

## SNOHOMISH COUNTY COUNCIL SNOHOMISH COUNTY, WASHINGTON

## AMENDED ORDINANCE NO. 08-051

RELATING TO THE GROWTH MANAGEMENT ACT, REVISION OF GOAL 14 AND ASSOCIATED OBJECTIVES AND POLICIES TO PROVIDE FOR GREATER FLEXIBILITY IN THE TRANSFER OF DEVELOPMENT RIGHTS PROGRAM IN THE SNOHOMISH COUNTY GROWTH MANAGEMENT ACT COMPREHENSIVE PLAN (GMACP) (GPP 11 TRANSFER OF DEVELOPMENT RIGHTS)

WHEREAS, RCW 36.70A.130 and .470 direct counties planning under the Growth Management Act (GMA) to adopt procedures for interested persons to propose amendments and revisions to the GMACP or development regulations; and

WHEREAS, the Snohomish County Council adopted chapter 30.74 SCC, "Growth Management Act Public Participation Program Docketing" to comply with the requirements of RCW 36.70A.130 and .470; and

WHEREAS, the Snohomish County Council has determined that the consideration of the proposed amendments and revisions to the GMACP and development regulations would promote a county purpose as established under RCW 36.70.130 and RCW 36.70A.470 and chapter 30.74 SCC; and

WHEREAS, on May 21, 2007 and May 29, 2007, the Snohomish County Council held public hearings to receive public testimony on proposed County and non-County initiated amendments to the comprehensive plan for consideration on the 2007 Final Docket XII; and

WHEREAS, the Snohomish County Council, on June 25, 2007, approved, by Motion No. 07-182, a list of proposed comprehensive plan amendments for inclusion on Final Docket XII and authorized the County Executive, through the Department of Planning and Development Services (PDS), to process Final Docket XII consistent with chapters 30.73 and 30.74 SCC; and

WHEREAS, Final Docket XII, including the proposals to amend the map and text of the GMACP were presented to the Planning Advisory Committee (PAC) of Snohomish County Tomorrow (SCT); and

WHEREAS, pursuant to chapter 30.74 SCC, PDS completed final review and evaluation of Final Docket XII, including the proposals to amend the map and text of the GMACP, and forwarded recommendations to the Snohomish County Planning Commission; and

WHEREAS, the Snohomish County Planning Commission held a public hearing and received public testimony on Final Docket XII on January 22, 2008 and January 29, 2008; and

WHEREAS, on January 29, 2008 the Snohomish County Planning Commission deliberated on Final Docket XII at the conclusion of the public hearing and voted to recommend that the proposed countywide Transfer of Development Rights policies, as enumerated in its recommendation letter of February 26, 2008, not be included in Docket XII; and

WHEREAS, the Executive recommended to the County Council an alternative ordinance that allows changes to be made to the existing TDR program through interlocal agreements, development agreements and code changes for more program flexibility; and

WHEREAS, changes to the Arlington Pilot Program interlocal agreement are necessary to create conditions for transfer of credits that will operate on free market principles; and

WHEREAS, the current TDR policies in the GMACP only allow changes through the docketing process which does not permit timely response to changing market conditions; and

WHEREAS, the Snohomish County Council held a public hearing on April 30, 2008, continued to May 12 and June 3, 2008, to consider the entire record, including the Planning Commission recommendations on Final Docket XII, and to hear public testimony on this Amended Ordinance 08-051.

## NOW, THEREFORE, BE IT ORDAINED:

## Section 1. The county council makes the following findings:

- A. The county council adopts and incorporates the foregoing recitals as findings as if set forth fully herein.
- B. The proposed changes will allow the county greater program flexibility and the ability to extend the TDR program through interlocal agreements, development agreements or code amendments.
- C. The proposed changes will allow for timely response to changing market conditions so that the transfer of credits can be based on free market principles.
- D. Proposed revisions to Goal 14 will allow changes to be made to the City of Arlington pilot transfer of development rights program by amendment to the interlocal agreement, development agreement, or code amendment.
- E. The proposed GPP policies conform to Objective LU 14A "Develop and implement a TDR program based on free market principles for the purpose of permanently conserving specified natural resource lands."

- F. The proposed GPP policies conform to Policy 14.A.11.3 "Based on an assessment of the measures of program success, changes to the sending or receiving area designations, transfer ratios, and other policy and code provisions should be considered and implemented, when appropriate."
  - G. A draft supplemental environmental impact statement (DSEIS) to the EIS issued for the 2005 Snohomish County GMACP 10-Year Update was issued on December 26, 2007 for the proposed amendments. A Final SEIS, including response to comments on the DSEIS, was prepared following the 30-day comment period and was issued on April 1, 2008. The purpose of the SEIS was to analyze potential significant adverse environmental impacts of the proposals and any alternatives that were not previously identified in the EIS and which provided supplemental analysis and information relating to the proposed map and text amendments.
  - H. The county council includes in its findings and conclusions, the completed final review and evaluation of the proposal completed by PDS in accordance with 30.74 SCC and is hereby made a part of this ordinance as if set forth herein.
    - <u>Section 2</u>. The county council makes the following conclusions regarding the amendments adopted by this ordinance:
    - A. The proposal by PDS to adopt revisions to (Goal 14) and associated objective and policies support the establishment of a market driven transfer of development rights program aimed at conserving natural resource lands of long-term commercial significance and more closely meets the goals, objectives and policies of the GPP
- 26 B. All SEPA requirements with respect to this non-project action have been satisfied.
- C. The County complied with state and local public participation requirements under the GMA and chapter 30.73 SCC.
- 29 D. Additional conclusions as determined by council.

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- Section 3. The county council bases its findings and conclusions on the entire record of the county council, including all testimony and exhibits. Any finding, which should be deemed a conclusion, and any conclusion which should be deemed a finding, is hereby adopted as such.
- Section 4. Based on the foregoing findings and conclusions, the Snohomish County GMA
   Comprehensive Plan Transportation last amended by Ordinance No.07-139, is amended as
   indicated in Exhibit A to this ordinance which is attached hereto and incorporated by reference
   into this ordinance as if set forth in full.
- 40 Section 5. The County Council directs the Code Reviser to update SCC 30.10.060 pursuant to SCC 1.02.020(3)
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<u>Section 6</u>. Severability. If any section, sentence, clause or phrase of this ordinance shall be held to be invalid or unconstitutional by the Growth Management Hearings Board, or a court of competent jurisdiction, such invalidity or unconstitutionality shall not affect the validity or constitutionality of any other section, sentence, clause or phrase of this ordinance. Provided, however, that if any section, sentence, clause or phrase of this ordinance is held to be invalid by the Board or court of competent jurisdiction, then the section, sentence, clause or phrase in effect prior to the effective date of this ordinance shall be in full force and effect for that individual section, sentence, clause or phrase as if this ordinance had never been adopted.

section, sentence, clause or phrase as if this ordinance had never been adopted. PASSED this 3rd day of June, 2008. SNOHOMISH COUNTY COUNCIL Snohomish County, Washington ATTEST: Council Chair **(**\(\psi\) **APPROVED EMERGENCY** ) **VETOED** ( ) DATE: (8 70 2005, 2007 Snohomish ounty Executive ATTEST: PETER B. CAMP **Executive Director** 

**Deputy Prosecuting Attorney** 

Approved as to form only:

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5		EXHIBIT A
0, 7		Amended Ordinance No. 08-051
8	Final Do	ocket XII Amending Goal LU 14 to the GMACP
9		GPP 14 Transfer of Development Rights
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11	GOAL LU 14	Conserve important natural resource lands
12		through the use of complementary Transfer of
13		Development Rights (TDR) and Purchase of
14		Development Rights (PDR) programs.
15	Objective LU 14.A	Develop and implement a TDR program based on
16		free market principles for the purpose of permanently
17		conserving specified natural resource lands.
18.		((Policies for TDR Sending Areas))
19 0 21 22 23 24 25	LU Policies 14.A.1	Natural resource lands targeted for conservation through the TDR program shall be referred to as "sending areas" and shall be: (a) designated as Transfer of Development Rights Sending Area Overlay on the Future Land Use Map, which shall also retain the underlying natural resource designation; and (b) depicted on the official zoning maps with an "SA" suffix: or (c) designated by interlocal agreement, development agreement or code amendment.
26 27 28 29 30 31 32 33 34 35	14.A.2	Agricultural and forest lands as defined in RCW 36.70A.170 shall be eligible for designation as TDR sending areas, ((subject to the overlay established pursuant to LU Policy 14.A.1,)) based on consideration of the following factors: (a) the extent to which the area has historically been used for commercial agricultural or forest production; (b) the extent to which future residential or commercial development is likely to occur in or near the area, as evidenced by overall market trends; and (c) the extent to which conservation of the area would further the natural resource goals of the General Policy Plan.
36 37 38 39 40	14.A.3	TDR implementing regulations shall allow the transfer of development rights only from sites that are located within TDR sending areas and comply with additional substantive requirements, to be established by regulation, which help to further the natural resource goals of the General Policy Plan.
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1 2 3 4 5 6 7 8 9	14.A.4	TDR implementing regulations shall establish a clear, orderly process for landowners within designated TDR sending areas to obtain TDR certificates in exchange for recording a conservation easement restricting non-agricultural development on the sending site. The number of TDR certificates issued shall be based on the approximate development potential of the sending site, multiplied by a "transfer ratio" established by the county, if necessary, in order to facilitate the creation of a market for TDR certificates. TDR certificates shall be valid for transfer purposes only and shall not entitle the sending area landowner to development approvals.
11 12 13 14 15 16 17 18	14.A.5	Requirements for TDR conservation easements shall be established by regulation and shall specify the substantive terms and conditions applicable to the sending site, including: (a) the prohibition of new residential development on all portions of the sending site for which TDR certificates are issued; (b) the prohibition of all development within the sending site that would impair or diminish the natural resource values of the land; and (c) provisions for the administration, enforcement, recording, and acceptance of TDR conservation easements.
20		((Policies for TDR Receiving Areas))
21 22 23 24 25 26 27	14.A.6	Lands where development rights from TDR sending areas may be used shall be referred to as TDR receiving areas and shall be (a)designated as Transfer of Development Rights Receiving Area Overlay on the Future Land Use Map; and (b) depicted on the official zoning maps with an "RA" suffix applied to the underlying zoning classification: or (c) designated by interlocal agreement, development agreement or code amendment.
28 29 30 31 32 33 34	14.A.7	In identifying potential TDR receiving areas, the county council shall give priority to areas where: (a) market pressures favor increased development; (b) existing or planned urban services will be available to accommodate new growth and development; (c) the adjacent city and surrounding community support the proposed TDR receiving; and (d) a designated TDR sending area is located in the same area or region as the proposed TDR receiving area
35 36 37 38 39 40 41 42	14.A.8	The TDR Receiving Area Overlay may only be applied to areas located within the Rural Urban Transition Area concurrent with the addition of such areas to an adjacent urban growth area (UGA) or to other areas agreed to by interlocal agreement, development agreement, or code amendment. Expansions of a UGA to include a TDR receiving area must be conditioned by the county council on compliance with the requirements set forth in LU Policy 14.A.9 and will become effective only if those conditions are satisfied within a
<b>1</b> 3	AMENDED ORDINANCE NO. 08-051	time period specified by ordinance. In the event that those

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conditions are not satisfied within the required time period, the population allocated to support the UGA expansion pursuant to PE Policy 1.A.6 shall revert back to the TDR population reserve set forth in Appendix D.

- UGA expansions to include a TDR receiving area shall be conditioned by the county council on execution of an interlocal agreement between the county and a city adjacent to the UGA expansion area. The agreement, which may be included as an addendum to an existing interlocal agreement, shall be approved by ordinance and executed by the county only if the following provisions are included:
- 1. An agreement by the city to annex the TDR receiving area in a timely manner following expansion of the UGA.
- 2. An agreement by the city to adopt TDR regulations prior to annexation and to apply those regulations to the TDR receiving area following annexation. These regulations, as provided for in the agreement, must include:
  - a. A requirement that applicants for residential development in connection with a subdivision, short subdivision, binding site plan, planned residential development, or other official site plan provide the city with TDR certificates issued pursuant to chapter 30.35A SCC as a condition to development approval. For the pilot TDR receiving area designated outside the city of Arlington, the number of TDR certificates required must equal or exceed 25% of the number of single family residential units and 50% of the number of multifamily residential units resulting from the proposed development. The minimum TDR percentage required under interlocal agreements for future incorporated TDR receiving areas may vary, based on local circumstances and market conditions.
  - b. A requirement that applicants for commercial developments provide the city with TDR certificates issued pursuant to chapter 30.35A SCC and a provision establishing the number of TDR certificates to be required for approval of commercial development applications.
  - c. Other provisions, if any, that are deemed appropriate by the city, such as requirements for the presentation and extinguishment of TDR certificates.
- 3. An agreement by the county to retain existing zoning for the receiving area in order to prevent urban development from occurring prior to annexation and thus ensure that urban

14.A.9

1 2 3		development within the receiving area will be compatible with the city's development standards and served by adequate facilities.
4 5 6.		4. Other provisions, if any, that are deemed appropriate by the city and the county, such as requirements for zoning, master planning, and permit review within the TDR receiving area.
7 8		((Purchase and Sale of TDR Certificates by Snohomish County))
9 10 11 12 13 14 15 16 17 18	14.A.10	The county intends for TDR transactions to occur predominantly in the private sector, directly between sending area and receiving area landowners. However, to promote and encourage use of the TDR program, the county shall be authorized to buy, hold, and resell TDR certificates issued for sending sites within the TDR pilot program sending area located in the Stillaguamish River Valley. The purchase and sale of TDR certificates shall be subject to a competitive process, pursuant to chapter 30.35A SCC, which ensures that the county receives fair market value for the sale of TDR certificates and that decisions concerning potential purchases are based on the goals of this chapter.
20 21		((Policies for Promoting, Monitoring and Expanding the TDR Program))
22 23	14.A.11	The effectiveness of the TDR program should be evaluated and adjustments made to the program as determined appropriate:
24 25		<ol> <li>Performance indicators or measures of program success should be developed;</li> </ol>
26 27		2. The level of development rights transfers between sending and receiving areas should be monitored; and
28 29 30 31		3. Based on an assessment of the measures of program success, changes to the sending or receiving area designations, transfer ratios, and other policy and code provisions should be considered and implemented, when appropriate.
32 33 34 35 36 37	14.A.12	Opportunities to create "non-residential" receiving areas and transfer options should be evaluated and, where appropriate, be established through amendment of the comprehensive plan and/or implementing code. Examples of such options include increases to commercial floor area, impervious surfaces, parking stalls, or building heights through the use of transferred development rights.
38 39 40	14.A.13	Opportunities to designate additional natural resource lands as sending areas should be evaluated and, where appropriate, be established through amendment of the comprehensive plan and

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$\begin{array}{c} 1 \\ 2 \\ 3 \\ 4 \end{array}$			implementing code. When 50% or more of the projected number of transferable development rights have been utilized in the designated sending areas, the addition of sending area lands should be considered by the county.
5 6 7 8		14.A.14	A public outreach and education process, focusing on sending and receiving area landowners, should be implemented to inform potential program participants and to encourage participation in the TDR program.
9 10		14.A.15	The county should consider actions to promote the transfer of development rights including:
11 12			<ol> <li>Helping facilitate the transfer of development rights from sending area to receiving area landowners;</li> </ol>
13 14			2. Selective purchase and sale of private development rights to stimulate private sector transfers; and
15 16 17			3. Funding of public amenities in receiving areas to enhance the livability of the neighborhoods where higher densities are encouraged.
18 19			4. Working with cities to identify receiving areas within the city
17			limits and existing UGA's.
20 1 22 23 24	Objective I	LU 14.B	Develop and implement a Purchase of Development Rights (PDR) program utilizing available funding sources for the purpose of permanently preserving natural resource lands.
20 1 22 23	Objective I	L <b>U 14.B</b> 14.B.1	Develop and implement a Purchase of Development Rights (PDR) program utilizing available funding sources for the purpose of permanently preserving
20 1 22 23 24 25	·		Develop and implement a Purchase of Development Rights (PDR) program utilizing available funding sources for the purpose of permanently preserving natural resource lands.  A PDR program may, at the option of the county, be used for the
20 1 22 23 24 25 26 27	·	14.B.1	Develop and implement a Purchase of Development Rights (PDR) program utilizing available funding sources for the purpose of permanently preserving natural resource lands.  A PDR program may, at the option of the county, be used for the purpose of permanently preserving natural resource lands.  The PDR program shall be coordinated with, and be designed to
20 1 22 23 24 25 26 27 28 29 30 31	·	14.B.1 14.B.2	Develop and implement a Purchase of Development Rights (PDR) program utilizing available funding sources for the purpose of permanently preserving natural resource lands.  A PDR program may, at the option of the county, be used for the purpose of permanently preserving natural resource lands.  The PDR program shall be coordinated with, and be designed to complement, the TDR program.  Agricultural and forest lands as defined in RCW 36.70A.170 shall be eligible for conservation through the PDR program. Other lands having high natural resource, environmental, or open space values

$\mathbf{D}_{3}^{2}$	14.B.6	Sources of funding for any PDR program shall be identified. The use of county Conservation Futures fund monies, grant, and local bond revenues should be considered. Where appropriate,
4		applications for grant monies should be prepared and submitted.
5 6	14.B.7	The effectiveness of the PDR program shall be evaluated and adjustments made to the program as determined appropriate:
7		1. Indicators or measures of program success shall be developed;
8		2. The level of development rights sales shall be monitored; and
9. 10 11		3. Based on an assessment of the measures of program success, changes to the PDR program shall be considered and implemented, when appropriate.
12		
13	Changes to GlossaryA	ppendix E
14	D 7146	
15	Page E-12	
16 17 18 19	30.35 A SCC: or designate	that has been zoned as a TDR receiving area pursuant to chapter ed a receiving area by interlocal agreement, development agreement, is eligible to receive certified development rights from TDR sending
-20	Page E-13	
21 22 23 24 25	within a zone used to im	gnated as a TDR sending area on the future land use map and located plement the sending area designation, as indicated on the official uffix "SA": or designated a sending area by interlocal agreement, code amendment.