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BEFORE THE HEARING EXAMINER OF THE CITY OF MERCER ISLAND

In Re The Appeal of:

CENTRAL PUGET SOUND TRANSIT AUTHORITY,

Petitioner,

v.

CITY OF MERCER ISLAND,

Respondent.

No. APL21-001

CITY'S STAFF REPORT PURSUANT TO ROP 224(g)

I. INTRODUCTION

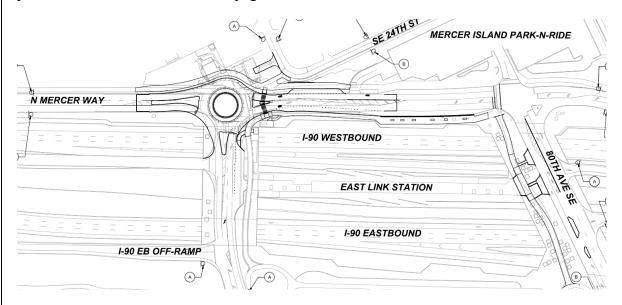
The City files this Staff Report Pursuant to Rules of Procedure (RoP) 224(g) and respectfully requests that the Hearing Examiner uphold the appealed permit decision. Each condition included in the decision and the denial of a curb cut for new bus layovers is based on provision in the Mercer Island City Code (MICC) and City staff's professional review of the final plan set submitted by Sound Transit. ¹

II. STATEMENT OF FACTS



¹ Per the Hearing Examiner's March 2, 2021, Interlocutory Order on Motion ("Order on Motion"), the City has not included in this Staff Report facts or discussion regarding Settlement Agreement terms or Sound Transit's request for equitable relief.

On March 2, 2021, the City submitted exhibits for the appeal hearing. The following are the facts found in those exhibits and facts that will be testified to at the appeal hearing. Sound Transit's Mercer Island Transit Integration Project is a bus/light rail transit interchange where bus riders will transfer to and from rail service (the "Project"). Construction will include a roundabout to replace a signaled intersection at 77th Ave SE and North Mercer Way ("NMW"); new curbs, gutters, and sidewalks; drainage; illumination; retaining walls; signage; irrigation; and landscaping. Ex. 4 at 2. A general depiction of the Project area is provided below from Exhibit 3 at page 60:



Prior to submitting its Project permit applications in October 2020, Sound Transit asked the City to review and provide comments to plan sets that were less than 100% complete. The City received a plan set at 60% design on April 22, 2020 and returned comments to Sound Transit regarding same on May 5, 2020. Ex. 8. Sound Transit responded to the City's 60% comments July 9, 2020. Ex. 7 at 21. A plan set at 90% design was provided to the City on September 3, 2020 and the City returned comments to Sound Transit September 17, 2020. Sound Transit responded to the City's 90% comments October 12 and October 20,



2020. Ex. 9 and 10. Sound Transit submitted its Project permit applications to the City on October 23, 2020. Ex. 4.

The City reviewed the permit applications for completeness and informed Sound Transit by emails dated October 28, 2020 and November 11, 2020 that the applications were incomplete. Ex. 5 at 1-7. On November 25, 2020, Sound Transit was informed that the applications would be deemed "complete and accepted for review under [ROW use] permit application number 2010-186 once payment of the plan check fee is received and processed." Ex. 5 at 8. Payment was received and the application deemed complete on November 30, 2020. Ex. 6.

The City then proceeded to review Sound Transit's plans for conformance with applicable codes, standards, and regulations. Three rounds of review were done by seven review disciplines at the City: Building; Right of Way; Engineering, Landscaping, Trees, Irrigation; Street Engineering; Tree; and Fire Protection. Ex. 6. The City's review comments regarding necessary plan corrections were provided to Sound Transit on December 4, 2020 and December 17, 2020. Ex. 6. Both review comment emails provided Sound Transit with a table listing whether a review discipline was "WCI" (waiting for customer information), had "Approved" (no correction items from that review discipline), or was "NA" (not applicable). The table in Exhibit 6 at page 2 is provided below:

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Building:	WCI
Right of Way:	APPROVED
Engineering:	WCI
Landscaping, Trees, Irrigation:	APPROVED
Street Engineering	APPROVED
Tree:	APPROVED
Fire Protection:	APPROVED

- WCI (Waiting for Customer Information): the comments from that review discipline are included within the ePlan drawing file noted above.
- APPROVED: indicates there are no correction items for that review discipline.
- NA (Not applicable): Review discipline is not scheduled to review this project.

On December 22, 2020, the City issued its decision on the permits that were processed under RCW use permit number 2010-186 (the "Decision"). Ex. 1. The permit was approved with conditions except the Decision denied the "proposed construction and use of a new curb cut on the north side of NMW with signage providing "No Parking (Bus Only)." Ex. 1 at 11. The "ancillary permits" or permits processed within right-of-way (ROW) use permit no. 2010-186 were Stormwater Permit no. 2012-119, Clear & Grade Permit no. 2012-153, Clear & Grade Permit no. 2012-154, and Tree Removal Permit no. 2012-096 (included ROW and Residence #1 and #2). Ex. 13.

A. Traffic control plan and asphalt restoration.

Sound Transit's January 5, 2020, Appeal of Conditions of Permit Approval for Permit No. 2010-186 (the "Appeal") includes an appeal of Conditions A and E in Decision Paragraph IV, regarding traffic control. Ex. 2 at 4. The Appeal asserts that these two conditions are inconsistent. *Id.* Sound Transit requests, however, that the Hearing Examiner allow work hours (Monday-Friday, 7:00AM to 5:00PM, Saturday 9:00AM to 4:00PM) that were not included in the Traffic Control Plan submitted by Sound Transit in Exhibit 3 on pages 59 through 68. There is no inconsistency in the Conditions based on the material submitted to the City.

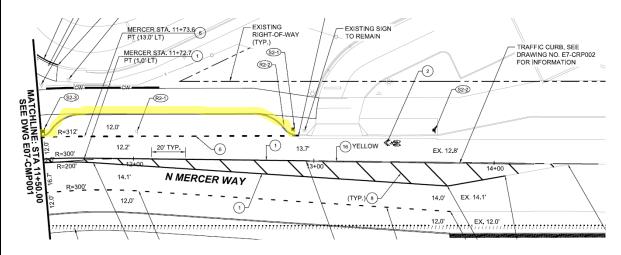
CITY'S STAFF REPORT ON APPEAL- 4



The Appeal also includes an appeal of Conditions H and I in Decision Paragraph VII, related to final asphalt restoration. Ex. 2 at 4-5. Sound Transit appeals the inclusion of a requirement that the restoration be done "within 30 days of excavation." Ex. 1 at 6.T he Conditions, however, also include an allowance for extensions to be granted. The Conditions combine flexibility for the applicant with necessary control by the City Engineer. Ex. 1 at 6.

B. Curb cut for new North Mercer Way bus bay.

Sound Transit also includes an appeal of Condition XIII.A. in the Decision regarding the denial of construction and use of a new curb cut on the north side of NMW. The proposed curb cut, the north edge of which is highlighted² below in yellow, is in Exhibit 3 at 45:



On October 20, 2020, Sound Transit informed the City it intended to use this curb cut area as "a bus bay for layovers and supplemental passenger drop-offs." Ex. 10 at 4. This information was provided in response to the City's May 5, 2020 and September 18, 2020 comments on the 60% and 90% plan sets asking Sound Transit to "[p]lease clarify the intended use of this pull out area." Ex. 10 at 11, Ex. 8 at 7, Ex. 9 at 7. The Condition explains

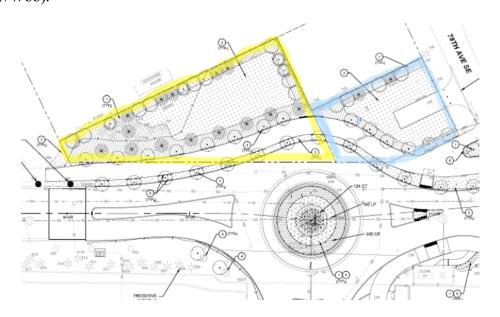
² Highlights are provided for Ex. 3 at 45 and Ex. 3 at 95 for illustrative purposes only.



that the proposed use (bus bay/pick-up/drop off) is not authorized by a ROW use permit in Chapter 19.09 MICC. The ROW issue is further discussed immediately below.

C. Conveyance of real property as ROW.

Sound Transit appeals Condition XIII.B. that requires conveyance of residentially zoned lots to the City as ROW. This Condition was included to negate a code provision that would otherwise require a CUP. The Project's stormwater vault and its appurtenances will collect stormwater from public streets and are proposed for construction on two residentially zoned lots, King County tax parcels 5315101-838 and 5315101-837 (the "Tax lots). Ex. 8 at 7, Ex. 24. The City's 60% and 90% comments called out the provision in MICC that requires Conditional Use Permits for construction of "public facilities" on lots zoned single family residential. Ex. 8 at 7; Ex. 9 at 2, 6, and 7. The Tax Lots are depicted below as shown in Exhibit 3 at 95 and highlighted in yellow (531510-1838/Snethen) and blue (531510-1837/Woo).



The relevant portions of section 19.02.010, Single-family, and section 19.16.010, Definitions, provide as follows:



19.02.010 Single-Family. A use not permitted by this section is prohibited. . .

. . .

- C. Conditional Uses. The following uses are permitted when authorized by the issuance of a conditional use permit when the applicable conditions set forth in this section and in MICC 19.15.040 have been met:
- 1. Government services, public facilities, utilities, and museum and art exhibitions, subject to the following conditions:

.

19.16.010 Public Facility: A building, structure, or complex used by the general public. Examples include but are not limited to assembly halls, schools, libraries, theaters and meeting places.

19.16.010 Structure: That which is built or constructed, an edifice or building of any kind, or any piece of work artificially built up or composed of parts joined together in some definite manner.

The above restriction on development of residential lots may be cancelled out by conveyance of the Tax Lots to the City as ROW because upon conveyance, the Tax Lots will no longer carry the zoning designation of Single-family residential and MICC 19.02.010(c) will no longer apply. In its July 2020 response to City comments regarding this code restriction, Sound Transit explained it planned to dedicate the Tax Lots to the City as ROW. Ex. 8 at 7. Condition XIII.B. requires that the Tax Lots be conveyed prior to any construction activity on the Tax Lots. Ex. 1 at 11. However, approved work within the existing ROW and on 80th Avenue SE may proceed prior to the ROW conveyance. *Id.* At the time Sound Transit filed the Appeal, it did not own the Tax Lots. However, as of February 8, 2021, Sound Transit has obtained title to both Tax Lot 531510-1838 formerly owned by Snethen and Tax Lot 531510-1837 formerly owned by Woo. Ex. 19 – 21. Sound Transit has not to date dedicated the lots to the City.

D. Operations and maintenance agreement.

Condition XIII.C. regarding an operations and maintenance agreement between the City and Sound Transit references as its authority the terms of a 2017 Settlement Agreement and therefore, under the terms of the Order on

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Motion, cannot be a subject of the appeal hearing. And, accordingly will not be addressed further.

III. DISCUSSION OF CONDITIONS APPEALED

A. Condition XIII.A. denied construction of a new North Mercer Way bus bay because Sound Transit has not obtained the City's permission for use of such bus bay in the City owned ROW.

In Condition XIII.A., the City denied the construction and use of a curb cut on the north side of North Mercer Way with signage providing "No Parking (Bus only)." Ex. 3 at 45 and 49. Sound Transit alleges that its exclusive use of City owned (ROW) for this new bus layover is not subject to permitting by the City. Sound Transit asserts it has use rights superior to the City as owner and regulator of the ROW. Ex. 2 at 6. Sound Transit is legally incorrect; its position is an attempt to circumvent the City's permitting process and the City's rights as owner of the ROW.

Sound Transit cites to RCW 35.58.330 and RCW 81.112.100 for the purported proposition that cities cannot limit regional transportation uses. Ex. 2 at 6. First, Sound Transit overstates RCW 35.58.330, which only prohibits cities from requiring a franchise of metropolitan municipal corporations. Mercer Island is not requiring Sound Transit to procure a franchise agreement.

More crucially, Sound Transit's argument is contrary to Sound Transit's own enabling legislation, which *requires* City permission for Sound Transit's use of City ROW. RCW 81.112.080(2) explicitly provides that "[p]ublic transportation facilities and properties which are owned by any city, county, county transportation authority, public transportation benefit area, or metropolitan municipal corporation may be acquired or used by an authority only with the consent of the agency owning such facilities." Emphasis added. The definition of such facilities includes "any lands, interests in land, air rights over land, and CITY'S STAFF REPORT ON APPEAL- 8



improvements thereto . . . and other components necessary to support the system." RCW 81.112.020(3). Without permission from the City, RCW 81.112.080(2) prevents Sound Transit from using the City's ROW for the new North Mercer Way bus layover.

Condition XIII.A. explains that the uses proposed by Sound Transit are not authorizations that fall under the parameters of a ROW use permit. An application under MICC 19.09.060 is how an applicant seeks approval to construct in the ROW to "excavate, alter, tunnel under, obstruct, or place" in the ROW. MICC 19.09.060(1). Sound Transit recognizes this function of MICC 19.09.060, but asserts that Sound Transit can construct improvements for any use so long as the construction itself complies with City standards. Ex. 2 at 6. This is incorrect.

The MICC provides a separate avenue by which new uses of the ROW must be consented to by the City. MICC 19.06.060, Encroachment into public right-of-way, provides that the City's consent must be obtained for a "use" of the ROW. MICC 19.06.060(A) - (C). It distinguishes between the construction of the desired improvement and the ongoing use of same; it reaffirms that the City's consent to use does not surrender its property rights as owner. MICC 19.06.060(G) and (E).

Negotiation and execution of an agreement under MICC 19.06.060 is but one way for the City and Sound Transit to document the consent Sound Transit is required to obtain under RCW 81.112.080(2). It is absolutely, however, the City's position that its consent is required for Sound Transit to use City ROW for a bus bay, and such consent must be obtained in addition to getting a permit for the construction of the related improvements. Without that permission, RCW 81.112.080(2) prevents Sound Transit from using the City's ROW for a new North Mercer Way bus bay.



B. Sound Transit's Essential Public Facilities ("EPF") claims are unfounded.

Sound Transit incorrectly alleges that the City cannot deny the use of the bus layover in Sound Transit's preferred location because Sound Transit is constructing an EPF. Ex. 2 at 6. EPFs are "public facilities.... [t]hat are typically difficult to site, such as airports, state education facilities and state or regional transportation facilities..., regional transit authority facilities...." RCW 36.70A.200(1). *Also* MICC 19.16.010. A city's comprehensive plan and development regulations may not *preclude* the siting of an EPF. RCW 36.70A.200(5). The Growth Management Hearings Board defines "preclude" to mean to "render impossible or impracticable;" "impracticable" means "incapable of being performed or accomplished by the means employed or at command." *City of Des Moines v. Puget Sound Regional Council*, 108 Wn. App. 836, 847, 988 P.2d 27 (1999).

State law does not provide that applicants wishing to site EPFs may site their facilities wherever they wish, without regard to municipal code. *Id.* Indeed, EPF applicants must comply with cities' "reasonable permitting and mitigation requirements." Further, cities may even enact ordinances that make operation or expansion of an EPF difficult, so long as the ordinance does not render impossible or impracticable their current or contemplated operations. *City of Airway Heights v. Eastern Wa. Growth Management Hearings Board*, 193 Wn.App.282, 313, 376 P.3d 1112 (2016)(upholding zoning ordinances allowing incompatible development adjacent to EPF).

The MICC specifically includes a process for identifying, siting and regulating EPFs in MICC 19.06.100. Prior to Sound Transit's claims in the Appeal that the City is prohibiting an EPF, Sound Transit did not raise the EPF issue during permitting or avail itself of the EPF process in the City's code.



Regardless, the result of the curb cut denial is that Sound Transit may not use its **preferred** location with unlimited durations for bus layovers. The denial does not result in the impossibility of the entire Project or even the impossibility of bus layovers — it simply means that Sound Transit may not use its choice of site for unrestricted bus layover, pick/up and drop/off as described by Sound Transit.

The City also notes that Sound Transit characterizes the bus layover as an "essential element" of an essential public facility. Ex. 2 at 6. Sound Transit cites no caselaw or statute providing that this is a term of art in relation to essential public facilities. Sound Transit's characterization is thus not grounded in law. It is also not grounded in fact. The City's decision does not preclude the construction of the Project. As stated above, it only provides that Sound Transit must utilize a different option than Sound Transit's first *preference* for construction of the bus layover. Rejection of an applicant's preferred option does not preclude the siting of an EPF.

For the reasons stated above, the Hearing Examiner should uphold Condition XIII.A.

C. Conveyance of the residential lots as ROW allows Sound Transit's Project to proceed without a CUP and state statute authorizes the City Council, solely, to accept conveyances of real property.

Condition XIII.B. requires the conveyance of real property to the City as ROW because otherwise Sound Transit's work proposed on residential lots is prohibited by the MICC. The work on the two Tax Lots includes a stormwater vault and necessary piping for same. Ex. 3 at 33. The MICC precludes construction of "public facilities" on lots zoned single family residential unless a Conditional Use Permit is granted. MICC 19.02.010(C)(1).

The Appeal objects to the conveyance on the basis that that it requires Sound Transit to convey property it does not yet own. Ex. 2 at 8. Fortunately, Sound Transit has now



acquired ownership of the two residential lots, one through purchase and one through condemnation. Ex. 19-21.

Sound Transit also objects to the requirement that the City Council accept the conveyance of real property from Sound Transit. The provision in Condition XIII.B., however, comports with the state law requirement that the City Council accept real property dedications. RCW 35A.11.020 establishes that the Mercer Island City Council has authority to accept property conveyances. (The legislative bodies for code cities have the powers of "acquisition, sale, ownership, ... of public ways, real property of all kinds, waterways, structures, or any other improvement or use of real or personal property...") *See also* RCW 35A.13.230, establishing that a City Council in a Council-Manager form of government "shall have the powers and authority granted to legislative bodies of cities governed by this title as more particularly described in Chapter 35A.11 RCW, except insofar as such power and authority is vested in the city manager."

The MICC establishes the duties of the City Manager and does not include the power to acquire real property. MICC 3.02.010 provides that the powers and duties of the City Manager are coextensive with those found in RCW 35A.13.080, City manager - Powers and duties, and other laws of the state and ordinances. In contrast to the power to accept and dispose of real property given to the City Council by RCW 35A.11.020, the power to accept real property conveyances is not specifically delegated to the City Manager by RCW 35A.13.080. There is also no ordinance in Mercer Island delegating the City Council's power to accept real property conveyances to the City Manager. Therefore, based on the statute and MICC, only the Mercer Island City Council can accept real property dedications.



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The City requests that the Hearing Examiner uphold the condition requiring City Council acceptance of the ROW dedications as consistent with state law and the MICC.

D. Conditions regarding a traffic control plan and asphalt restoration were imposed by the City Engineer under this authority in MICC 19.06.060.

Testimony provided at the appeal hearing will explain the rationale and need for Conditions IV.A. and E. and Condition VII.H. and I. regarding the terms of a traffic control plan and timing of asphalt reconstruction. These conditions are authorized by MICC 19.06.060(A)(3) which generally requires conditions to ensure the public health, safety, and welfare. More specifically, MICC 19.06.060(C) and (E) address the requirements for routing and protecting traffic and MICC 19.06.060(Q) and (T) address the requirement to restore ROW surfaces and that said work must be done as soon as practicable.

The City requests the Hearing Examiner uphold the conditions concerning traffic control plans and restoration of asphalt.

IV. CONCLUSION

The City followed the constraints and requirements of the MICC and state law when issuing the challenged ROW Use Permit No. 2010-186. The City respectfully requests that the Hearing Examiner uphold the Decision.

DATED this 8th day of March, 2021.

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Attorneys for the City of Mercer Island

DECLARATION OF SERVICE

1	DECLARATI	ON OF SERVICE	
2	I, Tori Harris, declare and state:		
3	1. I am a citizen of the State of Washington, over the age of eighteen years, not a party		
4	to this action, and competent to be a witness herein.		
5	2. On the 8th day of March, 2021, I served a true copy of the foregoing City's Staff		
6	Report on Appeal on the following counsel of record using the method of service indicated		
7	below:		
8			
9	Stephen G. Sheehy, WSBA No. 13304 Sound Transit / Legal Department	☐ First Class, U.S. Mail, Postage Prepaid ☐ Legal Messenger	
10	401 South Jackson Street Seattle, WA 98104-2826	☐ Overnight Delivery☐ Facsimile	
11	Co-Counsel for Petitioner	 ⊠ E-Mail: <u>stephen.sheehy@soundtransit.org</u> ☐ EService pursuant to LGR 	
12	Patrick J. Schneider, WSBA No. 11957	First Class, U.S. Mail, Postage Prepaid	
13	Steven J. Gillespie, WSBA No. 39538	Legal Messenger	
	Michelle Rusk, WSBA No. 52826	Overnight Delivery	
14	Foster Garvey PLLC	☐ Facsimile	
15	1111 Third Avenue, Suite 3000	⊠ E-Mail: <u>pat.schneider@foster.com</u>	
	Seattle, WA 98101	steve.gillespie@foster.com michelle.rusk@foster.com	
16	Co-Counsel for Petitioner	☐ EService pursuant to LGR	
17	Co country for retrieve		
18	I declare under penalty of perjury under the laws of the State of Washington that the		
19	foregoing is true and correct.		
20	DATED 41: 94 1 CM 1 2021 4 C 44 W 1: 4		
21	DATED this 8th day of March, 2021, at Seattle, Washington.		
22	The Downs		
23	Tori Harris		
24			

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