ESHB 1042 - S AMD 297 By Senator Kuderer

5

6

7

8

10

2021

22

2324

25

2627

ADOPTED 04/05/2023

- 1 Strike everything after the enacting clause and insert the 2 following:
- 3 "NEW SECTION. Sec. 1. A new section is added to chapter 35A.21
 4 RCW to read as follows:
 - (1) (a) Code cities must adopt or amend by ordinance, and incorporate into their development regulations, zoning regulations, and other official controls the requirements of subsection (2) of this section for buildings that are zoned for commercial or mixed use no later than six months after its next periodic comprehensive plan update required under RCW 36.70A.130.
- 11 (b) The requirements of subsection (2) of this section apply and
 12 take effect in any code city that has not adopted or amended
 13 ordinances, regulations, or other official controls as required under
 14 this section by the timeline in (a) of this subsection and supersede,
 15 preempt, and invalidate any conflicting local development
 16 regulations.
- 17 (2) Through ordinances, development regulations, zoning 18 regulations, or other official controls as required under subsection 19 (1) of this section, code cities may not:
 - (a) Impose a restriction on housing unit density that prevents the addition of housing units at a density up to 50 percent more than what is allowed in the underlying zone if constructed entirely within an existing building envelope in a building located within a zone that permits multifamily housing, provided that generally applicable health and safety standards, including but not limited to building code standards and fire and life safety standards, can be met within the building;
- (b) Impose parking requirements on the addition of dwelling units or living units added within an existing building, however, cities may require the retention of existing parking that is required to satisfy existing residential parking requirements under local laws and for nonresidential uses that remain after the new units are added;

(c) With the exception of emergency housing and transitional housing uses, impose permitting requirements on the use of an existing building for residential purposes beyond those requirements generally applicable to all residential development within the building's zone;

- (d) Impose design standard requirements, including setbacks, lot coverage, and floor area ratio requirements, on the use of an existing building for residential purposes beyond those requirements generally applicable to all residential development within the building's zone;
- (e) Impose exterior design or architectural requirements on the residential use of an existing building beyond those necessary for health and safety of the use of the interior of the building or to preserve character-defining streetscapes, unless the building is a designated landmark or is within a historic district established through a local preservation ordinance;
- (f) Prohibit the addition of housing units in any specific part of a building except ground floor commercial or retail that is along a major pedestrian corridor as defined by the code city, unless the addition of the units would violate applicable building codes or health and safety standards;
- (g) Require unchanged portions of an existing building used for residential purposes to meet the current energy code solely because of the addition of new dwelling units within the building, however, if any portion of an existing building is converted to new dwelling units, each of those new units must meet the requirements of the current energy code;
- (h) Deny a building permit application for the addition of housing units within an existing building due to nonconformity regarding parking, height, setbacks, elevator size for gurney transport, or modulation, unless the code city official with decision-making authority makes written findings that the nonconformity is causing a significant detriment to the surrounding area; or
- (i) Require a transportation concurrency study under RCW 36.70A.070 or an environmental study under chapter 43.21C RCW based on the addition of residential units within an existing building.
- (3) Nothing in this section requires a code city to approve a building permit application for the addition of housing units constructed entirely within an existing building envelope in a Code Rev/MFW:jlb

 2 S-2817.6/23 6th draft

- building located within a zone that permits multifamily housing in cases in which the building cannot satisfy life safety standards.
- 3 (4) For the purpose of this section, "existing building" means a 4 building that received a certificate of occupancy at least three 5 years prior to the permit application to add housing units.
- 6 <u>NEW SECTION.</u> **Sec. 2.** A new section is added to chapter 35.21 7 RCW to read as follows:

- (1) (a) Cities must adopt or amend by ordinance, and incorporate into their development regulations, zoning regulations, and other official controls the requirements of subsection (2) of this section for buildings that are zoned for commercial or mixed use no later than six months after its next periodic comprehensive plan update required under RCW 36.70A.130.
- (b) The requirements of subsection (2) of this section apply and take effect in any city that has not adopted or amended ordinances, regulations, or other official controls as required under this section by the timeline in (a) of this subsection and supersede, preempt, and invalidate any conflicting local development regulations.
- 20 (2) Through ordinances, development regulations, zoning 21 regulations, or other official controls as required under subsection 22 (1) of this section, cities may not:
 - (a) Impose a restriction on housing unit density that prevents the addition of housing units at a density up to 50 percent more than what is allowed in the underlying zone if constructed entirely within an existing building envelope in a building located within a zone that permits multifamily housing, provided that generally applicable health and safety standards, including but not limited to building code standards and fire and life safety standards, can be met within the building;
 - (b) Impose parking requirements on the addition of dwelling units or living units added within an existing building, however, cities may require the retention of existing parking that is required to satisfy existing residential parking requirements under local laws and for nonresidential uses that remain after the new units are added;
- 37 (c) With the exception of emergency housing and transitional housing uses, impose permitting requirements on the use of an existing building for residential purposes beyond those requirements Code Rev/MFW:jlb 3 S-2817.6/23 6th draft

- 1 generally applicable to all residential development within the 2 building's zone;
 - (d) Impose design standard requirements, including setbacks, lot coverage, and floor area ratio requirements, on the use of an existing building for residential purposes beyond those requirements generally applicable to all residential development within the building's zone;
 - (e) Impose exterior design or architectural requirements on the residential use of an existing building beyond those necessary for health and safety of the use of the interior of the building or to preserve character-defining streetscapes, unless the building is a designated landmark or is within a historic district established through a local preservation ordinance;
 - (f) Prohibit the addition of housing units in any specific part of a building except ground floor commercial or retail that is along a major pedestrian corridor as defined by each city, unless the addition of the units would violate applicable building codes or health and safety standards;
 - (g) Require unchanged portions of an existing building used for residential purposes to meet the current energy code solely because of the addition of new dwelling units within the building, however, if any portion of an existing building is converted to new dwelling units, each of those new units must meet the requirements of the current energy code;
 - (h) Deny a building permit application for the addition of housing units within an existing building due to nonconformity regarding parking, height, setbacks, elevator size for gurney transport, or modulation, unless the city official with decision-making authority makes written findings that the nonconformity is causing a significant detriment to the surrounding area; or
 - (i) Require a transportation concurrency study under RCW 36.70A.070 or an environmental study under chapter 43.21C RCW based on the addition of residential units within an existing building.
- 34 (3) Nothing in this section requires a city to approve a building 35 permit application for the addition of housing units constructed 36 entirely within an existing building envelope in a building located 37 within a zone that permits multifamily housing in cases in which the 38 building cannot satisfy life safety standards.

- 1 (4) For the purpose of this section, "existing building" means a 2 building that received a certificate of occupancy at least three 3 years prior to the permit application to add housing units.
- 4 <u>NEW SECTION.</u> **Sec. 3.** A new section is added to chapter 19.27A 5 RCW to read as follows:
- By January 1, 2024, the state building code council shall adopt by rule an amendment to the current energy code that waives the requirement for unchanged portions of an existing building used for residential purposes to meet the current energy code solely because of the addition of new dwelling units within the building. New dwelling units created within the existing building must meet the requirements of the current energy code.
- 13 **Sec. 4.** RCW 43.21C.450 and 2012 1st sp.s. c 1 s 307 are each 14 amended to read as follows:
- The following nonproject actions are categorically exempt from the requirements of this chapter:
 - (1) Amendments to development regulations that are required to ensure consistency with an adopted comprehensive plan pursuant to RCW 36.70A.040, where the comprehensive plan was previously subjected to environmental review pursuant to this chapter and the impacts associated with the proposed regulation were specifically addressed in the prior environmental review;
 - (2) Amendments to development regulations that are required to ensure consistency with a shoreline master program approved pursuant to RCW 90.58.090, where the shoreline master program was previously subjected to environmental review pursuant to this chapter and the impacts associated with the proposed regulation were specifically addressed in the prior environmental review;
- 29 (3) Amendments to development regulations that, upon 30 implementation of a project action, will provide increased 31 environmental protection, limited to the following:
- 32 (a) Increased protections for critical areas, such as enhanced 33 buffers or setbacks;
- 34 (b) Increased vegetation retention or decreased impervious 35 surface areas in shoreline jurisdiction; and
- 36 (c) Increased vegetation retention or decreased impervious
 37 surface areas in critical areas;

17

1819

2021

22

24

2526

27

- 1 (4) Amendments to technical codes adopted by a county, city, or 2 town to ensure consistency with minimum standards contained in state 3 law, including the following:
 - (a) Building codes required by chapter 19.27 RCW;
 - (b) Energy codes required by chapter 19.27A RCW; and
 - (c) Electrical codes required by chapter 19.28 RCW.
- 7 (5) Adoption or amendment of ordinances, development regulations,
- 8 zoning regulations, and other official controls necessary to comply
- 9 with sections 1 and 2 of this act."

ESHB 1042 - S AMD 297 By Senator Kuderer

4

5

ADOPTED 04/05/2023

- On page 1, line 2 of the title, after "buildings;" strike the remainder of the title and insert "amending RCW 43.21C.450; adding a new section to chapter 35A.21 RCW; adding a new section to chapter 35.21 RCW; and adding a new section to chapter 19.27A RCW."
 - EFFECT: (1) Provides that the provisions of the bill apply to existing buildings that are zoned for commercial or mixed use.
 - (2) Requires cities adopt or amend their regulations and other official controls no later than six months after its next periodic comprehensive plan update, rather than by July 1, 2024.
 - (3) Provides that cities may not impose a restriction on housing unit density that prevents the addition of housing units at a density up to 50 percent more than what is allowed in the underlying zone if constructed entirely within the existing building envelope.
 - (4) Allows cities to require the retention of existing parking that is required to satisfy existing residential parking requirements under local laws and for nonresidential uses that remain after the new units are added.
 - (5) Provides that cities may impose permitting requirements on the use of existing emergency housing and transitional housing uses.
 - (6) Provides that cities can impose exterior design or architectural requirements necessary to preserve character-defining streetscapes or if the building is a designated landmark or is within a historic district established through a local preservation ordinance.
 - (7) Allows cities to prohibit the addition of housing units on ground floor of a commercial or retail building that is along a major pedestrian corridor as defined by each code city.
 - (8) Clarifies that cities may not require unchanged portions of an existing building meet the current energy code because of the addition of a new dwelling unit, but if any portion of an existing building is converted to new dwelling units, each of those new dwelling units must meet the requirements of the current energy code.
 - (9) Clarifies that cities cannot deny a building permit for the addition of housing units within an existing building due to

nonconformity of parking, height, setbacks, elevator size for gurney transport, or modulation, rather than for nonconformity of the existing structure.

- (10) Authorizes the city official with decision-making authority, rather than the legislative authority of the city, to make written findings that nonconformity is causing a significant detriment to the surrounding area.
- (11) Defines an existing building as a building that received a certificate of occupancy at least three years prior to the permit application to add housing units.
- (12) Exempts adoption or amendment of ordinances, development regulations, zoning regulations, and other official controls necessary to comply with the bill from the state environmental policy act.

--- END ---