SENATE BILL 5555

State of Washington 69th Legislature 2025 Regular Session

By Senators Salomon, Alvarado, Frame, and Nobles

Read first time 01/28/25. Referred to Committee on Housing.

AN ACT Relating to zoning regulations in commercial, retail, and mixed-use areas in cities and code cities; amending RCW 35.21.990 and 35A.21.440; and adding a new section to chapter 36.70A RCW.

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

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

7 (1) A city or code city planning under RCW 36.70A.040 must allow 8 for the following:

9 (a)(i) The addition of housing units in ground floor commercial 10 or retail in a station area that is not designated as a major 11 pedestrian corridor by the city or code city;

12 (ii) For the purposes of this section, a city or code city may 13 not designate more than 10 percent of its area zoned as mixed-use or 14 commercial as a major pedestrian corridor; and

(b) An expedited ability for a development to deviate from any street level use standards based on a showing that the requirement would result in the creation of fewer housing units in the development.

19 (2) For the purposes of this section, "station area" means all 20 lots that are:

21 (a) Fully within an urban growth area; and

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- (b) Fully or partially within:

2 (i) One-half mile walking distance of an entrance to a train 3 station with a stop on a light rail system, a commuter rail stop, or 4 a stop on rail or fixed guideway systems; or

(ii) One-quarter mile walking distance of a stop on a fixed route 5 6 bus system that is designated as a bus rapid transit stop in the transit development plan as required in RCW 35.58.2795, for which an 7 environmental determination has been issued as required under chapter 8 43.21C RCW, and that features fixed transit assets that indicate 9 permanent, high capacity service including, but not limited to, 10 elevated platforms or enhanced stations, off-board fare collection, 11 12 dedicated lanes, busways, or transit signal priority.

13 Sec. 2. RCW 35.21.990 and 2023 c 285 s 2 are each amended to 14 read as follows:

15 (1) (a) Cities must adopt or amend by ordinance, and incorporate 16 into their development regulations, zoning regulations, and other 17 official controls the requirements of subsection (2) of this section 18 for buildings that are zoned for commercial or mixed use no later 19 than six months after its next periodic comprehensive plan update 20 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.

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

30 (a) Impose a restriction on housing unit density that prevents 31 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 32 an existing building envelope in a building located within a zone 33 that permits multifamily housing, provided that generally applicable 34 health and safety standards, including but not limited to building 35 code standards and fire and life safety standards, can be met within 36 the building; 37

38 (b) Impose parking requirements on the addition of dwelling units 39 or living units added within an existing building, however, cities

1 may require the retention of existing parking that is required to 2 satisfy existing residential parking requirements under local laws 3 and for nonresidential uses that remain after the new units are 4 added;

5 (c) With the exception of emergency housing and transitional 6 housing uses, impose permitting requirements on the use of an 7 existing building for residential purposes beyond those requirements 8 generally applicable to all residential development within the 9 building's zone;

10 (d) Impose design standard requirements, including setbacks, lot 11 coverage, and floor area ratio requirements, on the use of an 12 existing building for residential purposes beyond those requirements 13 generally applicable to all residential development within the 14 building's zone;

15 (e) Impose exterior design or architectural requirements on the 16 residential use of an existing building beyond those necessary for 17 health and safety of the use of the interior of the building or to 18 preserve character-defining streetscapes, unless the building is a 19 designated landmark or is within a historic district established 20 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, <u>except as</u> <u>provided in section 1 of this act</u>, 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 decisionmaking authority makes written findings that the nonconformity is causing a significant detriment to the surrounding area; or

1 (i) Require a transportation concurrency study under RCW 2 36.70A.070 or an environmental study under chapter 43.21C RCW based 3 on the addition of residential units within an existing building.

4 (3) (a) Cities must adopt zoning regulations that allow for
5 greater building height and increased density in all commercial and
6 mixed-use zones for developments built with all mass timber products.

7 (b) For the purposes of this subsection, "mass timber products" 8 has the same meaning as in RCW 19.27.570.

9 <u>(4)</u> Nothing in this section requires a city to approve a building 10 permit application for the addition of housing units constructed 11 entirely within an existing building envelope in a building located 12 within a zone that permits multifamily housing in cases in which the 13 building cannot satisfy life safety standards.

14 (((4))) <u>(5)</u> For the purpose of this section, "existing building" 15 means a building that received a certificate of occupancy at least 16 three years prior to the permit application to add housing units.

17 Sec. 3. RCW 35A.21.440 and 2023 c 285 s 1 are each amended to 18 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.

(b) The requirements of subsection (2) of this section apply and take effect in any code 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.

(2) Through ordinances, development regulations, zoning
 regulations, or other official controls as required under subsection
 (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

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1 code standards and fire and life safety standards, can be met within 2 the building;

3 (b) Impose parking requirements on the addition of dwelling units 4 or living units added within an existing building, however, <u>code</u> 5 cities may require the retention of existing parking that is required 6 to satisfy existing residential parking requirements under local laws 7 and for nonresidential uses that remain after the new units are 8 added;

9 (c) With the exception of emergency housing and transitional 10 housing uses, impose permitting requirements on the use of an 11 existing building for residential purposes beyond those requirements 12 generally applicable to all residential development within the 13 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, <u>except as</u> <u>provided in section 1 of this act</u>, 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;

37 (h) Deny a building permit application for the addition of 38 housing units within an existing building due to nonconformity 39 regarding parking, height, setbacks, elevator size for gurney 40 transport, or modulation, unless the code city official with

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1 decision-making authority makes written findings that the 2 nonconformity is causing a significant detriment to the surrounding 3 area; or

4 (i) Require a transportation concurrency study under RCW
5 36.70A.070 or an environmental study under chapter 43.21C RCW based
6 on the addition of residential units within an existing building.

7 (3) (a) Code cities must adopt zoning regulations that allow for
8 greater building height and increased density in all commercial and
9 mixed-use zones for developments built with all mass timber products.

10 <u>(b) For the purposes of this subsection, "mass timber products"</u> 11 <u>has the same meaning as in RCW 19.27.570.</u>

12 <u>(4)</u> 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 building located within a zone that permits multifamily housing in 16 cases in which the building cannot satisfy life safety standards.

17 (((4))) <u>(5)</u> For the purpose of this section, "existing building" 18 means a building that received a certificate of occupancy at least 19 three years prior to the permit application to add housing units.

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