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1	CITY OF SEATTLE
2	ORDINANCE
3	COUNCIL BILL <u>120325</u>
4 5 7 8 9 10	 AN ORDINANCE relating to housing and displacement mitigation; expanding the information required for submission under the Rental Registration Inspection Ordinance for rental housing units; requiring submission of rental housing–related information; and amending Chapter 22.214 of the Seattle Municipal Code. WHEREAS, Executive Order 2019-02 ("Actions to Increase Affordability and Address
11	Residential Displacement") determined, among other things, that: "[E]conomic pressures
12	are driving displacement of residents from their long-standing communities; and
13	without thoughtful policies, deliberate planning and investment during this period of
14	unprecedented growth and change, we risk displacement of long-time community
15	members"; and
16	WHEREAS, in March 2019, Resolution 31870 stated that the City should "[d]evelop a consistent
17	and thorough monitoring and reporting process regarding housing production and loss of
18	households at 30 to 120 percent AMI, including change of tenure and net change in
19	affordable units on a particular development site, and deducting housing units funded by
20	OH [Seattle Office of Housing]"; and
21	WHEREAS, the July 2019 report prepared for the City's Office of Planning and Community
22	Development by the Urban Displacement Project, University of California, Berkeley,
23	titled Heightened Displacement Risk Indicators for the City of Seattle's Equitable
24	Development Monitoring Program, states that "a more granular and localized" data set is
25	needed to "best meet the City's racial equity goals"; and
26	WHEREAS, in its September 29, 2021 response to Statement of Legislative Intent OPCD-004-
27	A-001 ("Report by OPCD, OH, and SDCI on displacement monitoring gaps"), the City

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1	determined that there are currently no sources that provide rental information data with a
2	high level of granularity; and
3	WHEREAS, the Council intends that the submission of information regarding the number and
4	size of residential rental units and rental amounts to a research university contracted to
5	provide a report to the City will help to fill the identified data gaps and better allow the
6	City to make policy to decrease gentrification and resulting physical, economic, and
7	cultural displacement risks and inform updates to the City's Comprehensive Plan update;
8	and
9	WHEREAS, the Council believes that the rent and rental housing information property owners
10	will submit to the research university should be made available to the public for
11	transparency purposes; and
12	WHEREAS, the Council intends for the Office of Planning and Community Development or
13	other executive department to enter into a contract with a research university to provide
14	the City with reports analyzing this data and continue to hold such a contract for as long
15	as the City requires the designated information be provided to the designated research
16	university; NOW, THEREFORE,
17	BE IT ORDAINED BY THE CITY OF SEATTLE AS FOLLOWS:
18	Section 1. The City Council finds and declares that it is necessary for the City to have and
19	maintain a sufficiently descriptive and complete list of all rental housing units in Seattle,
20	including analyses of market rate housing to inform policies to prevent and mitigate
21	displacement of low-income households and the development and implementation of City

programs.

1	Section 2. Chapter 22.214 of the Seattle Municipal Code, last amended by Ordinance
2	126157, is amended as follows:
3	CHAPTER 22.214 RENTAL REGISTRATION AND INSPECTION ORDINANCE
4	22.214.010 Declaration of purpose
5	The City Council finds that establishing a Rental Registration and Inspection Ordinance is
6	necessary to protect the health, safety, and welfare of the public; ((and)) prevent deterioration
7	and blight conditions that adversely impact the quality of life in the city; and mitigate
8	displacement. This shall be accomplished by requiring rental housing be registered and properly
9	maintained, ((and)) that substandard housing conditions be identified and corrected, and that
10	owners certify to the City that they have submitted information about rental units for data
11	analysis.
12	* * *
13	22.214.030 Applicability
14	A. The registration provisions of this Chapter 22.214 shall apply to all rental housing
15	white with the execution of
16	units with the exception of:
	1. Housing units lawfully used as short-term rentals, if the housing unit is the
17	
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17	1. Housing units lawfully used as short-term rentals, if the housing unit is the primary residence of the short-term rental operator as defined in Section 23.84A.030;
17 18	 Housing units lawfully used as short-term rentals, if the housing unit is the primary residence of the short-term rental operator as defined in Section 23.84A.030; Housing units rented for not more than 12 consecutive months as a result of the
17 18 19	 Housing units lawfully used as short-term rentals, if the housing unit is the primary residence of the short-term rental operator as defined in Section 23.84A.030; Housing units rented for not more than 12 consecutive months as a result of the property owner, who previously occupied the unit as a primary residence, taking a work-related
17 18 19 20	 Housing units lawfully used as short-term rentals, if the housing unit is the primary residence of the short-term rental operator as defined in Section 23.84A.030; Housing units rented for not more than 12 consecutive months as a result of the property owner, who previously occupied the unit as a primary residence, taking a work-related leave of absence or assignment such as an academic sabbatical or temporary transfer;
17 18 19 20 21	 Housing units lawfully used as short-term rentals, if the housing unit is the primary residence of the short-term rental operator as defined in Section 23.84A.030; Housing units rented for not more than 12 consecutive months as a result of the property owner, who previously occupied the unit as a primary residence, taking a work-related leave of absence or assignment such as an academic sabbatical or temporary transfer; Housing units that are a unit unavailable for rent;

1	defined in Section 23.84A.024 unless the short-term rental qualifies for an exemption under
2	subsection 22.214.030.A.1;
3	5. Housing units in facilities licensed or required to be licensed under chapter
4	18.20, 70.128, or 72.36 RCW, or subject to another exemption under this Chapter 22.214;
5	6. Housing units in any state licensed hospital, hospice, community-care facility,
6	intermediate-care facility, or nursing home;
7	7. Housing units in any convent, monastery, or other facility occupied exclusively
8	by members of a religious order or congregation;
9	8. Emergency or temporary shelter or transitional housing accommodations;
10	9. Housing units owned, operated, or managed by a major educational or medical
11	institution or by a third party for the institution; and
12	10. Housing units that a government entity or housing authority owns, operates, or
13	manages; or units exempted from municipal regulation by federal, state, or local law.
14	B. The inspection provisions of this Chapter 22.214 shall apply to rental housing units
15	that are included in this Rental Registration and Inspection Ordinance, with the exception of:
16	1. Rental housing units that receive funding or subsidies from federal, state, or
17	local government when the rental housing units are inspected by a federal, state, or local
18	governmental entity at least once every five years as a funding or subsidy requirement; and the
19	rental housing unit owner or agent submits information to the Department within 60 days of
20	being notified that an inspection is required that demonstrates the periodic federal, state, or local
21	government inspection is substantially equivalent to the inspection required by this Chapter
22	<u>22.214;</u> and

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1	2. Rental housing units that receive conventional funding from private or
2	government insured lenders when the rental housing unit is inspected by the lender or lender's
3	agent at least once every five years as a requirement of the loan; and the lender or lender's agent
4	submits information to the Department within 60 days of being notified that an inspection is
5	required that demonstrates the periodic lender inspection is substantially equivalent to the
6	inspection required by this Chapter 22.214; and
7	3. Accessory dwelling units and detached accessory dwelling units, provided the
8	owner lives in one of the housing units on the property and an "immediate family" member as
9	identified subsection 22.205.010.E lives in the other housing unit on the same property.
10	C. The penalty provisions of subsection 22.214.086. A shall not apply to violations of:
11	<u>1. Subsection 22.214.040.G.6;</u>
12	2. Section 22.214.055; and
13	3. Subsection 22.214.040.H.2 for information required for submission by Section
14	<u>22.214.055.</u>
15	Violations of the provisions listed in subsections 22.214.030.C.1-3 are subject to
16	penalties of up to \$500 for the first violation and up to \$1,000 for each subsequent violation in a
17	three-year period. Violations of the provisions listed in subsections 22.214.030.C.1-3 are
18	otherwise subject to Section 22.214.086.
19	22.214.040 Rental housing registration, compliance declaration, and renewals
20	* * *
21	G. An application for a rental housing registration shall be made to the Department on
22	forms provided by the Director. The application shall include, but is not limited to:
23	1. The address of the property;

1	2. The name, address, and telephone number of the property owners;
2	3. The name, address, and telephone number of the registration applicant if
3	different from the property owners;
4	4. The name, address, and telephone number of the person or entity the tenant is
5	to contact when requesting repairs be made to their rental housing unit, and the contact person's
6	business relationship to the owner;
7	5. A list of all rental housing units on the property, identified by a means unique
8	to each unit, that are or may be available for rent at any time;
9	6. Effective three months from the date the contract described in subsection
10	22.214.055.C is executed, a declaration of compliance from the owner or owner's agent,
11	declaring that the owner or owner's agent has provided to the research university selected by the
12	Office of Planning and Community Development or other office within the Executive
13	Department, pursuant to Chapter 20.50, the information required for submission by Section
14	22.214.055. This subsection 22.214.040.G.6 shall expire on the date the next City of Seattle
15	comprehensive plan update required by chapter 36.70A RCW is adopted, or on December 31,
16	2025, whichever is later.
17	((6.)) <u>7.</u> A declaration of compliance from the owner or owner's agent, declaring
18	that all housing units that are or may be available for rent are listed in the registration application
19	and meet or will meet the standards in this Chapter 22.214 before the units are rented; and
20	((7-)) <u>8.</u> A statement identifying whether the conditions of the housing units
21	available for rent and listed on the application were established by declaration of the owner or
22	owner's agent, or by physical inspection by a qualified rental housing inspector.
23	H. A rental housing registration must be renewed according to the following procedures:

1	1. A registration renewal application and the renewal fee shall be submitted
2	before the current registration expires;
3	2. All information required by subsection 22.214.040.G shall be updated as
4	needed, except that, effective three months from the date the contract described in subsection
5	22.214.055.C is executed, the information described in Section 22.214.055 shall be submitted by
6	the owner at least twice annually by April 15 and by October 15 each year for information on the
7	months of March and September of that same year, respectively. The requirement to submit
8	information described in Section 22.214.055 shall expire on the date the next City of Seattle
9	comprehensive plan update required by chapter 36.70A RCW is adopted, or on December 31,
10	<u>2025, whichever is later;</u> and $((,))$
11	3. A new declaration as required by subsection $22.214.040.G.((6))$ shall be
12	submitted.
13	* * *
14	22.214.055 Submission of rental housing information
15	A. Effective three months from the date the contract described in subsection
16	22.214.055.C is executed, the property owner or owner's agent shall submit the following
17	information to a research university selected by the Office of Planning and Community
18	Development or other office within the Executive Department on the schedule set out in
19	subsection 22.214.040.H.2:
20	1. The name of the property owner provided in subsection 22.214.040.G.2;
21	2. The address of the property containing the rental housing units provided in
22	subsection 22.214.040.G.1;

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1	3. The list of all rental housing units on the property required by subsection
2	22.214.040.G.5; and
3	4. For each rental housing unit:
4	a. Whether it is vacant or occupied;
5	b. The estimated net rentable square footage;
6	c. The number of bedrooms;
7	d. The number of bathrooms;
8	e. Information sufficient to ascertain the current housing costs, as defined
9	in Section 22.204.090, charged monthly;
10	f. The amount and identity of utilities paid by the owner;
11	g. The prospective housing costs if the unit is physically vacant; and
12	h. If subject to a rental agreement, the current term of the rental
13	agreement.
14	B. The information submitted to the research university or under this Section 22.214.055
15	shall not include the name(s) of the tenant(s).
16	C. The Office of Planning and Community Development or other office within the
17	Executive Department will enter into a contract with the research university, directing it to use its
18	unique expertise, including but not limited to its diverse array of academic resources, to sort,
19	analyze, and report on this data to identify relevant displacement risks and rental housing market
20	conditions for the City to use in policy and decision-making regarding housing.
21	D. This Section 22.214.055 shall expire on the date the next City of Seattle
22	comprehensive plan update required by chapter 36.70A RCW is adopted, or on December 31,
23	2025, whichever is later.

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Section 3. The provisions of this ordinance are declared to be separate and severable. The

invalidity of any clause, sentence, paragraph, subdivision, section, or portion of this ordinance,

or the invalidity of its application to any person or circumstance, does not affect the validity of

- 4 the remainder of this ordinance or the validity of its application to other persons or
- 5 circumstances.

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1	Section 4. This ordinance shall take effect and be in force 30 days after its approval by
2	the Mayor, but if not approved and returned by the Mayor within ten days after presentation, it
3	shall take effect as provided by Seattle Municipal Code Section 1.04.020.
4	Passed by the City Council the <u>31st</u> day of <u>May</u> , 2022,
5	and signed by me in open session in authentication of its passage this <u>31st</u> day of
6	May, 2022.
7 8	Debara frances President of the City Council
9	\Box Approved / \Box returned unsigned / \swarrow vetoed this <u>10th</u> day of <u>June</u> , 2022.
10	VETOED BY MAYOR
11	Bruce A. Harrell, Mayor
12	Filed by me this <u>10th</u> day of <u>June</u> , 2022.
13	Muia R. Simmous
14	Monica Martinez Simmons, City Clerk
15	(Seal)