to its residents. Mr. Keogh believes that the solution is for the City to first identify alternate traffic routes and then have the developer fund the needed traffic improvements.
- 9. Jane Stavish is concerned about the impacts of Interstate 5 and the health problems it may pose to residents in any new development.
- 10 Joe Hanna is the President of Concerned Eastside Neighbors. Mr. Hanna presents a list of concerns:
- He was assured by Staff that no action would be taken on the rezone application until one year from its annexation. Mr. Hanna objects to any type of action being taken on this application before the one year moratorium elapsed.
- He avoids using the Pacific Avenue/Boulevard Road intersection if at all possible. The problems at this intersection are well known and are increasingly leading to motorists using the Eastside Neighborhood streets as a better alternative.
- He does not believe that rezoning will lead to "walkable" development. It is unreasonable to think that anyone would walk to Ralphs's Grocery Store from this location.

• He agrees with Mr. Brannies that further work should have been done on the subarea planning before considering this rezone request.

- He has many concerns regarding the impacts on Forest Cemetery. He notes that this is a "Centennial" cemetery and deserves the utmost respect. He adds that there is reason to believe that unmarked burial sites are located south of the cemetery boundaries. He adds that Muslim burials involve exposed corpses, and the thought of services being observed by nearby residents is deeply troubling to these families. He is upset by the prospect of residents sitting on their upper story balconies enjoying barbeque, drinks and laughs while a burial is taking place a few feet away.
- He does not believe that the site is "near" an Urban Corridor and does not meet the Goals and Polices of the Comprehensive Plan or the purposes of the RM 18 zone.
- Returning to traffic issues, he says that the Pacific/Boulevard intersection is a choke point and there is nothing in the City's 20-year transportation plan to remedy its problems. In addition, the opening of ORLA has added another 500 trips per day and the resurrected Trillium Project further out on Boulevard will only add to traffic woes.
 - Even if improved, 9th Avenue will not have bicycle lanes.
- He agrees with Ms. Blanchett that any proposed development will be, in effect, a "cul-de-sac community" and inconsistent with the goals and policies of more intensive residential development along urban corridors.
- 11. Teresa Goen-Burgman has been the funeral director at Forest Cemetery for the past 21 years. She has submitted a considerable amount of information related to the history of the cemetery. This information suggests that the boundaries of the cemetery were not well defined in early years, nor were early residents necessarily inclined to conduct burials within the cemetery's boundaries. It is therefore possible that there may be unmarked graves outside the current boundaries of Forest Cemetery and one of the most likely areas is south of the cemetery. Ms. Goen-Burgman is concerned that little provision is being made for the protection of these potential gravesites.

Ms. Goen-Burgman acknowledges that surrounding commercial activities, especially the Fir Grove Business Park, lie in very close proximity to the cemetery boundaries. When asked why she is concerned about appropriate buffers from development on the Medela site when there is little buffering from existing surrounding commercial activities, Ms. Goen-Burgman explains that trees and cemetery buildings effectively screen the cemetery from these adjoining commercial activities and, more importantly, that the nature of their use does not bring their employees or customers into

view of the cemetery and its burial ceremonies. In contrast, RM18 zoning on the Medela site will push development up to the cemetery's south boundary and into close contact with several active portions of the cemetery, including an area dedicated to infant burials as well as that portion used by the Cham Muslim community. She believes that the families of the deceased will be greatly offended if their burial ceremonies are being watched from the upper balconies of nearby residences.

Ms. Goen-Burgman also take issue with the Applicant's focus on the fact that the cemetery is zoned General Commercial. She explains that its zoning is immaterial as, under State law, it will always be a cemetery no matter what it is zoned. Any reference by the Applicant to more intensive activities within the GC zone are irrelevant as the cemetery will never be used for any of these more intense activities.

12. Matthew Edwards is the attorney for Forest Cemetery and has provided written and oral argument in opposition to the rezone. Mr. Edwards begins with a reminder that there is no legal presumption of validity favoring a rezone and that it is the Applicant's burden to demonstrate that the proposed rezone advances the Policies of the Comprehensive Plan, and of demonstrating that the rezone advances the public health, safety, morals, or general welfare.

Mr. Edwards argues that there are three primary reasons why the rezone should be denied:

- (1) The proposed rezone is not consistent with, and will not further the policies in the Comprehensive Plan or the Urban Corridor along Pacific Avenue;
- (2) Nearby streets cannot be improved sufficiently to provide levels of service sufficient to handle necessary traffic; and
- (3) The proposed rezoning is inconsistent with the zoning of surrounding properties.

The following is a more complete examination of each of Mr. Edwards' arguments:

(a) The rezone is not consistent with the Comprehensive Plan. OMC 18.59.050(A) requires the rezone to be consistent with the Comprehensive Plan. The Plan's Policies relating to Urban Corridors (PL 13.1 through 13.6) are to "attract urban corridors of mixed uses established near specified streets". Mr. Edwards notes that the Medela site is "literally at the location furthest from the downtown and Pacific/Lilly gateways designated in the Plan" and would therefore result in development that is discontinuous, inconsistent and not balanced. He also notes that the property is at a substantial distance from Pacific Avenue and

has no direct access to it. And, PL 13.5 expresses a goal of transitioning land use from high intensity along arterial streets to lower intensity further away from it, but RM18 zoning on the Medela site will be inconsistent with this Policy.

Mr. Edwards asserts that the consequence of more intensive development on the Medela site is to funnel traffic and activity to Boulevard Road - which is not an Urban Corridor - and away from Pacific Avenue. Instead of encouraging development along the Urban Corridor this will shove activity into a low density residential neighborhood. If so, this result is inconsistent with PL 20.1 and PL 13.1 in the Comprehensive Plan.

Finally, Mr. Edwards asserts that the result would be an area of more intense development effectively disconnected from the Pacific Avenue Urban Corridor, resulting in an island of development and, in essence, a form of urban sprawl disfavored by the Comprehensive Plan.

- (b) The local streets are inadequate to serve the development. OMC 18.59.050(E) requires that public facilities and services existing and planned for the area are adequate and are likely to be available to serve potential development allowed by the proposed zone. Mr. Edwards notes what the City Staff has already noted, that as "local streets" neither 7th Avenue nor 9th Avenue are adequate to serve more intensive development. And even if 9th Avenue is redesignated as a Neighborhood Collector it lacks sufficient width to add bicycle lanes, nor is there any plan to improve 9th Avenue westward to Lion's Park. Mr. Edwards asserts that improving 9th Avenue as a Neighborhood Collector would be in conflict with the Comprehensive Plan's designation of this area as Low Density Residential and, further, would be inconsistent with the Plan's goal of maintaining the character, aesthetic quality and livability of the Eastside Neighborhood.
- (c) The proposed rezoning is incompatible with adjoining districts. OMC 18.59.050(D) requires that the rezone will result in a district that is compatible with adjoining zoning districts. Mr. Edwards believes that the proposed rezone is wholly incompatible with the Low Density Residential district to the west, especially as it will send its pedestrians and traffic into that neighborhood.

In addition, Mr. Edwards believes that the proposal is inconsistent with Forest Cemetery. Although the cemetery is zoned General Commercial, the fact is that it will always be permanently dedicated to use as a cemetery and that, by law, the cemetery cannot be asked to facilitate development on the Medela site by allowing foot traffic or other use of the facility. RCW 68.24.120. Mr. Edwards concurs with the fears of Teresa Goen-Burgman that the City's Development Regulations are not sufficiently protective to prevent intense multi-story residential development immediately along the boundaries of the cemetery, allowing residents to peer down upon solemn burial ceremonies.

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Mr. Edwards concludes his arguments with the suggestion that if the property is rezoned to RM18 that there be a 200-foot wide "no development" buffer along its boundary with the cemetery or, in the alternative, that no construction occur on the site that would promote the direct view of the cemetery.

There were an additional 10-12 letters in opposition which either simply are expressing opposition without any explanation or mirror other comments.

4. <u>City's Response</u>. At the conclusion of the public testimony Mr. Stamm and David Smith of City Staff responded to some of the public comments. Staff noted that, contrary to Mr. Hanna's claim, improvements to the Boulevard and Pacific Avenue intersection are envisioned in the 20-year plan (but are not currently found in the 6-year transportation plan). Mr. Smith also explained that reclassification of 9th Avenue to Neighborhood Collector status will not automatically result in its improvement. Rather, if reclassification is approved it will likely be up to the developer to make the improvements as part of site development. When site development is proposed a Traffic Impact Analysis will be undertaken and the developer will be expected to mitigate all traffic impacts. This will require improvements to 9th Avenue as well as Chambers Street, and may require improvements to Boulevard (for example, a left turn lane) and possible improvements to the Boulevard/Pacific Avenue intersection.

Mr. Stamm also responded to Mr. Edwards suggestion of a 200-foot barrier along the cemetery. Mr. Stamm explained that this is not appropriate as part of rezoning and should be addressed through Development Regulations.

At the conclusion of all testimony I asked City Staff if it would be possible for them to prepare a more complete analysis of potential development of the site as R4-8, MR10-18 and RM18. The City agreed. In order to allow this to occur, and to allow additional public comment, the public hearing was continued until 5:00 p.m. on Friday, July 24, 2015, for the submission of additional comment.

5. <u>Supplemental Materials</u>. On Friday, July 24, 2015, a collection of supplemental materials tendered to the City Staff were then presented to the Hearing Examiner²⁰. These materials included some additional written comment from Paul Ingman, Teresa Goen-Burgman and the Applicant's attorney, Mr. Rehberger (these comments are incorporated into their earlier presentations).

In addition, Mr. Stamm prepared a very useful analysis of how this site might be developed if it remains zoned as R4-8; if it is rezoned to MR10-18; and if it is rezoned to RM18:

If the property remains zoned as R4-8, it is estimated that the site could readily accommodate between 30 and 45 detached homes, with maximum capacity at about 60 residential units. This higher number would be achieved by building 5 pairs of townhomes in the land usually required for 6 detached homes, resulting in 20 detached homes and 40 townhomes.

²⁰ Collectively Exhibit 40

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PAGE 25

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If rezoned to MR10-18 it is estimated that 13 standard single-family homes would be constructed along Chambers Street with the remaining acreage dedicated to 11 pairs of townhomes, 30 units in 10 tri-plexes, and 24 apartment units in buildings with 4 or fewer units. This would result in a total of 89 units.

If rezoned to RM18 there might again be 13 single-family homes along Chambers Street plus 24 units in tri-plexes or townhomes, and 78 units in large apartment buildings, for a total of 115 units.

These are, again, Staff estimates only and require a number of assumptions as to how actual development would occur.

Also included in the supplemental materials is a July 24 memo from Dennis Bloom, Planning Manager for Intercity Transit. Mr. Bloom felt it necessary to respond to public comment regarding the availability of mass transit. Mr. Bloom explains that there are currently 5 local routes in close proximity, all of them providing service seven days a week. These routes operate between Olympia and Lacey and provide both neighborhood routing (Route 60 and 64) and high frequency service along major arterials (Route 60, 62A, 62B, and 66). All of these routes serve both residential and commercial areas, and Route 60 adds service to the region's major medical facilities along Lilley Road. These routes also provide connections to other local and regional bus service at downtown Olympia and Lacey transit hubs, and Route 64 also provides service to Centennial Station (Amtrak) in Lacey.

Mr. Bloom adds that most of these stops are within 1/4 to 1/2 mile of the property, which is well within the generally accepted distance for walking to and from transit stops.

Mr. Bloom adds that Intercity Transit supports increased density in the City to greater than 6-8 units per acre along and near the street corridors of Boulevard Road, Pacific Avenue, and Martin Way. The City is relying upon public transit to help reduce motor vehicle trips and improve transportation options, but this will require improved system efficiency, including greater residential density.

ANALYSIS WITH FINDINGS OF FACT AND CONCLUSIONS OF LAW

I conclude that the Applicant has met its burden of proving that the rezone advances the Policies set forth in the Comprehensive Plan; that it has demonstrated that the rezone advances the public health, safety, morals or general welfare; and, more specifically, that it satisfies all 5 criteria imposed by OMC 18.59.050. I therefore concur with the City Staff's recommendation that the Medela site be rezoned to RM18 conditioned, however, upon the re-designation of 9th Avenue west of Boulevard Road as a "Neighborhood Collector". If 9th Avenue is not re-designated then I recommend that the Medela site be rezoned to MR10-18. I further recommend that the Banomi Property be rezoned in the same manner as the Medela site.

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I separately recommend to the City Council that it work with Planning Staff to review the City's Development Regulations and their application to properties adjoining cemeteries.

A useful way to examine the proposed rezone is to note the various issues raised by opponents, and to respond to those issues:

- Timing of the Application. Mr. Hanna and others argue that the City's agreements with Thurston County preclude it from even accepting the rezoning application until one year has elapsed from the site's annexation. I concur with City Staff that there is nothing within these agreements that prevents an application from being tendered and review begun within the initial year following annexation. Also, the County has been well aware of this annexation process and has not voiced an objection. As more than a year has elapsed since annexation, any action by City Council is now timely.
- Uncertain Boundary with the Cemetery. Mr. Edwards argues that the exact location of the boundary between the Medela site and the cemetery is uncertain, and that this uncertainty precludes further consideration of the rezone. City Staff responds that such uncertainties are not uncommon and their resolution is not needed for rezoning. Rather, the rezone, if approved, applies only to the property owned by the Applicant. I agree.
- "1/4 Mile" Issue. OMC 18.04.020(B) identifies the purpose of the RM18 zone as "to accommodate a predominantly multi-family housing . . . along or near (e.g. 1/4 mile) arterial or major collector streets " Mr. Ingman argues, and Ms. Blanchett concurs, that the RM18 zone can be approved only if the site is located within 1/4 mile of Pacific Avenue. I disagree. The reference to 1/4 mile distance is aspirational, not mandatory. Further, the method of measurement is unclear - what if the property line was only 50 feet from Pacific Avenue but, because of the vastness of the site, the center of the site was more than a quarter mile away? Therefore, while Ms. Blanchett's actual measurements are helpful they are not controlling.
- "Walkability" Issue. Closely tied to the issue of the 1/4 mile distance is the issue of "walkability". Mr. Ingman claims that Development Regulations define walkability as 1/4 mile, and that if any distances exceed that measurement then the project no longer satisfies the many references in the Comprehensive Plan to easy walking distance. As explained above, the City's regulations do not contain a 1/4 mile maximum distance for walking or other purposes. The City does, however, have a stated goal that all residences shall be within one mile of parks. Intercity Transit considers transit stops within 1/2 mile as a satisfactory walking distance. When walking the site, I found it to be within easy walking distance of Pacific Avenue, Lion's Park, the Woodland Trail and transit stops. I disagree with Mr. Ingman's assertion that the site is not "walkable" and, as a result, I disagree with his conclusion that the rezoning is in conflict with all provisions of the Comprehensive Plan referencing walking distance.

- Interstate 5 Impacts. Ms. Stavish and others have expressed concerns that development of the Medela site will expose its new residents to significant noise and air pollution from the adjoining Interstate 5. City Staff acknowledges this problem. Without question the noise from Interstate 5 is ever present on this site and concerns regarding air pollution are legitimate. But these problems exist no matter what zoning designation is imposed. While RM18 zoning would increase the number of residents potentially affected by these impacts, it arguably also increases the likelihood of imposing substantial mitigation measures as part of development. If barriers are required, they will not only benefit the site but will also benefit the cemetery and area residents.
- Traffic and Street Worries. Many neighbors have noted the poor condition of 7th and 9th Avenues and of increasing traffic woes along Boulevard Road and its intersection with Pacific Avenue. Higher density development of the Medela site will certainly increase all traffic counts in the area, but it will also provide for significant improvements to Chambers Street and 9th Avenue and, depending upon actual traffic impacts, likely provide additional improvements along Boulevard. Necessary improvements to Chambers and 9th Avenue will transform unsafe, substandard roads into wider, safer avenues of travel for cars and pedestrians. It would, of course, be preferred that 9th Avenue also be improved to accommodate bicycle lanes, but this one limitation should not prove fatal to the development.
- Impacts to the Eastside Neighborhood. Mr. Edwards argues that by routing the site's traffic from 9th Avenue onto Boulevard it is unduly burdening the Eastside Neighborhood that surrounds these streets, and that this burden is inconsistent with the Goals and Policies of the Comprehensive Plan relating to the protection of existing neighborhoods. I respectfully disagree. The routing of traffic to Boulevard Road, which already serves as a collector for not only the Eastside Neighborhood traffic but other neighborhoods as well, is neither inappropriate nor an undue burden on the neighborhood itself. Except for additional traffic along Boulevard, and except for additional park users, bus riders, etc., the Eastside Neighborhood is not directly affected by the rezone.
- <u>Impacts to Forest Cemetery</u>. Ms. Goen-Burgman and other supporters of the cemetery are concerned that there may be unmarked graves on the Medela site.

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While this is an understandable concern, it is not necessarily a zoning issue, that is, this problem exists no matter what the site is zoned. The solution appears to be in the form of careful site examination when the development is proposed.

Ms. Goen-Burgman and others are also concerned about compatibility between the cemetery and RM18 zoning and the prospect of multi-story balconies looking onto funeral services. It must be remembered, though, that the site's current R4-8 zoning would allow the owner to apply tomorrow to construct a row of multi-story townhomes along the common boundary with the cemetery. In other words, this is not a compatibility issue with RM18 zoning, it is a compatibility issue with any residential development. Rezoning the site to RM18 does not change or worsen this problem. The solution may be in the form of additional development regulations addressing the development (or redevelopment) of all properties adjoining the cemetery.

Lack of Direct Access to Pacific. Mr. Edwards makes a thoughtful, nuanced argument that the lack of any direct access to Pacific Avenue, and the resulting funneling of traffic to Boulevard Road, is in conflict with both the Goals and Polices of the Comprehensive Plan and the purposes of RM18 zoning. Mr. Edwards explains that the whole purpose of the Urban Corridor concept is to move people, goods and services to the Corridor, thereby increasing efficiencies and effective planning. In addition, the RM18 requirement that it be "near" the arterial similarly suggests the need for some form of direct access. The Medela site does not have direct access to Pacific and instead will send all of its traffic to Boulevard Road. Mr. Edwards notes that Boulevard is not an Urban Corridor and, therefore, the funneling of traffic to it is arguably inconsistent with the Comprehensive Plan. Mr. Edwards concludes that the City Council, when enacting the new Plan, did not envision RM18 development lacking direct access to the Urban Corridor.

I disagree with Mr. Edwards' analysis for several reasons. Firstly, it must be remembered that it was only a year ago that the City Council recommended to the County Commissioners that the Medela site be rezoned to RM18. Then, only a few months later, the Council completed its work on its new Comprehensive Plan and its Future Land Use Map which expressly included the Medela Property as Urban Corridor. Mr. Edwards' suggestion as to what the Council intended with the new Comprehensive Plan is inconsistent with this chronology of recent events. Contrary to Mr. Edwards' arguments, it is clear that the City envisioned the Medela site as RM18 when it prepared its new Comprehensive Plan.

Separately, I disagree with Mr. Edwards' argument that this project will push development to Boulevard Road and away from Pacific Avenue. Instead, it will simply use Boulevard as a useful collector of traffic (just as it collects other nearby traffic) and send it to Pacific Avenue. This will not encourage development along Boulevard (it is not zoned for development) but should encourage further development along Pacific.

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And, I do not consider a lack of direct access to Pacific to be a bad thing except for the difficulties it imposes upon pedestrians. As more intensive development occurs along Pacific Avenue and other Urban Corridors there will be an increasing need to funnel this development's traffic onto collector streets before reaching any arterial. If not, these arterials will either be burdened by many more traffic lights or by significant increases in the amount of uncontrolled traffic entering and exiting. In short, it is certainly possible that other new higher density developments along Pacific will have similar indirect access by way of collector streets.

- 200-Foot Buffer. Mr. Edwards proposes that, as a condition of rezoning, either a 200-foot "no development" buffer next to the cemetery be imposed or a requirement that no development have a direct view of the cemetery. I agree with Mr. Stamm that the issue of buffers is not appropriate in a rezone discussion, and they are to be addressed through Development Regulations.
- RM18 Zoning Versus MR10-18. Several opponents to rezoning have suggested that, should the Council conclude that rezoning is warranted, that it rezone to MR10-18 instead of RM18. On its face this suggestion appears to be a reasonable, safe alternative that might reduce the project's impacts. I respectfully disagree. As has been carefully explained by the Applicant, MR10-18 zoning does not offer any greater protections than RM18 when transitioning to adjoining uses they both have identical provisions for transitioning to adjoining single-family neighborhoods; both have similar requirements for housing mixes; and both have similar setback and other development requirements. But the MR10-18 zone would allow taller buildings with more stories immediately adjacent to the cemetery. Rather than decreasing conflicts between these uses, MR10-18 zoning could increase the risk of real conflict it could allow for the nearby upper story balconies that deeply worry the cemetery's supporters.

Separately, the lower density of MR10-18 will reduce the number of units available to share in what are likely to be significant costs of development. As persuasively explained by Mr. Davis, street improvements, Interstate 5 barriers, environmental buffers, lower density transitional housing and challenging topography will make this site more expensive to develop than average. If fewer units are allowed then the cost per unit will rise. At best this will make the units less affordable to lower income families. At worst it may discourage any development. To fulfill the Policies of the Comprehensive Plan this site must add needed density which, in turn, may encourage improved mass transit and other public services.

Based upon the above Analysis, I make the following Findings/Conclusions with respect to the 5 rezoning criteria found in OMC 18.59.050:

1 OMC 18.59.050(A). The rezone is consistent with the Comprehensive Plan including the Future Land Use Map. 2 It is undisputed that the site is designated as "Urban Corridor" on the Future Land Use 3 Map. I conclude that the rezone is consistent with the new Comprehensive Plan and the designation as Urban Corridor on the Future Land Use Map. More specifically, I conclude that the rezone complies with Land Use Goal 13 and the 5 related Policies for Urban Corridors, particularly PL 13.1, 13.3, 13.4, and 13.5. 6 I also conclude that the rezone complies with other Goals and Policies of the Plan including, among other things, Land Use Goals 1, 11 and 14 and Policies PL 1.1, 1.2, 1.3, 14.2, 7 16.1, 16.2, 16.4, 16.11, and 16.12. In addition, I conclude that the rezone complies with 8 Transportation Policies PT 13.1, 14.1, 17.2, and 18.1. 9 OMC 18.59.050(B). The rezone will maintain the public health, safety or welfare. 10 I agree with Staff that the site's close proximity to Interstate 5 warrants careful consideration of its impact on any proposed development, but this can be addressed in the 11 development process. Similarly, protection of Indian Creek and its wetlands, as well as any other critical areas, will be addressed in development. Traffic impacts will also be determined 12 and mitigated. Concerns regarding historic preservation and the possibility of unmarked graves will also be addressed. 13 14 Meanwhile, rezoning to RM18 will channel urban growth and development into areas intended for them, reducing reliance upon vehicles, increasing pedestrian and bike traffic, 15 encouraging the use of mass transit and channeling growth into the City core. 16 Development is also consistent with Sustainable Thurston and its goals to improve regional health and welfare by locating new housing within close proximity to Urban Corridors, 17 mass transit and goods and services. 18 Development is also consistent with the Goals and Policies of TRPC to support development of affordable housing. 19 20 For all of these reasons I conclude that the rezone will maintain the public health, safety or welfare. 21 OMC 18.59.050(C). The rezone is consistent with other development regulations that 22 implement the Comprehensive Plan. 23 The rezone is consistent with other development regulations including Chapter 18.04, 18.06, 18.100, and 18.170 of the Olympia Municipal Code. It is also consistent with those 24 regulations relating to historical preservation, critical areas and SEPA. I conclude that the rezone is consistent with other development regulations that implement the Comprehensive Plan. 25

OMC 18.59.050(D). The rezone will result in a district that is compatible with adjoining zoning districts . . .

The RM18 zoning district (and the MR10-18 zone) provide measures to improve compatibility with the adjoining R4-8 zone and provide a proper transition. Development regulations for RM18 zoning provide for a mix of housing types, detached single-family houses in areas adjoining existing single-family neighborhoods, height limitations identical to the R4-8 district, compatible lot size and width and compatible setbacks.

This rezoning criteria requires compatibility with adjoining <u>districts</u>, not adjoining <u>uses</u>. Nevertheless, it is appropriate that careful consideration be given during development to improving compatibility with Forest Cemetery.

Although compliance with this subsection is not mandatory I conclude that the rezone will result in a district that is compatible with the adjoining district, and provides for a transition zone between potentially incompatible designations.

OMC 18.59.050(E). Public facilities and services existing and planned for the area are adequate and likely to be available to serve potential development allowed by the proposed zone.

Fire protection and emergency services, water and wastewater utilities, solid waste, regional parks, schools and mass transit are all existing and available to the site.

Street access must be improved for development to occur. Re-designation of 9th Avenue to "Neighborhood Collector", is necessary in order to allow most of the needed improvements. If 9th Avenue is re-designated and improved it will then be adequate to serve potential development allowed by the proposed zone.

Although compliance with this subsection is not mandatory, I conclude that all public facilities, with the exception of streets, are adequate and likely to be available to serve potential development allowed by the proposed zone. Rezoning to RM18 should not occur, however, unless 9th Avenue east of Boulevard Road is re-designated as a Neighborhood Collector street.

ADDITIONAL RECOMMENDATIONS

The City's Development Regulations provide various measures to help transition from high density to low density residential areas, but do not have any specific measures to transition from residential and commercial uses to cemeteries. This is not surprising as there were no cemeteries located within the City until the recent annexation of Forest Cemetery. In light of its annexation, and the concerns expressed during this hearing, I would recommend to the City Council that is confer with Planning Staff to determine if any additional Development Regulations are advisable.

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1 EXHIBIT LIST 2 Meeting Agenda Staff Report (includes Municipal Code excerpts) 3 2A. Medela Application Map of Rezone 3B. 4 Vicinity Map 4C. 5D. Memorandum of Understanding 5 6E. Hanna Statement to Council 7F. **Edwards Letter** 6 8G. Rehberger Letter 7 9H. Placeholder for Screenshot/Screenshot (2 Parts) 10I. N. Rezone Boundary Photo 8 11J. SEPA DNS/Hearing Notice 12K. Area Photos/Hearing Notice (2 Parts) 9 13L. Future Land Use Map (excerpt) 14M. Land Use Goal 13/Related Policies 10 15N. Future Land Use Map 16O. Zoning Table (excerpts) 11 17P. Department of Archeology Letter 18O. Sadlier Email 12 19R. Local Access/Neighborhood Collectors Smith Memo 20S. 13 21T. Miscellaneous Public Questions 14 Index/Public Comments 22U. 23. Cascadia Law Group Letter (July 8, 2015) 15 24. Cascadia Law Group Letter (July 10, 2015) 25. Briefing from Edwards 16 Additional Written Comments Presented at Commencement of the Hearing 26. 27. Cascadia Law Group - Binder Packet 17 28. Google Maps (excerpt) 29. Gopher Soils Map 18 Flood Zone Mapping 30. 31. City Council Minutes (discussion related to 9th Avenue) 19 Transportation 2030 Map 32. 20 33. Bike Route Map 34. Intercity Transit System Map 21 Olympia Park & Trails Map 35. SJC Wetland Review 36. 22 37. Ms. Palazzi's Resume' 38. Papers from Ms. Blanchett 23 39. Forest Funeral Home/Cemetery Supplemental Packet of Materials Following the Hearing 40. 24 41. Email from Banomi

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