SCLSXMP4.MMC November 16, 1992 Introduced by:

SULLIVAN/SIMS PHILLIPS 92-804

Proposed No.:

10634

AN ORDINANCE amending the provisions of the school impact fee program with regard to exemptions for low income housing; amending Ordinance 10162, Section 18 and K.C.C. 21.61A.080.

BE IT ORDAINED BY THE COUNCIL OF KING COUNTY:

ORDINANCE NO.

SECTION 1. Ordinance 10162, Section 18 and K.C.C. 21.61A.080 are hereby amended to read as follows: Exemption or reduction for low income housing.

A. Low income housing projects being developed by public housing agencies or private non-profit housing developers shall be exempt from the payment of school impact fees((provided that t)). The amount of the school impact fees not collected from low income household development ((is)) shall be paid from public funds other than impact fee accounts ((or the school district identifies other sources or agrees to waive the payment of the fee)). The impact fees for these units shall be considered paid for by the district through its other funding sources, without the district actually transferring funds from its other funding sources into the impact fee account. The planning and community development division shall review proposed developments of low income housing by such public or non-profit developers pursuant to criteria and procedures adopted by administrative rule, and shall advise BALD as to whether the project qualifies for the exemption.

B. Private developers who dedicate residential units for occupancy by low income households may apply to the ((parks, planning and resources department)) division for reductions in school impact fees pursuant to the criteria established for public housing agencies and private non-profit housing developers pursuant to Subsection A, and subject to the ((provisos in)) provisions of Subsection A. The ((planning and community development)) division ((of the parks, planning and resources department)) shall review proposed developments of low income housing by such ((public or non-profit)) private

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developers pursuant to criteria and procedures adopted by administrative rule, and shall advise BALD as to whether the project qualifies for the exemption. If ((P&CD)) the division recommends the exemption, BALD shall reduce the calculated school impact fee for the development by an amount that is proportionate to the number of units in the development that satisfy the adopted criteria.

- C. Individual low income home purchasers (as defined pursuant to the King County ((Housing Assistance Plan)) Comprehensive Housing Affordability Strategy (CHAS)) who are purchasing homes at prices ((not exceeding FHA limits for financing)) within their eligibility limits based on standard lending criteria and meet other means tests established by rule by the division are exempted from payment of the impact fee, provided that ((the school district agrees to the exemption, and provision is made for)) ((payment of the fee)) at such time as the property in question is transferred to another owner who does not qualify for the exemption, at which time the fee shall be due and payable.
- D. ((Parks, planning and resources department)) The division is hereby instructed and authorized to adopt, pursuant to K.C.C. Chapter 2.98, administrative rules to implement this Such rules shall provide for the administration of section. this program and shall:
- 1. Encourage the construction of housing for low income households by public housing agencies or private non-profit housing developers participating in publicly sponsored or subsidized housing programs;
- 2. Encourage the construction in private developments of housing units for low income households that are in addition to units required by another housing program or development condition;
- 3. Ensure that housing that qualifies as low cost meets appropriate standards regarding household income, rent levels

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or sale prices, location, number of units and development size; and

- 4. Ensure that developers who obtain an exemption from or reduction of school impact fees will in fact build the proposed low cost housing and make it available to low income households for a minimum of fifteen (15) years.
- Ensure that individual low income purchasers meet <u>5.</u> appropriate elibility standards based on income and other financial means tests.
- E. As a condition of receiving an exemption under paragraph B or C, the owner must ((agree to)) execute and record a county-drafted lien, ((a)) covenant, and/or ((some)) other contractual provision against the property for a period of ten (10) years for individual owners, and fifteen (15) years for private developers, guaranteeing that the proposed development will continue to be used for low-income housing. In the event that the pattern of development or the use of the development is no longer for low income housing, then the ((city/county shall compel the)) owner ((to)) shall pay the impact fee amount ((plus interest)) from which the owner or any

1	prior owner was exempt. The lien, covenant, and/or other
2	contractual provision shall run with the land and apply to
3	subsequent owners ((for a period of ten (10) years)).
4	INTRODUCED AND READ for the first time this 19th day
5	of October, 1992.
6	PASSED this 16th day of November, 1982.
7 8	KING COUNTY COUNCIL KING COUNTY, WASHINGTON
9 10 11	ATTEST:
12	Hudd G Ottue Clerk of the Council
14	APPROVED this 25 day of November, 1992
15 16 17	King County Executive