MEMORANDUM

To: Planning Commission

From: Adam Weinstein, Planning & Building Director

Jeremy McMahan, Planning & Building Deputy Director

Allison Zike, Senior Planner

Date: March 3, 2022

Subject: NE 85TH ST STATION AREA PLAN PROJECT UPDATE, FILE NO. CAM20-00153

STAFF RECOMMENDATION

Receive a briefing from the project team on the Station Area on the following topics:

- Preferred Plan Direction, adopted by City Council Resolution R-5503 in December 2021
- An update on the schedule for final Station Area Plan documents
- An introduction to Form-based Code concepts under development for the Station Area regulating districts.
- An overview of the City's initial approach to incentive zoning for the Station Area.

BACKGROUND

With the passage of the 2019-2020 budget, City Council authorized creation of a Station Area Plan associated with the Sound Transit Bus Rapid Transit (BRT) station planned for the I-405/NE 85th Street interchange.

This budget direction was affirmed on February 19, 2019 when the City Council adopted Resolution R-5356 approving the 2019-2020 Priority Goals and City Work Program. One of the twelve City Work Plan initiatives related to developing the Station Area Plan is shown in the following excerpt from R-5356:

Continue partnerships with Sound Transit, the State Department of Transportation and King County Metro Transit to ensure that I-405 investments serve Kirkland's mobility needs and maximize the benefit of Sound Transit's NE 85th Street/I-405 Bus Rapid Transit interchange project by completing land use, zoning, and economic development plans for areas adjacent to the interchange project to further the goals of Balanced Transportation and Economic Development.

The BRT station, now funded and scheduled to be operational in 2026, will provide the Station Area with frequent high capacity transit service to regional destinations and transit connections. The intent of the Station Area Plan is to fully leverage this significant, voter-approved, regional investment in transit with a land use plan that would result in a walkable, equitable, sustainable, and complete transit-oriented neighborhood that will provide affordable housing, school capacity, park amenities, family wage jobs, and commercial and retail services.

The Planning Commission last discussed the Station Area Plan at their <u>November 16 Joint Study Session</u> with City Council, where staff confirmed the Council's direction from their <u>October 26 Council Study Session</u> and received feedback from both Planning Commission and Council on progress made towards the draft Preferred Plan Direction at that time.

PREFERRED PLAN DIRECTION - RESOLUTION R-5503

At their December 14, 2021 meeting, City Council voted to adopt Resolution R-5503 to confirm the Preferred Plan Direction (see Attachment 1), based on prior Council direction around June Alternative B from the <u>Fiscal Impacts and Community Benefits Analysis</u>. The Preferred Plan direction does not represent a complete plan, policies, or form-based code. Rather, the resolution and Preferred Plan Direction:

- Encapsulate Station Area analysis and work completed between February 2019 and December 2021, and Council and community input received;
- Establish clear direction for the work of the Planning Commission, staff, and consultant team in 2022 by setting a framework for final plan and code development;
- Reflect the legislative intent of the City Council for the general type and intensity of development for inclusion in the Final Supplemental Impact Statement (SEIS) that was administratively issued on December 30, 2021; and
- Provide direction for the forthcoming Planned Action Ordinance(s) that will facilitate future private development and public infrastructure.

The Preferred Plan Direction includes the following components. Each component is summarized below; Exhibit A to Resolution R-5503 (see Attachment 1) includes complete descriptions of each component with accompanying maps and graphics.

Long Range Vision for the Station Area

Resolution R-5503 adopted the long-range vision for the Station Area Plan. The vision statement is:

The Station Area is a thriving, new walkable district with high tech and family wage jobs, plentiful affordable housing, sustainable buildings, park amenities, and commercial and retail services linked by transit.

The long range vision also includes the following components:

- Description of growth expectations. The long range vision includes the growth capacity in the area through the year 2044, for:
 - Households: 8,152 total households by the horizon year of 2044; 6,243 households above existing.
 - Jobs: 22,751 total households by the horizon year of 2044; 17,763 jobs above existing.
- Framework for community benefits and recommended strategies. This framework confirmed the previous Council direction to further develop the recommended strategies to achieve community benefits including commercial linkage fees, Tax Increment Financing (TIF) district(s), and a density bonus/incentive program.

Implementation Framework for the Station Area (basis for form-based code)

• Future character zones map and tables. The character zones adopted in the Preferred Plan Direction set a vision for each distinct district within the Station Area; they set the

"guideposts" for what the future development regulations and implementation of community benefits strategies should achieve.

The Preferred Plan Direction adopted five distinct character districts, shown in the following figure and described below.

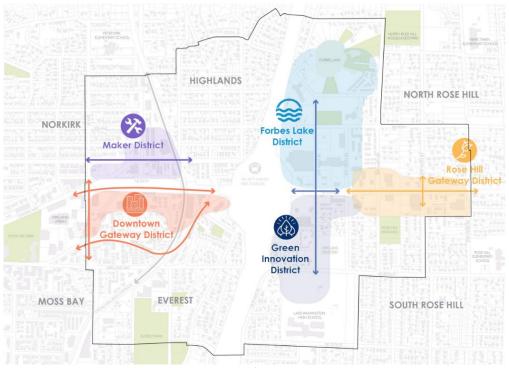


Figure 1: Draft Character District Map, prepared by Mithun

The character districts and vision statements are:

- Maker District: Pedestrian-oriented district building on Norkirk's character and excellent Cross Kirkland Corridor (CKC) trail connections. 7th Ave becomes a lively connection between the BRT drop-off and Downtown. The traditional mixed industrial/commercial character of the area is recognized while encouraging more urban uses supporting "maker" activities, and locally-owned small businesses.
- Downtown Gateway District: Gateway district to Downtown Kirkland via 6th St that emphasizes mid-rise residential and office buildings along 6th and important bicycle and pedestrian connections along green pathways to and from the BRT station and the CKC.
- Forbes Lake District: A walkable mixed-use district with opportunities for shops and office uses as well as mid-rise residential uses, organized around a green main street corridor with retail and active uses combined with small open spaces on 120th that connects to Forbes Lake. Biophilic design and visible water, energy, and biodiversity strategies tell the story in this place.
- Green Innovation District: This vibrant, mixed-use district is a model of innovation and place for community, students, and the workforce to connect. It transitions from shops and office uses to townhouses, small apartment buildings,

- and civic uses. Active transportation choices, connection to green space, and a walkable 120th Ave NE offer a healthy lifestyle. Views abound.
- Rose Hill Gateway District: Corridor-based gateway with a mix of active ground floors and mid-rise residential buildings along NE 85th that focuses on creating a strong sense of arrival from Redmond with streetscape design, public art, and urban design features
- Regulating Districts map (i.e., draft form-based zoning districts). The regulating districts
 adopted in the Preferred Plan Direction set the framework for future development
 regulations unique to each district, and established the general maximum allowable
 height for the district that will be refined to incorporate standards for height transitions
 (e.g., setbacks, upper-story stepbacks, land use buffers, floor plate limits, etc.).

The Preferred Plan Direction adopted five regulating districts, shown in the following figure and described below.

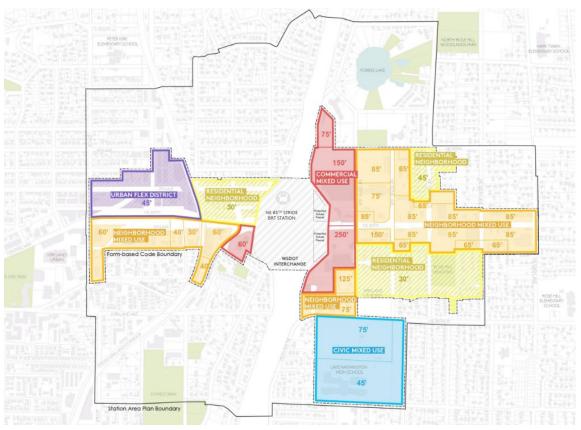


Figure 2: Draft Regulating District Map, prepared by Mithun

- Urban Flex District: Encourage uses consistent with the light industrial history of the area thar are also compatible with a walkable urban neighborhood. Allow for upper-story residential, light manufacturing, commercial, retail, and civic/institutional uses. Maximum heights set at 45'.
- Commercial Mixed Use: Encourage uses consistent with large scale commercial and office development. Allow for office, commercial, retail, and civic/institutional uses. Maximum heights range from 60' west of I-405 to 250' east of I-405.

- Neighborhood Mixed Use: Encourage uses consistent with a mid-rise urban residential neighborhood. Allow for residential, office, commercial, retail, and civic/institutional uses. Maximum heights range from 40-60' west of I-405 to 65-150' east of I-405.
- Residential Neighborhood: Encourage uses consistent with residential neighborhoods that transition to existing lower density residential areas. Allow for smaller scale residential and retail buildings, including "missing middle" housing types. Maximum heights range from 30-45'.
- Civic Mixed Use: Encourage uses consistent with civic functions including education facilities, while preserving flexibility for additional uses in the future. Allow for educational, residential, and retail uses. Maximum heights range from 45-75'.
- Future street and frontage types map and tables. The street and frontage types begin
 to establish a foundation for how the form-based code will regulate how building types
 interact with the public realm. The maps and tables in the Preferred Plan Direction
 distinguish the general character and travel-mode priorities for each street type, and
 established an initial idea of what types of building frontages should be permitted on
 each street type.

COMMUNITY INPUT ON THE STATION AREA PLAN

The community has provided input during all completed phases of the project, through two community workshops, scoping for the environmental review, the formal comment period for the Draft SEIS, specific outreach using a variety of methods to connect with priority populations (as defined in the Equity Impact Analysis) that are most likely to be affected by the Station Area Plan, a City Council listening session in May 2021, a Community Q&A Session in November 2021, and feedback to staff, Planning Commission and Council sent by numerous community members.

Staff notes that there are areas of concern from the community, Planning Commission, and Council that began to be conceptually addressed in the Preferred Plan Direction, with the more comprehensive work to be completed in developing the final Station Area Plan and Form-based Code. Those areas of concern include, but are not limited to, height transitions, adequacy of the active transportation network and transit capacity, traffic congestion, parking, ample provision of affordable housing, school capacity, and sustainability.

The project team continues to encourage members of the public to provide comments to the City's elected and appointed officials and the project team. Public comment may be made at all Planning Commission and Council meetings under *Items from the Audience*, and via email directly to the Council or Planning staff at any time. Additional scheduled opportunities to participate in the planning process will be offered in 2022 through community workshops related to the Form-based Code, and as the project team begins work with the Planning Commission and Council at public meetings and a public hearing to draft the final Station Area Plan and future Comprehensive Plan and Zoning Code amendments.

ADDITIONAL STATION AREA ANALYSIS IN 2022

In 2021, together with adoption of R-5503, Council directed staff to further develop community benefits strategies and additional analysis in order to complete the Station Area Plan deliverables described in the section below. This further development includes:

- Additional transportation analysis to quantify the number of pedestrian and biking trips in the Station Area, examine the travel times for transit through the Station Area, and develop refined transportation project concepts that prioritize pedestrians and cyclists.
- Economic analysis for the Incentive Zoning program to be included as part of the Formbased Code.
- Tax Increment Financing (TIF) analysis to identify a potential TIF district and recommended projects to consider for funding through TIF.
- Formation of a Green Innovation Development Code that identifies parameters for baseline requirements (development regulations), incentives, and long-term strategies.

STATION AREA PLAN DELIVERABLES

Work in 2022 is focusing on the preparation of final deliverables for the Station Area, described below. The additional analysis mentioned above will inform the preparation of these deliverables, which will establish policies and development regulations for the Station Area.

- Final Station Area Plan Document
 - Vision and Goals for: Land Use and Urban Design, Open Space, Transportation and Mobility, and Sustainability
 - Policies for Station Area
- Comprehensive Plan Amendments
 - o Amendment language in General Elements (e.g. Land Use, Transportation, etc.)
 - New sub-area chapter for the Station Area. This new chapter will overlay plan portions of the six neighborhoods that comprise the geography of the Station Area
- Final Planned Action Ordinance
 - Environmental review for planned actions
 - Specific mitigation measures
 - Submittal requirements for development applications to be reviewed as planned actions
- Zoning Code Amendments
 - Station Area Form-based Code
 - An introduction to Form-based Code concepts will be included in the presentation at Planning Commission's March 10 meeting.
 - Amendments to existing Zoning Code for consistency, general regulations, cleanup of pre-Station Area zoning districts
 - Parcel rezones
 - Design Guidelines

NEXT STEPS AND ADOPTION TIMELINE

The City began work on the Station Area Plan in 2019. With input from the community, and elected and appointed officials, several phases of the project have been completed (see

Attachment 2). The next phase of the process will be focused on the legislative process to adopt the Station Area Plan deliverables. This legislative work was originally scheduled to occur in 2021, with adoption projected by June 2021. That planned adoption has been extended by over a year to allow for additional due diligence, including supplemental transportation analysis, Fiscal Impacts and Community Benefits Analysis, and more community feedback.

Work in 2022 will be divided into two phases to ensure adequate time for the community and appointed/elected officials to consider important community benefits and urban design components for each phase.

- **Phase 1**, with anticipated completion in June 2022, will include:
 - Adoption of the following guiding documents for the <u>entire</u> Station Area (Station Area Plan, Comprehensive Plan, Planned Action Ordinance)
 - Specific rezones and Zoning Code amendments will be limited to the Commercial Mixed-Use District that is closest to the highway interchange (see Attachment 2).
- **Phase 2**, with anticipated completion later in 2022, will include:
 - Specific rezones and Zoning Code amendments for the perimeter areas. This
 allows more time to consider how these districts of the Station Area can be
 successfully integrated into neighborhoods closer to existing low-density edges of
 the Station Area (see Attachment 2).

Phase 1 work will include a series of joint Planning Commission and City Council meetings, a community workshop, a public hearing in early June, and Council adoption in late June. Another series of public meetings and community outreach will be held in Phase 2.

During the legislative process, within the bounds of the Preferred Plan Direction established by the City Council and guided by community input, the Planning Commission will study and recommend policies and regulations to guide future transit-oriented redevelopment of the station area and ensure that redevelopment aligns with the vision. Prior to making their recommendation, the Planning Commission will conduct a public hearing consider all public comment on the proposal. The final adoption of the Station Area Plan will be by City Council.

ATTACHMENTS

- 1. Resolution R-5503 Confirming the NE 85th St Station Area Plan Draft Preferred Plan Direction
- 2. Station Area Plan Adoption Timeline

RESOLUTION R-5503

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF KIRKLAND ADOPTING AN 85TH STREET STATION AREA PREFERRED PLAN DIRECTION AND RELATED MATTERS.

WHEREAS, voters in the Puget Sound region approved Sound Transit 3 in 2016, a ballot measure to expand regional transit; and

WHEREAS, Sound Transit plans to implement a Bus Rapid Transit ("BRT") line along I-405 to connect to light rail service in Lynnwood and Bellevue and to fund the redevelopment of the I-405 interchange at NE 85th Street to include a BRT station; and

WHEREAS, the Washington State Growth Management Act ("GMA") sets goals that cities must address in their comprehensive plans, requires cities to update their comprehensive plans every 8 years, and address expected growth for the next 20 years; and

WHEREAS, the Puget Sound Regional Council ("PSRC") and/or King County County-wide Planning policies focus housing and jobs growth in urban centers; and

WHEREAS, the 2035 City of Kirkland Comprehensive Plan ("Comprehensive Plan") includes land use policies that support land use patterns to accommodate growth targets, focusing development near high-capacity transit, commercial redevelopment in Rose Hill, and transit-oriented development around the future BRT Station at NE 85th Street; and

WHEREAS, the North and South Rose Hill Neighborhood Plan was updated in 2018 and the Highlands and Norkirk Neighborhood Plans were updated in 2020 to reflect changing conditions, including the passage of ST 3 and plans for Sound Transit's BRT station at I-405 and NE 85th Street; and

WHEREAS, the Moss Bay and Everest Neighborhood Plans are being updated in 2021 to reflect changing conditions, including the passage of ST 3 and plans for Sound Transit's BRT station at I-405 and NE 85th Street; and

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 WHEREAS, on February 19, 2019, the City Council adopted Resolution R-5356 approving the 2019-2020 Priority Goals and City Work Program, which included an initiative to continue partnerships with Sound Transit, the State Department of Transportation, and King County Metro Transit to ensure that I-405 investments serve Kirkland's mobility needs and maximize the benefit of Sound Transit's NE 85th Street/I-405 Bus Rapid Transit interchange project by completing land use, zoning, and economic development plans for areas adjacent to the interchange project to further the goals of Balanced Transportation and Economic Development; and

WHEREAS, in August 2019, the City issued a Request for Qualifications ("RFQ") for planning consulting services to support creation of an 85th Street Station Area Plan ("Station Area Plan"); and

WHEREAS, on September 3, 2019, the Council adopted Resolution R-5384 authorizing the submittal of applications to King County and PSRC for the Greater Downtown Kirkland Urban Center and adoption of a consolidated plan for the Greater Downtown, with the intent to include the future Station Area within the boundaries of the Greater Downtown Urban Center; and

WHEREAS, in October 2019, City Planning staff began development of an 85th Street Station Area Planning process; and

WHEREAS, in 2019 the Washington State Legislature passed E2SHB 1923, encouraging all cities planning under the GMA to increase residential building capacity, and in October 2019 the City was awarded \$150,000 in related grant assistance from the state Department of Commerce to include a Form-based Code and Planned Action Ordinance in the Station Area Plan; and

WHEREAS, on November 13, 2019, the Metropolitan King County Council adopted Ordinance 19007 to amend the 2012 King County Countywide Planning Policies to designate the Greater Downtown Kirkland Urban Center as an Urban Center, inclusive of the core areas surrounding the BRT Station of the Station Area Plan study area; and

WHEREAS, the City has applied to PSRC for a regional center designation for the greater downtown area, with PSRC review pending completion of the Station Area subarea plan and the Moss Bay Neighborhood subarea plan; and

WHEREAS, in February 2020, the City entered into a 82 contract for consulting services as a result of the RFP with Mithun 83 for creation of a Station Area Plan, including a Form-based Code, Supplemental Environmental Impact Statement, and a Planned Action Ordinance; and

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WHEREAS, the City completed an Opportunities and Challenges Analysis to assist in identifying the vision, values, and goals for the Station Area Plan, and published the Station Area Plan Opportunities and Challenges Report on April 15, 2020; and

WHEREAS, the City published the State Environmental Policy Act ("SEPA") Environmental Checklist and Scoping Notice for the Station Area planning process on May 26, 2020, held a scoping comment period from May 26, 2020 to June 16, 2020, and received public comments from 29 parties; and

WHEREAS, the City held the first public Community Workshop to discuss the identified Station Area Plan opportunities and challenges and gather community feedback on the initial concepts for the Station Area Plan on June 4, 2020; and

WHEREAS, the City published a Station Area Plan Market Analysis Report on June 16, 2020 that assessed the market conditions for the Station Area and suitability for new transitoriented development; and

WHEREAS, City Council held a study session on July 21, 2020 to receive a briefing on the Station Area Plan initial concepts and provided feedback on the preliminary Draft Supplemental Environmental Impact Statement (SEIS) alternatives; and

WHEREAS, at their July 21, 2020 study session, the Council confirmed the following Station Area Plan Project Vision, Values, and Goals:

- 1. Project Vision: The NE 85th St Station Area Plan is a regional gateway district that supports transit, creates opportunity for all, and reflects Kirkland's unique identity.
- 2. Project Values: Livability, Sustainability, Equity.
- Project Goals: Development Near Transit, Connected 3. Kirkland, Inclusive District.

WHEREAS, the City published the Station Area Plan Draft SEIS that evaluated three Station Area Plan alternatives on January 5, 2021, which opened a 30-day Draft SEIS public

comment period and identified a Project Objective to leverage the WSDOT/Sound Transit I-405 and NE 85th St Interchange and inline Stride BRT station regional transit investment to maximize transit-oriented development and create the most: opportunity for an inclusive, diverse, and welcoming community; value for the City of Kirkland; community benefits including affordable housing; and quality of life for people who live, work, and visit Kirkland; and

WHEREAS, the City held the second public Community Workshop to discuss the Draft SEIS analysis and gather community feedback on the three Draft SEIS Station Area Plan Alternatives on January 7, 2021; and

 WHEREAS, in response to requests from the community, and in recognition that an extended comment period would provide all stakeholders more time to engage with the Draft SEIS and allow for further outreach to community members traditionally underrepresented in past planning processes, the City extended the Draft SEIS public comment period to 45 days, closing the public comment period on February 19, 2021; and

WHEREAS, the City received 114 written Draft SEIS comments, and gathered additional input on the Draft SEIS at the January 7, 2021 Community Workshop, through an online Draft SEIS survey that received 408 responses, at a human service provider roundtable, through responses to a "meeting-in-a-box" from 26 clients of Sophia Way via coordination with their staff, through two Lake Washington High School Economics class projects focused on the Station Area and Draft SEIS alternatives, and through input provided by various community organizations in meetings with City Planning staff; and

WHEREAS, the comments on the Draft SEIS and planning process from the community included concerns about the impacts of growth and increased density such as traffic congestion, increased building heights and transitions between areas of differing height and intensity, impacts on schools and transit capacity, and a desire for the plan to help achieve community benefits such as affordable and diverse housing opportunities, plentiful parks and recreational spaces, enhancements and improvements to the active transportation network, new school capacity, and a balance of housing and jobs for people with a range of background and experience levels;

WHEREAS, at their January 19, 2021 meeting, the Council was presented with the results of the Draft SEIS, considered Draft SEIS comment themes, and directed the Station Area project team to expand the project scope to complete a Fiscal Impacts and Community Benefits Analysis in order to: analyze the fiscal impacts of infrastructure and public service provision to accommodate future growth in the Station Area; explore strategies to achieve community benefits from growth; and further analyze the transportation network; and

WHEREAS, in advance of Council decisions about which growth alternatives were to be analyzed in a Fiscal Impacts and Community Benefits Analysis, the Council held a special meeting on May 26, 2021 that served as a Listening Session for community members to provide input on the Station Area Plan directly to Council members; and

WHEREAS, at their June 15, 2021 meeting, the Council reviewed the final scope for a Fiscal Impacts and Community Benefits Analysis and endorsed two "June Alternatives", June Alternative A (Current Trends) and June Alternative B (Transit-Connected Growth), for study in the Analysis; and

WHEREAS, June Alternative A and June Alternative B were selected by the Council in response to community feedback and narrowed the "bookends" of potential growth in the Station Area based on Draft SEIS Alternatives 1 and 2, respectively, and eliminated Draft SEIS Alternative 3 from future consideration; and

WHEREAS, the focus of the Fiscal Impacts Analysis was to find if the City could afford the investments necessary to address increased demand on infrastructure and public services if the City implements its vision of the Station Area as a thriving, new walkable district with high tech jobs, plentiful affordable housing, sustainable buildings, and shops, and restaurants linked by transit; and

WHEREAS, the focus of the Community Benefits Analysis was to find how the public can receive benefits of growth and how development can advance the City's priority objectives if the City implements its vision of the Station Area as a thriving, new walkable district with high tech jobs, plentiful affordable housing, sustainable buildings, and shops, and restaurants linked by transit; and

WHEREAS, on October 26, 2021, the City published the Fiscal Impacts and Community Benefits Analysis Technical Memo and Appendices, which found that if the City were to select June Alternative B to implement its vision of the Station Area, the City could afford the investments necessary to address increased demand on public services (especially schools, parks/open spaces, transportation, and utilities), and avoid a reduction in service for existing community members and businesses if the City also adopts a series of policy changes, impact fees, commercial linkage fees, and benefit capture strategies such as Tax Increment Financing, density bonuses, and partnership opportunities; and

WHEREAS, at their October 26, 2021 meeting, the Council directed staff to draft a Station Area Plan Preferred Plan Direction based on June Alternative B for inclusion in the Final SEIS, and directed staff to prepare an additional scope of work to support development of the community benefits strategies for Tax Increment Financing, commercial linkage fees, and a density bonus program, green infrastructure, and to complete supplemental transportation analyses; and

WHEREAS, the City held a Community Question and Answer Session on November 1, 2021 to provide an opportunity for the community to engage directly with the project team and to answer community questions related to the Fiscal Impacts and Community Benefits Analysis and other Station Area topics; and

WHEREAS, the Council held a public hearing in accordance with Kirkland Municipal Code 5.02.020 for the mid-biennial budget process, which included a budget adjustment to support the supplemental analyses required for development of recommended community benefits strategies and additional transportation analyses, with the intent for the Council to adopt the Mid-Biennial Budget Adjustments at their December 14, 2021 meeting; and

WHEREAS, at their November 16, 2021 meeting, the Council held a joint meeting with the Kirkland Planning Commission to receive an update on the draft Station Area Plan Preferred Plan Direction; and

WHEREAS, the Station Area Project team has coordinated with Lake Washington School District ("LWSD"), regional transit agencies, and major property owners in the Station Area to explore creative solutions to key issues that will require future strategic partnerships to which the City may, or may not, be a necessary party to; and

WHEREAS, the City is conducting an ongoing development review fee study and is exploring creating additional tiers of building permit fees for projects with total valuations over \$1,000,000 to more accurately reflect the review and inspection demands of very large projects as highlighted in the fiscal impacts analysis; and

WHEREAS, through December 2021, the City has reviewed the Station Area in meetings at five public Planning Commission meetings on: June 25, 2020; January 14, 2021; April 22, 2021; June 10, 2021; and, November 16, 2021 (jointly with City Council); and

WHEREAS, through December 2021, the City has discussed the Station Area in meetings at four public Transportation Commission meetings on: September 23, 2020; January 27, 2021; July 28, 2021; and, September 22, 2021; and

WHEREAS, through December 2021, the City has discussed the Station Area in meetings at eight public City Council meetings on: March 17, 2020; July 21, 2020; January 19, 2021; April 6, 2021; June 15, 2021; October 26, 2021; November 16, 2021 (jointly with Planning Commission); and December 14, 2021; and

WHEREAS, the Council recognizes and shares areas of concern from the community related to the Station Area Plan that will require continuing work to address in the final Station Area Plan, including, but not limited to issues like, height transitions, adequacy of the active transportation network and transit capacity, traffic congestion, parking, ample provision of affordable housing, school capacity, park amenities, and sustainability and it is the intent of the Council that these areas of concern will be addressed prior to final adoption of the Station Area Plan through extensive additional study, community outreach, and partnerships; and

WHEREAS, the project team has completed the Draft Station Area Plan Preferred Plan Direction for inclusion in the Final SEIS that includes a long-range vision and implementation framework for the Station Area, included as Exhibit A to this Resolution; and

WHEREAS, the Draft Station Area Plan Preferred Plan Direction is intended to establish the City Council's broad vision for the transit oriented development of the Station Area based on

stated objectives for the Plan and to guide the City's future Station Area work toward achieving that vision, including development of planned action ordinances, development agreements and related code, policy, and permitting changes.

NOW, THEREFORE, be it resolved by the City Council of the City of Kirkland as follows:

Section 1. The 85th Street Station Area Plan Preferred Plan Direction, as shown in Exhibit A to this resolution, and consisting of the following elements, is adopted:

 Conceptual Long Range Vision Statement: the Station Area is a thriving, new walkable district with high tech and family wage jobs, plentiful affordable housing, sustainable buildings, park amenities, and commercial and retail services linked by transit;

Description of growth expectations;

Framework for community benefits and recommended strategies;

Future character zones map and tables;
 Regulating districts map; and,

Regulating districts map; and,
 Future street and frontage types map and tables.

Section 2. The Station Area project team shall proceed with drafting a final Station Area Plan, Form-based Code and zoning amendments, Comprehensive Plan amendments, and Planned Action Ordinance(s) based on the adopted Preferred Plan Direction. The Preferred Plan Direction shall also guide any related legislative actions in the Station Area such as development agreements.

Section 3. The Planning Commission shall study and recommend Station Area Plan policies and regulations to guide future transit-oriented redevelopment of the Station Area within the bounds of the Preferred Plan Direction adopted herein by the City Council and ensure that redevelopment will align with the long-range vision.

 Section 4. The City shall continue coordination with LWSD, regional transit agencies, major property owners in the Station Area, and community members to explore creative solutions to key issues such as affordable housing, school capacity, future transit capacity and service, and other opportunities to achieve community benefits from growth that may require future strategic partnerships.

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<u>Section 5</u>. The City Manager is hereby authorized and directed to:

- Procure consulting services to develop community benefits strategies including Tax Increment Financing, commercial linkage fees, green infrastructure and a density bonus program for inclusion in the final Station Area Plan.
- Prepare an ordinance for City Council consideration in early 2022 that would amend the building permit fee schedule to create additional tiers of building permit fees for projects with total valuations over \$1,000,000.

Passed by majority vote of the Kirkland City Council in open meeting this 14 day of December, 2021.

Signed in authentication thereof this 14 day of December, 2021.

Penny Sweet, Mayor

Attest:

Kathi Anderson, City Clerk

EXHIBIT A0: NE 85TH STATION AREA GROWTH EXPECTATIONS AND COMMUNITY BENEFITS

Growth Expectations for Preferred Plan Direction

	Preferred Plan Direction		
Households	8,152		
Employment	22,751		

Consistent with Transit-Connected Growth (June Alternative B), over the 23-year planning horizon, the Preferred Plan Direction would support a maximum of:

- 8,152 total households (6,243 above existing)
- 22,751 total jobs (17,763 above existing)

Based on the City's existing Inclusionary Zoning requirement for affordable housing, that maximum development potential would result in:

- 624 total affordable homes, or 10% of new potential households
- Other affordable housing measures will be implemented to increase the production of affordable housing beyond 624 units

Disclaimer: The growth expectations describe the assumed amount of potential growth during the 23-year plan time horizon but is not meant to pre-suppose the decisions of individual property owners or actions of the market, which will likely differ.

The Station Area Plan policies will not preclude current land uses from staying

Community Benefits for Preferred Plan Direction



Community Benefits Policy Framework

- Parks

 Consider offsetting deficit with a portion of general government operating surplus
 Level of Service (LOS) policy change appropriate for urban centers, coordinate with the Parks, Recreation and Open Space (PROS) plan
- For larger Community Parks:

 Tax Increment Financing (TIF) strategy:
 evaluate bold vision opportunities for TIF candidate projects, and complete conceptual / feasibility study
 - Leverage existing public space and partnerships for shared use agreements
- For Neighborhood, small scale and linear
 - Multi-benefit TIF project for NE 120th including a linear park: evaluate as a TIF candidate project, and complete conceptual / feasibility study
 - Development requirements/bonuses
 - Creative adaptation of existing public space like Forbes Lake, the future interchange surplus right of way, and existing right-of-way

Affordable housing

- Pursue a commercial linkage program Allocate a portion of the Linkage Fees toward a workforce development program
- or equivalent
 Pursue additional implementation strategies

- Mobility
 Develop a TIF strategy, and evaluate bold vision opportunities for TIF candidate projects, and complete conceptual / feasibility study prioritizing multi-benefit project opportunities where infrastructure needs overlap
- Development requirements/bonuses: mobility and parking programs and policies

- Sustainability
 Green infrastructure strategies and multi-benefit projects
 Development requirements/bonuses
- Explore partnerships around sustainability, climate action, health and well-being initiatives

Schools

Support LWSD and the community need for childcare and early education with tools such

- Development requirements/bonuses for integrated educational or childcare space
- Explore partnership opportunities such as Joint/Shared Use Agreements Policy changes to define active frontages to include uses for schools, childcare, or
- other community-serving uses Increase allowed
- development capacity on existing underutilized public parcels

EXHIBIT A1: NE 85TH STATION AREA CHARACTER SUB-DISTRICTS

THE VISION

The Station Area is a thriving, new walkable district with high tech and family wage jobs, plentiful affordable housing, sustainable buildings, park amenities, and commercial and retail services linked by transit.

The vibrant, mixed-use environment is a model of innovation. With an outstanding quality of life and unmatched mobility choices, the Station Area is eco-friendly, a place to connect, and deeply rooted in the history of the land, the people, and the culture of this special crossroads in Kirkland. The highly visible integration of ecological systems within an urban setting set the Station Area apart while tying the unique sub-area districts together with existing open space and active living opportunities.

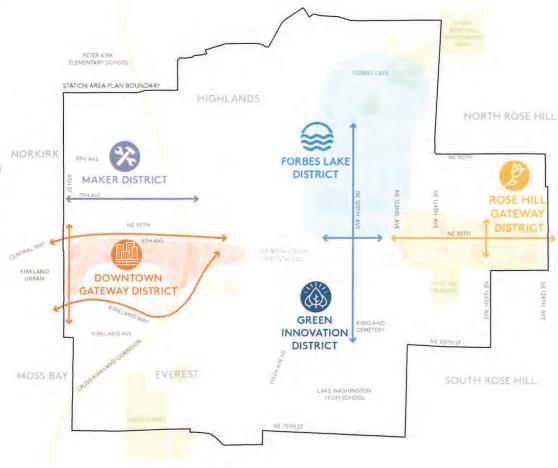




EXHIBIT A2: NE 85TH STATION AREA CHARACTER SUB-DISTRICT PRECEDENT IMAGERY



MAKER DISTRICT

Pedestrian-oriented district building on Norkirk's character and excellent Cross Kirkland Corridor trail connections. 7th is a lively connection between the BRT drop off and old downtown. The traditional mixed industrial/commercial character of the area is recognized while encouraging more urban uses supporting "maker" activities, locallyowned small businesses, active lifestyle and recreation-related private and public uses.



DOWNTOWN GATEWAY DISTRICT

Gateway district to Downtown Kirkland via 6th St that emphasizes mid-rise residential and office uses along 6th and important bicycle and pedestrian connections along green pathways to and from the station and the Cross Kirkland Corridor.



FORBES LAKE DISTRICT

A walkable mixed-use district with opportunities for shops and office uses as well as mid-rise residential uses, organized around a green main street corridor with retail and active uses combined with small open spaces on 120th that connects to Forbes Lake. Biophilic design and visible water, energy, and biodiversity strategies tell the story this place.



GREEN INNOVATION DISTRICT

This vibrant, mixed use district is a model of innovation and place for community, students, and the workforce to connect. It transitions from shops and office uses to townhouses, small apartment buildings, and civic uses. Active transportation choices, connections to green space, and walkable South 120th offer a healthy lifestyle. Views abound.



ROSE HILL GATEWAY DISTRICT

Corridor-based gateway with a mix of active ground floors and midrise residential along NE 85th that focuses on creating a strong sense of arrival from Redmond with streetscape design, public art, and urban design features.





























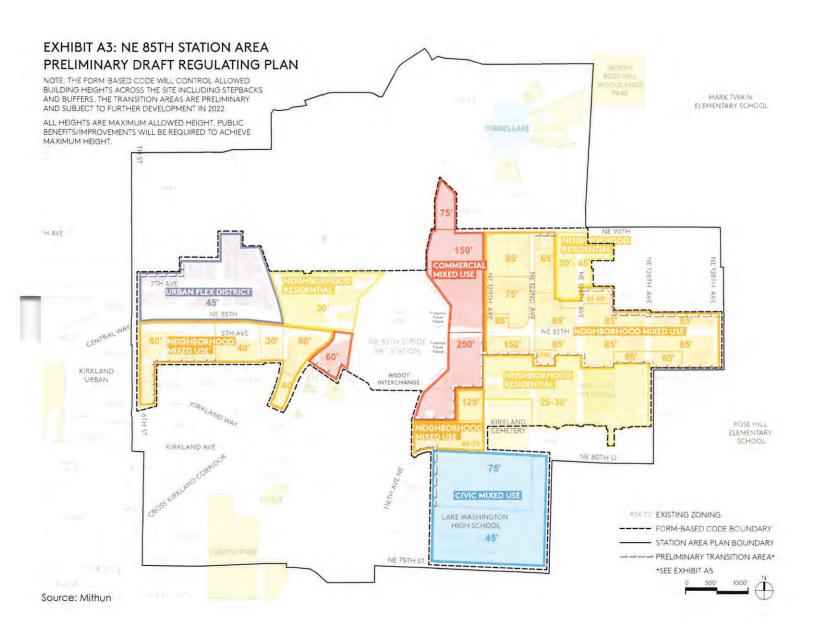


EXHIBIT A4: NE 85TH STATION AREA PRELIMINARY DRAFT REGULATING TABLE

NOTE: REGULATING DISTRICTS WILL BE PART OF THE FUTURE FORM-BASED CODE. THEY WILL ESTABLISH BROAD PARAMETERS FOR DEVELOPMENT, INCLUDING ALLOWED USES, HEIGHTS, AND SIDE SETBACKS. ELEMENTS SUCH AS FRONTAGES, TRANSITIONS AND STREETSCAPE DESIGN WILL BE ADDRESSED THROUGH OTHER ELEMENTS OF THE FUTURE FORM-BASED CODE.

	Commercial Mixed Use	Neighborhood Mixed Use	Neighborhood Residential	Urban Flex District	Civic Mixed Use
Maximum Heights (see height subdistrict on regulating plan for maximum allowed height in a specific location)	60-250'	30-150'	20-45	45	45-75
Permitted Uses (General)	Commercial, Civic	Commercial, Residential, Civic	Residential	Commercial, Light Industrial*, Residential, Civic *where compatible with residential	Commercial, Residentia Civic
Upper level stepbacks	In progress*	In progress*	In progress*	In progress*	In progress*
Max Floor Area Ratio or Development Area	In progress*	In progress*	In progress*	In progress*	In progress*
Setbacks (Side, Rear) Note: Front Setbacks are regulated through frontage types	In progress*	In progress*	In progress*	In progress*	In progress*

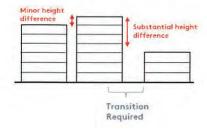
^{*}In Progress parameters will be reviewed as part of the Form-based Code development in 2022

EXHIBIT A5: NE 85TH STATION AREA PRELIMINARY DRAFT TRANSITIONS APPROACH

Transition rules will apply along the lot lines of any adjacent parcels where the difference in proposed building height and adjacent maximum allowed height is greater than a specified number of feet*. New development would be required to include a combination of the following strategies:

- Site Setbacks
- Upper Level Stepbacks
- Landscape Buffers
- · Maximum Façade Length

*Parameters will be reviewed as part of the Formbased Code development in 2022







Ground Level Set Backs
Allowed build-to line is set back from the lot line, creating more space between building and adjacent parcels or right of





Upper Level Step Backs
Upper floors must be set back from allowed lower-level building envelope. May be applied multiple times for a single building at different levels to create a "stepped" effect





Landscape Buffers
Landscaped open area that is intended to provide visual screening as well as open space separating a building from adjacent parcels. Can also include pedestrian or bike connections or other

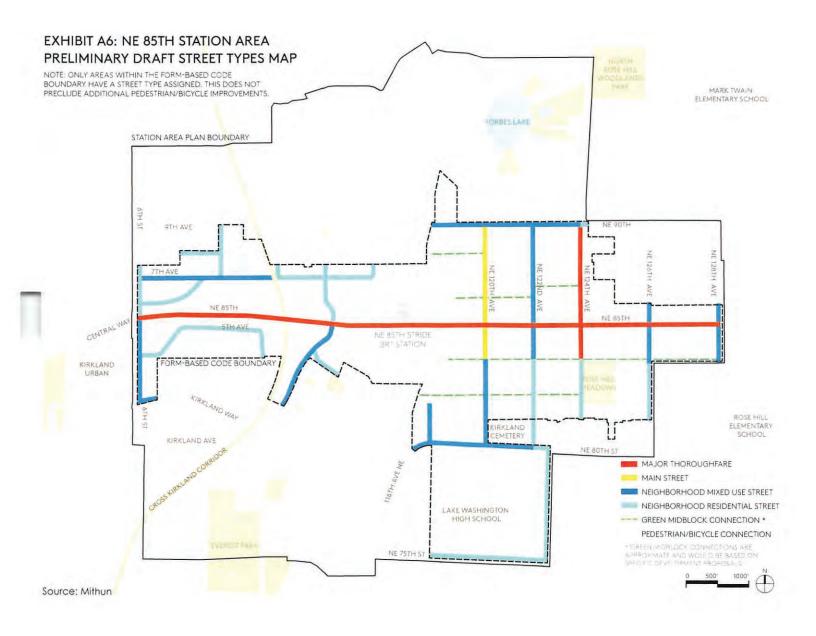


EXHIBIT A7: NE 85TH STATION AREA PRELIMINARY DRAFT STREET TYPES TABLE

NOTE: STREET TYPES WILL BE PART OF THE FUTURE FORM-BASED CODE. THEY WILL ESTABLISH ALLOWED FRONTAGE TYPES ALONG EACH STREET SEGMENT, AND ALSO RECOMMEND THE FUTURE DESIGN CHARACTERISTICS OF THE PUBLIC RIGHT OF WAY. ELEMENTS SUCH AS FRONTAGES, TRANSITIONS, AND DEVELOPMENT REQUIREMENTS WILL BE ADDRESSED THROUGH OTHER ELEMENTS OF THE FUTURE FORM-BASED CODE.

Major Thoroughfare	Main Street	Neighborhood Mixed Use Street	Neighborhood Residential Street	Green Midblock Connection
Streets that connect regional centers or run through central commercial corridors. Many of these streets have significant traffic volumes at peak hours are key places for high-capacity transit routes and auto separated bi	Primary corridors for ground-floor retall, often with generous public realm design. They are high pedestrian volume streets that balance that pedestrian activity with auto, bike, and transit needs.	Neighborhood streets with low to mid-intensity commercial and midrise residential and occasional ground floor retail. Generally lower vehicular traffic volume than major thoroughfares, and some may contain auto-separated bike facilities.	Residential-facused streets with low vehicular traffic volumes, which can accommodate shared bike facilities,	Generously landscaped mid-block connections within larger commercial or residential developments or between parcels May include required on-site greet stormwater infrastructure. Does no include public ROW improvement to "green" on existing street.
Typical ROW Width 80-120°	65-85'	45- 75'	45- 70'	30-50'
Functional Classes Principal Arterial	Minor Arterial, Collector	Collector, Local	Collector, Local	Local
Adjacent Land Uses High intensity commercial, residential, and active ground-level uses.	Mid-intensity commercial, residential, and ground-level retail uses.	Low to mid-intensity commercial, residential, and occasional active ground-level uses.	Predominantly low to medium intensity residential uses.	Low to high intensity commercial or residential uses, typically within larger developments. May have active ground-level uses, depending on site design.
Allowed Frontage Types Urban Street Edge, Retail & Active Uses, Plaza/Public Space	Retail & Active Uses, Plaza/Public Space	Urban Street Edge, Plaza/Public Space, Residential Stoop/Porch	Urban Street Edge, Plaza/Public Space, Residential Stoop/Porch, Private Yard	Urban Street Edge, Retail & Active Uses, Plaza/Public Space,
Travel Priorities Ped*, Bike*, Transit, Freight, Auto	Ped, Bike, Transit, Auto	Ped, Bike, Auto	Ped, Bike, Auto	Ped, Bike, Auto**
*Separated facilities				**Local access, loading only

EXHIBIT A8: NE 85TH STATION AREA PRELIMINARY DRAFT FRONTAGE TYPES

NOTE: FRONTAGE TYPES WILL BE PART OF THE FUTURE FORM-BASED CODE. THEY WILL REGULATE THE RELATIONSHIP BETWEEN PRIVATE DEVELOPMENT AND THE PUBLIC REALM, INCLUDING GROUND FLOOR FACADE DESIGN, FRONT SETBACKS, LANDSCAPE CHARACTERISTICS, PEDESTRIAN ACCESS, AND OTHER CHARACTERISTICS. ALLOWED FRONTAGE TYPES WILL BE DETERMINED BASED ON THE STREET TYPE DESIGNATION FOR EACH PARCEL'S FRONTAGE. ELEMENTS SUCH AS TRANSITIONS, STREETSCAPE DESIGN, AND GENERAL DEVELOPMENT REQUIREMENTS WILL BE ADDRESSED THROUGH OTHER ELEMENTS OF THE FUTURE FORM-BASED CODE.

Urban Street Edge

- Shallow to no setbacks
- Pedestrian-oriented facades with transparency and building entries
- Additional travel zone if constrained





Source: Mithun

Retail & Active Uses

- Generous pedestrian zone with seating, overhead protection, and other furnishings and building entries
- Articulated bays, active facades, higher ground floor heights





Residential Stoop/Porch

- Shallow setbacks, first floor at different level than sidewalk
- Direct entries from individual units Stoops and porches address grade change Articulated facades to reflect units







Plaza/Public Space

- Deep setback to establish public space Active frontages and entries facing
- onto open space Smooth transition to public ROW with





Private Yard

- Landscaped front yard
- Visual connection to primary building from sidewalk
- Street wall edge maintained with elements like low walls and vegetation





NE 85th St. Station Area Plan: 2022 Plan Adoption and Phasing

The City began work on the Station Area Plan in 2019. Adoption of the Station Area Plan was originally planned for **June 2021**. With input from the community and elected and appointed officials, several phases of the project have been completed.



The planned adoption has been extended by over a year to allow for additional due diligence, including supplemental transportation analysis, Fiscal Impacts and Community Benefits Analysis, and more community feedback. In 2022, with further input from the Community, Planning Commission, and City Council, we are moving into the final phases of the project that will result in final Station Area Plan adoption.

What's included in the final Plan?

FINAL STATION AREA PLAN

- Vision & Goals for Land Use & Urban Design, Open Space, Transportation & Mobility, and Sustainability
- Policies for Station Area

COMPREHENSIVE PLAN AMENDMENTS

- Amend General Elements (Land Use, CFP, Transportation, etc.)
- New sub-area chapter for Station Area
- Amend existing Neighborhood Plans for consistency with SAP

FINAL PLANNED ACTION ORDINANCE

- Environmental review for planned actions
- Specific mitigation measures for and submittal requirements for applicant SEPA exemption

ZONING IMPLEMENTATION

- Form-based Code / Zoning
 Code Amendments
- Parcel Rezones (to Station Area regulating districts)
- Design Guidelines

