CERTIFICATION OF ENROLLMENT

SUBSTITUTE HOUSE BILL 2343

Chapter 173, Laws of 2020

66th Legislature 2020 Regular Session

URBAN HOUSING SUPPLY--VARIOUS PROVISIONS

EFFECTIVE DATE: June 11, 2020

Passed by the House March 7, 2020 Yeas 92 Nays 5

LAURIE JINKINS

Speaker of the House of Representatives

Passed by the Senate March 3, 2020 Yeas 36 Nays 11

CYRUS HABIB

President of the Senate Approved March 27, 2020 2:15 PM

CERTIFICATE

I, Bernard Dean, Chief Clerk of the House of Representatives of the State of Washington, do hereby certify that the attached is **SUBSTITUTE HOUSE BILL 2343** as passed by the House of Representatives and the Senate on the dates hereon set forth.

BERNARD DEAN

Chief Clerk

FILED

March 27, 2020

JAY INSLEE

Governor of the State of Washington

Secretary of State State of Washington

SUBSTITUTE HOUSE BILL 2343

AS AMENDED BY THE SENATE

Passed Legislature - 2020 Regular Session

State of Washington 66th Legislature 2020 Regular Session

By House Environment & Energy (originally sponsored by Representatives Fitzgibbon, Frame, Macri, Doglio, Tharinger, and Pollet)

READ FIRST TIME 01/30/20.

AN ACT Relating to urban housing supply; amending RCW 36.70A.600, 43.21C.495, 36.70A.620, and 36.70A.610; reenacting and amending RCW 36.70A.030; and creating a new section.

4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

5 Sec. 1. RCW 36.70A.600 and 2019 c 348 s 1 are each amended to 6 read as follows:

7 (1) A city planning pursuant to RCW 36.70A.040 is encouraged to
8 take the following actions in order to increase its residential
9 building capacity:

10 (a) Authorize development in one or more areas of not fewer than 11 five hundred acres that include at least one train station served by 12 commuter rail or light rail with an average of at least fifty 13 residential units per acre that require no more than an average of 14 one on-site parking space per two bedrooms in the portions of 15 multifamily zones that are located within the areas;

(b) Authorize development in one or more areas of not fewer than ((five)) two hundred acres in cities with a population greater than forty thousand or not fewer than ((two)) one hundred ((fifty)) acres in cities with a population less than forty thousand that include at least one bus stop served by scheduled bus service of at least four times per hour for twelve or more hours per day with an average of at

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1 least twenty-five residential units per acre that require no more 2 than an average of one on-site parking space per two bedrooms in 3 portions of the multifamily zones that are located within the areas;

4 (c) Authorize at least one duplex, triplex, <u>quadplex, sixplex,</u> 5 <u>stacked flat, townhouse,</u> or courtyard apartment on each parcel in one 6 or more zoning districts that permit single-family residences unless 7 a city documents a specific infrastructure of physical constraint 8 that would make this requirement unfeasible for a particular parcel;

9 (d) <u>Authorize a duplex, triplex, quadplex, sixplex, stacked flat,</u> 10 <u>townhouse, or courtyard apartment on one or more parcels for which</u> 11 <u>they are not currently authorized;</u>

12 <u>(e)</u> Authorize cluster zoning or lot size averaging in all zoning 13 districts that permit single-family residences;

(((e) Authorize attached accessory dwelling units on all parcels 14 containing single-family homes where the lot is at least three 15 16 thousand two hundred square feet in size, and permit both attached 17 and detached accessory dwelling units on all parcels containing single-family homes, provided lots are at least four thousand three 18 19 hundred fifty-six square feet in size. Qualifying city ordinances or regulations may not provide for on-site parking requirements, owner 20 21 occupancy requirements, or square footage limitations below one thousand square feet for the accessory dwelling unit, and must not 22 prohibit the separate rental or sale of accessory dwelling units and 23 24 the primary residence. Cities must set applicable impact fees at no 25 more than the projected impact of the accessory dwelling unit. To allow local flexibility, other than these factors, accessory dwelling 26 27 units may be subject to such regulations, conditions, procedures, and limitations as determined by the local legislative authority, and 28 must follow all applicable state and federal laws and local 29 30 ordinances;))

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(f) Adopt a subarea plan pursuant to RCW 43.21C.420;

32 (g) Adopt a planned action pursuant to RCW 43.21C.440(1)(b)(ii), 33 except that an environmental impact statement pursuant to RCW 34 43.21C.030 is not required for such an action;

35 (h) Adopt increases in categorical exemptions pursuant to RCW 36 43.21C.229 for residential or mixed-use development;

(i) Adopt a form-based code in one or more zoning districts that permit residential uses. "Form-based code" means a land development regulation that uses physical form, rather than separation of use, as the organizing principle for the code;

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1 (j) Authorize a duplex on each corner lot within all zoning 2 districts that permit single-family residences;

3 (k) Allow for the division or redivision of land into the maximum 4 number of lots through the short subdivision process provided in 5 chapter 58.17 RCW; ((and))

6 (1) Authorize a minimum net density of six dwelling units per 7 acre in all residential zones, where the residential development 8 capacity will increase within the city. For purposes of this 9 subsection, the calculation of net density does not include the 10 square footage of areas that are otherwise prohibited from 11 development, such as critical areas, the area of buffers around 12 critical areas, and the area of roads and similar features;

13 (m) Create one or more zoning districts of medium density in 14 which individual lots may be no larger than three thousand five 15 hundred square feet and single-family residences may be no larger 16 than one thousand two hundred square feet;

17 (n) Authorize accessory dwelling units in one or more zoning 18 districts in which they are currently prohibited;

19 (o) Remove minimum residential parking requirements related to 20 accessory dwelling units;

21 (p) Remove owner occupancy requirements related to accessory 22 dwelling units;

23 (q) Adopt new square footage requirements related to accessory 24 dwelling units that are less restrictive than existing square footage 25 requirements related to accessory dwelling units;

26 (r) Adopt maximum allowable exemption levels in WAC 197-11-800(1) 27 as it existed on the effective date of this section, or such 28 subsequent date as may be provided by the department of ecology by 29 rule, consistent with the purposes of this section;

30 (s) Adopt standards for administrative approval of final plats 31 pursuant to RCW 58.17.100;

32 (t) Adopt ordinances authorizing administrative review of 33 preliminary plats pursuant to RCW 58.17.095;

34 <u>(u) Adopt other permit process improvements where it is</u> 35 <u>demonstrated that the code, development regulation, or ordinance</u> 36 <u>changes will result in a more efficient permit process for customers;</u> 37 <u>(v) Update use matrices and allowable use tables that eliminate</u> 38 <u>conditional use permits and administrative conditional use permits</u> 39 for all housing types, including single-family homes, townhomes, 1 <u>multifamily housing, low-income housing, and senior housing, but</u> 2 excluding essential public facilities;

3 (w) Allow off-street parking to compensate for lack of on-street 4 parking when private roads are utilized or a parking demand study 5 shows that less parking is required for the project;

6 (x) Develop a local program that offers homeowners a combination 7 of financing, design, permitting, or construction support to build accessory dwelling units. A city may condition this program on a 8 requirement to provide the unit for affordable home ownership or rent 9 the accessory dwelling unit for a defined period of time to either 10 tenants in a housing subsidy program as defined in RCW 43.31.605(14) 11 or to tenants whose income is less than eighty percent of the city or 12 county median family income. If the city includes an affordability 13 requirement under the program, it must provide additional incentives, 14

15 <u>such as:</u>

16 <u>(i) Density bonuses;</u>

17 (ii) Height and bulk bonuses;

18 <u>(iii) Fee waivers or exemptions;</u>

19 <u>(iv) Parking reductions; or</u>

20 (v) Expedited permitting; and

21 (y) Develop a local program that offers homeowners a combination of financing, design, permitting, or construction support to convert 22 23 a single-family home into a duplex, triplex, or quadplex where those housing types are authorized. A local government may condition this 24 25 program on a requirement to provide a certain number of units for affordable home ownership or to rent a certain number of the newly 26 created units for a defined period of time to either tenants in a 27 28 housing subsidy program as defined in RCW 43.31.605(14) or to tenants whose income is less than eighty percent of the city or county median 29 30 family income. If the city includes an affordability requirement, it 31 must provide additional incentives, such as: 32 (i) Density bonuses;

33 (ii) Height and bulk bonuses;

34 (iii) Fee waivers or exemptions;

35 <u>(iv) Parking reductions; or</u>

36 <u>(v) Expedited permitting.</u>

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