HOUSE BILL 1183

State of Washington 69th Legislature 2025 Regular Session

By Representatives Duerr, Leavitt, Berry, Parshley, Reed, Ryu, Fitzgibbon, Taylor, Doglio, Berg, and Davis

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AN ACT Relating to incentivizing affordable and sustainable building practices through building code and development regulation reform; amending RCW 35.21.990, 35A.21.440, 36.70A.620, and 19.27.042; and adding new sections to chapter 36.70A RCW.

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

6 <u>NEW SECTION.</u> Sec. 1. A new section is added to chapter 36.70A 7 RCW to read as follows:

8 (1) A city or county planning under RCW 36.70A.040 must allow for9 the following:

10 (a) For retrofits of existing buildings to be used for 11 residential housing:

(i) The portion of exterior wall assemblies that includes
insulation must be allowed to project up to an additional eight
inches into the setbacks on all sides;

15 (ii) The building must be allowed to exceed the maximum allowable 16 roof height by eight inches to accommodate additional insulation; and

(iii) Gross floor area must be measured from the interior face of the exterior walls, which includes drywall, as typically depicted on the architectural floor plans.

20 (b) For existing nonconforming buildings already projecting into 21 setbacks, the portion of exterior wall assemblies that include

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1 insulation must be allowed to project up to an additional eight 2 inches into the setbacks on all sides if the building is to be used 3 for residential housing.

4 (2) Nothing in this section prohibits a city or county from 5 applying the requirements of the state building code.

6 <u>NEW SECTION.</u> Sec. 2. A new section is added to chapter 36.70A 7 RCW to read as follows:

8 (1) For new construction or the retrofit of existing buildings 9 meeting passive house requirements, a city or county planning under 10 RCW 36.70A.040 must allow for the following:

(a) Any required setback must be measured to the outside face of the foundation, and the portion of exterior wall assemblies that include insulation must be allowed to project up to eight inches into setbacks on all sides;

(b) The building must be allowed to exceed the maximum allowable roof height by eight inches to accommodate additional insulation; and

(c) Gross floor area must be measured from the interior face of the exterior walls, which includes drywall, as typically depicted on the architectural floor plans.

(2) For the purposes of this section, "passive house
requirements" means the criteria for certification as a passive house
by Phius or the international passive house institute.

(3) Nothing in this section prohibits a city or county fromapplying the requirements of the state building code.

25 Sec. 3. RCW 35.21.990 and 2023 c 285 s 2 are each amended to 26 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.

33 (b) The requirements of subsection (2) of this section apply and 34 take effect in any city that has not adopted or amended ordinances, 35 regulations, or other official controls as required under this 36 section by the timeline in (a) of this subsection and supersede, 37 preempt, and invalidate any conflicting local development 38 regulations. 1 (2) Through ordinances, development regulations, zoning 2 regulations, or other official controls as required under subsection 3 (1) of this section, cities may not:

(a) Impose a restriction on housing unit density that prevents 4 the addition of housing units at a density up to 50 percent more than 5 6 what is allowed in the underlying zone if constructed entirely within an existing building envelope in a building located within a zone 7 that permits multifamily housing, provided that generally applicable 8 health and safety standards, including but not limited to building 9 code standards and fire and life safety standards, can be met within 10 11 the building;

12 (b) Impose parking requirements on the addition of dwelling units 13 or living units added within an existing building, however, cities 14 may require the retention of existing parking that is required to 15 satisfy existing residential parking requirements under local laws 16 and for nonresidential uses that remain after the new units are 17 added;

18 (c) With the exception of emergency housing and transitional 19 housing uses, impose permitting requirements on the use of an 20 existing building for residential purposes beyond those requirements 21 generally applicable to all residential development within the 22 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, except as provided in sections 1 and 2 of this act;

(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;

39 (g) Require unchanged portions of an existing building used for 40 residential purposes to meet the current energy code solely because

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of the addition of new dwelling units within the building, however, 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;

5 (h) Deny a building permit application for the addition of 6 housing units within an existing building due to nonconformity 7 regarding parking, height, setbacks, elevator size for gurney 8 transport, or modulation, unless the city official with decision-9 making authority makes written findings that the nonconformity is 10 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.

14 (3) Nothing in this section requires a city to approve a building 15 permit application for the addition of housing units constructed 16 entirely within an existing building envelope in a building located 17 within a zone that permits multifamily housing in cases in which the 18 building cannot satisfy life safety standards.

19 (4) For the purpose of this section, "existing building" means a 20 building that received a certificate of occupancy at least three 21 years prior to the permit application to add housing units.

22 Sec. 4. RCW 35A.21.440 and 2023 c 285 s 1 are each amended to 23 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.

30 (b) The requirements of subsection (2) of this section apply and 31 take effect in any code city that has not adopted or amended 32 ordinances, regulations, or other official controls as required under 33 this section by the timeline in (a) of this subsection and supersede, 34 preempt, and invalidate any conflicting local development 35 regulations.

36 (2) Through ordinances, development regulations, zoning
 37 regulations, or other official controls as required under subsection
 38 (1) of this section, code cities may not:

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1 (a) Impose a restriction on housing unit density that prevents the addition of housing units at a density up to 50 percent more than 2 what is allowed in the underlying zone if constructed entirely within 3 an existing building envelope in a building located within a zone 4 that permits multifamily housing, provided that generally applicable 5 6 health and safety standards, including but not limited to building code standards and fire and life safety standards, can be met within 7 the building; 8

9 (b) Impose parking requirements on the addition of dwelling units 10 or living units added within an existing building, however, cities 11 may require the retention of existing parking that is required to 12 satisfy existing residential parking requirements under local laws 13 and for nonresidential uses that remain after the new units are 14 added;

15 (c) With the exception of emergency housing and transitional 16 housing uses, impose permitting requirements on the use of an 17 existing building for residential purposes beyond those requirements 18 generally applicable to all residential development within the 19 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, except as provided in sections 1 and 2 of this act;

(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;

31 (f) Prohibit the addition of housing units in any specific part 32 of a building except ground floor commercial or retail that is along 33 a major pedestrian corridor as defined by the code city, unless the 34 addition of the units would violate applicable building codes or 35 health and safety standards;

36 (g) Require unchanged portions of an existing building used for 37 residential purposes to meet the current energy code solely because 38 of the addition of new dwelling units within the building, however, 39 if any portion of an existing building is converted to new dwelling

units, each of those new units must meet the requirements of the 1 2 current energy code;

(h) Deny a building permit application for the addition of 3 housing units within an existing building due to nonconformity 4 regarding parking, height, setbacks, elevator size for gurney 5 transport, or modulation, unless the code city official with 6 7 decision-making authority makes written findings that the nonconformity is causing a significant detriment to the surrounding 8 9 area; or

(i) Require a transportation concurrency study under RCW 10 11 36.70A.070 or an environmental study under chapter 43.21C RCW based 12 on the addition of residential units within an existing building.

(3) Nothing in this section requires a code city to approve a 13 building permit application for the addition of housing units 14 constructed entirely within an existing building envelope in a 15 16 building located within a zone that permits multifamily housing in 17 cases in which the building cannot satisfy life safety standards.

(4) For the purpose of this section, "existing building" means a 18 building that received a certificate of occupancy at least three 19 years prior to the permit application to add housing units. 20

21 <u>NEW SECTION.</u> Sec. 5. A new section is added to chapter 36.70A 22 RCW to read as follows:

(1) A city or county planning under RCW 36.70A.040 must allow a 23 24 building to exceed any maximum allowable roof height limits by at 25 least 48 inches to accommodate a roof-mounted solar energy panel.

(2) For purposes of this section, "solar energy panel" means a 26 panel device or system or combination of panel devices or systems 27 28 that relies on direct sunlight as an energy source, including a panel device or system or combination of panel devices or systems that 29 30 collects sunlight for use in:

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(a) The heating or cooling of a structure or building;

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(b) The heating or pumping of water;

(c) Industrial, commercial, or agricultural processes; or 33

34 (d) The generation of electricity.

35 (3) Nothing in this section prohibits a city or county from applying the requirements of the state building code. 36

37 <u>NEW SECTION.</u> Sec. 6. A new section is added to chapter 36.70A RCW to read as follows: 38

1 (1) A city or county planning under RCW 36.70A.040 may not 2 require façade modulation or upper-level setbacks as a condition of 3 permitting the following types of residential projects:

(a) Affordable housing;

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(b) New construction meeting passive house requirements;

6 (c) The retrofit of existing buildings meeting passive house 7 requirements;

8 (d) The conversion of existing buildings to housing or mixed-use 9 development that includes housing;

10 (e) Modular construction; or

11 (f) Mass timber construction.

12 (2) For the purposes of this section:

(a) "Façade modulation" means a change in building plane, either a recess or a projection, that changes the shape of the exterior massing of the building.

(b) "Mass timber construction" means a building with structural components primarily made of mass timber products as defined in RCW 18 19.27.570.

(c) "Modular construction" means a multistory residential or commercial building constructed of standardized components produced off-site, which are transported and assembled at a final location.

(d) "Passive house requirements" means the criteria for certification as a passive house by Phius or the international passive house institute.

(e) "Upper-level setback" means a required distance between the lot line and the building façade applied only to portions of the building above a specified height.

28 <u>NEW SECTION.</u> Sec. 7. A new section is added to chapter 36.70A 29 RCW to read as follows:

30 (1) Except as provided in subsection (2) of this section, a city 31 or county planning under RCW 36.70A.040 may not require off-street 32 parking as a condition of permitting the following types of 33 residential projects:

34 (a) Affordable housing;

35 (b) New construction or the retrofit of existing buildings 36 meeting passive house requirements;

37 (c) Modular construction; or

38 (d) Mass timber construction.

1 (2) A city or county may require off-street parking if the jurisdiction submits to the department of commerce an empirical study 2 prepared by a credentialed transportation or land use planning expert 3 that clearly demonstrates, and the department finds and certifies, 4 that the application of the parking limitations in subsection (1) of 5 6 this section will be significantly less safe for vehicle drivers or passengers, pedestrians, or bicyclists than if the jurisdiction's 7 parking requirements were applied. The department must develop 8 guidance to assist cities and counties on items to include in the 9 study. 10

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(3) For the purposes of this section:

(a) "Mass timber construction" means a building with structural
 components primarily made of mass timber products as defined in RCW
 19.27.570.

(b) "Modular construction" means a multistory residential building constructed of standardized components produced off-site, which are transported and assembled at a final location.

18 (c) "Passive house requirements" means the criteria for 19 certification as a passive house by Phius or the international 20 passive house institute.

21 Sec. 8. RCW 36.70A.620 and 2020 c 173 s 3 are each amended to 22 read as follows:

In counties and cities planning under RCW 36.70A.040, minimum residential parking requirements mandated by municipal zoning ordinances for housing units constructed after July 1, 2019, are subject to the following requirements:

27 (1) ((For housing units that are affordable to very low-income or extremely low-income individuals and that are located within one-28 quarter mile of a transit stop that receives transit service at least 29 30 two times per hour for twelve or more hours per day, minimum 31 residential parking requirements may be no greater than one parking space per bedroom or .75 space per unit. A city may require a 32 developer to record a covenant that prohibits the rental of a unit 33 subject to this parking restriction for any purpose other than 34 providing for housing for very low-income or extremely low-income 35 individuals. The covenant must address price restrictions and 36 37 household income limits and policies if the property is converted to 38 a use other than for low-income housing. A city may establish a 39 requirement for the provision of more than one parking space per bedroom or .75 space per unit if the jurisdiction has determined a particular housing unit to be in an area with a lack of access to street parking capacity, physical space impediments, or other reasons supported by evidence that would make on-street parking infeasible for the unit.

6 (2))) For housing units that are specifically for seniors or 7 people with disabilities, that are located within one-quarter mile of a transit stop that receives transit service at least four times per 8 hour for twelve or more hours per day, a city may not impose minimum 9 residential parking requirements for the residents of such housing 10 11 units, subject to the exceptions provided in this subsection. A city 12 may establish parking requirements for staff and visitors of such housing units. A city may establish a requirement for the provision 13 14 of one or more parking space per bedroom if the jurisdiction has determined a particular housing unit to be in an area with a lack of 15 16 access to street parking capacity, physical space impediments, or 17 other reasons supported by evidence that would make on-street parking 18 infeasible for the unit. A city may require a developer to record a 19 covenant that prohibits the rental of a unit subject to this parking restriction for any purpose other than providing for housing for 20 21 seniors or people with disabilities.

22 ((-(3))) (2) For market rate multifamily housing units that are 23 located within one-quarter mile of a transit stop that receives transit service from at least one route that provides service at 24 25 least four times per hour for twelve or more hours per day, minimum 26 residential parking requirements may be no greater than one parking 27 space per bedroom or .75 space per unit. A city or county may establish a requirement for the provision of more than one parking 28 space per bedroom or .75 space per unit if the jurisdiction has 29 determined a particular housing unit to be in an area with a lack of 30 31 access to street parking capacity, physical space impediments, or 32 other reasons supported by evidence that would make on-street parking infeasible for the unit. 33

34 Sec. 9. RCW 19.27.042 and 2023 c 47 s 1 are each amended to read 35 as follows:

(1) Effective January 1, 1992, the legislative authorities of cities and counties may adopt an ordinance or resolution to exempt from state building code requirements buildings whose character of use or occupancy has been changed in order to provide housing for 1 indigent persons. The ordinance or resolution allowing the exemption 2 shall include the following conditions:

3 (a) The exemption is limited to existing buildings located in4 this state;

5 (b) Any code deficiencies to be exempted pose no threat to human 6 life, health, or safety;

7 (c) The building or buildings exempted under this section are 8 owned or administered by a public agency or nonprofit corporation; 9 and

10 (d) The exemption is authorized for no more than five years on 11 any given building. An exemption for a building may be renewed if the 12 requirements of this section are met for each renewal.

(2) By January 1, 1992, the state building code council shall
adopt, by rule, guidelines for cities and counties exempting
buildings under subsection (1) of this section.

16 (3) By July 1, 2026, the state building code council shall adopt, 17 by rule, standards for temporary emergency shelters and make them 18 available for local adoption.

19 (4) By March 31, 2026, the state building code council shall adopt, by rule, standards for cities and counties to allow all 20 21 passenger and freight elevators to meet the most current version of global safety and related standards or, in the alternative, the 22 23 current north American standards, and standards for cities and counties to allow passenger elevators no larger than those that 24 25 accommodate a wheelchair for apartment buildings with at most six stories and at most 24 units in total. 26

27 <u>NEW SECTION.</u> Sec. 10. A new section is added to chapter 36.70A 28 RCW to read as follows:

(1) Cities and counties planning under RCW 36.70A.040 may not require affordable housing units for low-income or very low-income households, regardless of the unit mix and size of the project, to exceed the following sizes:

- 33 (a) 400 square feet for a studio unit;
- 34 (b) 550 square feet for a one-bedroom unit;
- 35 (c) 750 square feet for a two-bedroom unit; and

36 (d) 1,000 square feet for a three-bedroom unit.

37 (2) If the average unit size in the project is smaller than the 38 size requirements in this section, the city must allow the affordable 39 housing units to be of a comparable size as the market rate units. (3) Co-living housing units are subject to the provisions of RCW
 36.70A.535.

3 (4) This section does not apply to low-income housing developed 4 under an affordable housing incentive program as provided in RCW 5 36.70A.540.

6 (5) The department must design and make publicly available sample 7 floor plans for units meeting the size requirements of subsection (1) 8 of this section.

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