City of



Bellevue Memorandum

DATE:

May 25, 2017

TO:

Chair deVadoss and Planning Commission Members

FROM:

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SUBJECT:

Availability of Threshold Review Public Hearing Staff Recommendation:

2017 Annual Comprehensive Plan Amendments (CPAs)

The Comprehensive Plan is a document which guides the nature and intensity of development in the City. An amendment to the Plan is a mechanism by which the City may modify its land use, development or growth policies.

-LUC 20.30I.120 - Purpose.

Enclosed please find the 2017 Annual Threshold Review CPA Recommendation and Consideration of Geographic Scoping Staff Recommendation for the Crossroads Subarea/Bellevue Technology Center site-specific amendment (17-104627 AC). The staff recommendation is being issued together with notice of the Planning Commission's June 14, 2017 Threshold Review Public Hearing at Bellevue City Hall, starting at 6:30 pm.

2017 Annual Threshold Review CPA Recommendation and Consideration of Geographic Scoping Site-Specific Amendment

Crossroads Subarea/Bellevue Technology Center

Staff recommendation: *Do not include* the Crossroads Subarea/Bellevue Technology Center CPA in the 2017 annual CPA work program. If included, *do not expand* the geographic scope of the proposal.

Application Number: 17-104627 AC

Subarea: Crossroads

Original Addresses: 2010 156th Ave NE, 15805 NE 24th St, 15800 Northup Way

Applicants: KBS SOR 156th Ave NE LLC

PROPOSAL

Threshold Review is the first step in Bellevue's two-part plan amendment review process. Its purpose is to determine the amendments that should be included in the annual Comprehensive Plan Amendment (CPA) work program and move forward for full evaluation.

Crossroads Subarea/Bellevue Technology Center CPA

This <u>privately-initiated application</u> would propose new policies in the General Land Use, Economics and Transportation sections of the Crossroads Subarea Plan; amend existing Policies S-CR-16, S-CR-22, S-CR-26, S-CR-63 and S-CR-66; and amend Figure S-CR.1 accordingly in order to enable redevelopment of the Bellevue Technology Center site.



Crossroads Subarea - BTC orthographic view

OVERVIEW OF STAFF RECOMMENDATION

Staff recommends *not including* this CPA application in the 2017 work program because the application does not meet Land Use Code decision criteria for Threshold Review of a privately initiated Comprehensive Plan Amendment (LUC20.30I.140). In particular, that the following decision criteria have not been met:

20.30I.140.E. The proposal does not address significantly changed conditions on the subject property or its surrounding area where such change has implications of a magnitude that need to be addressed for the Comprehensive Plan to function as an integrated whole.

The City-wide Comprehensive Plan update was adopted by the City Council in 2015. It lays out the City's overall growth strategy, specifically in the Land Use, Economic Development, and Neighborhood Elements. Placing more growth on this site is not part of that overarching strategy, of managing growth and development while working to protect and enhance neighborhoods.

While the specific text of the Crossroads Subarea Plan was not included in the updates to the general elements of the Plan, there has been no significant change since the 2015 Plan adoption with regard to the City's overall growth strategy.

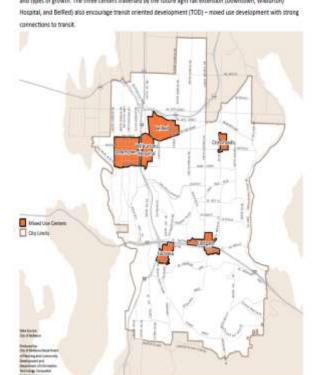
20.30I.140.G. The proposed amendment is inconsistent with current general policies in the Comp Plan for site-specific amendment proposals. The proposal must also be consistent with policy implementation in the Countywide Planning Policies (CPP), the Growth Management Act, other state or federal law, and the Washington Administrative Code;

The proposal for increased commercial density on this site is not aligned with the Comprehensive Plan's identified target areas for major mixed use/commercial growth. These target areas are shown on Map LU-4, which explains that "certain mixed use areas are anticipated to

Map LU-4. Mixed Use Centers

Believise has many areas that allow a rost of uses, However, certain mixed use areas are anticipated to accommodate a significant proportion of the city's projected growth. These centers allow for different amounts and types of growth. The three centers traversed by the future light rail extension (Downtown, Wathurton) Hospital, and Belied) also encourage transit oriented development (TOD) – mixed use development with strong contractions to transit.

Map LU-4. Mixed Use Centers



mitigation of traffic impacts.

accommodate a significant proportion of the city's projected growth."

While the eastern edge of BelRed includes a portion of a high density node along 156th Ave. NE across from the subject site, a clear dividing line is established along the center of this arterial. Bellevue Technology Center lies on the east side of this dividing line, and is outside this or any other area envisioned by the Comprehensive Plan to accommodate denser urban development. The subject site, along with other office and commercially-designated property on the east side of the 156th Ave NE and Bel-Red Road NE provide for commercial development at an appropriate transitional scale with residential neighborhoods to the east and south.

BACKGROUND

The site, Bellevue Technology Center, formerly and for years known as Unigard, has a long development history through the implementation of a planned unit development (PUD). Key PUD components have been protection of the open space "meadow" and large stand of trees in the northeast and south parts of the site, as well as views of and through the site, and the

Once Comprehensive Plan policy established the characteristics of open space preservation, scenic tree cover and neighborhood compatibility, owners developed office buildings through a series of development actions implemented over time starting in 1973, with the last buildings built in 2000. While allowing development capacity to be concentrated (thus preserving meadow and

tree areas) the PUD set a limit on total square footage and lot coverage limits. The site has approximately 306,000 net square feet of office and 240,000 square feet of parking and service square footage in nine buildings on 46 acres.

THRESHOLD REVIEW DECISION CRITERIA

The Threshold Review Decision Criteria for a proposed Comprehensive Plan Amendment are set forth in the Land Use Code in Section 20.30I.140. A proposal must meet all of the criteria to be included in the annual CPA work program. Department of Planning and Community Development staff has concluded that the proposal *not be included* in the annual CPA work program.

Threshold Review Decision Criteria	Meets/Does Not Meet
A – Appropriately addressed through Plan	Meets
B – Compliance with three-year limit	Meets
C – Does not raise policy issues outside CPA	Meets
D – Reasonably reviewed with resources	Meets
E – Addresses significantly changed conditions	Does Not Meet
F – Expand Geographic Scope	Meets
G – Consistent with current general Plan policies	Does Not Meet

This conclusion is based on the following analysis:-

A. The proposed amendment presents a matter appropriately addressed through the Comprehensive Plan; and

The proposed amendment presents such a matter. The 2014 CPA Threshold Review process for this site questioned whether amending the existing Planned Unit Development (PUD) through a rezone process should not have been pursued prior to addressing appropriate Comprehensive Plan land use designations. The applicant did so in 2015-2016. City staff reviewing the proposed rezone concluded that the PUD could not be amended without clarification of underlying policy, and the applicant withdrew the rezone.

B. The proposed amendment is in compliance with the three year limitation rules set forth in LUC 20.30I.130.A.2.d; and

The proposed amendment is in compliance. The 2014 CPA application was withdrawn by the applicant before the City Council would have taken action on including it in the annual work program. The LUC measures the three year rule by calendar, so a 2017 application would have been in compliance.

C. The proposed amendment does not raise policy or a land use issues that are more appropriately addressed by an ongoing work program approved by the City Council; and

Although the BTC site is the scene of a 51-year tug of war between its various owners and surrounding residential and business communities the proposed amendment does not raise policy or land use issues more appropriately addressed in an ongoing work program outside of the CPA process. Deciding where lines are drawn has citywide ramifications but the city

continues to effectively use the plan amendment process to address geographic proximity and transition uses.

D. The proposed amendment can be reasonably reviewed within the resources and timeframe of the Annual Comprehensive Plan Amendment Work Program; and

Although the proposed amendment would be subject to the heightened scrutiny of a Bellevue-Kirkland-Redmond (BKR) model run in Final Review—scrutiny not usually associated with CPAs—city staff have concluded that it can reasonably be reviewed within the resources and timeframe of the annual CPA work program.

The proposal is a site-specific CPA at the Bellevue Technology Center, a 46-acre, Office-zoned site with a zoning stipulation (through a PUD) that constrains the amount of developed square footage on the site in balance with area open space and significant tree stands. The size of the site suggests additional development could be realized in a build-out range of 315,000 to 600,000 square feet (on top of the existing approximately 300,000 square feet of office). These square foot figures are new for a growth scenario under the city's BKR modeling assumptions.

E. The proposal does not address significantly changed conditions on the subject property or its surrounding area where such change has implications of a magnitude that need to be addressed for the Comprehensive Plan to function as an integrated whole.

Significantly changed conditions. Demonstrating evidence of change such as unanticipated consequences of an adopted policy, or changed conditions on the subject property or its surrounding area, or changes related to the pertinent Plan map or text; where such change has implications of a magnitude that need to be addressed for the Comprehensive Plan to function as an integrated whole. This definition applies only to Part 20.30I Amendment and Review of the Comprehensive Plan (LUC 20.50.046); and

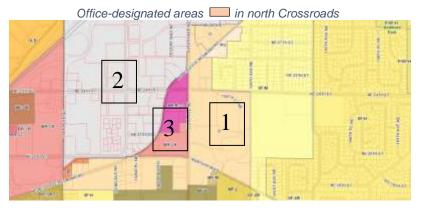
The application does not demonstrate significantly changed conditions on the site or its surrounding area. The City-wide Comprehensive Plan update was adopted by the City Council in 2015. It lays out the City's overall growth strategy, specifically in the Land Use, Economic Development, and Neighborhood Elements. Placing more growth on this site is not part of that overarching strategy, of managing growth and development while working to protect and enhance neighborhoods. While the specific text of the Crossroads Subarea Plan was not included in the updates to the general elements of the Plan, there has been no significant change since the 2015 Plan adoption with regard to the City's overall growth strategy.

The passage of time is also not a significantly changed condition. The Crossroads Subarea Plan remains effective, in part because policies apply to a site that was sensitive to its owner and surrounding community in 1972, and its continued impact on the community is sensitive today. The sensitivity of this site for the adjacent neighborhood and special conditions on the office use continue to be appropriate, despite the passage of time.

F. When expansion of the geographic scope of an amendment proposal is being considered, shared characteristics with nearby, similarly-situated property have been identified and the expansion is the minimum necessary to include properties with those shared characteristics; and

The site is bounded on three sides by public streets, and on the fourth (eastern) side by Interlake High School and by the backyards of 7 single family homes in the Park Place and Bellewood East neighborhoods.

The site (1) is in the center of an arc of Office-designated property in Crossroads that



curves around Redmond/Group Health (2) and the easternmost "foot" (3) of the BelRed neighborhood. Although these Office properties share zoning and major street boundaries characteristics, the other properties lack the shared characteristic of the BTC site's size.

The proposed CPA could not be expanded to these other sites and still provide a potential increased density benefit.

G. The proposed amendment is consistent with current general policies in the Comp Plan for site-specific amendment proposals. The proposal must also be consistent with policy implementation in the Countywide Planning Policies (CPP), the Growth Management Act, other state or federal law, and the Washington Administrative Code; or

The proposed amendment is inconsistent with current general policies and with CPP policy implementation. The proposal for increased commercial density on this site is not aligned with the Comprehensive Plan's identified target areas for major mixed use/commercial growth. These target areas are shown on Map LU-4, which explains that "certain mixed use areas are anticipated to accommodate a significant proportion of the city's projected growth."

While the eastern edge of BelRed includes a portion of a high density node along 156th Ave. NE across from the subject site, a clear dividing line is established along the center of this arterial. Bellevue Technology Center lies on the east side of this dividing line, and is outside this or any other area envisioned by the Comprehensive Plan to accommodate denser urban development. The subject site, along with other office and commercially-designated property on the east side of the 156th Ave NE and Bel-Red Road NE provide for commercial development at an appropriate transitional scale with residential neighborhoods to the east and south.

By virtue of its Office zoning the site is located in the City's SR-520/BelRed major employment center (Map ED-1.) The applicant suggests this location, outside of the City's mixed use center designations (Map LU-4) "...presents a significant, catalyst opportunity to support the City's land use and economic development goals, including targeted support, recruitment and investment in the information technology cluster." The applicant also

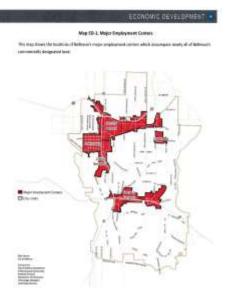
suggests that the site's proximity to existing and proposed transit infrastructure, it's location within an identified transit oriented development (TOD) ½-mile walkshed, the site's current level of development, and the age of Crossroads Subarea Plan policies guiding growth would position the proposed amendments to "...better align the Bellevue Technology Center with the City's vision, particularly in supporting the City's target economic development clusters and promoting strategic opportunities for infill density to encourage transit oriented development while still preserving the site's park-like character."

- LU-13 Support neighborhood efforts to maintain and enhance their character and appearance.

 Map ED-1. Major Employment Centers
- LU-14 Protect residential areas from the impacts of non-residential uses of a scale not appropriate to the neighborhood.
- LU-25 Assess the compatibility of commercial uses and other more intense uses when located in mixed use and predominantly residential areas.
- **LU-29** Help communities to maintain their local, distinctive neighborhood character, while recognizing that some neighborhoods may evolve.
- **N-1** Maintain neighborhoods as safe and welcoming environments for everyone to enjoy.
- **N-15** Ensure Neighborhood area plans and policies are consistent with the other policies of the Comprehensive Plan.
- **CE-2** Consider the interests of the entire community and the goals and policies of this Plan before making land use decisions. Proponents of change in land use should demonstrate that the proposed change responds to the interests and changing needs of the entire city, balanced with the interests of the neighborhoods most directly impacted by the project.
- **CE-3** Ensure that the process which identifies new commercial areas or expands existing areas considers the impacts of potential development on affected residential neighborhoods and results in decisions that are consistent with other policies in the Comprehensive Plan.

The proposed CPA is inconsistent with Countywide Planning Policy for:

• **DP-4:** Concentrate housing and employment growth within the designated Urban Growth Area. Focus housing growth within countywide designated Urban Centers and locally designated local centers. Focus employment growth within countywide designated Urban and Manufacturing/Industrial Centers and within locally designated local centers.



and:

G. State law requires, or a decision of a court or administrative agency has directed such a change.

State law or a decision of a court or administrative agency has not directed the suggested change.

PUBLIC NOTICE AND COMMENT

The 2017 annual CPAs were introduced to the Planning Commission with a March 1, 2017 management brief. The Crossroads Subarea/BTC application was introduced to the Commission during an April 26, 2017, study session. Notice of the Application was published in the Weekly Permit Bulletin on February 23, 2017, and mailed and posted as required by LUC 20.35.420. Notice of the June14, 2017, Public Hearing before the Planning Commission was published in the Weekly Permit Bulletin on May 25, 2017, and included notice sent to parties of record. Owners and residents within the 500-foot noticing perimeter of the site receive official notice, as do people signed up to receive such notices.

89 public comments or inquiries from 77 parties of record have been submitted on this application to date (May 23.) An online petition has garnered 290 names. A comment letter analyzing the application at length was signed by representatives of ten Neighborhood Associations. The applicant sent in comments on a public meeting and transportation analyses. Due to the large volume received the comments are available online, as is a link to the petition.

98 percent of the comments expressed opposition to the proposal. The themes of these comments reflect a concern that the proposal risks the unique and sensitive relationship that this site holds for the community and specifically the meadow, trees and low-impact visual access protected by the PUD, and furthermore, that the PUD established an agreement between the communities, city and property owners that the Bellevue Comprehensive Plan and Crossroads Subarea plan continue to reflect today. The comments discount the proposal's focus on urban growth, density and infrastructure factors, expressing the idea that 156th is a boundary and that neighbors adjacent to Redmond's Overlake and BelRed continue to deserve protection as policy specifies.

Specific and repeated mention was made of traffic; how growth in Bellevue and in the area has severely affected people's quality of life as well as their choices about travel and access.

Finally, the comments reflect a concern that the communities are weathering impacts of never ending change—and being overwhelmed—that they perceive from development already approved and underway.

Regardless, both the applicant and residents and communities, as well as parties of record, have engaged in proactive and respectful public participation. It is worth noting that comments have come not only from individuals and community associations, but also from multiple communities reaching out to each other.

Early and continuous community engagement has been robust and transparent, and includes:

- Early outreach to previous (2014) parties of record
- Responding in writing to each public comment submitted
- Expanded web page material at <u>Comprehensive Plan Amendments</u> with expanded information, the docket list, and scheduled timelines
- "Invite us" invitations by Planning and Community Development planning and neighborhood liaison staff to neighborhood and community associations to discuss the 2017 Comprehensive Plan application/process
- Early management brief to Planning Commission on the 2017 Comprehensive Plan application/process
- Applicant-hosted information meeting on the BTC site
- "Drop-in" office hours by Planning staff at Crossroads Mini City Hall on April 17 and May 10, 2017
- Official Weekly Permit Bulletin notice as required

ATTACHMENTS

- 1. Application materials
- 2. Site map

Attachment 1



Application for COMPREHENSIVE PLAN AMENDMENT

CPA YEAR 2017 APPLICATION DATE: 1 3117	TECHINITIALS	AMANDA PROJECT FILE: 17-1041227 AC
1. Project name Crossroads Substitute 2. Applicant name KBS SOR 156th / 3. Applicant address 10900 NE 6 4. Applicant telephone (206) 737 5. Agent telephone (306) seme	Avenue Northeast, LLC Ag Ath Street, Suite 225 Bellevue, WA 9800 -4321 fax () fax ()	ent name Mark Jackson
		n Amendment proposal (Go to Block 2)
BLOCK 1 Property address and/or 10-digit Klr Proposed amendment to change the Site area (in acres or square feet)		00-0010; -0020; -0030; -0050; and -0060 N/A to proposed N/A
Subarea name Crossroads Last date the Comprehensive Plan Courrent land use district (zoning) Is this a concurrent rezone application	designation was considered	// 88 . and use district designation
Go to BLOCK 3	Commu	nity Council: 🖾 N/A 🗀 East Bellevue
BLOCK 2 Proposed amendment language. The as specific as possible so that you proposed, this should be shown in a See attached.	ur proposal can be adequately	specific amendatory language; but please evaluated. If specific wording changes are ch additional pages as needed.
Reference Element of the Comprehe Crossroads Subarea. Last date the Comprehensive Plan p Go to BLOCK 3		ansportation, Housing, Capital Facilities):



Application for COMPREHENSIVE PLAN AMENDMENT

Page 2

BLOCK 3 Support for the proposed amendment. Explain the need for the amendment—why is it being proposed? Describe how the amendment is consistent with the Comprehensive Plan <u>Vision</u> (Web link). Include any data research, or reasoning that supports the proposed amendment. Attach additional pages as needed.
See attached.
Go to BLOCK 4
BLOCK 4a Evaluating the proposed amendment. Explain how the proposed amendment is consistent with the Threshold Review Decision Criteria in LUC Section 20.30l.140 (see Submittal Requirements Bulletin #53). Attach additional pages as needed.
See attached.
BLOCK 4b complete this section only for a site-specific concurrent rezone Evaluating the proposed concurrent rezone. Explain how the proposed rezone would be reviewed under Rezone Decision Criteria in Land Use Code Section 20.30A.140. Attach additional pages as needed.
I have read the Comprehensive Plan and Procedures Guide 🔀
NOTICE OF COMPLETENESS: Your application is considered complete 29 days after submittal, unless otherwise notified.
Signature of applicantDate1/30/17
I certify that I am the owner or owner's authorized agent. If acting as an authorized agent, I further certify that I am authorized to act as the Owner's agent regarding the property at the above-referenced address for the purpose of filing applications for decisions, permits, or review under the Land Use Cod and other applicable Bellevue City Codes and I have full power and authority to perform on behalf of the Owner all acts required to enable the City to process and review such applications.
I certify that the information on this application is true and correct and that the applicable requirements of the City of Bellevue, RCW, and the State Environmental Policy Act (SEPA) will be met.
SignatureDateDateDate
(Owner's Agent)

City of Bellevue Comprehensive Plan Amendment Application Addendum

Bellevuc Technology Center City File No. 17-104627 AC January 31, 2017 – UPDATED April 18, 2017

Block 1. Requests information for site-specific amendments.

The Comprehensive Plan Amendment ("Proposal") is a scries of text amendments related to a 46-acre Office designated property at 156th Avenue NE and NE 24th Street in the Crossroads Subarea.

Block 2. Proposed amendment language. This can either be conceptual or specific amendatory language; but please be as specific as possible so that your proposal can be adequately evaluated. If specific wording changes are proposed, this should be shown in strike out / underline format. Attached additional pages as needed.

The Proposed text amendment language is below:

Comp Plan Element	Policy	Proposed Comp Plan Amendment Language
Crossroads Subarea		
	New CR Policy (Land Use)	Encourage innovative, infill transit-oriented development opportunities for the office area east of 156th Avenue NE between Northup Way and NE 24th Street (known as Bellevue Technology Center) that promote multi-modal transit usage, preservation of open space, trees and the park-like character.
	New CR Policy (Economics)	Strengthen and encourage the economic vitality within the office area east of 156th Avenue NE between Northup Way and NE 24th Street through the implementation of infill, transitoriented development projects and other land use techniques.
	New CR Policy (Transportation) [Updated 4/17]	Encourage innovative transportation demand management strategies for new transit-oriented development projects, including enhanced commute trip reduction programs and privately-operated shuttles to encourage transit ridership.
	S-CR-16	Encourage the city to purchase land or support conservation easements or other public-private partnership opportunities for parks and open space if appropriate land becomes available.
	S-CR-22 [Updated 4/17]	Implement the recommended improvements for facilities as identified in the Transportation Facilities Plan. Evaluate and propose additional improvements for consideration in the Transportation Facilities Plan update to support transit-oriented development opportunities at Bellevue Technology Center, including improvements that support and implement the City's recently adopted Multimodal Level-of-Service (MMLOS) metrics and targets, as applicable.

Is	-CR-26	Encourage neighborhood stability by providing transportation
	Updated 4/17]	mitigation measures when improving the regional system. For
'		new transit-oriented development projects, prioritize
		transportation mitigation measures that promote congestion-
		relief, support multimodal transportation investments, and
		provide an attractive streetscape and pedestrian environment.
9	-CR-63	Multifamily use is not allowed within District B, except as
3	-CIC-05	authorized in S-CR-66 for the area bounded by NE 24th Street
		and Northup Way (known as the Bellevue Technology Center).
		1 , ,
		Existing multifamily uses within District B can be converted to
		senior housing, senior congregate care, assisted living and
		nursing homes.
		[Discussion omitted]
S-	-CR-66	Office use as a conditional use is appropriate for the property
		cast of 156th Avenue NE between Northup Way and NE-24th
		Street (commonly known as Unigard).
1		Discussion: This area is should be developed under a conditional use permit
		with attention given to retaining large strand of trees, views through the site
		from adjacent streets and the open character of the site.
		Provide for transit-oriented development opportunities for
		multi-family housing, senior housing and office, with an
		emphasis on the information technology and business services
1		target clusters, within the area bounded by NE 24th Street and
		Northup Way (known as the Bellevue Technology Center), and
!		with FARs and heights that are not to exceed the standards of
		the Office designation that are applicable City-wide, except that
		heights along those areas directly adjacent to Interlake High
		School may reach up to 70 feet. Support land use changes to
1		encourage moderate, transit-oriented infill office and residential
		densities that leverages the adjacent bus-rapid transit assets and
		the ½ mile proximity to future Overlake Village light rail station.
		the 72 time proxitate to tucine Overtake vinage ugitt aim station.
		Discussion: This area is envisioned for moderate transit-oriented
		development which may be achieved through a development agreement or
		other land use approval mechanisms. Unture transit-oriented development
		should give attention to the northwest "meadom" area, including exploring
		the potential using conservation easements or other public-private
1		partnership opportunities to ensure preservation and provide public access.
		preservation of the existing stands of trees and the park-like character.

Figure S-CR.1	Amend to make consistent with new S-CR-63 and S-CR-66.
	*

Block 3. Support for the proposed amendment. Explain the need for the amendment — why is it being proposed? Describe how the amendment is consistent with the Comprehensive plan vision. Include any data, research, or reasoning that supports the proposed amendment. Attach additional pages as needed.

In 2015, the City adopted a major update to the Comprehensive Plan. The updated Comprehensive Plan identified the Bellevue Technology Center as located within one of Bellevue's five major employment centers. Attachment A, p. 2-3 (Map ED-1). The Bellevue Technology Center is located at 156th Avenue NE and NE 24th Street at the edge of the Bel-Red subarea and just south of Microsoft's global headquarters in Redmond. Id. The 46-acre Bellevue Technology Center is one of the City's largest office designated areas that is located outside of a mixed-use center, which presents a significant, catalyst opportunity to support the City's land use and economic development goals, including the targeted support, recruitment and investment in the information technology cluster.

The Bellevue Technology Center is also strategically located among key transit infrastructure.

Attachment A, p. 4. Metro's Rapid Ride "B" Line stops directly adjacent to the Bellevue Technology Center. The "B" Line runs between Redmond, Kirkland, Overlake Transit Center with Downtown Bellevue, connecting major employment centers. The Bellevue Technology Center is also within ½ mile walkshed of the Overlake Village Light Rail station on 152nd Avenue NE opening in 2023.

In the 2015, update, the City reiterated its commitment to providing a diversity of commercial areas outside Downtown to provide an array of business and development opportunities and to serve other parts of the community (LU-23). Over the last five years, the Bellevue Technology Center has become the international headquarters of one of Washington's fastest growing private companies and the regional headquarters for numerous information technology companies that want to locate within proximity to Bel-Red technology hub. Given the proximity to major transit infrastructure, including the adjacent "B" Line bus rapid transit and future light rail within a ½ mile walkshed, the Bellevue Technology Center presents an excellent opportunity to implement the Puget Sound Regional Council's Growing Transit Communities Compact ("Compact") strategies for transit-oriented development around major transit infrastructure. The City signed the Compact in 2014.

The Compact calls for using land "efficiently" around transit stations and adopting innovative zoning to encourage transit-supportive densities. Bellevue Technology Center is currently developed at a 0.16 floor area ratio (FAR), which stems from pre-Growth Management Act subarea plan policies and concomitant zoning agreements first made in the 1970s that limit the opportunity for moderate infill growth. In fact, the City has not reviewed some of these Subarea policies since 1988.

The Proposed amendment would better align Bellevue Technology Center with the City's vision, particularly in supporting the City's target economic development clusters and promoting strategic opportunities for infill density to encourage transit-oriented development while still preserving the Property's park-like character. Indeed, Bellevue Technology Center is exploring partnership with

Forterra, a leading regional conservation organization, to permanently conserve key portions of the Bellevue Technology Center campus, including the iconic meadow and stands of trees for the future.

The Proposal is warranted in order to achieve the City's Comprehensive Plan vision, particularly:

Comprehensive	Policy Language (emphasis added)
Plan	
LU Policy-23	Provide a diversity of commercial areas outside
	the Downtown to provide an array of business and
	development opportunities and to serve other parts of
	the community
LU Policy-25	Assess the compatibility of commercial uses and
	other more intense uses when located in mixed use
	and predominantly residential areas.
LU Policy-27	Encourage the master planning of multi-building and
	multi-parcel developments and large institutions to
	emphasize aesthetics and community compatibility.
	Include circulation, landscaping, open space, storm
	drainage, utilities, and building location and design
	in the master plan.
LU Policy-33	Preserve open space and key natural features through
,	a variety of techniques, such as sensitive site planning,
	conservation easements, transferring density, land use
	incentives and open space taxation.
ED Policy-21	Support economic development in the city's
	commercial areas.
ED Policy-23	Emphasize the value of a range of commercial
,	centers to provide opportunities for a diverse range of
	businesses.
ED Policy-26	Where a commercial revitalization effort involves
	significant changes to plans and regulations that may
	impact a residential neighborhood, develop strategies
	to avoid or minimize these impacts.
ED Policy-31	Maintain and update integrated land use and
101c, 51	transportation plans to guide the future of the city's
	major commercial areas and help them respond to
	change.
ED Policy-35	Promote and nurture entrepreneurial development in
22 1 0110) 00	Bellevue by exploring ways to retain or create areas where
	small or emerging businesses can develop and
	flourish.
TR Policy-4	Incorporate transit-supportive and pedestrian-
AR I OHCY-T	oriented design features in new development through
TD D.E 45	development review.
TR Policy-65	Support a frequent transit network in Bellevue that
	serves transit hubs and population and employment
	centers with reliable commuter and all-day service

	and seamless interface between transit routes, East
	Link, and other modes.
TR Policy-84	Research and apply best practices of other cities and
•	systems to guide city actions and advocacy in pursuit
	of the best community outcomes for developing and
	operating high capacity transit.
UD Policy-2	Preserve and enhance trees as a component of the skyline to retain the image of a "City in a Park."
UD Policy-27	Integrate high quality and inviting public and semi-
•	public open spaces into major development.

Additionally, the Proposal is necessary to enhance consistency with the following policies:

Comprehensive Plan	Policy Language
LU Policy-1	Promote a clear strategy for focusing the city's growth and development as follows: 1. Direct most of the city's growth to the Downtown regional growth center and to other areas designated for compact, mixed use development served by a full range of transportation options. 2. Enhance the health and vitality of existing single family and multifamily residential neighborhoods. 3. Continue to provide for commercial uses and
LU Policy-2	development that serve community needs. Retain the city's park-like character through the
LU Policy-2	preservation and enhancement of parks, open space, and tree canopy throughout the city.
LU Policy-3	Promote a land use pattern and an integrated multimodal transportation system.
LU Policy-4	Support a land use vision that is consistent with the GMA goals, the regional Vision 2040, and the King County Countywide Planning Policies.
LU Policy-5	Accommodate adopted growth targets of 17,000 additional housing units and 53,000 additional jobs for the 2006-2031 period and plan for the additional growth anticipated by 2035.
LE Policy-9	Work with regional partners to achieve a mix of jobs and housing that makes it possible for people to live closer to where they work.
LU Policy-32	Acquire and maintain a system of parks, open space and other landscaped areas to perpetuate Bellevue's park-like setting and enhance the livability of the city's neighborhoods.
ED Policy-2	Promote local businesses and locally-produced goods and services.
ED Policy-5	Develop and maintain regulations that allow for

r	
	continued economic growth while respecting the
ED Policy-9	environment and quality of life of city neighborhoods
ED Policy-9	Work with the business community and residential
	interests to promote community interests and to address
ET) D-2: - 15	differences in a manner that minimizes conflict.
ED Policy-15	Encourage high quality design and urban amenities for
	public and private development, maintaining development
	standards to recognize that a quality built environment
	helps attract the talented workers who will sustain economic growth.
ED Policy-16	
ED FORCY-10	Encourage development of a range of housing
	opportunities to accommodate Bellevue's growing workforce.
ED Deli- 22	
ED Policy-32	Continue to identify, construct and maintain infrastructure
	systems and facilities required to promote and sustain a
	positive economic climate. Anticipate needs and
	coordinate city infrastructure investments with economic development opportunities.
ED Policy-36	Maintain and regularly update the Economic
ED Toncy-50	Development Plan to ensure the city's focus areas and
	goals are forward-looking and targeted while being flexible
	enough to be able to respond to market changes.
ED Policy-37	As part of on-going Economic Development strategic
	planning, consider the use of organizational and financial
	tools or investments, including public-private partnerships
	where appropriate, to catalyze or leverage private sector
	and other resources to accomplish the City's economic
	development and land use vision.
TR Policy-6	Encourage private developers of adjacent or nearby
•	properties to execute agreements to provide joint use and
	funding of shared parking facilities.
TR Policy-7	Ensure that land use changes near high capacity transit
	stations are consistent with the Comprehensive Plan,
	recognizing that:
	Transit may support more intense development
	around some stations;
	2. Transit supportive design and orientation may be
	implemented without changes to land use
	intensity; and
	3. Land use plan map changes would be precluded in
	existing single family designations and
	environmentally sensitive areas
TR Policy-13	Promote use of mobility options by requiring new
	development to incorporate design features such as:
	Preferential parking for carpools and vanpools;
	Special loading and unloading facilities for
	carpools and vanpools;

	 3. Transit passenger facilities, including comfortable bus stops and waiting areas that may be integrated in the building design; and 4. Secure and covered bicycle parking, showers, lockers, and related facilities to support bicycle commuters
TR Policy-68	Integrate pedestrian and bicycle access to transit as a means to serve neighborhoods.
TR Policy-69	Ensure that transit services and facilities in Bellevue and the Eastside are high priorities for regional system plans and improvements consistent with the Bellevue Transit Master Plan.
TR Policy-70	Secure transit system facilities and service to support planned land use.
TR Policy-71	Advocate for transit service enhancements paired with city commitments to implement transit-supportive infrastructure.
TR Policy-72	Work with transit providers to maintain and expand frequent and reliable transit service in Bellevue to support community needs, the city's land use plans and mode share targets.
TR Policy-73	Implement infrastructure and technology to support reliable transit arrival me and travel me along the frequent transit network.
TR Policy-74	Ensure that the transit system includes commuter parking facilities that are located and managed to intercept trips close to the trip origins.
UD Policy-3	Foster and value the preservation of open space as a dominant element of the city's character.
UD Policy-4	Create a safe, engaging and attractive pedestrian environment throughout the city using appropriate urban design features.

Block 4a. Evaluating the proposed amendment. Explain ow the proposed amendment is consistent with the Threshold Review Decision Criteria in LUC Section 20.301.140 (see Submittal Requirements Bulletin #53). Attach additional pages as needed. The Planning Commission may recommend inclusion of a proposed amendment to the Comprehensive plan in the Annual comprehensive Plan Amendment Work Program if the following criteria have been met:

.1. The proposed amendment presents a matter appropriately addressed through the Comprehensives Plan; and

The Proposal are site-specific Comprehensive Plan text amendments to the Crossroads Subarea Element. The Proposal is most appropriately addressed through the Comprehensive Plan update.

B. The proposed amendment is in compliance with the three-year limitation rules set forth in LUC 20.301.A.2.d.; and

The Crossroads Subarea plan was most recently amended in 2007 to address planning efforts involving revitalizing the Crossroads Mall; however, the pertinent polices addressed by the Proposal were most recently amended in 1988. The Proposal complies with the three-year limitation.

C. The proposed amendment does not raise policy or land use issues that are more appropriately addressed by an ongoing work program approved by the City Council; and

The proposed amendment does not raise policy or land use issues that are more appropriately addressed by an ongoing work program approved by the City Council. As noted above, the City has ceased its policy of regular Subarea Element updates. Though the City Council has indicated in the past that a future evaluation of the City's Subarea Element review policy may be forthcoming, the outcome of any future Subarea Element policy is unknown. Due to this uncertainty, and the potential two plus year lag time to reinitiating programmatic Subarea Element review, the Proposal is most appropriate for the 2017 review cycle.

D. The proposed amendment can be reasonably reviewed within the resources and time frame of the annual Comprehensive Plan work program; and

The Proposal presents a site-specific text amendment. The Proposal comports with the Growth Management Act mandate for annual review of the City's land use Plan. RCW. 36.70A.130.

E. The proposed amendment addresses significantly changed conditions since the last time the pertinent Comprehensive Plan map or text was amended. See LUC 20.50.046 for the definition of "significantly changed conditions"; and

Though growth itself does not constitute a changed circumstance, the intensity and rate of growth or development can be a changed circumstance. The following factors are all considered when looking at the changed circumstances: the rate, timing, and pace of development and the length of time since the Subarea Plan Element was last reviewed, as well as the effect of the proposal on housing targets and building land capacity, and the effect on existing planned infrastructure.

The key Subarea Plan policies at issue were last amended in 1988, nearly thirty years ago. Since then, a multitude of factors have resulted in significantly changed conditions that merit evaluation of the function of the Comprehensive Plan as a whole an integrated, policy-level guidance document.

Significantly changed conditions include:

• Emergence of Information Technology and Business Services Cluster. The City last addressed these key policies in 1988. At that time, Microsoft had just recently moved to its Redmond global headquarters just north of the Property. Understandably, the 1988 Subarea Plan does not reflect emerging global information technology cluster. Indeed, the Bellevue Technology Center was developed as an owner-occupied campus for an insurance company.

The City's Economic Development Plan, adopted in 2014 by the City Council, recognizes that information technology and business services are key economic drivers for the City.

Since 1988, the employment patterns and densities in Crossroads and the vicinity have transformed dramatically. Microsoft has emerged as the center of a global information technology cluster with more than 30,000 employees just north of the Bellevue Technology Center. The City designated Bellevue Technology Center part of a Major Employment Center. Attachment A, p. 3. More recently, the City has envisioned Bel-Red to the west as an employment hub and Redmond approved a 1.2M square foot office complex with a hotel/conference center within ½ mile of the Property. Today, information technology is the City's largest target employment cluster with over 25,000 employees. These conditions did not exist when the City last addressed these Crossroads Subarea policies. Since the prior owner sold the Bellevue Technology Center in 2012, Bellevue Technology Center has become global headquarters to one of Washington's fastest growing private companies and numerous information technology businesses, including Hitachi and Intergen. The City's adopted Economic Development Plan calls for recruiting such technology firms. See Economic Development Plan, Strategy 1.4. Bellevue Technology Center is a success story in encouraging growth among the City's target economic clusters. The changing employment patterns, particularly in information technology, within Crossroads and its proximity since the adoption of S-CR 66 is a significantly changed condition that warrants further evaluation to ensure that the City's land use and economic development policies remain consistent.

- Establishment of Rapid Ride Bus Rapid Transir "B" Line on NIE 24" Street Adjacent to the Property. The addition of bus-rapid transit adjacent to Bellevue Technology Center requires of the City's policies in relation to supporting transit-oriented development, land use and economic development priorities that have not be revisited for this Crossroads Property since 1988. The City has previously recognized that adjacency to bus rapid transit was a significantly changed condition (2013 Bellevue Apartments Proposal (Ordinance No. 6144)).
- Light Rail Connection to Downtown Redmond. In November 2016, Puget Sound voters approved Sound Transit 3 ("ST-3"), which will connect the existing Eastlink light rail to downtown Redmond by 2024. Once operational, accessing Downtown Redmond will be only three light rail stops away from Overlake Village and Bellevue Technology Center. Downtown Redmond is a regional growth center and is home to a number of major technology-based employers and a growing diversity of housing options that serve those employees. According to the City's Economic Development Plan, a significant portion of Bellevue's workers live in Redmond. The Plan also calls for leveraging the planned Eastlink light rail corridor, including "promoting community driven transit-oriented development opportunities around light rail stations and other major transit facilities." See Strategy A.1.2.

The Bellevue Technology Center is strategically located within the Overlake Village walkshed to provide opportunities to expand employment growth in key target clusters through infill office development that leverages the proximity to Redmond employers and employees. With the passage of ST-3, the opportunities to leverage transit investment are even greater. Since ST-3 was adopted in 2016, this opportunity to support local and regional economic development priorities is a significantly changed condition not unanticipated in the City's current Crossroads Subarea policies, particularly S-CR-66 which was last amended in 1988.

• <u>City's Evolving Transit-Oriented Development Policies</u>. In 2009, the City adopted the Bel-Red Subarea Plan update, which including planning for the Overlake Village light rail station. But the City limited the station area planning efforts to a ¼ mile walkshed. This constrained visioning effort excluded the Bellevue Technology Center campus across 156th Avenue NE.

In 2014, the City signed onto the Puget Sound Regional Council's Growing Transit Communities Compact ("Compact"). The Compact strategies identify an emerging consensus that cities should be planning for transit-oriented development densities within ½ mile of light rail stations. The Bellevue Technology Center is within ½ mile of the Overlake Village station and within a walkable range for transit users. Attachment A, p 4. This emerging consensus is also consistent with Vision 2040, which sets "preferred targets" of 15-20 dwelling units per acre and 50 jobs per acre around high-capacity transit. Vision 2040, p. 81. As evidenced by the adoption of the Compact, the City now recognizes the emerging planning consensus that its policies should be using land efficiently within ½ mile of stations, investing time and policy efforts to supporting employment and housing densities and supporting transit-oriented development in order to invest in economic vitality is a significantly changed condition since the City's 2009 Bel-Red efforts. Moreover, the City has never evaluated the consistency of S-CR-66 with the City's current transportation policies. The introduction of directly adjacent bus-rapid transit and light rail within a ½ mile walkshed is a significantly changed condition for the Property that must be evaluated at a policy-level.

According to the <u>Seattle Times</u>, since 2010, the Crossroads neighborhood had experienced the largest increase in transit ridership in the Puget Sound region. This increased Crossroads neighborhood transit ridership is an additional significantly changed conditions that was not anticipated by these 1988-era Crossroads Subarea policies that warrants policy-level review, particularly in the light of the City's adopted 2014 Economic Development Plan policies to leverage the planned Eastlink light rail corridor and promote transit-oriented development.

- Compliance with Growth Management Act. The City adopted S-CR-66 prior to the adoption
 of the Growth Management Act. Since then, the City has adopted Growth Management
 Act-compliant development regulations and review procedures. The continuation of such
 pre-GMA policies are a significantly changed condition that merits policy-level review.
- F. When expansion of the geographic scope of an amendment proposal is being considered, shared characteristics with nearby, similarly-situated property have been identified and the expansion is the minimum necessary to include properties with those shared characteristics; and

N/A

G. The proposed amendment is consistent with current general policies in the Comprehensive Plan for site-specific amendment proposals. The proposed amendment must also be consistent with policy implementation in the Countywide Planning Policies, the Growth Management Act, other state or federal law, and the Washington Administrative Code; or

As a site-specific amendment, the Proposal is consistent with the Growth Management Act, particularly the Urban Growth, Reduce Sprawl, Economic Development, Open Space and Recreation, Property Rights, Environment and Public Participation planning goals.

The Proposal is also consistent with King County countywide Planning Policies, include the Environment (EN-1), Development Patterns (DP-2, DP-5, DP-6) and Economy (DC-17) policies.

H. State law requires, or a decision of a court or administrative agency has directed such a change.

N/A.

