

#### Variance and Reasonable Use Exception Code Amendments

Public Hearing to Discuss Amendments to Reasonable Use Exception Criteria.



## Project Goals:

- Clarification of
  - RUE vs Variances
  - RUE Consolidated Ownership Language
  - Demonstration of Min. Necessary
- Relaxation of Consolidated Ownership Language
- Allow Minor Variances/RUE's to be Processed Administratively



## Variances and RUE's Purpose

- Variances are intended to relax dimensional standards to allow development due to site constraint.
  - Cannot be a self created hardship.
  - Can only grant similar rights as others in the same zone/area.
- RUE is a special kind of variance for critical area regulations
  - More difficult to get as there is higher value placed on science-based requirements
  - Allowed only to provide some economic use of property to avoid a taking.



#### RUE Applicability to Critical Areas

#### Streams:

- Buffers range from 150' to 250'
- 25% reduction can be requested must show equal or better habitat protections

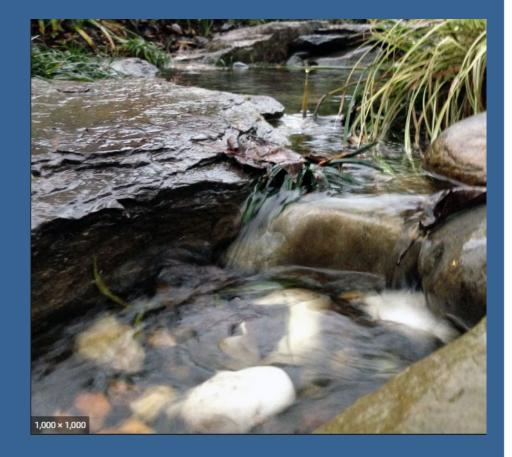
#### Wetlands:

- Buffers range from 50' 250'
- Reductions up to 50% can be requested must show equal or better habitat protections

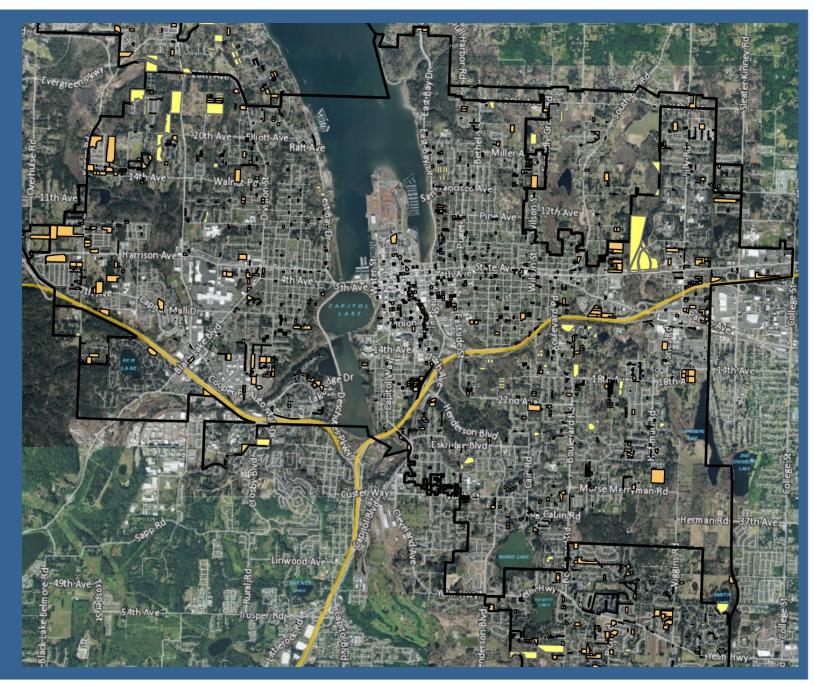
Anything beyond these reductions requires a RUE

Other Critical Areas:

• Important Habitat and Species, Geological Hazard Areas, Wellhead Protection Areas etc.



#### RUE Applicability Map



## Process for RUE

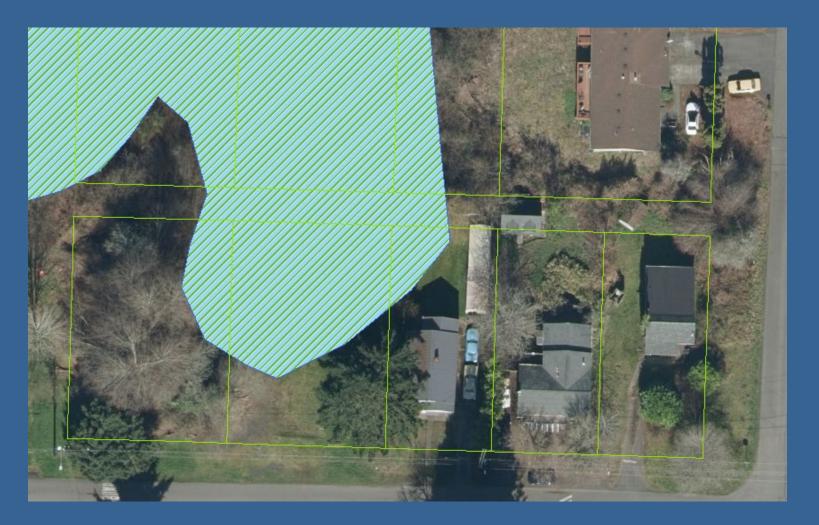
- Must exhaust all code provisions to allow development.
  - Buffer reductions, modifications, site design alternatives:
    - Smaller house
    - Shared driveway
    - Setback variance
  - Minimum necessary for economic use.
    - Usually a small residence
    - Common confusion regarding economic viability and economic use.
  - Must show mitigation of environmental impacts:
    - Usually shown with buffer enhancements
  - Hearing Examiner process BEFORE building permit application.



## Buffers and Takings:

Maps are not 100% accurate but wetland and buffer would likely occupy all of both undeveloped parcels

Should they be allowed to develop? If so – to what extent?



#### WA - Attorney Generals Memo

In general, zoning laws and related regulation of land use activities are lawful exercises of police powers that serve the general public good. However, the state and federal constitutions have been interpreted by courts to recognize that regulations purporting to be a valid exercise of police power must still be examined to determine whether they unlawfully take private property for public use without providing just compensation.

#### RUE Example:

- Small
- No buffer
- Built in Wetland
- No yard



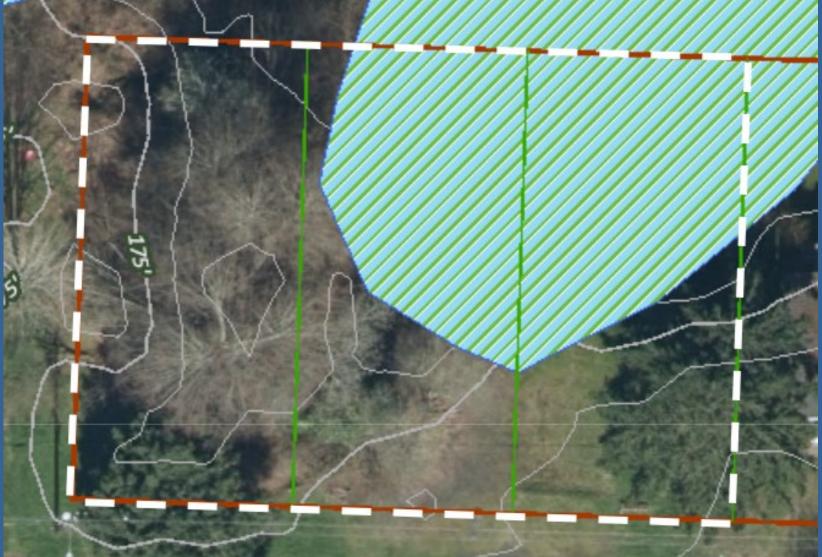
## County Tax Parcels

- Two separate tax parcels, with two independent owners.
- Existing legal lots are different than "tax parcel".
- Legal Lot vs Tax Lot



## Legal Lots

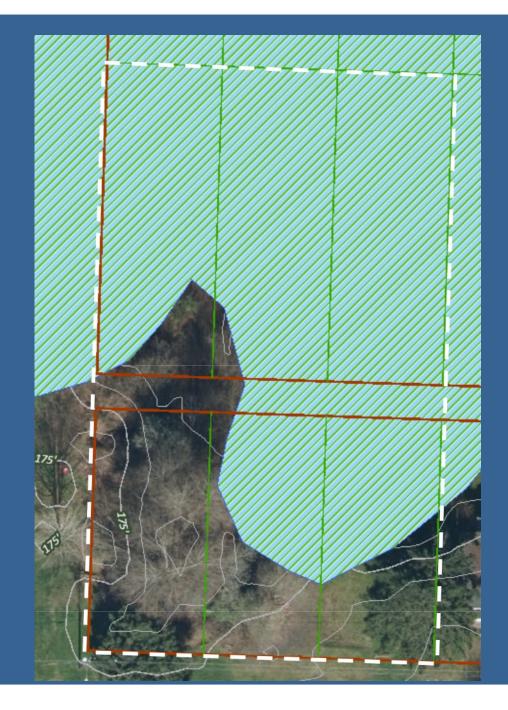
- Site has three legal lots.
- Middle lot is split between the two owners equally.
- Imagining if all three were independently owned – Would <u>all</u> be eligible for RUE?



## Legal Lots

- Zooming out, there are six legal lots.
- Currently, three are owned by each of the two property owners.
- Separated by an unimproved alley.
- How many new homes represents reasonable economic use?
  - 1 per current ownership?
    - 2 new homes
  - 1 per legal lot?
    - 6 new homes

Balancing between constitutional property rights and environmental regulations.



## Ownership Language Intent

1. Single ownership since 1985 or

 If common ownership – apply exception to the larger group of consolidated parcels held together.



## Current Code / Ownership

Before any reasonable use exception may be granted, the Hearing Examiner shall find that the following circumstances exist:

A. The property has been in a single ownership (i.e., not held in conjunction with any adjacent lot, tract or parcel) since January 10, 1985 or,

if the property was held in conjunction with any other adjacent lot, tract or parcel since January 10, 1985, the then-applicable provisions of this Chapter denied all reasonable economic use of the properties as combined;



#### Applying Consolidated Ownership Language

#### Platted Legal Lots

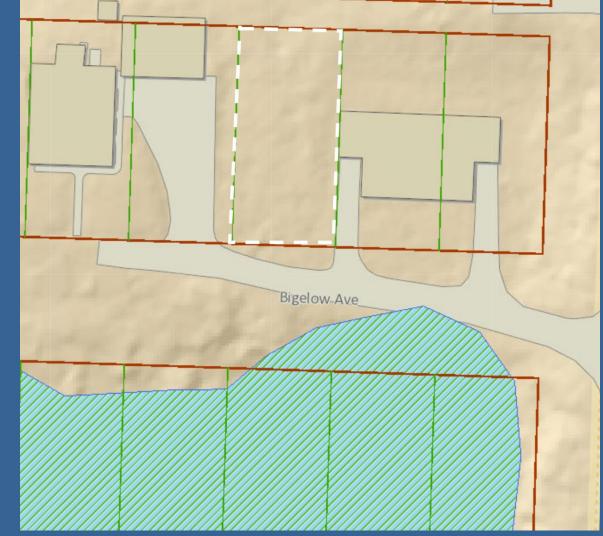
- 1985 2 owners of 3 lots each
- 1890's undeveloped alley...are they adjacent?
- Did the "then applicable" regulations deny reasonable economic use?
  - Presuming 1985 is then...or is the point of sale if applicable?

- Legacy Lots good for infill, but often neglect natural features.
  - Need to update subdivision codes to address these types of lots in the near future.
- Consolidated ownership language is useful, but poorly worded.



#### Proposed Language / Ownership

- Re-worded to better achieve intent.
- Reduced Consolidated Ownership applicability to only those buffer reductions that would result in 75% or greater reduction.
  - Why? Better protection of constitutional rights without significant impact to environmental protections.
- Less than 75% buffer reduction:
  - RUE, but no consolidated ownership test
  - If RUE is for a single-family home = Option for Director Approval (no hearing)
- More than 75% reduction:
  - Consolidated ownership test applies
  - Hearing Examiner Approval (hearing)



#### Proposed Language / Ownership



#### Washington / Federal Supreme Court

To ascertain the "whole" parcel being regulated in assessing the impact of regulation, the United States Supreme Court established a three-part test in *Murr v. Wisconsin*, 137 S. Ct. 1933 (2017). This "objective" test evaluates whether a landowner would reasonably be expected to anticipate that her landholdings would be treated as a unitary whole rather than as separate parcels. The test considers "[1] the treatment of the land under state and local law;

A regulation must be analyzed for its economic impact on the property as a whole, not just the portion being regulated.

#### Other Modifications

- Increased clarity regarding expectations for submittal:
  - Alternatives Analysis
    - Variance should be requested before RUE
    - Alternative site designs, uses, etc.
    - Mitigation sequencing through critical area reports must be provided.
  - Maximum impervious surface coverage
    of 2500sf
  - Use of 2005 Critical Area Code to match other sections in code.



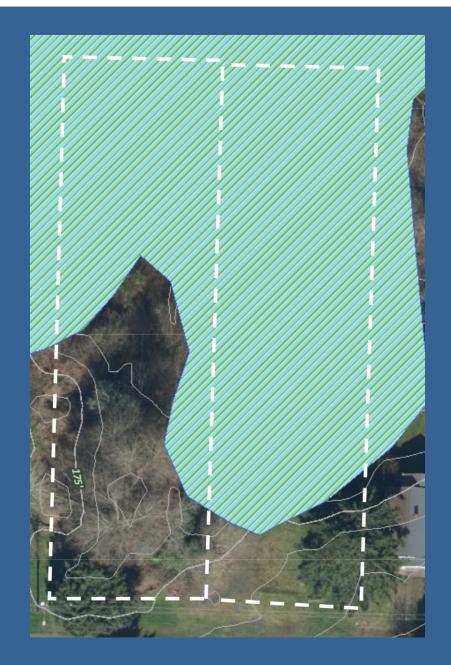
## Administrative Approval

- Proposal would allow administrative (no hearing) for:
  - Setback variance for single family residential
  - RUE for single family residential of less than 75% buffer reduction.
- Hearing Examiner Role:
  - Fact finding mission.
  - Value added when:
    - Code is subjective
    - High Likelihood for Appeal
    - Perception of Bias
- Balancing Process and Cost:
  - Time Hearing adds about 3 months.
  - Cost Applicant Pays for Hearing



## Wrap - up

- 1. Proposal clarifies wording related to consolidated ownership
  - More than 75% buffer reduction = consolidated ownership applies
- 2. Clarifies submittal requirements
  - Exhaust all other options including variance.
- 3. Allows admin. Review for 50%-75% RUE applications.



#### Comments and Modifications

- Providing Clarity regarding "reasonable economic use".
  - Applicability and Intent statement added context:
    - Applicable when CAO would deprive property from minimal economic use to which a property owner is entitled under applicable state and federal constitutional provisions to avoid a taking...
- Added reference to mitigation sequencing criteria to mitigation measures that must be addressed.
- Legal Staff re-worded consolidated ownership language by adding definitions of: single ownership, common ownership, and undevelopable.
- Suggestions not in the draft:
  - Suggestion to say should not exceed 2,500sf related to alternatives analysis
  - Add lot consolidation requirement as condition of approval when consolidated ownership language applies.

# Variance and Reasonable Use Exception Code Revisions.

Questions / Comments

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