

### Planning and Economic Development Committee and Planning Commission Agenda

### April 6, 2021 5:30 P.M. \*SPECIAL\* Virtual Meeting

Due to the current COVID-19 public health emergency, and social distancing protocols, pursuant to the Governor's and public health officials' orders, this meeting will be conducted virtually. The meeting will be live streamed on SeaTV Government Access Comcast Channel 21 and the City's website <a href="https://www.seatacwa.gov/seatvlive">https://www.seatacwa.gov/seatvlive</a> and click play. The public may also call in to the conference line to listen to the meeting. The number is 206.973.4555. While you will be able to hear the meeting; you will not be able to participate in the meeting. Please note that if you are unable to mute your phone, everyone else on the call-in line will be able to hear you, so please refrain from speaking. City Hall is closed, so no one will be able to physically attend this meeting.

### **Councilmembers**

Stan Tombs, Chair Peter Kwon Mayor Erin Sitterley

A quorum of the Council may be present.

Staff Coordinator: Evan Maxim, CED Director

ITEM	TOPIC	PROCESS	WHO	TIME
1	Call to Order		Chair	5:30
2	PUBLIC COMMENTS (any topic): In an effort to adhere to the social distancing protocols, pursuant to the Governor's and public health officials' orders, and in order to keep our residents, Council, and staff healthy, the Council Committee will not hear any in-person public comments during this COVID-19 public health emergency. The Committee is providing		Chair	5:30 (2 min)
	remote and written public comment			

	opportunities. All comments shall be respectful in tone and content. Signing-up for remote comments or providing written comments must be done by 2:00PM the day of the meeting.  • Instructions for providing remote oral public comments are located at the following link: Council Committee and Citizen Advisory Committee Virtual Meetings.  • Submit email/text public comments to pedpubliccomment@seatacwa.gov. The comment will be mentioned by name and subject and then placed in the committee handout packet posted to the website. Public comments submitted to an email address other than the provided address, or after the deadline, will not be included as part of the record.			
3	Housing Action Plan: Review of options for Housing Strategies	Review and Discussion	Jenn Kester / Kate Kaehny	5:34 (90 min)
4	Adjourn		Chair	7:04

EXHIBIT 3a: Page 1 of 1 DATE: 04/06/21



# MEMORANDUM COMMUNITY & ECONOMIC DEVELOPMENT

Date: April 1, 2021

To: Planning & Economic Development (PED) Committee and

Planning Commission

From: Kate Kaehny, Senior Planner

Subject: Overview of Work Session on Options to Consider for HAP Housing

**Strategies** 

The upcoming joint PED and Planning Commission work session is an opportunity to review a "menu of options" that could be included as strategies within the Housing Action Plan. The work session is intended to be both informational and an opportunity to discuss and provide input on the options.

### Input and Direction Requested

While staff is seeking input from both the PED Committee and Planning Commission, we are requesting specific direction from PED on options to move forward as potential Housing Action Plan strategies for the Planning Commission to review.

The Planning Commission will provide formal direction on the Housing Action Plan after the public hearing, which is anticipated to be held in May.

### About the "Menu of Options"

A variety of options are included for your review within the attached presentation slides. These options were selected because they meet project goals and objectives, are consistent with past policy direction in the Comprehensive Plan, and are reflective of input received by community members and stakeholders to date. Staff is seeking guidance from the PED committee and Planning Commission on which options make the most sense for the SeaTac community.

### **Work Session Program**

The consultant team will facilitate the work session and the presentation slides that are included in your packet will be used as a tool to guide discussion throughout the meeting. As noted above, PED will be asked to provide direction on whether to move each option forward. In cases where follow up questions or research are requested, staff will respond as project resources and time allow.

### **Packet Materials**

- This Memo
- Copy of presentation slides
- Detailed meeting notes from Residents Housing Forum and Housing Producers Forum.

### More Information Available on Housing Action Plan (HAP) Project Website

www.seatacwa.gov/hap

EXHIBIT 3b: Page 1 of 42 DATF: 04/06/21

SeaTac Housing Action Plan "HAP" Project

**Work Session:** 

Options to Consider for HAP Housing Strategies

Joint Planning & Economic Development (PED) Committee and Planning Commission Meeting April 6, 2021



Growth Management Planning for Housing - Washington State Department of Commerce

Home | Serving Communities



HB 1923 Building Urban Residential Capacity Grants



EXHIBIT 3b: Page 2 of 42 DATE: 04/06/21

### PRESENTATION OVERVIEW

### **PURPOSE OF PRESENTATION**

- Two main goals:
  - To share options for potential housing strategies that are consistent with the Comp Plan & input to date.
  - Staff is seeking guidance from PED
     PC on which options make the most sense for SeaTac.
- Update the PED and the Planning Commission on community engagement activities and public input to date.

# WHY IS THIS ISSUE IMPORTANT?

- 1. In July 2020, City Council finalized approval of a \$100,000 Department of Commerce grant to fund a Housing Action Plan (HAP).
- 2. Identification of preferred options for Housing Strategies will allow the City to release the Public Review draft of the HAP



EXHIBIT 3b: Page 3 of 42 DATE: 04/06/21

## NO ACTION REQUESTED

### **NO ACTION REQUESTED**

No formal action is requested. However, staff is seeking PED Committee and Planning Commission guidance on options to include in the HAP as housing strategies.

### **REVIEWS TO DATE**

- Planning Commission: 11/17/2020, 1/19/2021, 2/2/2021, 3/16/2021
- Planning & Economic Development (PED) Committee: 9/24/2020, 11/18/2020, 1/19/2021, 2/25/2021, 3/25/2021

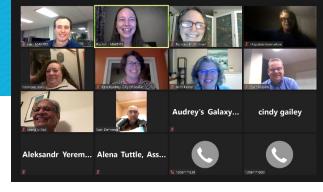


# **ENGAGEMENT UPDATE**



## **COMMUNITY ENGAGEMENT ACTIVITIES**

EXHIBIT 3b: Page 5 of 42 DATE: 04/06/21



### TO DATE

**Residents Forum**: 7 residents

- Neighborhoods: Riverton Heights, McMicken Heights, Bow Lake, city center area, southern end of Military Rd S
- Homeowner/Renter: Majority homeowners, one renter

<u>Housing Producers Forum</u>: 9 participants from for-profit & non-profit communities

 Type of Producer: Developers (apartment, middle-density & single family/short plats), real estate professional, Master Builders Association

### **ONGOING**

- Online Open House/Survey
- Targeted Engagement: Including community/housing nonprofits & faith community



EXHIBIT 3b: Page 6 of 42

### **COMMUNITY ENGAGEMENT ACTIVITIES**

# **ONLINE OPEN HOUSE/SURVEY**

Opened March 1st (will close April 16<sup>th</sup>)

### Advertising/outreach process:

- Social media "blasts:" 4 City blog posts and City Manager's Weekly newsletter
- Email blasts (more to come)

### Responses to date:

- 80 (79 English, 1 Spanish)
- 79 live in SeaTac
- 9 (11%) renters; 69 (87%) homeowners
- 70% completion rate (appropriate for online open house)

### **Request:**

Please let your constituents know about the online open house & survey: www.seatacwa.gov/hap

EXHIBIT 3b: Page 7 of 42 DATE: 04/06/21

### **COMMUNITY ENGAGEMENT ACTIVITIES**

# ONLINE OPEN HOUSE/SURVEY – HOUSING STORIES SAMPLE

### WHY MOVED TO SEATAC

### **AFFORDABILITY**

- I couldn't afford Seattle because of COVID19 and loss of work. It's still hard but more affordable now.
- I very recently moved to SeaTac after purchasing a home on a lot that is a good opportunity to subdivide and build additional affordable density.
- It was affordable at the time. I don't like living in Seatac. It is a slum.
- We moved here in 1992 from W. Seattle for cheaper housing and to not be so crowded.

### **HOMEOWNERSHIP OPPORTUNITIES**

- We bought our house because it was in our price range for what we wanted and being very close to light rail.
- That's where I found a nice condo still in the Seattle metropolitan area
- I was just barely able to afford a condo here and decided to buy to avoid unpredictable rent increases.

### **ASSETS**

### **COMMUNITY**

- I enjoy the neighborliness of our locals and have made good friends in the area.
- We enjoy our neighborhood mainly due to our close connections to neighbors and friends.

#### TRANSPORTATION & AMENITIES

- I also like the convenience of being near highways, the airport, and shopping areas.
- In my area I love the cleanliness and the access to the freeway, being that I work in Seattle.
- I like living in SeaTac because it is a beautifully diverse community. I like the small businesses and restaurants here. And lightrail options.

### **CONCERNS/DESIRES**

### **EXISTING HOME REPAIR**

 The housing challenges are for me, being able to easily update and remodel my home affordably, without being hammered with fees and permits and management of the mortgage payments.

### **RENTALS IN SF**

- We love our house, but we are seeing problems with the neighborhood as there are houses in our neighborhood renting rooms out.
- We have observed up close the changing nature of our area which includes more renters displacing home owners, more desperate people even before the pandemic

### **CRIME**

· ...numerous break-ins and thefts at our home when we were away.

### **MORE AMENITIES**

 No housing challenges, but wish there were more stores and restaurants around.

EXHIBIT 3b: Page 8 of 42

### **COMMUNITY ENGAGEMENT ACTIVITIES**

# ONLINE OPEN HOUSE/SURVEY TOP THEMES

- Safe, affordable housing in good neighborhoods (top value)
- Affordability and homeownership important
- Open to additional home types
- Combo of urban village strategy and some housing changes in other neighborhoods supported
- Issues/concerns:
  - Costly home repairs needed to stay in home
  - Crime
  - Increased parking on residential streets



EXHIBIT 3b: Page 9 of 42 DATE: 04/06/21

# HAP STRUCTURE



# PRELIMINARY DRAFT HOUSING ACTION PLAN (HAP) OUTLINE

EXHIBIT 3b: Page 10 of 42 DATE: 04/06/21

# 1. Executive Summary

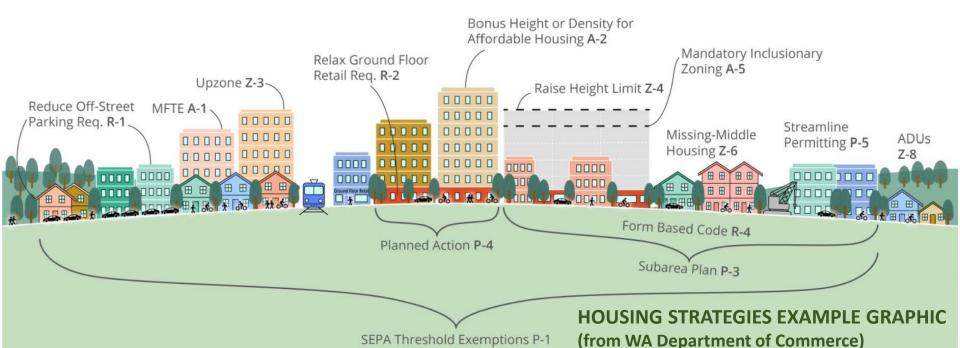
- 2. Introduction
  - Background & purpose
  - 2. City's role in housing
  - Current approach (policies & incentive programs)
  - 4. Housing supply gaps (HIAR summary)
  - Community engagement summary
- 3. Framework Goals, Objectives, & Strategies
- 4. Implementation & Monitoring
- 5. Appendices
  - 1. Housing Inventory & Assessment Report (HIAR)
  - 2. Public engagement record

Discussing options tonight



# Overarching Goal: Increase the amount and types of housing available at all income levels.

- Align with City policies & Council priorities
- Address gaps identified in Housing Inventory & Assessment Report



Infill Evenntion P-2

EXHIBIT 3b: Page 12 of 42 DATE: 04/06/21

### **OBJECTIVES**

- 1. Create complete communities
- 2. Develop urban villages near light rail
- 3. Increase missing middle opportunities
- 4. Strive for a balance of housing options with strategies that:
  - Increase homeownership opportunities
  - Serve young people and families
  - Preserve existing owner-occupied and rental housing
  - Support safe, healthy, high quality housing
  - Promote market rate options
  - Address homes at lower income categories
- 5. Help residents and businesses stay in SeaTac



EXHIBIT 3b: Page 13 of 42 DATE: 04/06/21



# HAP STRATEGY MENU OF OPTIONS



EXHIBIT 3b: Page 14 of 42 DATE: 04/06/21

### **HOW OPTIONS WERE SELECTED**

### SELECTION CRITERIA

## **Options selected for review:**

- Align with SeaTac's policy framework and unique conditions
- Reflect resident and development community inputs
- Meet framework goals and objectives
- Address gaps from Housing Inventory & Assessment report

### **KEY CONSIDERATION**

 Selected housing strategies should be actionable through policy, development codes, capital/infrastructure programs, or other City actions



EXHIBIT 3b: Page 15 of 42

# #1) CREATE COMPLETE COMMUNITIES - BACKGROUND ATE: 04/06/21

OBJECTIVE 1: Strengthen neighborhoods by tying housing production to improved infrastructure, resources, amenities, and people-oriented design.

### **Background Information on Objective**

Supports existing "complete communities" policies which promote multimodal, connected neighborhoods with access to parks, neighborhood-oriented retail, and other services. (Complete community policies apply to all City neighborhoods, including urban village/station areas).

### **Related Housing Inventory & Assessment Report Findings**

- Only one neighborhood in SeaTac has a functional neighborhood business node:
   McMicken Heights, which is anchored by city's only major grocery store.
- Many neighborhoods lack the type of well-connected, walkable street grid that promotes active transportation (walking/bicycling) and easy access to local goods, services, jobs, transit and recreation.

### **Related Public Engagement Findings**

- Residents Forum participants rated this their top priority.
- Producers Forum participants said home buyers are interested in community vibe, parks and neighborhood resources.

part of Transportation Master Program Update.

**Update residential design standards to encourage** 

housing types such as setbacks and building height

community interaction and sociability. Consider

changes to codes that promote high quality

residential design for single family and other

transitions requirements.

☐ Yes

■ No

☐ Yes

■ No

☐ Yes

☐ No

■ Maybe

Maybe

■ Maybe

Policy amendments	<ul> <li>Strengthen "complete community" policies.         Provide clearer policy guidance on type of infrastructure investments and other City actions that help strengthen neighborhoods and enhance quality of life.     </li> </ul>
	<ul> <li>Enhance connectivity to better support multi- modal access for current residents and future development. Undertake mobility assessment as</li> </ul>

Code

amendments

### **#1: CREATE COMPLETE COMMUNITIES – STRATEGY OPTIONS FOR CONSIDERATION**

City Tools	Menu of Options EXHIBIT 3b: Page 17 of 42 DATE: 04/06/21	PED Guidance
Capital Project Planning	Proactively plan for capital facilities that support complete communities. Use the capital facilities plan and improvement program to align city investment with complete communities goals and projected housing growth.	☐ Yes☐ No☐ Maybe
Other City Actions	Continue community conversations about housing and complete communities. Develop a more regular and on-going community engagement process to receive public feedback on housing and neighborhood priorities.	☐ Yes☐ No☐ Maybe



# #2) DEVELOP URBAN VILLAGES BY LIGHT RAIL - BACKGROUND

EXHIBIT 3b: Page 18 of 42 DATE: 04/06/21

# OBJECTIVE 2: Make it easier to develop homes in the light rail station areas as part of the City's urban village strategy.

### **Background Information on Objective**

 Aligns with City policy to focus majority of residential / commercial growth in compact, walkable urban villages adjacent to SeaTac's three light rail stations.

### **Related Housing Inventory & Assessment Report Findings**

 Increased real estate interest and development activity around light rail stations.

### **Related Public Engagement Findings**

- Residents Forum participants believed apartments appropriate near transit.
- Producers Forum participants:
  - Supported higher density urban villages near light rail stations
  - Some design standards make it difficult to build apartments, especially in areas where rents are insufficient high to cover the cost of development



Add flexibility to the Residential Medium and

of multi-family units.

development.

capacity within this zone.

Make code changes that encourage the production

Residential High zones by utilizing a more "form" or

"scale" based approach to regulating multi-family

Currently, the City uses a "form/scale-based"

"Form/scale-based" codes regulate the way

approach to regulating multi-family development

buildings look rather than through the number of

units allowed. (Height limits and other design

standards are used in place of density limits.)

**Update requirements for the Residential High Mixed** 

**included in all projects.** Currently residential units are

not required in all projects, which limits the residential

Use zone (UH-UCR) to ensure residential units are

in seven of the eleven zones where it is allowed.

☐ Yes

□ No

☐ Yes

☐ No

■ Maybe

■ Maybe

City Tools
Code amendments

### #2: DEVELOP URBAN VILLAGES NEAR LIGHT RAIL - STRATEGY OPTIONS FOR CONSIDERATION

City Tools	Menu of Options  EXHIBIT 3b: Page 20 of 42 DATE: 04/06/21	PED Guidance
Code amendments	■ Remove code barriers to multi-family development	
	- Re-evaluate and reduce commercial space requirements for mixed use developments. While the City amended mixed use requirements a few years ago, further reductions in ground floor commercial space can make it easier to build multifamily projects and would promote these uses where they are most important.	☐ Yes☐ No☐ Maybe
	- Add flexibility to the multi-family code. The recent increase in multi-family development in the city has led to more frequent use of the multi-family code and interaction with apartment developers. To add flexibility to the code while maintaining high quality design, consider changes to setbacks, site access, landscaping and recreation space requirements.	☐ Yes☐ No☐ Maybe

### #2: DEVELOP URBAN VILLAGES NEAR LIGHT RAIL - STRATEGY OPTIONS FOR CONSIDERATION

City Tools	Menu of Options  EXHIBIT 3b: Page 21 of 42 DATE: 04/06/21	PED Guidance
Capital Project Planning	■ Proactively plan and coordinate public infrastructure to support urban village development. Continue to coordinate and implement public infrastructure and amenity projects that support high density residential development within urban villages/station areas.	☐ Yes☐ No☐ Maybe
Other City Actions	■ Conduct multi-family parking study to analyze appropriate parking requirements within urban villages/station areas. Include consideration of airport-driven impacts (e.g. Uber and limo parking at residences). Study should also address how to appropriately incorporate recent changes to state law related to parking near frequent transit.	☐ Yes☐ No☐ Maybe



# #3) INCREASE MISSING MIDDLE OPPORTUNITIES - BACKGROUND

EXHIBIT 3b: Page 22 of 4

# OBJECTIVE 3: Increase opportunities for "missing middle," moderate density options like duplexes, triplexes, and townhouses.

### **Background Information on Objective**

- Middle density housing offers affordable options for first time homeowners, families and other households, and can be designed to fit in with character of existing neighborhoods.
- There are minimal middle density housing options in SeaTac; currently, 90% of SeaTac homes are either single-family houses or large multi-family buildings.
- Supports current policies that promote a variety of housing types in all neighborhoods.

### **Related Housing Inventory & Assessment Report Findings**

Existing stock doesn't reflect SeaTac diversity of family types, household income, or life stages.

### **Related Public Engagement Findings**

- Residents Forum participants had mixed opinions on middle housing. Most supported duplexes and townhouses in some locations in single family areas, especially near transit. Others did not support townhouses in traditional single family areas.
- Producers Forum participants identified attainable middle homes (\$350,000-\$400,000 price range) as attractive and less risky building type.

City Tools	Menu of Options	EXHIBIT 3b: Page 23 of 42 DATE: 04/06/21	PED Guidance
Policy amendments	Townhouse land use design townhouse developments can townhouse designation. Conthe Residential Medium destownhouses and other midditypes are already allowed.	ation. Currently, only an be built in the asider replacing it with ignation, where	☐ Yes☐ No☐ Maybe



City Tools	Menu of Options  EXHIBIT 3b: Page 24 of 42 DATE: 04/06/21	
Code amendments	<ul> <li>Remove code barriers to missing middle development.</li> </ul>	
	<ul> <li>Add flexibility to Townhouse code. Consider reducing requirements such as minimum lot size, recreation space, and other changes to increase townhouse development.</li> </ul>	☐ Yes☐ No☐ Maybe
	<ul> <li>Allow duplexes as stand-alone uses where townhouse development is allowed. Currently, duplexes are only allowed as part of townhouse projects, which significantly limits their availability.</li> </ul>	☐ Yes☐ No☐ Maybe
	<ul> <li>Explore allowing duplexes in some locations within Residential Low zones. Evaluate options for allowing duplexes in single family zones, such as at intersections, along arterial roads, or as buffers between higher and lower density zones, and consider whether appropriate for SeaTac.</li> </ul>	☐ Yes☐ No☐ Maybe



City Tools	Menu of Options EXHIBIT 3b: Page 25 of 42 DATE: 04/06/21	PED Guidance
Code amendments	Remove code barriers to missing middle development.	
	<ul> <li>Add flexibility to Small Lot Single Family requirements. The current Small Lot Single Family code allows 3,000 square foot single family lots within some Residential Medium and Residential High zones. Allow more flexibility in the current code to increase small lot single family development. Consider changes to departure language, the location of parking and other standards.</li> </ul>	☐ Yes☐ No☐ Maybe
	- Evaluate whether regional trends in regulating Accessory Development Unit (ADU) are appropriate for SeaTac. This includes consideration of ADU code changes such as increasing size minimum, removing owner occupancy requirement, metering separately, and allowing more than one ADU on-site	☐ Yes☐ No☐ Maybe



City Tools	Menu of Options EXHIBIT 3b: Page 26 of 42 DATE: 04/06/21	PED Guidance
Code amendments	■ Consider allowing cottage housing in Residential Low single family zones. Cottage housing is currently only allowed through the City's Planned Unit Development code, which can be difficult to use and does not include cottage housing design standards. Explore how and where to allow cottage housing in certain locations in Residential Low zones through a code amendment process.	☐ Yes☐ No☐ Maybe
Other City Actions	<ul> <li>Explore whether creating pre-approved Accessory         Dwelling Unit Plans would be a cost-effective way to             encourage ADU development in SeaTac. Some other             cities in the region, including Renton, have created pre-             approved ADU plans to make it easier for homeowners to     </li> </ul>	☐ Yes ☐ No ☐ Maybe

build ADUS.



## #4) STRIVE FOR BALANCE OF HOUSING OPTIONS - BACKGROUND

EXHIBIT 3b: Page 27 of 42 2-DATE: 04/06

# OBJECTIVE 4: Strive for a balance of housing options through strategies that:

- Increase homeownership opportunities
- Serve young people and families
- Preserve existing owner-occupied and rental housing
- Support safe, healthy, high quality housing
- Promote market rate options
- Address homes at lower income categories

### **Background Information on Objective**

- Supports current policies that promote a variety of housing types available to households at all income levels.
- Options in this section would move the housing supply towards a balance more reflective of the characteristics of the city's population.

## #4) STRIVE FOR BALANCE OF HOUSING OPTIONS - BACKGROUND

EXHIBIT 3b: Page 28 of 4 DATF: 04/06/2

## **OBJECTIVE 4**: Strive for a balance of housing options. (cont.)

### **Related Housing Inventory & Assessment Report Findings**

 SeaTac's housing supply has "gaps" in terms of price, building age, and housing type for both rental and ownership units. Addressing these gaps would better meet needs of current and future residents.

### **Related Public Engagement Findings**

- Residents Forum participants supported increasing ownership options and providing more options for singles and renters. Many expressed inability to move from current homes to due to high rental and home prices.
- Community / housing non-profit interview participants indicated concerns about affordability and the quality of rental housing available in the city.
- Producers Forum participants identified strategies that could increase housing production for multi-family and middle density housing, mostly through relaxing code requirements. Providing affordable options near transit was identified as one way housing could be more accessible to cost-burdened households.

City Tools	i ivienu oi comonis	Page 29 of 42 PED Guidance PATE: 04/06/21
Policy Amendments	Review potential land use changes that could increase residential variety and capacity. As path the 2024 major Comprehensive Plan amendment path analyze areas that can support redevelopment and additional housing capacity can occur. Integrate any proposed changes into update process.	art of Increase Incre
Code Amendments	Partner with residential property owners in reproperties to maximize their housing potential Rezones would be for parcels that maximize their potential coning based on their current land use designation.	al. □ No otential □ Maybe



City Tools	Menu of Options	EXHIBIT 3b: Page 30 of 42 DATE: 04/06/21	PED Guidance
Code amendments	<ul><li>Increase ownership opportunities.</li></ul>		
	<ul> <li>Consider Decreasing Minimum Lot Low (UL) 7,200 Single Family Zone.</li> <li>of subdivisions, reduce lot size mini</li> </ul>	To increase ease	☐ Yes ☐ No ☐ Maybe
	<ul> <li>Clarify condominium provisions to easier to use. Streamline provisions condominium units in the land use within the Planned Unit Developme sections.</li> </ul>	s to create codes, especially	☐ Yes☐ No☐ Maybe



City Tools	Menu of Options	EXHIBIT 3b: Page 31 of 42 DATE: 04/06/21	PED Guidance
Code amendments	<ul><li>Increase ownership opportunities.</li></ul>		
	- Revise High Density Single requirements. Consider remaining requirement and or encourage the use of this or 5,000 sf lots in the single factorions are met.	moving the low income ther criteria to better verlay zone which allows	☐ Yes☐ No☐ Maybe
	- Proactively upzone in the Uzones in conjunction with uzones large lossingle family when certain uzonailable.	itility infrastructure ots to higher density	☐ Yes ☐ No ☐ Maybe



City Tools	Menu of Options  EXHIBIT 3b: Page 32 of 42 DATE: 04/06/21	PED Guidance
	<ul> <li>Serve young people and families by providing housing options that are more appropriate to their household sizes and affordability preferences.</li> </ul>	
Code amendment or other City actions	<ul> <li>Encourage 3-bedroom units in multi-family projects.</li> <li>Explore code amendments or other methods to incentivize the creation of 3+ bedroom multi-family units, especially when on ground floors of buildings.</li> <li>(Ground floor units can be more convenient for seniors and families with children.)</li> </ul>	☐ Yes☐ No☐ Maybe
	<ul> <li>Pilot Program for Micro-Apartments: Consider creating a term-limited pilot program to promote micro- apartments or other unique housing that would encourage young people and others seeking small housing units in urban villages/station areas or elsewhere.</li> </ul>	☐ Yes☐ No☐ Maybe



#4: STRIVE FOR BALANCE OF HOUSING OPTIONS - STRATEGY OPTIONS FOR CONSIDERATION				
City Tools	Menu of Options EXHIBIT 3b: Page 33 of 42 DATE: 04/06/21	PED Guidance		
	Preserve existing owner and rental housing.			
Other City Actions	<ul> <li>Evaluate the development of programs to rehabilitate rental properties in exchange for long-term assurances that these properties will remain as affordable units. This type of program could potentially rely on US HUD Community Development Block Grant funding.</li> </ul>	☐ Yes ☐ No ☐ Maybe		
	<ul> <li>Explore ways to support low-income SeaTac homeowners in getting access to need-based financial resources that can allow them to purchase and maintain housing in good condition. Aside from providing direct assistance, this could also be done by facilitating access to funding such as the King County Housing Authority's Weatherization Program, and Housing Repair Loans from the King County Community and Human Services Dept.</li> </ul>	☐ Yes☐ No☐ Maybe		
	<ul> <li>Consider coordinating with community land trusts (CLTs) to promote the development and preservation of affordable owner-occupied housing. This can be done by the City or through coordination with regional partners.</li> </ul>	☐ Yes ☐ No ☐ Maybe		

City Tools	Menu of Options  EXHIBIT 3b: Pa DAT	ge 34 of 42 E: 04/06/21 <b>PED Guidance</b>
	<ul><li>Preserve existing owner and rental housing.</li></ul>	
Other City Actions	<ul> <li>Develop a registration program for rental units to identify existing rental housing in the city and req regular health and safety inspections. In addition to providing more detailed information for monitoring can increase the quality of housing stock by reducing reliance on a complaint-based inspection system. To cities of Tukwila and Kent have these types of program</li> </ul>	maybe  Ing the The
	<ul> <li>Right of First Refusal. Explore the possibility of recovering owners of multi-family rental properties to provide advance notification to the City prior to a sale and an opportunity to identify an alternate buyer to preavailable affordable housing.</li> </ul>	e □ No give □ Maybe



City Tools	Menu of Options  EXHIBIT 3b: Page 35 of 4: DATE: 04/06/2	
	<ul><li>Support safe, healthy, quality housing</li></ul>	
Other City Actions	<ul> <li>Consider actions to increase effectiveness and reach of home-repair loan and grant programs. Explore partnerships and other programs that can support and expand SeaTac's existing home repair assistance activities.</li> </ul>	☐ Yes☐ No☐ Maybe



City Tools	Menu of Options  EXHIBIT 3b: Page 36 of 42 DATE: 04/06/21	PED Guidance
	Promote market rate rental options	
Other City Actions	<ul> <li>Continue conversations with the development community about actions the city can take to attract market rate rental housing. Continue discussions with developers identified through Housing Action Plan stakeholder engagement process and undertake outreach to other developers to gain insight on impactful City actions.</li> </ul>	☐ Yes☐ No☐ Maybe



City Tools	Menu of Options  EXHIBIT 3b: Page 37 of DATE: 04/06/	
	<ul> <li>Address shortage of homes for people at lower income categories.</li> </ul>	
Code Amendments	<ul> <li>Review incentives that preserve or increase housing options for households at lower income levels, especially near transit. Review and possibly amend current incentive codes to support no net loss of affordable housing units in transit communities.</li> </ul>	☐ Yes☐ No☐ Maybe
Other City Actions	<ul> <li>Engage with regional partners to address affordability challenges and regional equity at the lowest income levels. Engage with and advocate for SeaTac community with groups like the South King Housing and Homelessness Partners (SKHHP), PSRC, and others.</li> </ul>	☐ Yes☐ No☐ Maybe



# #5) HELP RESIDENTS & BUSINESSES STAY IN SEATAC - BACKGROUND

I 3b: Page 38 of 42 DATE: 04/06/2

# OBJECTIVE 5: Help residents and businesses stay in SeaTac, and prevent disruption to communities.

# **Background Information on Objective**

 Supports current policies that promote maintaining a mix of housing types, adequate supply of affordable housing, and also job / service providers near neighborhoods.

# **Related Housing Inventory & Assessment Report Findings**

- Home prices and rents have risen more than income in past two decades, leaving over half of residents cost burdened.
- Future growth and development could lead to displacement of existing residents.

# **Related Public Engagement Findings**

- Residents Forum participants voiced strong support for preserving existing affordable housing in the community.
- Online open house/survey participants told stories of being displaced from other areas and expressed concern about being priced out of SeaTac.
- Community/housing non-profit interview participants expressed concern about displacement of current renters, many of whom are airport services workers.

### **#5: HELP RESIDENTS & BUSINESSES STAY IN SEATAC - STRATEGY OPTIONS**

City Tools	Menu of Options EXHIBIT 3b: Pag DATE	ge 39 of 42 E: 04/06/21	PED Guidance
Code amendments	Review and clarify code requirements for live/work units to encourage opportunities of small business owners. Consider options for live/work codes and whether they are appropriate for SeaTac.		☐ Yes☐ No☐ Maybe
Other City Actions	<ul> <li>Explore approaches that would allow displace households and businesses to return to an existing site after redevelopment is completed Options include a requirement of developers redeveloping a site, to provide new housing</li> </ul>	e.	☐ Yes☐ No☐ Maybe

affordable at the same rate as "lost" housing.



### **#5: HELP RESIDENTS & BUSINESSES STAY IN SEATAC - STRATEGY OPTIONS**

City Tools	Menu of Options	EXHIBIT 3b: Page 40 of 42 DATE: 04/06/21	PED Guidance
Other City Actions	<ul> <li>Explore the development of and affordable housing present these programs support low-facing legal issues or evictions current action by the State to under the law.</li> <li>This aligns with the City's current tenant counseling, which current residents with access to inform under the Residential Landlord ordinances, and other laws, as sources of financial support.</li> </ul>	ervation programs. income households income hous	☐ Yes☐ No☐ Maybe
	■ Continue helping to coordinate rental assistance. Continue professional emergency resources for tenants needs for rental assistance through Division. This includes the allocate funding from HB1406 and federal	roviding access to facing immediate gh the Human Services tion of rental assistance	☐ Yes☐ No☐ Maybe

EXHIBIT 3b: Page 41 of 42 DATE: 04/06/21

# **NEXT STEPS**

# PED WORK SESSIONS & PROJECT COMPLETION

# May:

- Draft Housing Action Plan available for public review on website & at virtual public forum/open house
- Planning Commission holds public hearing & provides recommendation

### June:

"Final" Draft Housing Action Plan submitted to Department of Commerce

# July:

PED review and recommendation on "Final" Draft Housing Action Plan

# **August-September**

City Council review and action



EXHIBIT 3b: Page 42 of 42 DATE: 04/06/21

# NO COMMITTEE ACTION REQUESTED

# NO COMMITTEE ACTION REQUESTED

Project briefing is informational.

### **REVIEWS TO DATE**

- Planning Commission: 11/17/2020, 1/19/2021, 2/2/2021, 3/16/2021
- Planning & Economic Development (PED) Committee: 9/24/2020, 11/18/2020, 1/19/2021, 2/25/2021, 3/25/2021



EXHIBIT 3c: Page 1 of 4 DATE: 04/06/21

SeaTac Housing Action Plan Project

### Residents Housing Forum: Meeting Notes

Meeting Notes from March 10, 2021 (Virtual meeting, 6:00-8:00pm)

### **BACKGROUND OF PARTICIPANTS**

- Number/Participants: Seven SeaTac
- Neighborhoods: Riverton Heights, McMicken Heights, Bow Lake, city center area, south end-Military Rd S
- Homeowner/Renter: Majority homeowners, one renter

### MEETING NOTES KEY TAKEAWAYS/SUMMARY

#### **Key Values**

- People love their existing neighborhoods and their current look and feel
- Design for human sociability / sense of community matters

#### Assets to Preserve

- Mid-century single-story "rambler" houses provide valuable housing, especially for seniors
- Existing affordable homes many homeowners can't afford to move

#### **Issues & Interests**

- Concern about new tax exempt residential properties' impact on taxpayers
- Not enough affordable options for renting apartments, especially for seniors
- Support for new housing that enhances social connections and multi-generational living like co-housing, cottage housing, courtyard apartments
- Support for apartments near light rail and possibility of moderate density "missing middle" housing types near transit

EXHIBIT 3c: Page 2 of 4 DATE: 04/06/21

### **DETAILED MEETING NOTES**

#### Values

- People love their existing neighborhoods as they are
- Design for human sociability/sense of community matters (e.g., entrance is an appropriate distance from street, design for activities to be done together)
- Space for kids to play outside is important
- Light and air to streets and homes is important
- Privacy is important (it should not be easy for people to look into your home or back yard)
- Transitions in scale of buildings between different home types is appreciated
- Homeowners bought property in low-density neighborhoods with an expectation that the look and feel would not change
- There is a "too much is too much" density threshold, but participants couldn't say what that
  might be. The look of the neighborhood, combined with maintaining the sociability factor, is
  more important than the number of units on a lot.
- McMansions are generally not desired, though in SF areas, may be more desirable than 5-story apartment building.
- Serving multigenerational households and living is important

#### Assets to Preserve

- Mid-century single-story "rambler" houses provide valuable housing appropriate for seniors
- Existing affordable homes many SeaTac homeowners can't afford to move due to high and rising housing costs

#### Ideas and Interests

- Invest in amenities greenspace, sidewalks, etc.
- Ensure services, e.g., Police, come with any growth
- Look closely at expected population growth numbers and housing data and trends to understand needs
- Commercial:
  - Encourage gathering places like restaurants, bars, and other businesses where community members interact with one another
  - Encourage mixed use developments with commercial space for small, family-owned businesses; participants are meeting their grocery/shopping needs in Bellevue, Kent, and elsewhere instead of locally
  - Vacant retail space in apartment buildings is a problem

EXHIBIT 3c: Page 3 of 4 DATE: 04/06/21

#### SeaTac Housing Action Plan Project

- Address affordability:
  - Limit new tax exempt residential properties
  - Provide truly affordable housing
  - Consider rent control to combat skyrocketing rents
- Look and feel:
  - Consider a historic preservation program for architecturally significant midcentury buildings
  - Focus on character—e.g., a few townhouses/duplexes are ok as long as they don't go to the fence line
- Thoughtful planning:
  - Tension around rising housing costs, people not having shelter, and what to do about it—many don't want to "build up" while others don't want sprawl and a lack of thoughtful planning
  - Look for vacant or underutilized commercial properties to add housing
  - o Invest into revitalizing and renovating the pre-existing aging housing supply
- Wide range of opinions about new housing:
  - Strong support for new housing that enhances social connections and multigenerational living – such as cohousing, cottage housing, or courtyard apartments
  - Some believe townhouses are not acceptable in single-family neighborhoods; others believe they are a good housing type for families
  - Strong support for studios and small apartments for single adults living alone, including elders
  - Missing middle is a reasonable approach in areas near transit
  - Apartments are appropriate near light rail

### Prioritization of HAP Objectives (Guiding Framework Statements)

- Most important HAP objective: "Strengthen neighborhoods by tying housing production to improved infrastructure, resources, amenities, and people-oriented design."
- Findings that most reflects experience of participants: "Like most of the Puget Sound region, housing costs in SeaTac have risen significantly more than household incomes over the last decade."
- Finding that is most important to address: "SeaTac's aging population will require accessible units."

### SeaTac Housing Action Plan Project

### Full Poll results

Findings	I would like more information about this	SeaTac needs to address this	Number of votes  This is not an issue for me or people I know	This reflects my experience or the experience of someone I know	This surprised me
Like most of the Puget Sound region, housing costs in SeaTac have risen significantly more than household incomes over the last decade.		1		5	
Middle-density housing options are underrepresented.		3	3	1	
Most housing in SeaTac was built within a short period of time and is aging.	1	2		3	1
SeaTac has a shortage of homes for people at the highest and lowest income levels.	1	1	3	2	
SeaTac's aging population will require accessible units.	1	5	1		
SeaTac's unit sizes do not reflect its household sizes and current demand for housing for families and single-person households.	1	2	1	2	1
Until recently, SeaTac's housing supply was not on pace to meet anticipated demand.	1	2	2	1	1
While SeaTac has a proud history of providing housing for working families, currently, two out of five SeaTac households are paying more than 30% of their gross income on housing.	1	1	3	2	

	Number of votes		
Draft Objective	Which HAP objectives are most important to you? Select up to two.	Which HAP objectives are most important to you? Select up to two. (Second round)	
Strengthen neighborhoods by tying housing production to improved infrastructure, resources, amenities, and people-oriented design.	3	6	
Make it easier to develop homes in the light rail station areas as part of the City's urban village strategy.	1		
Increase opportunities for "missing middle" options like duplexes, triplexes, and townhouses.	2	1	
Strive for a balance of housing options (high end, low end, young people, families, ownership, preservation, safe-health-high quality)			
Help residents and businesses stay in SeaTac, and prevent disruption to communities.	1		

SeaTac Housing Action Plan Project

EXHIBIT 3d: Page 1 of 3 DATE: 04/06/21

### **Producers Housing Forum: Meeting Notes**

Meeting Notes from March 12, 2021 (Virtual meeting, 10:00am-12:00pm)

#### BACKGROUND OF PARTICIPANTS

• Number/Participants: Nine people from the for-profit and non-profit development communities

### MEETING NOTES KEY TAKEAWAYS/SUMMARY

#### Opportunities

- Station areas going in right direction, grocery stores and other amenities nearby would reduce need for parking
- SeaTac and South King County have a unique, funky vibe that is attractive
- There is demand for attainable homes (\$350,000-\$400,000), and multi-generational housing including "missing middle" moderate density housing (duplex, multiplex, townhouse)

#### **Regulatory Barriers**

- Provide more flexibility in regulations
- Remove barriers to ADUs (e.g. ownership, increase size, provide pre-approved sample plans)
- Reduce minimum lot size for single family homes and make it easier to divide lots
- Consider reduced parking requirements for multifamily to decrease cost of development, especially in station areas where current minimums are higher than other cities

#### Other Impactful City Actions

- Reduce unnecessary hurdles in permitting process
- Invest in staff resources and electronic plan submittal to help reduce permitting time
- Invest in big infrastructure costs like sidewalks, undergrounding utility wires, drainage requirements

EXHIBIT 3d: Page 2 of 3 DATE: 04/06/21

### **DETAILED MEETING NOTES**

#### Issues

- Hard to find land to do multi-family development in city
- It helps cost-burdened households to live near light rail and other transit because it can decrease transportation costs and help household budgets
- Important to have family housing close to transit
- Great that the City is inviting different groups to the table to discuss affordable missing middle/ moderate density and other housing with the development community

### Opportunities

- Station areas are going in the right directions
- Developing near Light Rail/Station Areas and Rapid Transit can lessen the transportation cost burden on households
- In Station Areas, create a destination, "place making" opportunity with close proximity amenities such as a grocery store nearby to substantially reduce parking demand
- Centralized location and the airport. Lots of airport related employees would live here if they
  could; increase tax base
- SeaTac and South King have a unique, funky vibe that is attractive
- City parks, open space and Angle Lake are great neighborhood amenities
- SeaTac has opportunity to capture people leaving other cities (especially due to COVID)
- Other cities are getting creative and SeaTac should to
- SeaTac staff are smart and easy to work with
- MFTE option
- More attainable housing in the \$400K range, including smaller single family lot sizes and allowing more duplex/multiplex/townhouse development

### Regulatory Barriers

- Relaxing parking minimums desired in order to reduce cost of development, especially in station areas where minimums are higher than other cities, even with current reductions
- Implement form-based code for flexibility
- Increase opportunity for missing middle, attainable home prices (\$350,00 to \$400,000) and multigenerational living
  - Remove barriers to ADUs; owner occupancy requirement, increase size allowed, provide pre-approved sample plans
  - Reduce minimum lot sizes and make it easier to subdivide lots for missing middle housing

EXHIBIT 3d: Page 3 of 3 DATE: 04/06/21

- Allow duplex/multiplex/townhouse development in single family zone designations
- Increase building lot coverage maximums to enable building rambler, single story style homes
- o Have early, often, transparent conversations with neighborhoods
- Remove the "single family" zoning designation like the State of Oregon and other cities to allow more housing types to be built
- Avoid costly, inflexible design standards such as modulation and materials requirements

### Other Impactful City Actions & Ideas

- Invest in additional Staff, resources and electronic plan submittal technology; permitting time is a cost to developers
- Streamline permitting requirements, reducing any unnecessary hurdles, such as an STE permit for individual lots within a single project
- Consider City investment and/or coordination between multiple utility districts and their requirements to reduce big infrastructure costs such as sidewalks, undergrounding utility wires, and NPDES drainage requirements
- Offer pre-approved ADU plans to make it easier and more affordable for homeowners to construct
- Buyers are interested in the community vibe, parks, and resources. Continue to allocate City resources as appropriate
- Consider incentives to help meet expensive green building requirements