Houghton Village Development Plan

Draft Plan

City of Kirkland City Council Study Session January 7, 2025

ENGAGEMENT UPDATE: Site Design Feedback* —

Comments: Common themes that were widely supported through all focus groups

- Option B provides more opportunity for a larger number of smaller commercial/community spaces that can open to and flow into the public open space.
- The central public space provides flexibility for a variety of community uses, and feels safe because it is separated from vehicle traffic.
- Many comments expressed desire for strong integration of art into the site.

Potential concerns to be addressed with more planning:

- Need to find ways to make the two buildings in Option B feel like a cohesive community, especially if residential uses are divided into an affordable and market-rate building.
- Balance of community spaces and privacy for residents.
- Traffic on 68th is heavy; redevelopment needs to make things safer for active transportation.

Ongoing support/concerns include:

- Objections to 5 stories at the site.
- Support for more housing, including affordable options.

*January 7th Council packet includes feedback on design and programming from all focus groups, boards, and commissions



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RESOLUTION R-5512 January 18, 2022

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A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF KIRKLAND AUTHORIZING THE CITY MANAGER TO EXECUTE A REAL ESTATE PURCHASE AND SALE AGREEMENT INCLUDING A FEASIBILITY CONTINGENCY RELATED TO PROPERTY LOCATED AT 10702 NE 68TH STREET IN KIRKLAND AND KNOWN AS THE HOUGHTON VILLAGE FOR AFFORDABLE HOUSING, NON-PROFIT, ARTS, PUBLIC SCHOOL, COMMUNITY ORGANIZATION, AND/OR OTHER PUBLIC PURPOSES.

WHEREAS, important goals of the City Council include helping to secure available and affordable locations in support of affordable housing, community and arts groups, non-profit organizations, public school, and other public purposes in Kirkland; and

WHEREAS, the Council believes that the property located at 10702 NE 68th Street in Kirkland and known as the Houghton Village ("Property") could become a mixed-use development that accomplishes some of these identified community needs and benefits; and

12 WHEREAS, such a mixed-use development could make 13 progress on several Council Goals, including: Attainable Housing; 14 Inclusive and Equitable Community; Vibrant Neighborhoods; 15 Supportive Human Services; and Abundant Parks, Open Spaces & 16 Recreational Services; and ownership provides the City maximum flexibility to accomplish these priority community outcomes; and 18 19

WHEREAS, City staff have recommended that the purchase 36 price for the Property, assuming the transaction is closed following 37 the feasibility contingency period, could be funded through a 3year interfund loan of up to \$15.1 million from the following three 39 sources: Fleet Replacement Reserves (\$7.5 million), Facilities Sinking Funds (\$3.75 million), and Development Services 41 Reserves (\$3.85 million); and

WHEREAS, the Council wishes to authorize the purchase of the Property by the City and the recommended interfund loan from the Fleet Replacement Reserves, Facilities Sinking Funds, and Development Services Reserves.

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

Section 1. The City Manager is hereby authorized and directed to execute on behalf of the City of Kirkland, as seller, a Real Estate Purchase and Sale Agreement with Houghton Village Partnership LLP, as buyer, related to the property located at 10702 NE 68th Street in Kirkland and known as the Houghton Village for public purposes in a form substantially similar to that attached to this Resolution as Exhibit "A."

Section 2. The recommended 3-year interfund loan in an 60 amount up to \$15.1 million from the Fleet Replacement Reserves 61 (\$7.5 million), Facilities Sinking Funds (\$3.75 million), and 62 Development Services Reserves (\$3.85 million) is approved as an interim financial strategy for the acquisition of the Property 63 64 65 pursuant to Section 1.



HOUGHTON VILLAGE

(1) NEIGHBORHOOD CENTER HEIGHTS

(2) SENSE OF PLACE









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NEIGHBORHOOD CENTER HEIGHTS Max. Allowed Height (Existing Zoning)



*Council adopted a policy in the Comprehensive Plan that supports exploring increased capacity and heights in a portion of North Juanita. This was a community-initiated amendment request currently under review.

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A SENSE OF PLACE Community input has indicated a strong desire for Houghton Vi to provide a sense of place - somewhere the community can after connect and access goods and services

Community input has indicated a strong desire for Houghton Village gather, connect, and access goods and services.

THE DRAFT DEVELOPMENT $\mathbf{\Sigma}$ **PLAN PROVIDES:**

- · Public space woven through, and central to, the site with gathering places.
- · Commercial and community spaces on ground floor with connection to public gathering spaces.
- Focus on connections to the Cross Kirkland Corridor and Lakeview Elementary.





A SENSE OF PLACE

BUILDING 1 - AFFORDABLE CO-OP

- 19,700 TOTAL GROUND FLOOR GSF
- 4,500 RESIDENTIAL AMENITY GSF
- 11,500 TOTAL COMMERCIAL/RETAIL/COMMUNITY GSF

SPACE 1A - RETAIL (3,000 GSF) SPACE 1B - RESTAURANT (4,800 GSF)

SPACE 1C - RESTAURANT (3,700 GSF)

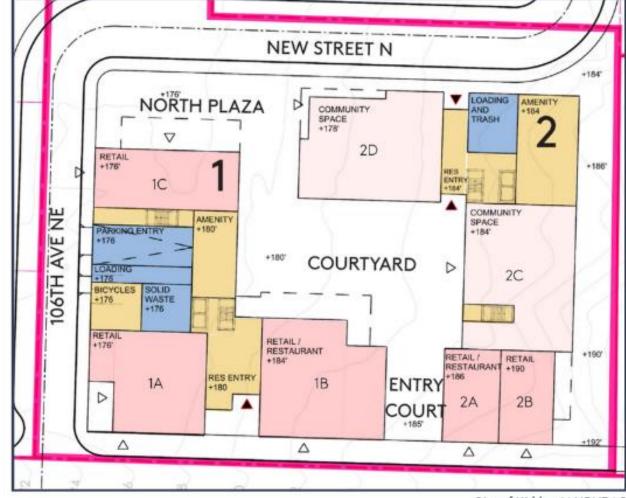
3,700 SERVICE GSF

BUILDING 2 - AFFORDABLE CO-OP

- 19,600 TOTAL GROUND FLOOR GSF
- 4,300 RESIDENTIAL AMENITY GSF
- 14,300 COMMERCIAL/RETAIL/COMMUNITY GSF

SPACE 2A - RETAIL (1,800 GSF) SPACE 2B - RESTAURANT (1,800 GSF) SPACE 2C - COMMUNITY (5,600 GSF) SPACE 2D - COMMUNITY/OFFICE (5,100 GSF)

1,000 SERVICE GSF



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The community has emphasized that the current conditions on NE 68th Street feel dangerous for children traveling to/from Lakeview Elementary.

THE DRAFT DEVELOPMENT PLAN WILL IMPROVE SAFETY FOR PEOPLE WALKING, BIKING, OR ROLLING BY:

- Reducing the number of existing curb cuts where there is potential for vehicle/pedestrian conflicts.
- Widening the sidewalk along NE 68th St., and extending a dedicated bike lane on the road which will buffer people using sidewalk from vehicles.
- Providing an alternate path to/from Lakeview Elementary through the site, and away from the street.

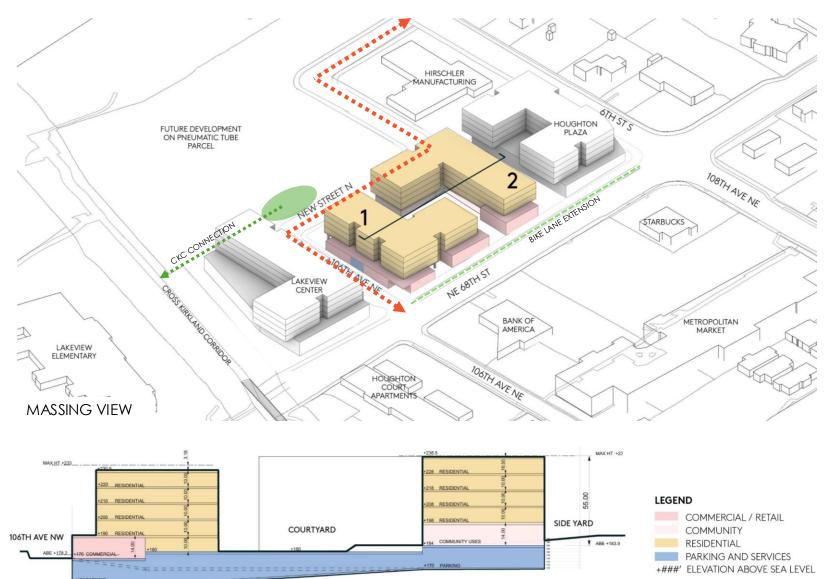






- Draft Development Plan builds on recommendations from the 6th St. S Corridor Study.
- Based on the previous grocery + retail uses and the anticipated residential + commercial uses in development plan, redevelopment of the property may result in fewer daily trips during peak hours (with only Houghton Village parcel redeveloping).
- City's 20-year Transportation Strategic Plan prioritizes active transportation improvements (see Safety slide), while also planning for vehicle network improvements where needed.
- Draft Development Plan provides for a future new street connection that will avoid the NE 68th St. and 6th St. S (108th Ave NE) intersection.

PROJECT VIEWS & DATA



BUILDING SECTION VIEW THROUGH COURTYARD

BUILDING 1 - AFFORDABLE CO-OP

83,400 TOTAL GSF

- 68,200 RESIDENTIAL GSF
- 11,500 COMMERCIAL/RETAIL/COMMUNITY GSF
- 3,700 SERVICE GSF
 - 70 RESIDENTIAL UNITS

BUILDING 2 - AFFORDABLE CO-OP

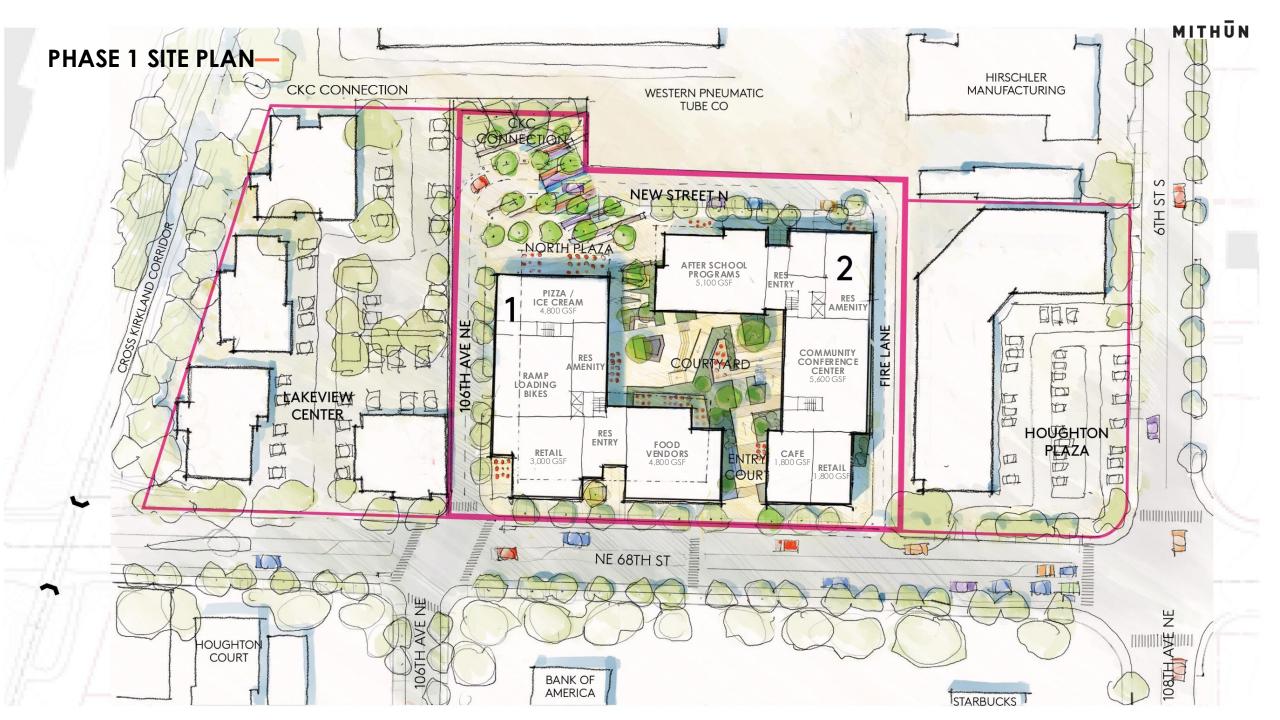
- 91,700 TOTAL GSF76,400 RESIDENTIAL GSF14,300 COMMERCIAL/RETAIL/COMMUNITY GSF1,000 SERVICE GSF
 - 75 RESIDENTIAL UNITS

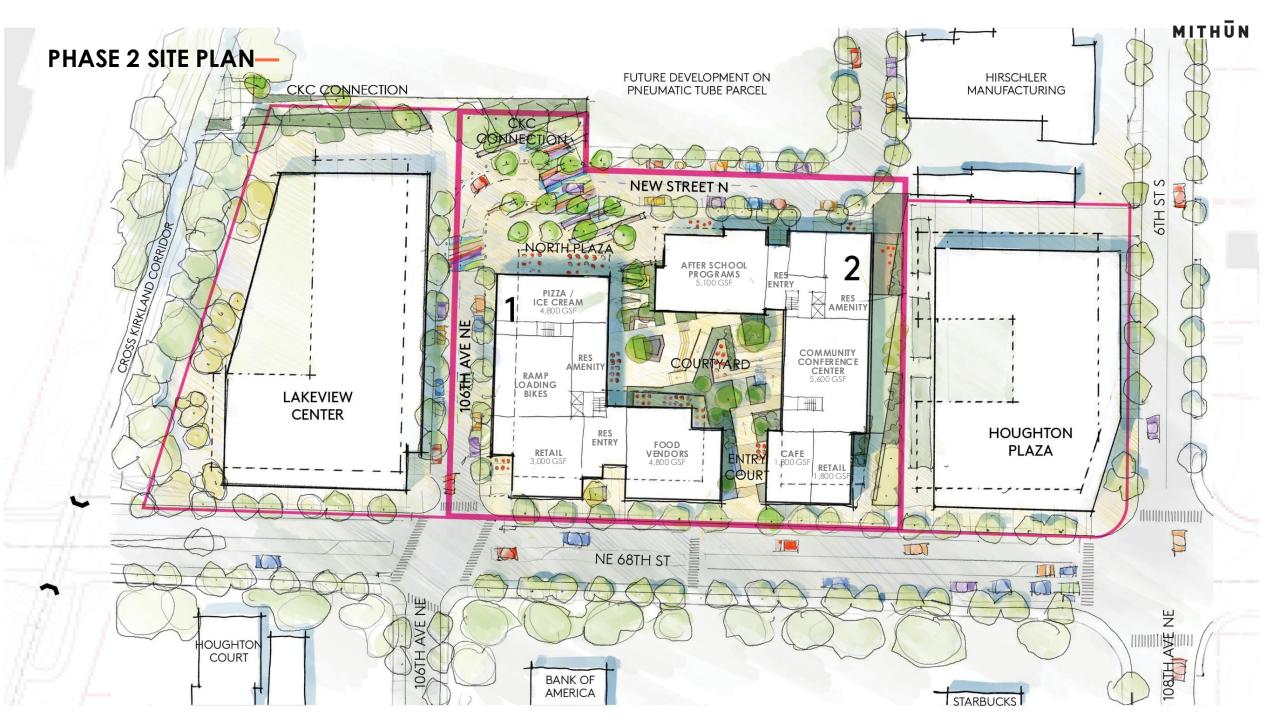
TOTAL BUILDING 1 + 2

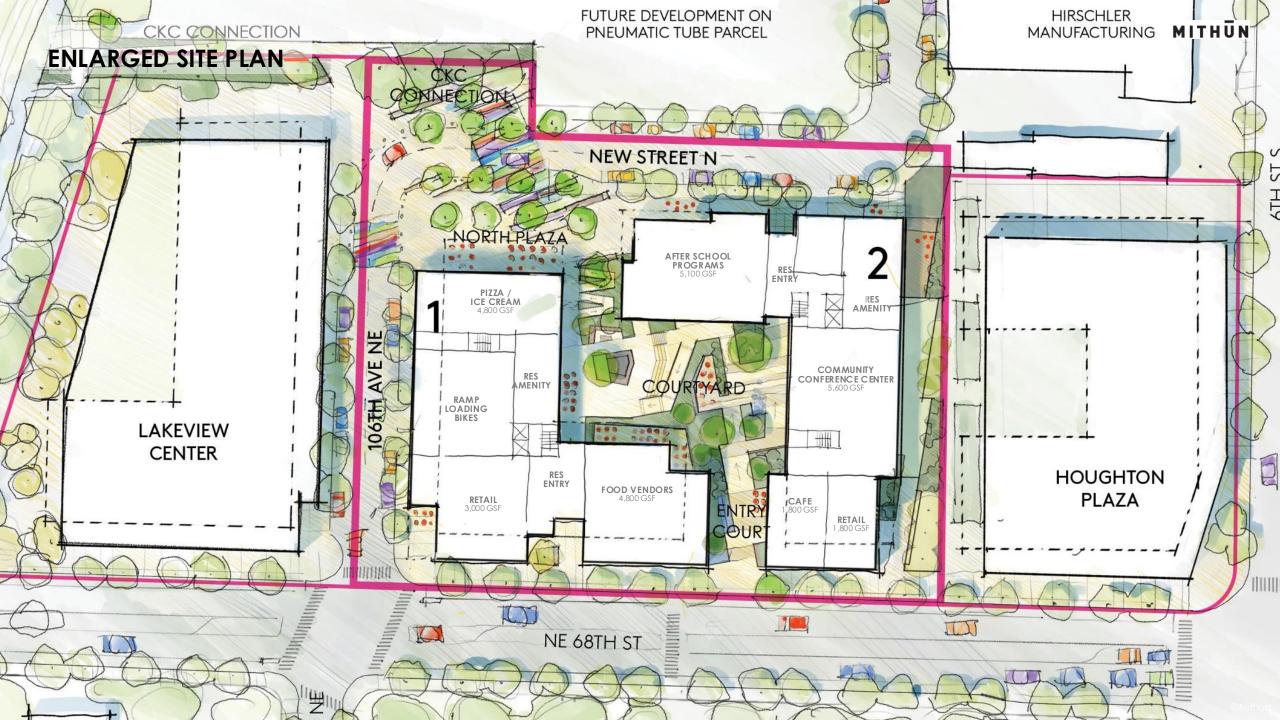
250,400 TOTAL GSF
144,600 RESIDENTIAL GSF
25,800 COMMERCIAL/RETAIL/COMMUNITY GSF
10,300 SERVICE GSF
145 RESIDENTIAL UNITS

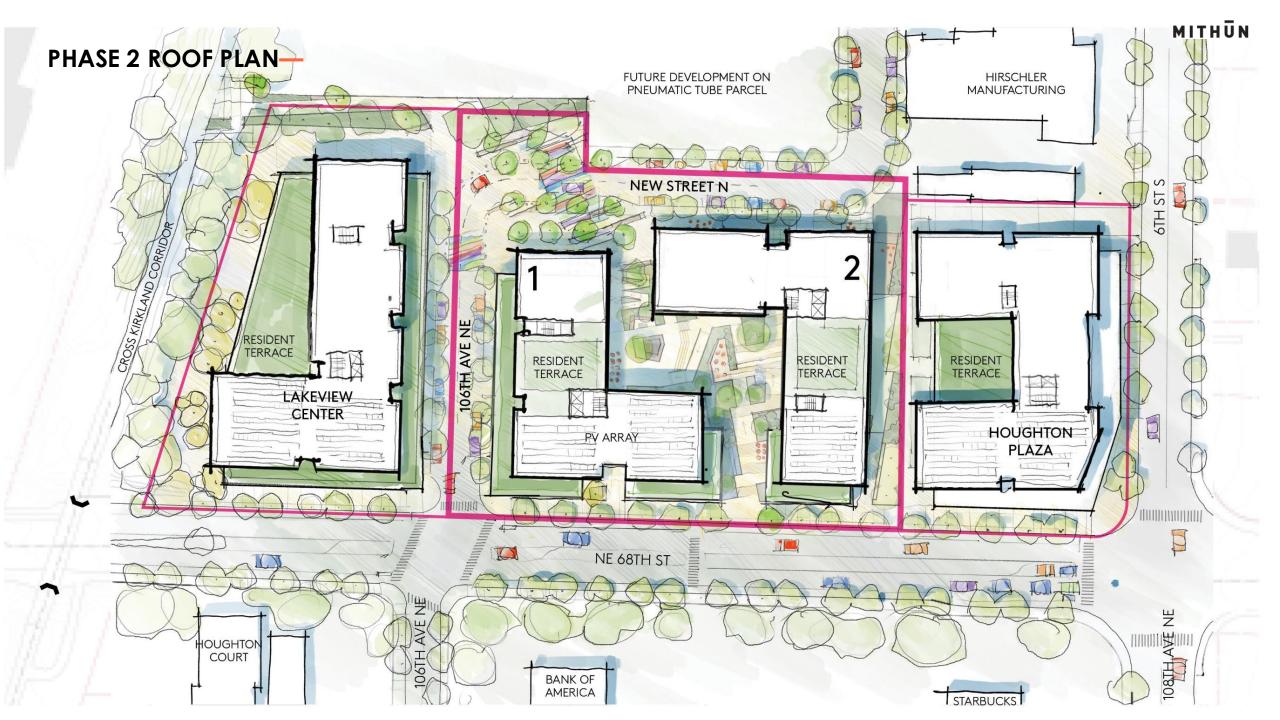
TOTAL GARAGE

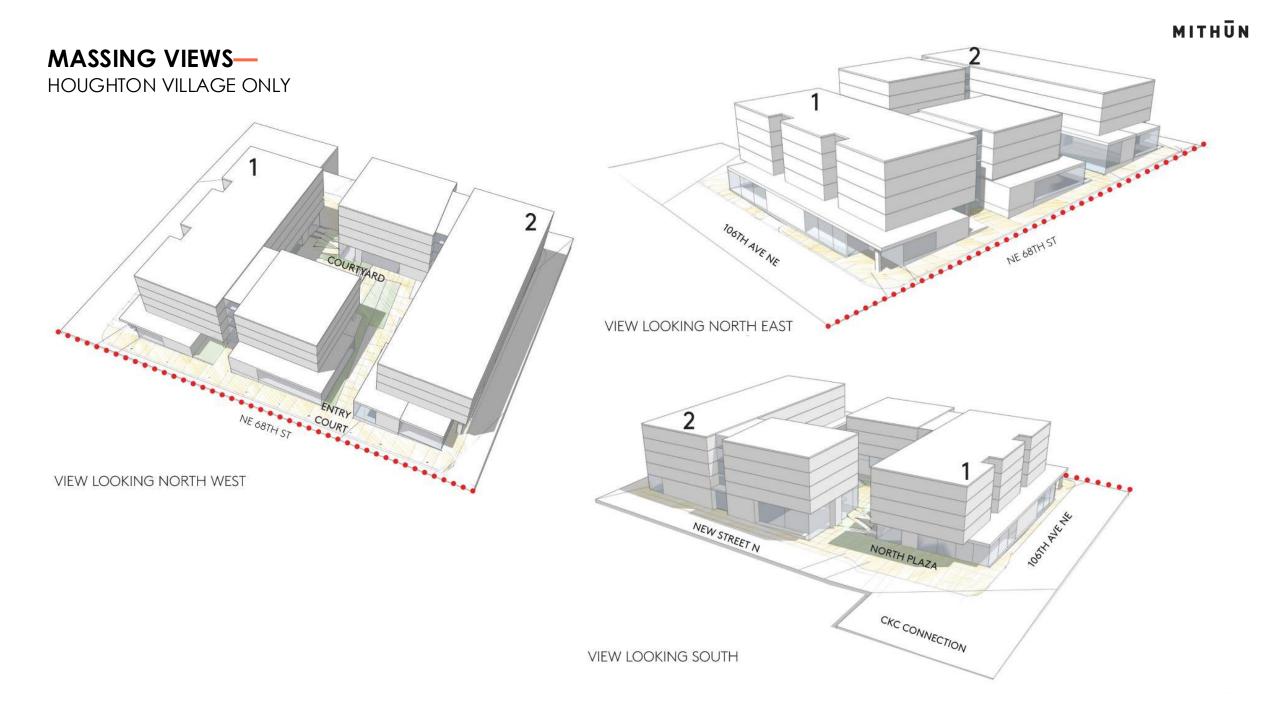
- 230 PARKING STALLS
- 120 RESIDENTIAL PARKING STALLS (0.84 RATIO)
- 60 COMMERCIAL PARKING STALLS
- 50 ADDITIONAL PARKING STALLS
- 355 REQUIRED STALLS, CURRENT CODE
- 180 REQUIRED STALLS, SAP CODE

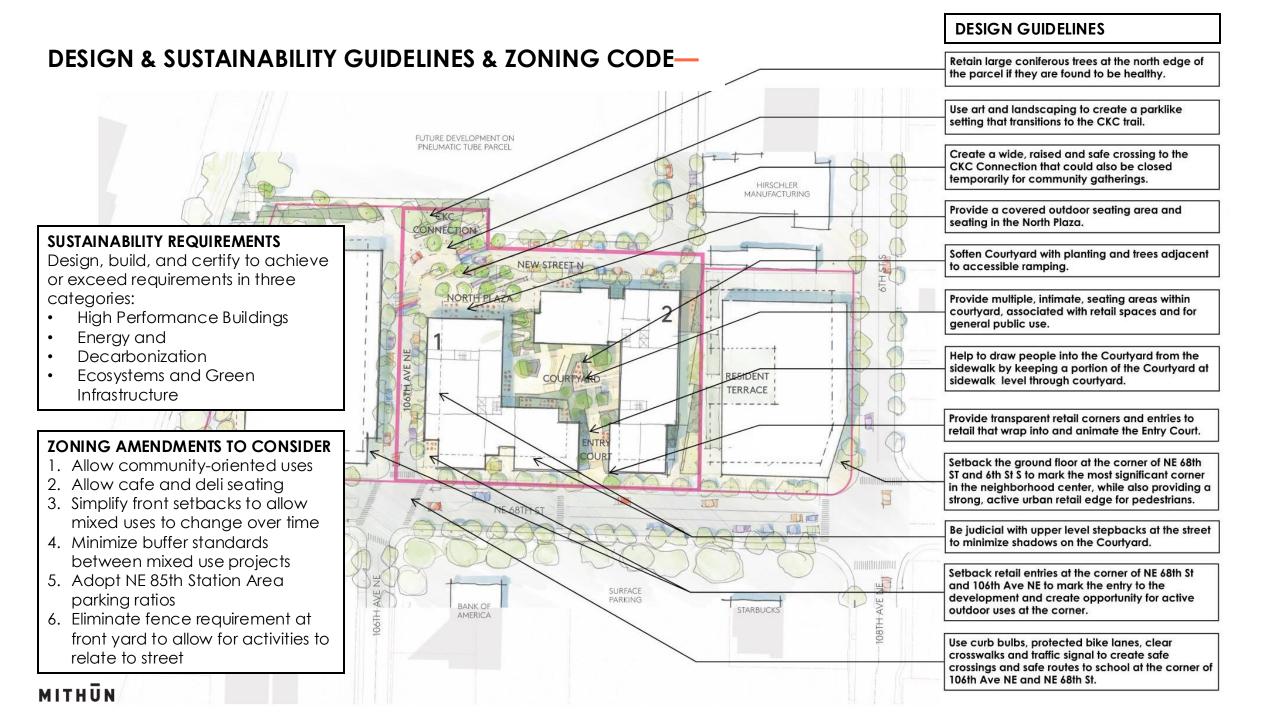












Summary of Recommendations

Feasibility Analysis Key Takeaways

- The scale of required **parking greatly affects feasibility**
- Affordable housing is feasible, but timing of winning tax credits creates uncertainty
- Cooperative models can create a feasible ownership opportunity at a premium relative to market-rate rents

Policy Recommendations

- Secure additional time, with clear decision-making milestones, to maximize desired outcomes
- Leverage City's ownership of the site to maximize public benefits
- Establish clear priorities on land ownership, housing affordability goals, public benefits, and viable commercial options

ECOnorthwest

Summary of Recommendations

Site & Programming Recommendations

- Reduce Parking Requirements
- Create flexible commercial space
- **Consider additional height** to maximize residential capacity
- Continue exploring opportunities for affordable homeownership through alternative models

Development Strategy Recommendations

- Create developer selection criteria
- Initiate engagement with development partners to explore potential agreements, including issuing an RFP
- Engage potential funding partners
- Prioritize a single developer for the site

ECOnorthwest

Questions for Council —

- Does Council require any additional information prior to your consideration to adopt the Development Plan?
- Should the Development Plan include additional details about a development framework for Houghton Plaza?
- Should the Development Plan also articulate an amendment process to incorporate adjacent properties into the plan in the future?

NEXT STEPS—

- In the near term, staff and consultants will take Council feedback and finalize the draft Development Plan for Council's consideration.
- Future steps could include finalizing an approach and issuing a Request for Proposals to identify a potential development partner(s).