

# **Encouraging and Incentivizing the Creation of Accessory Dwelling Units**

City of Tacoma | Planning and Development Services

Government Performance and Finance Committee
June 6, 2023

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# **Agenda**



- 1. Review Previous Committee Activity
- 2. State Legislative Changes
- 3. Upcoming Work
- 4. Discussion and Feedback

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## 1) Committee Activity



#### **Meetings and Topics: June – September 2022:**

- ✓ Developer Roundtable
- ✓ Current City activity, trends, and precedents
- ✓ Financing, challenges facing resource-constrained homeowners
- ✓ Prioritized new staffing for permit counter

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## 1) Committee Activity (cont.)



#### **Overview of Opportunities:**

- 1) Pre-approved plans
- 2) Adding staff capacity to support Planning and Development Services (PDS) customers
- 3) Permit fee reductions, waivers and/or reimbursement
- 4) Establishing an infrastructure improvement fund
- 5) Outreach, access to resources, and individualized detached accessory dwelling units (DADU) project management support for income-qualified homeowners

## 2) State Legislative Changes

#### E2SB 5045

Incentivizes rental of accessory dwelling units (ADUs) to low-income households:

- Tax relief from portion of ADU property improvements
- Requires rental to lowincome tenant (i.e., <60% AMI)

#### HB 1337

Expands housing options by easing barriers to the construction and use of ADUs:

- Design and development standards, parking requirements
- Limits on off-site improvements, impact fees, owner-occupancy, conveyance, CCRs



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## 223) Upcoming PDS Work



#### **Add Staff Capacity**

 New FTE allocated for site planning assistance and utility coordination

#### **Data Collection and Reporting**

- Improved reporting methods
- Data driven decisions



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## 23) Enhanced Assistance



#### **Site Planning Assistance**

- Where are existing utilities?
- Where can new connections go?
- What type of materials are allowed?
- What else do I need to know?



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# ••••3) Enhanced Assistance (cont.)

#### **Other Pre-Application Opportunities**

- One on one coaching (onsite)
- Simplified review process
- Dedicated staff



## 4) Discussion and Feedback

Are there elements of the five opportunities this Committee would support as part of the upcoming budget process?

- 1) Pre-approved plans
- 2) Adding staff capacity
- 3) Permit fee reductions
- 4) Infrastructure improvement fund
- 5) Support for income-qualified homeowners

If so, is there a recommended level?

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# **Encouraging and Incentivizing the Creation of Accessory Dwelling Units**

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