### Chapter 365-196 WAC

### GROWTH MANAGEMENT ACT-PROCEDURAL CRITERIA

#### FOR ADOPTING COMPREHENSIVE PLANS AND DEVELOPMENT REGULATIONS

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PART THREE: URBAN GROWTH AREAS AND COUNTYWIDE PLANNING POLICIES

# WAC 365-196-300 Urban density.

- (1) The role of urban areas in the act. The act requires counties and cities to direct new growth to urban areas to allow for more efficient and predictable provision of adequate public facilities, to promote an orderly transition of governance for urban areas, to reduce development pressure on rural and resource lands, and to encourage redevelopment of existing urban areas.
- (2) How the urban density requirements in the act are interrelated. The act involves a consideration of density in three contexts:
  - (a) Allowed densities: The density, expressed in dwelling units per acre, units per lot or other measure of intensity, allowed under a county's or city's development regulations when considering the combined effects of all applicable development regulations.
  - (b) Assumed densities: The density at which future development is expected to occur as specified in the land capacity analysis or

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the future land use element. Assumed densities are also referred to in RCW 36.70A.110 as densities sufficient to permit the urban growth that is projected to occur.

- (c) Achieved density: The density at which new development occurred in the period preceding the analysis required in either RCW 36.70A.130(3) or 36.70A.215.
- (3) Determining the appropriate range of urban densities. Within urban growth areas, counties and cities must permit urban densities and provide sufficient land capacity suitable for development. The requirements of RCW 36.70A.110 and 36.70A.115 apply to the densities assumed in the comprehensive plan and the densities allowed in the implementing development regulations.
  - (a) Comprehensive plans. Under RCW 36.70A.070(1) and in RCW 36.70A.110(2), the act requires that the land use element identify areas and assumed densities sufficient to accommodate the 20-year population and housing allocations. The land use element should clearly identify the densities, or range of densities, assumed for each land use designation as shown on the future land use map. When reviewing the urban growth area, the assumed densities in the land capacity analysis must be urban densities.
  - (b) Development regulations. Counties and cities must provide sufficient capacity of land suitable for development.
    - (i) Development regulations must allow development at the densities assumed in the comprehensive plan.

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Draft WAC Changes – 365-196-Part 3 – March 2024 – Page 2

- (ii) Counties and cities need not force redevelopment in urban areas not currently developed at urban densities, but the development regulations must allow, and should not discourage redevelopment at urban densities. If development patterns are not occurring at urban densities, counties and cities should review development regulations for potential barriers or disincentives to development at urban densities. Counties and cities should revise regulations to remove any identified barriers and disincentives to urban densities, and may include incentives.
- (4) Factors to consider for establishing urban densities. The act does not establish a uniform standard for minimum urban density. Counties and cities may establish a specified minimum density in countywide or multicounty planning policies. Counties and cities should consider the following factors when determining an appropriate range of urban densities:
  - (a) An urban density is a density for which cost-effective urban services can be provided. Higher densities generally lower the per capita cost to provide urban governmental services.
  - (b) Densities should be higher in areas with a high local transit level of service. Generally, a minimum of seven to eight dwelling units per acre is necessary to support local urban transit service. Higher densities are preferred around high capacity transit stations.

(c) The areas and densities within an urban growth area must be sufficient to accommodate the portion of the 20-year population and housing needs by income level that is allocated to the urban area.

Urban densities should allow accommodation of the population

Urban densities should allow accommodation of the population allocated within the area that can be provided with adequate public facilities during the planning period.

- (d) Counties and cities should establish significantly higher densities within regional growth centers designated in RCW 47.80.030; in growth and transportation efficiency centers designated under RCW 70.94.528; and around high capacity transit stations in accordance with RCW 47.80.026. Cities may also designate new or existing downtown centers, neighborhood centers, or identified transit corridors as focus areas for infill and redevelopment at higher densities.
- (e) Densities should allow counties and cities to accommodate new growth predominantly in existing urban areas and reduce reliance on either continued expansion of the urban growth area, or directing significant amounts of new growth to rural areas.
- (f) The densities chosen should accommodate a variety of housing types and sizes to meet the needs of all economic segments of the county or city community. The amount and type of housing accommodated at each density and in each land use designation should be consistent with the allocation of countywide housing needs by income level need for and the various housing types and densities necessary to provide

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housing at those income levels as identified in the housing element
of the comprehensive plan.

- (g) Counties and cities may designate some urban areas at less than urban densities to protect a network of critical areas, to avoid further development in frequently flooded areas, or to prevent further development in geologically hazardous areas. Counties or cities should show that the critical areas are present in the area so designated and that area designated is limited to the area necessary to achieve these purposes.
- (5) Addressing development patterns that occurred prior to the act.
- (a) Prior to the passage of the act, many areas within the state developed at densities that are neither urban nor rural. Inside the urban growth area, local comprehensive plans should allow appropriate redevelopment of these areas. Newly developed areas inside the urban growth area should be developed at urban densities.
- (b) Local capital facilities plans should include plans to provide existing urban areas with adequate public facilities during the planning period so that available infrastructure does not serve as a limiting factor to redevelopment at urban densities.

[Statutory Authority: RCW 36.70A.050 and 36.70A.190. WSR 23-08-037, § 365-196-300, filed 3/29/23, effective 4/29/23; WSR 10-03-085, § 365-196-300, filed 1/19/10, effective 2/19/10.]

### WAC 365-196-305 Countywide planning policies.

- (1) Purpose of countywide planning policies. The act requires counties and cities to collaboratively develop countywide planning policies to govern the development of comprehensive plans. The primary purpose of countywide planning policies is to ensure consistency between the comprehensive plans of counties and cities sharing a common border or related regional issues. Another purpose of countywide planning policies is to facilitate the transformation of local governance in the urban growth area, typically through annexation to or incorporation of a city, so that urban governmental services are primarily provided by cities and rural and regional services are provided by counties.
- (2) Relationship to the act. Countywide planning policies must comply with the requirements of the act. Countywide planning policies may not compel counties and cities to take action that violates the act.

  Countywide planning policies may not permit actions that the act prohibits nor include exceptions to such prohibitions not contained in the act. If a countywide planning policy can be implemented in a way that is consistent with the act, then it is consistent with the act, even if its subsequent implementation is found to be out of compliance. RCW 36.70A.210(4) requires state agencies to comply with countywide planning policies.
- (3) Relationship to comprehensive plans. The comprehensive plans of counties and cities must comply with both the countywide planning policies and the act. Any requirements in a countywide planning policy do not

replace requirements in the act or any other state or federal law or regulation.

- (4) Required policies. Consistent with RCW 36.70A.210(3) and 36.70A.215, countywide planning policies must cover the following subjects:
  - (a) Policies to implement RCW 36.70A.110, including:
    - (i) Designation of urban growth areas;
  - (ii) Selection of population projections, employment forecasts, and growth allocations between cities and counties and cities as part of the review of an urban growth area;

(iii) Allocation of housing needs by income level between counties and cities and the factors to guide their distribution, such as proximity to jobs, transit, and supportive services;

- $(\pm i \pm i \underline{v})$  Procedures governing amendments to urban growth areas, including the review required by RCW 36.70A.130(3);
- $(\pm v)$  Consultation between  $\frac{1}{v}$  counties and cities regarding urban growth areas; and
- $(v\underline{i}) \ \ \text{If desired, policies governing the establishment of}$  urban service boundaries or potential annexation areas.}
- (b) Promoting contiguous and orderly development and provision of urban services to such development;
- (c) Siting public facilities of a countywide or statewide nature, including transportation facilities of statewide significance;

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- (d) Countywide transportation facilities and strategies;
- (e) The need for affordable housing such as housing for all economic segments of the population and parameters for its distribution;
  - (f) Joint city/county planning in urban growth areas;
  - (g) Countywide economic development and employment;
  - (h) An analysis of fiscal impact; and
  - (i) Where applicable, policies governing the buildable lands review and evaluation program.
- (5) Recommended policies. Countywide planning policies should also include policies addressing the following:
  - (a) Procedures by which the countywide planning policies will be reviewed and amended; and
  - (b) A process for resolving disputes regarding interpretation of countywide planning policies or disputes regarding implementation of the countywide planning policies.
- (6) Framework for adoption of countywide planning policies. Prior to adopting countywide planning policies, counties and cities must develop a framework. This framework should be in written form and agreed to by the county and the cities within those counties. The framework may be in a memorandum of understanding, an intergovernmental agreement, or as a section of the countywide planning policies. This framework must include the following provisions:
  - (a) Desired policies;

- (b) Deadlines;
- (c) Ratification of final agreements and demonstration; and
- (d) Financing, if any, of all activities associated with developing and adopting the countywide planning policies.
- (7) Forum for ongoing coordination. Counties and cities should establish a method for ongoing coordination of issues associated with implementation of the countywide planning policies and comprehensive plans, which should include both a forum for county and city elected officials and a forum for county and city staff responsible for implementation. Counties and cities Cities and counties should review adopted countywide policies to determine whether they are effectively achieving their objectives. These forums may also include special purpose districts, transit districts, port districts, federal agencies, state agencies, and tribes.
  - (8) Multicounty planning policies.
  - (a) Multicounty planning policies must be adopted by two or more counties, each with a population of 450,000 or more, with contiguous urban areas. They may also be adopted by other counties by a process agreed to among the counties and cities within the affected counties.
  - (b) Multicounty planning policies are adopted by two or more counties and establish a common region-wide framework that ensures consistency among county and city comprehensive plans adopted pursuant to RCW 36.70A.070, and countywide planning policies adopted pursuant to RCW 36.70A.210.

- (c) Multicounty planning policies provide a framework for regional plans developed within a multicounty region, including regional transportation plans established under RCW 47.80.023, as well as plans of cities, counties, and others that have common borders or related regional issues as required under RCW 36.70A.100.
- (d) Multicounty planning policies should address, at a minimum, the same topics identified for countywide planning as identified in RCW 36.70A.210(3), except for those responsibilities assigned exclusively to counties. Other issues may also be addressed.
- (e) Because of the regional nature of multicounty planning policies, counties or cities should use an existing regional agency with the same or similar geographic area, such as a regional transportation planning organization, pursuant to RCW 47.80.020, to develop, adopt, and administer multicounty planning policies.
- (f) In order to provide an ongoing multicounty framework, a schedule for reviewing and revising the multicounty planning policies may be established. This schedule should relate to the review and revision deadlines for county and city comprehensive plans pursuant to RCW 36.70A.130.

[Statutory Authority: RCW 36.70A.050 and 36.70A.190. WSR 23-08-037, § 365-196-305, filed 3/29/23, effective 4/29/23; WSR 10-03-085, § 365-196-305, filed 1/19/10, effective 2/19/10.]

### WAC 365-196-310 Urban growth areas.

- (1) (a) Except as provided in (b) of this subsection, counties and cities may not expand the urban growth area into the 100-year flood plain of any river or river segment that:
  - (i) Is located west of the crest of the Cascade mountains;and
  - (ii) Has a mean annual flow of 1,000 or more cubic feet per second as determined by the department of ecology.
  - (b) Subsection (1)(a) of this section does not apply to:
  - (i) Urban growth areas that are fully contained within a flood plain and lack adjacent buildable areas outside the flood plain;
  - (ii) Urban growth areas where expansions are precluded outside flood plains because:
    - (A) Urban governmental services cannot be physically provided to serve areas outside the flood plain; or
    - (B) Expansions outside the flood plain would require a river or estuary crossing to access the expansion; or (iii) Urban growth area expansions where:
    - (A) Public facilities already exist within the flood plain and the expansion of an existing public facility is only possible on the land to be included in the urban growth area and located within the flood plain;

- (B) Urban development already exists within a flood plain as of July 26, 2009, and is adjacent to, but outside of, the urban growth area, and the expansion of the urban growth area is necessary to include such urban development within the urban growth area; or
- (C) The land is owned by a jurisdiction planning under this chapter or the rights to the development of the land have been permanently extinguished, and the following criteria are met:
  - (I) The permissible use of the land is limited to one of the following: Outdoor recreation; environmentally beneficial projects including, but not limited to, habitat enhancement or environmental restoration; stormwater facilities; flood control facilities; or underground conveyances; and
  - (II) The development and use of such facilities or projects will not decrease flood storage, increase stormwater runoff, discharge pollutants to fresh or salt waters during normal operations or floods, or increase hazards to people and property.
- (c) Under (a)(i) of this subsection, "100-year flood plain" means the same as "special flood hazard area" as set forth in WAC 173-158-040 as it exists on July 26, 2009.
- (2) Requirements.

- (a) Each county planning under the act must designate an urban growth area or areas within which urban growth must be encouraged and outside of which growth can occur only if it is not urban in nature. Each county must designate an urban growth area in its comprehensive plan.
- (b) Each city that is located in such a county shall be included within an urban growth area. An urban growth area may include more than a single city.
- (c) An urban growth area may include territory that is located outside a city if such territory already is characterized by urban growth or is adjacent to territory already characterized by urban growth.
- (d) Based upon the growth management planning population projection selected by the county from within the range provided by the office of financial management, and based on a countywide employment forecast developed by the county at its discretion, the urban growth areas shall include areas and densities sufficient to permit the urban growth that is projected to occur in the county for the succeeding 20-year period. Counties and cities may provide the office of financial management with information they deem relevant to prepare the population projections, and the office shall consider and comment on such information and review projections with cities and counties and cities before they are adopted. Counties and cities may

petition the office to revise projections they believe will not reflect actual population growth.

- (e) The urban growth area may not exceed the areas necessary to accommodate the growth management planning projections, plus a reasonable land market supply factor, or market factor. In determining this market factor, counties and cities may consider local circumstances. Counties and cities Cities and counties have discretion in their comprehensive plans to make many choices about accommodating growth. Each urban growth area shall permit urban densities and shall include greenbelt and open space areas.
- (f) Counties and cities should facilitate urban growth as follows:
  - (i) Urban growth should be located first in areas already characterized by urban growth that have existing public facilities and service capacities adequate to serve urban development.
  - (ii) Second, urban growth should be located in areas already characterized by urban growth that will be served by a combination of both existing public facilities and services and any additional needed public facilities and services that are provided by either public or private sources.
  - (iii) Third, urban growth should be located in the remaining portions of the urban growth area.

- (g) In general, cities are the units of local government most appropriate to provide urban governmental services. In general, it is not appropriate that urban governmental services be extended to or expanded in rural areas except in those limited circumstances shown to be necessary to protect basic public health and safety and the environment and when such services are financially supportable at rural densities and do not permit urban development. Recommendations governing the extension of urban services into rural areas are found in WAC 365-196-425.
- (h) Each county that designates urban growth areas must review, according to the time schedule specified in RCW 36.70A.130(5), periodically its designated urban growth areas, the patterns of development, and the densities permitted within both the incorporated and unincorporated portions of each urban growth area (see WAC 365-196-610).
- (i) If, during the county's review under (h) of this subsection, the county determines revision of the urban growth area is not required to accommodate the urban growth projected to occur in the county for the succeeding 20-year period, but does determine that patterns of development have created pressure in areas that exceed available, developable lands within the urban growth area, the urban growth area or areas may be revised to accommodate identified patterns of development and likely future development pressure for the succeeding 20-year period if the following requirements are met:

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- (i) The revised urban growth area may not result in an increase in the total surface areas of the urban growth area or areas;
- (ii) The areas added to the urban growth area are not or have not been designated as agricultural, forest, or mineral resource lands of long-term commercial significance;
- (iii) Less than 15 percent of the areas added to the urban growth area are critical areas;
- (iv) The areas added to the urban growth areas are suitable for urban growth;
- (v) The transportation element and capital facility plan element have identified the transportation facilities, and public facilities and services needed to serve the urban growth area and the funding to provide the transportation facilities and public facilities and services;
- (vi) The urban growth area is not larger than needed to accommodate the growth planned for the succeeding 20-year planning period and a reasonable land market supply factor;
- (vii) The areas removed from the urban growth area do not include urban growth or urban densities; and
- (viii) The revised urban growth area is contiguous, does not include holes or gaps, and will not increase pressures to urbanize rural or natural resource lands.

- $(\pm \mathbf{j})$  The purpose of the urban growth area review is to assess the capacity of the urban land to accommodate population growth projected for the succeeding 20-year planning period.
  - (i $\pm$ ) This review should be conducted jointly with the affected cities.
  - (iii ii) In conjunction with this review by the county, each city located within an urban growth area shall review the densities permitted within its boundaries, and the extent to which the urban growth occurring within the county has located within each city and the unincorporated portions of the urban growth areas.
- (k) Counties and cities must use the selected population

  projection identified in (d) of this section to determine the

  countywide projection of housing need by income level provided by the

  Department as prescribed in RCW 36.70A.070(2)(a). Counties and cities

  must determine the projected housing need using data and methodology

  provided by the Department. When allocating projected housing needs,

  counties and cities should use the minimum standards described in WAC

  365-196-410(2)(c)(iii).
- (1) The initial effective date of an action that expands an urban growth area is the latest of the following dates per RCW

  36.70A.067:
  - (i) Sixty (60) days after the publication of notice of adoption of the comprehensive plan, development

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Draft WAC Changes – 365-196-Part 3 – March 2024 – Page 17

regulation, or amendment to the plan or regulation, implementing the action, as provided under RCW 36.70A.290(2); or

- (ii) If a petition for review to the growth management

  hearings board is timely filed, upon issuance of the board's final order.
- (3) General procedure for designating urban growth areas.
- (a) The designation process shall include consultation by the county with each city located within its boundaries. The adoption, review and amendment of the urban growth area should reflect a cooperative effort among jurisdictions to accomplish the requirements of the act on a regional basis, consistent with the countywide planning policies and, where applicable, multicounty planning policies.
- (b) Each city shall propose the location of an urban growth area.
- (c) The county shall attempt to reach agreement with each city on the location of an urban growth area within which the city is located.
- (d) If an agreement is not reached with each city located within the urban growth area, the county shall justify in writing why it so designated an urban growth area.
- (e) As growth occurs, most lands within the urban growth area should ultimately be provided with urban governmental services by

cities, either directly or by contract. Other service providers are appropriate within urban growth areas for regional or countywide services, or for isolated unincorporated pockets characterized by urban growth. Counties and cities should provide for development phasing within each urban growth area to ensure the orderly sequencing of development and that services are provided as growth occurs.

- (f) Counties and cities should develop and evaluate urban growth area proposals with the purpose of accommodating projected urban growth through infill and redevelopment within existing municipal boundaries or urban areas. In some cases, expansion will be the logical response to projected urban growth.
- (g) Counties, cities, and other municipalities, where appropriate, should negotiate interlocal agreements to coordinate land use management with the provision of adequate public facilities to the urban growth area. Such agreements should facilitate urban growth in a manner consistent with the cities' comprehensive plans and development regulations, and should facilitate a general transformation of governance over time, through annexation or incorporation, and transfer of nonregional public services to cities as the urban area develops.
- (4) Recommendations for meeting requirements.
- (a) Selecting and allocating countywide growth forecasts. This process should involve at least the following:

- (i) The total countywide population is the sum of the population allocated to each city; the population allocated to any portion of the urban growth area associated with cities; the population allocated to any portion of the urban growth area not associated with a city; and the population growth that is expected outside of the urban growth area. Counties and cities Cities and counties should use consistent growth forecasts, allocations, and planning horizons. The planning horizon should start on the relevant deadline specified in RCW 36.70A.130(5) and encompass a minimum of 20 years.
- (ii) RCW 43.62.035 directs the office of financial management to provide a reasonable range of high, medium and low 20-year population forecasts for each county in the state, with the medium forecast being most likely. Counties and cities must plan for a total countywide population that falls within the office of financial management range.
- (iii) Consideration of other population forecast data, trends, and implications. In selecting population forecasts, counties and cities may consider the following:
  - (A) Population forecasts from outside agencies, such as regional or metropolitan planning agencies, and service providers.
  - (B) Historical growth trends and factors which would cause those trends to change in the future.

- (C) General implications, including:
- (I) Public facilities and service implications.

  Counties and cities should carefully consider how to finance the necessary facilities and should establish a phasing plan to ensure that development occurs at urban densities; occurs in a contiguous and orderly manner; and is linked with provision of adequate public facilities. These considerations are particularly important when considering forecasts closer to the high end of the range. Jurisdictions considering a population forecast closer to the low end of the range should closely monitor development and population growth trends to ensure actual growth does not begin to exceed the planned capacity.
- (II) Overall land supplies. Counties and cities facing immediate physical or other land supply limitations may consider these limitations in selecting a forecast. Counties and cities that identify potential longer term land supply limitations should consider the extent to which current forecast options would require increased densities or slower growth in the future.
- (III) Implications of short term updates. The act requires that 20-year growth forecasts and designated

urban growth areas be updated at a minimum during the periodic review of comprehensive plans and development regulations (WAC 365-196-610). Counties and cities should consider the likely timing of future updates, and the opportunities this provides for adjustments.

- (D) Counties and cities are not required to adopt forecasts for annual growth rates within the 20-year period, but may choose to for planning purposes. If used, annual growth projections may assume a consistent rate throughout the planning period, or may assume faster or slower than average growth in certain periods, as long as they result in total growth consistent with the 20-year forecasts selected.
- (iv) Selection of a countywide employment forecast. Counties, in consultation with cities, should adopt a 20-year countywide employment forecast to be allocated among urban growth areas, cities, and the rural area. The following should be considered in this process:
  - (A) The countywide population forecast, and the resulting ratio of forecast jobs to persons. This ratio should be compared to past levels locally and other regions, and to desired policy objectives; and
  - (B) Economic trends and forecasts produced by outside agencies or private sources.

(v) Projections for commercial and industrial land needs. When establishing an urban growth area, counties should designate sufficient commercial and industrial land. Although no office of financial management forecasts are available for industrial or commercial land needs, counties and cities should use a countywide employment forecast, available data on the current and projected local and regional economies, and local demand for services driven by population growth. Counties and cities should consider establishing a countywide estimate of commercial and industrial land needs to ensure consistency of local plans.

Counties and cities should consider the need for industrial lands in the economic development element of their comprehensive plan. Counties and cities should avoid conversion of areas set aside for industrial uses to other incompatible uses, to ensure the availability of suitable sites for industrial development.

- (vi) Selection of community growth goals with respect to population, commercial and industrial development and residential development.
- (vii) Selection of the densities the county or city community seeks to achieve in relation to its growth goals. Inside the urban growth areas densities must be urban. Outside the urban growth areas, densities must be rural.

- (b) General considerations for determining the need for urban growth areas expansions to accommodate projected population and employment growth.
  - (i) Estimation of the number of new persons and jobs to be accommodated based on the difference between the 20-year forecast and current population and employment.
  - (ii) Estimation of the capacity of current cities and urban growth areas to accommodate additional population and employment over the 20-year planning period. This should be based on a land capacity analysis, which may include the following:
    - (A) Identification of the amount of developable residential, commercial and industrial land, based on inventories of currently undeveloped or partially developed urban lands.
    - (B) Identification of the appropriate amount of greenbelt and open space to be preserved or created in connection with the overall growth pattern and consistent with any adopted levels of service. See WAC 365-196-335 for additional information.
    - (C) Identification of the amount of developable urban land needed for the public facilities, public services, and utilities necessary to support the likely level of development. See WAC 365-196-320 for additional information.

- (D) Based on allowed land use development densities and intensities, a projection of the additional urban population and employment growth that may occur on the available residential, commercial and industrial land base. The projection should consider the portion of population and employment growth which may occur through redevelopment of previously developed urban areas during the 20-year planning period.
- (E) The land capacity analysis must be based on the assumption that growth will occur at urban densities inside the urban growth area. In formulating land capacity analyses, counties and cities should consider data on past development, as well as factors which may cause trends to change in the future. For counties and cities subject to RCW 36.70A.215, information from associated buildable lands reports should be considered. If past development patterns have not resulted in urban densities, or have not resulted in a pattern of desired development, counties and cities should use assumptions aligned with desired future development patterns. Counties and cities should then implement strategies to better align future development patterns with those desired.
  - (F) The land capacity analysis may also include a reasonable land market supply factor, also referred to

as the "market factor." The purpose of the market factor is to account for the estimated percentage of developable acres contained within an urban growth area that, due to fluctuating market forces, is likely to remain undeveloped over the course of the 20-year planning period. The market factor recognizes that not all developable land will be put to its maximum use because of owner preference, cost, stability, quality, and location. If establishing a market factor, counties and cities should establish an explicit market factor for the purposes of establishing the amount of needed land capacity. Counties and cities may consider local circumstances in determining an appropriate market factor. Counties and cities may also use a number derived from general information if local study data is not available.

- (iii) An estimation of the additional growth capacity of rural and other lands outside of existing urban growth areas compared with future growth forecasted, and current urban and rural capacities.
- (iv) If future growth forecasts exceed current capacities, counties and cities should first consider the potential of increasing capacity of existing urban areas through allowances for higher densities, or for additional provisions to encourage redevelopment.

  If counties and cities find that increasing the capacity of existing

urban areas is not feasible or appropriate based on the evidence they examine, counties and cities may consider expansion of the urban growth area to meet the future growth forecast.

- (c) Determining the appropriate locations of new or expanded urban growth area boundaries. This process should consider the following:
  - (i) Selection of appropriate densities. For all jurisdictions planning under the act, the urban growth area should represent the physical area where that jurisdiction's urban development vision can be realized over the next 20 years. The urban growth area should be based on densities which accommodate urban growth, served by adequate public facilities, discourage sprawl, and promote goals of the act. RCW 36.70A.110 requires that densities specified for land inside the urban growth area must be urban densities. See WAC 365-196-300 for recommendations on determining appropriate urban densities.
  - (ii) The county should attempt to define urban growth areas to accommodate the growth plans of the cities. Urban growth areas should be defined so as to facilitate the transformation of services and governance during the planning period. However, physical location or existing patterns of service make some unincorporated areas which are characterized by urban growth inappropriate for inclusion in any city's potential growth area.

- (iii) Identifying the location of any new lands added to the urban growth area. Lands should be included in the urban growth area in the following priority order:
  - (A) Existing incorporated areas;
  - (B) Land that is already characterized by urban growth and has adequate public facilities and services;
  - (C) Land already characterized by urban growth, but requiring additional public facilities and urban services; and
  - (D) Lands adjacent to the above, but not meeting those criteria.
- (iv) Designating industrial lands. Counties and cities should consult with local economic development organizations when identifying industrial lands to identify sites that are particularly well suited for industry, considering factors such as:
  - (A) Rail access;
  - (B) Highway access;
  - (C) Large parcel size;
  - (D) Location along major electrical transmission lines;
    - (E) Location along pipelines;
  - (F) Location near or adjacent to ports and commercial navigation routes;

- (G) Availability of needed infrastructure; or
- (H) Absence of surrounding incompatible uses.
- (v) Consideration of resource lands issues. Urban growth areas should not be expanded into designated agricultural, forest or resource lands unless no other option is available. Prior to expansion of the urban growth area, counties and cities must first review the natural resource lands designation and conclude the lands no longer meet the designation criteria for resource lands of long-term commercial significance. Designated agricultural or forest resource lands may not be located inside the urban growth area unless a city or county or city has enacted a program authorizing transfer or purchase of development rights.
- (vi) Consideration of critical areas and wildfires.

  Although critical areas exist within urban areas, counties and cities should avoid expanding the urban growth areas into areas with known critical areas extending over a large area. Counties and cities should also consider the potential risk of wildland fires when expanding the urban growth area into areas where structures and other development intermingles with undeveloped wildland or vegetative fuels. See RCW 36.70A.110(8) for legislative direction on expansion of urban growth areas into the 100-year flood plain of river segments that are located west

of the crest of the Cascade mountains and have a mean annual flow of 1,000 or more cubic feet per second.

(vii) Consideration of patterns of development within urban

growth areas required under RCW 36.70A.130(3)(a). Evaluating patterns of development can help identify growth pressures and the viability of existing and proposed urban growth areas. Recommendations for evaluating patterns of development include:

- (A) Based on population, permit data and a land capacity analysis, identify growth rates for the preceding 10 years for unincorporated urban growth areas and subareas within incorporated cities and towns. Growth rates should consider the growth within each identified unincorporated urban growth area or incorporated subarea. Counties and cities should not rely on an evaluation of average growth rates across the overall urban growth area or city boundary.
- (B) Determine development capacity within each of the identified areas using the growth rates determined above. Based on this analysis determine the availability of land to serve projected growth within each identified area for the 20 year planning period.
- (C) Compare the identified areas to determine areas of high development pressure, areas of low development

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pressure and areas with inadequate capacity to absorb their projected population increase.

(D) Make determinations on the viability of urban growth areas experiencing low development pressure by considering barriers to growth such as:

(I) Lack of available infrastructure, including transportation facilities, as determined through the capital facilities element and the transportation element.

(II) Lack of adequate development regulations to ensure urban standards and levels of service.

(III) Incompatible uses within or adjacent to the urban growth area. Examples include mining sites, industrial sites, wastewater treatment facilities, brownfields, airports and other uses that produce high impacts.

(IV) Parcelization and multiple ownerships that may limit redevelopment.

(V) Site constraints including parcel access, steep slopes, floodplains and other environmental constraints.

(VI) Market factors that may deter development.

(viii) Consideration of net-zero urban growth area swaps.

During a periodic update counties may consider removal of a

portion of the urban growth area and replacement with a new area location if it is consistent with the requirements of RCW 36.70A.130(3)(c) and WAC 365-196-310(2)(i). Areas removed from the urban growth area must not include existing urban development. Areas with the full range of urban capital facilities should not be removed from the UGA. Counties and cities should consider WAC 365-196-310(4)(c)(vii)when conducting a net-zero urban growth area swap.

(viiix) If there is physically no land available into which a city might expand, it may need to revise its proposed urban densities or population levels in order to accommodate growth on its existing land base.

- (d) Evaluating the feasibility of the overall growth plan. Counties and cities should perform a check on the feasibility of the overall plan to accommodate growth. If, as a result of this evaluation, the urban growth area appears to have been drawn too small or too large, the proposal should be adjusted accordingly. Counties and cities should evaluate:
  - (i) The anticipated ability to finance the public facilities, public services, and open space needed in the urban growth area over the planning period. When conducting a review of the urban growth areas, counties and cities should develop an analysis of the fiscal impact of alternative land use patterns that accommodate the growth

anticipated over the succeeding 20-year period. Counties and cities should identify revenue sources and develop a reasonable financial plan to support operation and maintenance of existing facilities and services, and for new or expanded facilities to accommodate projected growth over the 20-year planning period. The plan should ensure consistency between the land use element and the capital facilities plan, and demonstrate that probable funding does not fall short of the projected needs to maintain and operate public facilities, public services, and open space. This provides the public and decision makers with an estimate of the fiscal consequences of various development patterns. This analysis could be done in conjunction with the analysis required under the State Environmental Policy Act.

- (ii) The effect that confining urban growth within the areas defined is likely to have on the price of property and the impact thereof on the ability of residents of all economic strata to obtain housing they can afford.
- (iii) Whether the level of population and economic growth contemplated can be achieved within the capacity of available land and water resources and without environmental degradation.

- (iv) The extent to which the comprehensive plan of the county and of adjacent counties and cities will influence the area needed.
- (e) County actions in adopting urban growth areas.
- (i) A change to the urban growth area is an amendment to the comprehensive plan and requires, at a minimum, an amendment to the land use element. Counties and cities should also review and update the transportation, capital facilities, utilities, and housing elements to maintain consistency and show how any new areas added to the urban growth area will be provided with adequate public facilities. A modification of any portion of the urban growth area affects the overall urban growth area size and has countywide implications. Because of the significant amount of resources needed to conduct a review of the urban growth area, and because some policy objectives require time to achieve, frequent, piecemeal expansion of the urban growth area should be avoided. Site-specific proposals to expand the urban growth area should be deferred until the next comprehensive review of the urban growth area.
- (ii) Counties and cities that are required to participate in the buildable lands program must first have adopted and implemented reasonable measures as required by

RCW 36.70A.215 before considering expansion of an urban growth area.

- (iii) Consistent with countywide planning policies, counties and cities consulting on the designation of urban growth areas should consider the following implementation steps:
  - (A) Establishment of agreements regarding land use regulations and the provision of services in that portion of the urban growth area outside of an existing city into which it is eventually expected to expand.
  - (B) Negotiation of agreements for appropriate allocation of financial burdens resulting from the transition of land from county to city jurisdiction.
  - (C) Provision for an ongoing collaborative process to assist in implementing countywide planning policies, resolving regional issues, and adjusting growth boundaries.

[Statutory Authority: RCW 36.70A.050 and 36.70A.190. WSR 23-08-037, § 365-196-310, filed 3/29/23, effective 4/29/23; WSR 15-04-039, § 365-196-310, filed 1/27/15, effective 2/27/15; WSR 10-22-103, § 365-196-310, filed 11/2/10, effective 12/3/10; WSR 10-03-085, § 365-196-310, filed 1/19/10, effective 2/19/10.]

WAC 365-196-315 Buildable lands review and evaluation - No changes proposed

## WAC 365-196-320 Providing urban services.

- (1) Urban governmental services.
- (a) Urban services are defined by RCW 36.70A.030 as those public services and public facilities at an intensity historically and typically provided in cities. Urban services specifically include:
  - (i) Sanitary sewer systems;
  - (ii) Storm drainage systems;
  - (iii) Domestic water systems;
  - (iv) Street cleaning services;
  - (v) Fire and police protection services;
  - (vi) Public transit services; and
  - (vii) Other public utilities associated with urban areas and normally not associated with rural areas.
- (b) RCW 36.70A.030 defines public facilities and public services, which in addition to those defined as urban services, also include streets, roads, highways, sidewalks, street and road lighting systems, traffic signals, parks and recreational facilities, and schools, public health and environmental protection, and other governmental services.
- (c) Although some of these services may be provided in rural areas, urban areas are typically served by higher capacity systems

capable of providing adequate services at urban densities. Storm and sanitary sewer systems are the only services that are generally exclusively for urban growth areas. Outside of urban growth areas storm and sanitary sewer systems are appropriate in limited circumstances when necessary to protect basic public health and safety and the environment, and when such services are financially supportable at rural densities and do not permit urban development.

- (d) At a minimum, adequate public facilities in urban areas should include sanitary sewer systems, and public water service from a Group A public water system under chapter 70A.120 or 70A.125 RCW because these services are usually necessary to support urban densities. The services provided must be adequate to allow development at urban densities and serve development at densities consistent with the land use element, and meet all regulatory obligations under state and federal law.
- (e) If potable water demand is expected to exceed a public water system's available water rights within the 20-year planning horizon, eities and counties and cities should develop strategies to obtain sufficient water to meet anticipated demand. Strategies may include, but are not limited to, decreasing water demand through conservation, securing additional water rights and establishing an intertie agreement with another water purveyor to purchase the necessary water.

- (f) The obligation to provide urban areas with adequate public facilities is not limited to new urban areas. Counties and cities must include in their capital facilities element a plan to provide adequate public facilities to all urban areas, including those existing areas that are developed, but do not currently have a full range of urban governmental services or services necessary to support urban densities.
- (g) The use of on-site sewer systems within urban growth areas may be appropriate in limited circumstances where there is no negative effect on basic public health, safety and the environment; and the use of on-site sewer systems does not preclude development at urban densities. Such circumstances may include:
  - (i) Use of on-site sewer systems as a transitional strategy where there is a development phasing plan in place (see WAC 365-196-330); or
  - (ii) To serve isolated pockets of urban land difficult to serve due to terrain, critical areas or where the benefit of providing an urban level of service is cost-prohibitive; or
  - (iii) Where on-site systems are the best available technology for the circumstances and are designed to serve urban densities.
- (2) Appropriate providers. RCW 36.70A.110(4) states that, in general, cities are the units of government most appropriate to provide urban

governmental services. However, counties, special purpose districts and private providers also provide urban services, particularly services that are regional in nature. Counties and cities should plan for a transformation of governance as urban growth areas develop, whereby annexation or incorporation occurs, and nonregional urban services provided by counties are generally transferred to cities. See WAC 365-196-305.

- (3) Coordination of planning in urban growth areas.
- (a) The capital facilities element and transportation element of the county or city comprehensive plan must show how adequate public facilities will be provided and by whom. If the county or city with land use authority over an area is not the provider of urban services, a process for maintaining consistency between the land use element and plans for infrastructure provision should be developed consistent with the countywide planning policies.
- (b) If a city is the designated service provider outside of its municipal boundaries, the city capital facilities element must also show how urban services will be provided within their service area. This should include incorporated areas and any portion of the urban growth area that it is assigned as a service area or potential annexation area designated under RCW 36.70A.110(7). See WAC 365-196-415 for information on the capital facilities element.
- $\qquad \qquad \text{(4) Level of financial certainty required when establishing urban } \\ \text{growth areas.}$

- (a) Any amendment to an urban growth area must be accompanied by an analysis of what capital facilities investments are necessary to ensure the provision of adequate public facilities.
- (b) If new or upgraded facilities are necessary, counties and cities must amend the capital facilities and transportation elements to maintain consistency with the land use element.

(c) Counties and cities must consider the risk of displacement

that may result from capital investments and address impacts based on

locally adopted anti-displacement policies.

- (<u>de</u>) The amended capital facilities and transportation elements must identify those new or expanded facilities and services necessary to support development in new urban growth areas. The elements must also include cost estimates to determine the amount of funding necessary to construct needed facilities.
- (ed) The capital facilities and transportation elements should identify what combination of new or existing funding will be necessary to develop the needed facilities. Funding goals should be based on what can be raised by using existing resources. Use of state and federal grants should be realistic based on past trends unless the capital facilities element identifies new programs or an increased amount of available funding from state or federal sources.
- $(\underline{\mathbf{f}}\mathbf{e})$  If funding available from existing sources is not sufficient, counties and cities should use development phasing strategies to prevent the irreversible commitment of land to urban

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development before adequate funding is available. Development phasing strategies are described in WAC 365-196-330. Counties and cities should then implement measures needed to close the funding gap.

(gf) When considering potential changes to the urban growth area, counties should require that any proposal to expand the urban growth area must include necessary information to demonstrate an ability to provide adequate public facilities to any potential new portions of the urban growth area.

[Statutory Authority: RCW 36.70A.050 and 36.70A.190. WSR 23-08-037, § 365-196-320, filed 3/29/23, effective 4/29/23; WSR 10-03-085, § 365-196-320, filed 1/19/10, effective 2/19/10.]

## WAC 365-196-325 Providing sufficient land capacity suitable for development.

- (1) Requirements.
- (a) RCW 36.70A.115 requires counties and cities to ensure that, taken collectively, comprehensive plans and development regulations provide sufficient capacity of land suitable for development within their jurisdictions to accommodate their allocated housing and employment growth, including the accommodation of, as appropriate, the medical, governmental, educational, institutional, commercial, and industrial facilities related to such growth, as adopted in the applicable countywide planning policies and consistent with the 20-year population forecast from the office of financial management. For

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housing capacity, counties and cities must provide sufficient

capacity for the allocated housing needs for moderate, low, very low,
and extremely low-income households, as well as emergency housing,
shelters and permanent supportive housing. To demonstrate this
requirement is met, counties and cities must conduct an evaluation of
land capacity sufficiency that is commonly referred to as a "land
capacity analysis."

- (b) Counties and cities must complete a land capacity analysis that demonstrates sufficient land for development or redevelopment to meet their adopted growth allocation targets and allocated share of countywide housing need during the review of urban growth areas required by RCW 36.70A.130 (3)(a). See WAC 365-196-310 for guidance in estimating and providing sufficient land capacity.
- (c) Counties and cities subject to RCW 36.70A.215 must determine land capacity sufficiency as part of the buildable lands reporting requirements prior to the deadline for periodic review of comprehensive plans and development regulations required by RCW 36.70A.130, and adopt and implement measures that are reasonably likely to increase the consistency between land capacity and growth allocations. See WAC 365-196-315 for guidance.
- (d) A complete land capacity analysis is not required to be undertaken for every amendment to a comprehensive plan or development regulation outside of the act's required periodic reviews. However, when considering amendments to the comprehensive plan or development

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regulations which increase or decrease allowed densities, counties and cities should estimate the degree of increase or decrease in development capacity on lands subject to the amendments, and estimate if the capacity change may affect its ability to provide sufficient capacity of land suitable for development. If so, the county or city should complete a land capacity analysis.

- (2) Recommendations for meeting requirement.
- (a) Determining land capacity sufficiency. The land capacity analysis is a comparison between the collective effects of all development regulations operating on development and the assumed densities established in the land use element. In order to achieve sufficiency, the development regulations must allow at least the low end of the range of assumed densities established in the land use element. This assures a city or county or city can meet its obligation to accommodate the growth allocated through the countywide population and housing allocation process.

(b) For residential land capacity, development regulations must allow for sufficient capacity at each income level. See WAC 365-196-410(2)(d).

(<u>c</u>) Appropriate area for analysis. The focus of the analysis is on the county or city's ability to meet its obligation to accommodate the growth allocated through the countywide population, housing and er employment allocation process. Providing sufficient land capacity for development does not require a county or city to achieve or

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Draft WAC Changes – 365-196-Part 3 – March 2024 – Page 43

evaluate sufficiency for every parcel of a future land use designation provided the area as a whole ensures sufficient land capacity for development.

- (de) The land capacity analysis should evaluate what the development regulations allow, rather than what development has actually occurred. Many factors beyond the control of counties and cities will control the amount and pace of actual development, what density it is built at and what types and densities of development are financially viable for any set of economic conditions. Counties and cities need not ensure that particular types of development are financially feasible in the context of short term market conditions. Counties and cities should, however, consider available information on trends in local markets to inform its evaluation of sufficient land capacity for the 20-year planning period.
- (ed) Development phasing. RCW 36.70A.115 does not create an obligation to ensure that all land in the urban growth area is available for development at the same time. When counties or cities establish mechanisms for development phasing, zoned densities in the short term may be established that are substantially lower than called for in the future land use designations. In these cases, a county or city ensures a sufficient land capacity suitable for development by implementing its development phasing policies to allow development to occur within the 20-year planning period. Development phasing is described in greater detail in WAC 365-196-330.

- $(\underline{\mathbf{f}}\mathbf{e})$  The department recommends the following means of implementing the requirements of RCW 36.70A.115.
  - (i) Periodic evaluation. Counties and cities ensure sufficient land capacity for development by comparing the achieved density of development that has been permitted in each zoning category to the assumed densities established in the land use element using existing permitting data. If existing permitting data shows that the densities approved are lower than assumed densities established in the land use element, counties and cities should review their development regulations to determine if regulatory barriers are preventing development at the densities as envisioned. Regulatory evaluation should include barriers to indoor emergency housing and shelter, permanent supportive housing, and transitional housing; such as unreasonable regulations on the occupancy, intensity, and spacing of these housing types. This evaluation must occur as part of the urban growth area review required in RCW 36.70A.130 (3)(a) and as part of the buildable lands review and evaluation program conducted under RCW 36.70A.215.
  - (ii) Flexible development standards. Counties and cities could ensure sufficient land capacity for development by establishing development regulations to allow development proposals that transfer development capacity from unbuildable portions of a development parcel to other portions of the

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development parcel so the underlying zoned density is still allowed. This may provide for flexibility in some dimensional standards provided development is consistent with state law and all impacts are mitigated.

(iii) Evaluation of development capacity impacts of proposed development regulation amendments. Counties and cities may also consider evaluation of whether proposed amendments to development regulations will have a significant impact on the ability of a county or city to provide sufficient capacity of land for development.

(iv) Land capacity and supportive housing types. Counties

and cities must make special considerations to ensure

development regulations allow for the development of sufficient

indoor emergency housing, indoor emergency shelter, permanent

supportive housing, and transitional housing to meet the county

or city allocated share of countywide housing needs. Any locally

adopted regulations on occupancy, spacing, and intensity of use

should be evaluated with consideration to land capacity and

housing need in the lowest income brackets. These regulations:

- (A) must not prevent the siting of a sufficient number of each housing type to meet the county or city allocated share of countywide housing needs, and
- (B) shall be connected to public health and safety,

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appropriate for government regulation. Under substantive due process rules, the regulation must be for a legitimate public purpose, be appropriate to accomplish the purpose, be reasonable, and be clear and easy to apply. This means that the requirements cannot be so restrictive that they make the development economically unfeasible by increasing permitting costs and permitting timelines to an extent they become unreasonable compared to permitting of other allowed housing types.

[Statutory Authority: RCW 36.70A.050 and 36.70A.190. WSR 23-08-037, § 365-196-325, filed 3/29/23, effective 4/29/23; WSR 15-04-039, § 365-196-325, filed 1/27/15, effective 2/27/15; WSR 10-22-103, § 365-196-325, filed 11/2/10, effective 12/3/10; WSR 10-03-085, § 365-196-325, filed 1/19/10, effective 2/19/10.]

WAC 365-196-330 Phasing development within the UGA - No changes proposed.

WAC 365-196-335 Identification of open space corridors - No changes

proposed.

WAC 365-196-340 Identification of lands useful for public purposes.

(1) Requirements. Each county and city planning under the act must identify land useful for public purposes such as utility corridors, transportation corridors, landfills, sewage treatment facilities, stormwater management facilities, recreation, schools, and other public uses. The county must work with the state and with the cities within the

county's borders to identify areas of shared need for public facilities. The jurisdictions within the county must prepare a prioritized list of lands necessary for the identified public uses including an estimated date by which the acquisition will be needed. The respective capital acquisition budgets for each jurisdiction county or city must reflect the jointly agreed upon priorities and time schedule. See WAC 365-196-405 (2) (g), Land use element.

(2) Recommendations for meeting requirements. Counties and cities should identify lands useful for public purposes when updating the urban growth area designations and the land use, utilities and transportation elements of comprehensive plans. This should include identification of

surplus public property for transfer, lease, or other disposal for public
benefit purposes. The department recommends that the information derived
in meeting this requirement be made generally available only to the extent
necessary to meet the requirements of the public disclosure laws.
[Statutory Authority: RCW 36.70A.050 and 36.70A.190. WSR 10-03-085, § 365196-340, filed 1/19/10, effective 2/19/10.]

## WAC 365-196-345 New fully contained communities.

- (1) Any county planning under the act may reserve a portion of its twenty-year population projection for new fully contained communities, located outside of the designated urban growth areas.
- (2) Proposals to authorize fully contained communities must be processed according to the locally established policies implementing the criteria set forth in RCW 36.70A.350. Approval of a new fully contained

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community has the effect of amending the comprehensive plan, therefore it is a legislative action and should follow the procedures associated with comprehensive plan amendments.

(3) The initial effective date of an action that establishes a new fully contained community is the latest of the following dates per RCW 36.70A.067:

(i) Sixty (60) days after the publication of notice of adoption of the comprehensive plan, development regulation, or amendment to the plan or regulation, implementing the action, as provided under RCW 36.70A.290(2); or

(ii) If a petition for review to the growth management hearings board is timely filed, upon issuance of the board's final order.

[Statutory Authority: RCW 36.70A.050 and 36.70A.190. WSR 10-03-085, § 365-196-345, filed 1/19/10, effective 2/19/10.]

WAC 365-196-350 Extension of public facilities and utilities to serve school sited in a rural area authorized - No changes proposed

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