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## **CITY OF SEATTLE** ORDINANCE 127299 COUNCIL BILL 121047 AN ORDINANCE relating to Seattle's construction codes; limiting the areas for which substantial alterations are required to spaces or buildings greater than 7,000 square feet in gross area; amending existing substantial alteration requirements; and amending Section 311 of the Seattle Existing Building Code, adopted by Ordinance 127108. WHEREAS, small businesses in Seattle have faced significant economic disruption due to the COVID-19 public health emergency and its aftermath, including prolonged closures, rising costs, and difficulty reactivating vacant commercial storefronts; and WHEREAS, since February 2020, Seattle's commercial districts have experienced high vacancy rates, especially in small retail and food service spaces, as regulatory, physical, and financial hurdles have made it difficult for new tenants to occupy formerly active WHEREAS, Downtown retail has been particularly impacted by vacancies and existing permitting requirements prevent rapid activation of vacant storefronts; and WHEREAS, Section 311.1.1 of the Seattle Existing Building Code requires significant cost and time-consuming building upgrades when a building is reoccupied after 24 months of vacancy, even in situations where there is no change in use, size, or safety risk, creating a substantial barrier to small business reactivation downtown and in the city's neighborhood business districts; and

WHEREAS, the Governance Accountability and Economic Development Committee held a Roundtable Discussion on Improving the Building Permitting Process on February 13, 2025, where substantial alterations were discussed as a risk factor for projects; and

| Micah Chappell/Lish Whitson<br>SDCI SEBC Small Business Relief ORD<br>D2                         |
|--|
| SDCI Informative Note. 311.1.1 item #2 does not apply where alterations convert                  |
| HVAC heating systems, water heating systems, or both from fossil fuel or electric resistance to  |
| heat pump systems, and where the only additional alterations provide necessary electrical power, |
| structural support, or air circulation for the heat pump system.                                 |
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Template last revised February 19, 2025

|    | Micah Chappell/Lish Whitson SDCI SEBC Small Business Relief ORD D2                        |
|----|---|
| 1  | Section 2. This ordinance shall take effect as provided by Seattle Municipal Code         |
| 2  | Sections 1.04.020 and 1.04.070.   |
| 3  | Passed by the City Council the <u>16th</u> day of <u>September</u> , 2025,                |
| 4  | and signed by me in open session in authentication of its passage this <u>16th</u> day of |
| 5  | September , 2025.   |
| 6  | Sonolusen   |
| 7  | President of the City Council   |
| 8  | Approved / returned unsigned / vetoed this 24th day of September, 2025.                   |
| 9  | Bruce Q. Hanell   |
| 10 | Bruce A. Harrell, Mayor   |
| 11 | Filed by me this 24th day of September , 2025.  |
| 12 | Sol Dol   |
| 13 | Scheereen Dedman, City Clerk  |
| 14 | (Seal)  |
| 17 | (Scar)  |
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|    | Template last revised February 19, 2025 4   |