Agenda Sheet for City Council Meeting of: 08/14/2017

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<tr>
<th>Submitting Dept</th>
<th>PLANNING</th>
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<tbody>
<tr>
<td>Contact Name/Phone</td>
<td>NATHAN GWIN 625-6893</td>
</tr>
<tr>
<td>Contact E-Mail</td>
<td><a href="mailto:NGWINN@SPOKANECITY.ORG">NGWINN@SPOKANECITY.ORG</a></td>
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<tr>
<td>Agenda Item Type</td>
<td>First Reading Ordinance</td>
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<tr>
<td>Agenda Item Name</td>
<td>0650 - ORDINANCE - COMMERCIAL STRUCTURES</td>
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**Agenda Wording**
An ordinance relating to expansion of the area in residential zones where existing neighborhood structures may establish an approved commercial use; and amending SMC sections 17C.370.010, 17C.370.020 and 17C.370.030.

**Summary (Background)**
The proposal would expand an area where existing neighborhood commercial structures may be reused for low-impact neighborhood scale and neighborhood serving businesses and multi-family uses and include new procedures and specifications for buildings. An existing pilot code limits this option to locations in West Central Spokane (Spokane Municipal Code Chapter 17C.370).

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**Approvals**

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<tr>
<th>Dept Head</th>
<th>KEY, LISA</th>
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<td>Division Director</td>
<td>KEY, LISA</td>
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<td>Finance</td>
<td>HUGHES, MICHELLE</td>
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<td>Legal</td>
<td>RICHMAN, JAMES</td>
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<td>For the Mayor</td>
<td>DUNIVANT, TIMOTHY</td>
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<th>Council Notifications</th>
<th>Study Session 7/27/17</th>
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**Distribution List**
Engineering Admin
sbishop@spokanecity.org
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sharshman@spokanecity.org
kfreibott@spokanecity.org
lmeuler@spokanecity.org
tpalmquist@spokanecity.org

**Fiscal Impact**

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**Budget Account**

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**Approvals**

- KEY, LISA
- KEY, LISA
- HUGHES, MICHELLE
- RICHMAN, JAMES
- DUNIVANT, TIMOTHY

**Council Notifications**
- Study Session 7/27/17

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ORDINANCE NO. C35535

AN ORDINANCE relating to expansion of the area shown in Spokane Municipal Code Map 17C.370-M1, into additional areas in residential zones, where existing neighborhood commercial structures may establish an approved commercial use; and amending SMC sections 17C.370.010, 17C.370.020, and 17C.370.030.

The City of Spokane does ordain:

Section 1. That SMC section 17C.370.010 is amended to read as follows:

17C.370.010 Purpose

The purpose of this chapter is to allow existing neighborhood commercial structures that once housed a legal neighborhood commercial use to be reused for low impact neighborhood scale and neighborhood serving businesses. The neighborhood commercial structure must have been in existence at the time of the adoption of this chapter. Several examples exist of structures that once housed neighborhood serving businesses, which are now vacant, underutilized or are in disrepair. When (located on arterial streets, or when listed on the Spokane Register of Historic Places, and when) meeting the code standards of this chapter, these neighborhood commercial structures are allowed to be re-occupied with neighborhood scaled services. This chapter is not intended to provide an alternative review process for conversion of public and semi-public facilities under SMC 17C.320.060.

Section 2. That SMC section 17C.370.020 is amended to read as follows:

17C.370.020 Applicability

The provisions of this chapter apply only to those existing structures where it can be documented that they once contained a legal non-residential use and where these structures are now located in a residential zone (and located on a parcel with frontage on an arterial street as classified on the official City Arterial Street Map). The provisions of this chapter apply only to the (area shown on Map 17C.370-M4) RA, RSF, RTF, RMF, and RHD zones.

Section 3. That SMC section 17C.370.030 is amended to read as follows:

17C.370.030 Procedure

A. Planning Director Administrative or Hearing Examiner Decision.

1. Establishing a (non-residential) use under this chapter in an eligible structure requires following the same application and posting process as a Type II or III Conditional Use Process as provided in chapter 17G.060 SMC. A Type III application is required for projects that have a floor area

As passed by Council 08/21/2017
of three thousand square feet or more, including building additions, and for any non-residential project on a site that does not have frontage on a designated arterial (principal, minor, or collector). For projects that do not exceed this threshold, a Type II conditional use permit application is required, except the planning director may require a Type II conditional use permit application be processed as a Type III application when the director issues written findings that the Type III process is in the public interest.

2. The planning director administrative decision or hearing examiner decision is only for the use approved through the process. If a proposed change of use for the site proposes other uses that are not within the use category description approved for the site, a new planning director administrative decision or hearing examiner decision is required to determine the requirements that the new use shall follow.

B. The fee for the planning director administrative decision is the same as a Type I application. The fee for a Type III hearing examiner decision shall be the same as a Type III application.

C. A predevelopment meeting as provided in SMC 17G.060.040 is required before an application may be submitted.

D. Decision criteria ((is)) are found in SMC 17G.060.170 and applications shall follow the same procedures for a Type II or III conditional use process, as may be applicable depending on the type of application reviewed.

E. If the planning director or hearing examiner makes a determination with supporting findings that the benefits of the proposed use and improvements to the existing structure and the property on which the structure is located would mitigate potential negative impacts on the residential character of the area, then a planning director administrative decision or hearing examiner decision may be granted consistent with the following uses. The director or hearing examiner may make a determination with supporting findings that a proposed use is not permitted because the nature of the use would have negative impacts on the residential character of the area that cannot be mitigated with conditions of approval.

1. Uses Not Allowed.
   Sale or leasing of:
   
a. motorized consumer vehicles,

   b. fire arms,

   c. weapons,
d. ((medical)) marijuana.

2. Uses Allowed:
   a. Office uses found in SMC 17C.190.250;
   b. Retail sales and service uses found in SMC 17C.190.270; and
   c. Uses allowed within the RMF zone found in SMC 17C.110.100.

F. Development and operation standards in addition to the base zone:

1. The structure on the site must have been originally legally built to accommodate a non-residential use and, at the time of application, its existing use must not be classified within the institutional use category as described in Article V of chapter 17C.190 SMC, which may be converted under SMC 17C.320.060.

2. ((The site must have frontage on a designated arterial (principal, minor, or collector) street as shown on SMC 12.08.040 Official Arterial Street Map, or the building must be listed on the Spokane Register of Historic Places at the time of application.)) Reserved.

3. The site must be located within ((an eligible area as shown on Map 17C.370-M1)) the RA, RSF, RTF, RMF, or RHD zones.

4. The site size may not be expanded and the uses approved under this section may not expand onto surrounding sites beyond the site area ((at the time of this chapter’s date of adoption)) existing on July 26, 2012. Any expansion of existing structures is subject to the current applicable development standards, except structures larger than five thousand square feet shall not be expanded. A planting of L2 see-through buffer as described by SMC 17C.200.030 shall be required for any structural expansion or provision of additional off-street parking.

5. Parking and loading requirements are specific to the use authorized by the hearing examiner or director and shall follow the standards in chapter 17C.230 SMC Parking and Loading for a Neighborhood Retail Zone (NR). ((Exceptions to the required parking and loading include:
   a. On-street parking that is immediately adjacent to the frontage(s) of the site shall count toward the minimum parking required.
   b. The minimum parking required for this section is the amount specified in chapter 17C.230 SMC Parking and Loading minus the first five parking spaces. (Example: If the minimum parking required as determined in chapter 17C.230 SMC Parking and

As passed by Council 08/21/2017
6. Business operation hours shall be determined by the hearing examiner or director. Operational hours for non-residential uses operating later than ten p.m. and earlier than five a.m. will need to demonstrate that all off-site impacts will be fully mitigated.

7. Drive through facilities are prohibited.

8. Outdoor storage is prohibited. Outdoor seating areas and daytime display of merchandise is allowed.

9. Lighting shall be provided within parking lots and along pedestrian walkways. Lighting fixtures shall be limited to sixteen feet in height. All lighting shall be shielded from producing off-site glare.

10. All exterior garbage cans, garbage collection areas, and recycling collection areas must be screened from the street and any adjacent properties. Trash receptacles for pedestrian use are exempt.

11. The signage standards for the CC4 zones shall apply. Temporary outdoor signage is prohibited except that one sandwich board sign is permitted. If the sandwich board sign is erected in the public right-of-way it must be consistent with SMC 17C.240.240.

G. If the hearing examiner or planning director determines that proposed use is appropriate for the site, the hearing examiner or director may attach additional conditions to the decision that may include items such as:

1. Building and property improvements that must be completed prior to issuance of a certificate of occupancy.

2. Conditions needed to mitigate off-site impacts consistent with SMC 17C.220 Off-Site Impacts.

3. Specific conditions under which the use may operate.

H. Appeals ((of the Planning Director Administrative Determination)).
The decisions of the planning director may be appealed to the hearing examiner as provided for in SMC 17G.060.210 and follow an appeal process consistent with a Type II Conditional Use Permit application. The decisions of the hearing examiner may be appealed to superior court as provided for in SMC 17G.060.210.
Section 2. That Map 17C.370-M1, Neighborhood Commercial Structures in Retail Zones, is deleted.

ADOPTED BY THE CITY COUNCIL ON August 21, 2017

[Signature]
Council President

Attest:
[Signature]
City Clerk

[Signature]
Mayor

Approved as to form:
[Signature]
Assistant City Attorney

[Signature]
Date August 25, 2017

[Signature]
Effective Date September 24, 2017

CITY OF SPOKANE
WASHINGTON