# City of Seattle Mandatory Housing Affordability Program

A program of Seattle's Housing Affordability and Livability Agenda

# Investing In Our Communities.











# Seattle's housing reality



2,813 people are living without shelter in Seattle.





Over 45,000 Seattle households pay over half of their income on housing.

Average rent for a 1-bedroom apartment in Seattle **increased 29%** in the last five years.



### What is the vision?





"This is a multi-pronged approach to deliver more housing choices... through a shared commitment between developers, residents, businesses, and nonprofits to support construction and preservation of affordable housing."

Mayor Ed Murray

### Where we've been



### **Housing Affordability and Livability Advisory Committee**

- 28 member advisory committee
- November 2014 July 2015
- 50+ stakeholders involved in subcommittees
- Input from ~2,700 community members online and in person
- Committee Recommendations released July 13, 2015

### **Housing Seattle Action Plan**

Released by Mayor on July 13, 2015

### **Community Conversations**

Fall 2015 to 2017

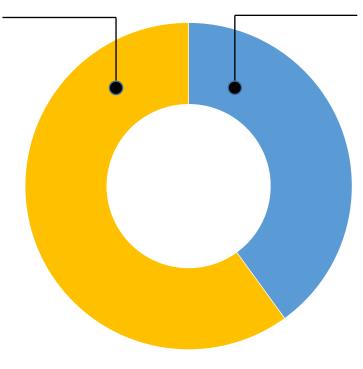
# Where we are going



### 50,000 Housing Units over the next 10 years

# **30,000 New Market Rate Housing Units**

- Continue growth in urban centers
- Reduce permitting barriers
- Maximize efficient construction methods
- Family-sized housing



# **20,000 New or Preserved Affordable Housing Units**

- Net rent restricted units
- About 3x current production
- Includes preservation
- New and expanded public and private resources
- Funding primarily used for <60% AMI households</li>
- Incentives used for 60-80% AMI households

### HALA in action





## Invest in Housing for Those Most in Need

#### **Action Items Include:**

- ✓ Renew voter-approved Housing Levy
- Maximize City-owned surplus property



# **Create New Affordable Housing As We Grow**

### **Action Items Include:**

- ✓ Require new affordable housing as a part of all new multi-family development
- Expand on successful incentive programs



# Prevent Displacement and Foster Equitable Communities

### **Action Items Include:**

- ✓ Strengthen tenant protections
- ✓ Investing in programs that stabilize vulnerable populations



# **Promote Efficient and Innovative Development**

#### **Action Items Include:**

- ✓ Review Planning and Development processes; focus on what works
- ✓ Invest in quality development and design

## **Development Contributions**



# New development is already required to contribute to:

- Transportation
- Streetscape Improvements
- Utility Improvements
- Child care, open space, historic preservation, farm & forest preservation (through Incentive Zoning)

Considering Impact Fees to fund open space and transportation improvements. Draft proposal out for public discussion in Spring 2016.



# What is the MHA Program?



# A new program to create affordable housing units as we grow.

- Requiring that all NEW multi-family residential and commercial development contribute to affordable housing
- Providing additional development capacity to offset the cost of these requirements
- Utilizing a state-approved approach used by other local cities



## MHA Implementation



### **Creating a Framework**

- MHA-Commercial Structure (Complete)
- MHA-Residential Structure (Spring 2016)

### **Zoning Changes and Implementation**

- Downtown, SLU, select neighborhoods (Summer 2016)
- Remaining Areas (Spring 2017)



## Affordable Housing Requirements



### **Principles**

### MHA program should:

- Aim to generate 6,000 affordable units toward the 20,000 unit goal
- Target households making less than 60% of Area Median Income (\$38,000 for one person and \$54,000 for a family of four)
- Build upon existing Incentive Zoning program
- Encourage a mix of performance and payment
- Apply broadly while considering specific exceptions for historic areas, lakefront blocks, or the shoreline district

# Affordable Housing Requirements



### **Specific Proposal for Downtown & South Lake Union**

### Requirements vary by zone:

|             | Payment Option<br>(Per Square Foot) | Performance Option (Percentage) |
|-------------|-------------------------------------|---------------------------------|
| Commercial  | \$8 to 18                           | 5% to 11%                       |
| Residential | \$5 to 13                           | 2% to 5%                        |

# Residential Tower Example



### **Current**



# Residential Tower Example



Proposed: Increase maximum floor plate by 1,000 square feet



# Commercial Tower Example



### **Current**



# Commercial Tower Example



Proposed: Increase maximum Floor Area Ratio by 0.5 to 1.0



### Issues to be studied



The following issues will also be studied as part of the implementation process in 2016:

- Tower Spacing in DOC2 zones
- Tower Coverage in SLU zones

# Next Steps



### **Presentations & Discussion**

December 2015 - February 2016

### **Legislation to** Council

June 2016









**Open House** 

February 24, 2016

**Potential Adoption** September 2016

