State Legislative Session Wrap-up Growth Management Policy Board 6/1/23

Puget Sound Regional Council

2023 – 2025 Biennial Budgets



- ESB 5187 Operating Budget
- ESSB 5200 Capital Budget
- EHB 1125 Transportation
 Budget



Capital Budget Housing Investments

- **\$400m** Housing Trust Fund
- \$60m for the Connecting Housing to Infrastructure Program (CHIP) to provide grants to local governments and public utility districts to assist in the cost of utility improvements or connections to new affordable housing projects
- **\$40m** for the Washington State Housing Finance Commission's Land Acquisition Program
- \$25m for Transit Oriented Development, which is being matched with \$25M from Amazon
- **\$124m** for weatherization and home upgrade programs



Operating Budget Housing Investments

- \$150m to implement of House Bill 1474 to create the Covenant Investment Act to provide homeownership opportunities for people harmed by racist real estate practices like restrictive covenant sand redlining
- \$38m for permanent supportive housing through the Apple Health & Homes program



Operating Budget Local Government Planning Investments

- \$2.3m Middle Housing
- \$40.9m Local
 Government Climate
 Planning
- \$3.5m Local Permit Review
- \$6m Planning for Housing Supply





Housing: Supply

✓ <u>SB 5258</u> (Shewmake)/ <u>HB 1298</u> (Hutchins) DEAD Condos and Townhouses

Aims to increase supply of condominiums and townhomes by reforming some regulations of condominiums and creates a new down payment assistance program at the Washington State Housing Finance Commission.





Housing: Supply

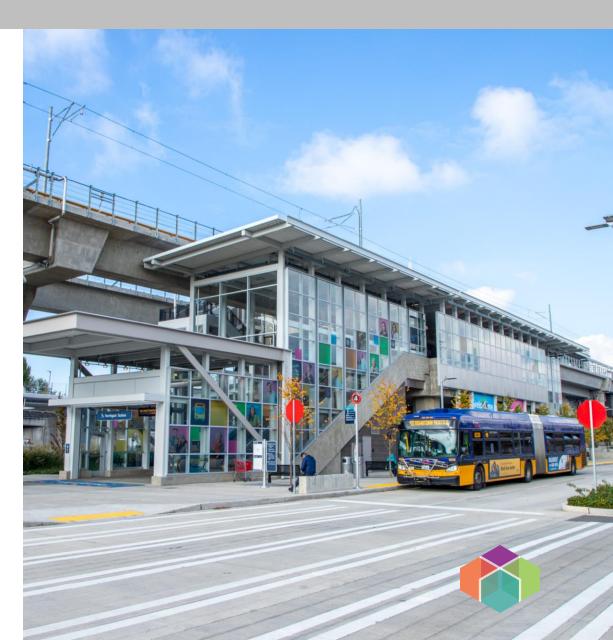
HB 1517 (Reed) DEAD/<u>SB 5466</u> (Liias) DEAD

Promoting Transit Oriented Development

Creates flexible standards for cities to allow larger buildings near transit stops

HB 1245 (Barkis) DEAD/ SB 5364 DEAD (Frame) Lot Splitting

Allows lots zoned single family of 1,500 sq ft or more to be split



Housing: Stability

Limiting Rent Increases <u>HB 1124 DEAD (Petersen)</u>

Rent increase greater than 5% requires 6 month notice

HB 1388 DEAD (Macri)

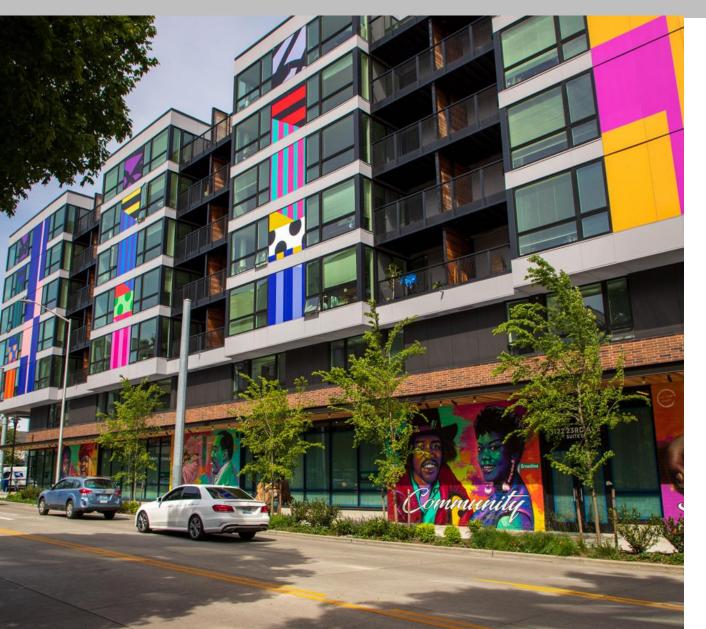
Defines excessive rent increases, allows the Attorney General to take action on excessive rents, regulates fees, puts landlord tenant act under enforcement of consumer protection act

HB 1389 DEAD (Ramel) / SB 5435 DEAD (Trudeau)

Allows rent increase of 3% or inflation, but never more than 7%



Housing: Subsidy



✓ <u>HB 1474</u> (Taylor) Covenant Homeownership

- Provides homeownership opportunities for people harmed by racist real estate practices
- Creates \$100 new document recording fee

HB 1628 (Chopp) DEAD

- Increase REET from 4% to 5% on portion of the selling price greater than \$5 million, dedicates revenue to HTF
- Local option for a .25% REET for affordable housing



Other: Property Tax Cap



HB 1670 (Ormsby) Property Tax Limit Factor DEAD

<u>SB 5770</u> (Pedersen) State and Local Property Tax Reform DEAD

Changes the 1% cap on property taxes to allow for 3% increase, tied to inflation and population growth.



Permitting

- <u>HB 1293</u> Streamlining
 Development Regulations (Klicker)
- <u>HB 5290</u> Consolidating Local Permit Processes (Mullet)/<u>HB</u> <u>1296</u> (Peterson) DEAD
- <u>SB 5412</u> Reducing Local Gov't Land Use Permitting Workload (Salomon)





Thank You!

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