#### CITY COUNCIL WORKSHOP MEETING



Monday, May 08, 2023 at 6:00 PM City Hall

#### **AGENDA**

- 1. Call to Order
- 2. Roll Call
- 3. Approval of Agenda
- 4. Presentations
- 5. Discussion
  - A. Housing Action Plan

#### 6. Audience Participation

The City Council encourages public participation during meetings of the City Council and welcomes your comments. This time is set-aside for you to speak to the City Council on any issue. The Council ordinarily takes non-agenda matters under advisement before taking action. You are also invited to comment on action items as they are considered during the meeting. Individual speakers will be limited to three (3) minutes each in addressing the City Council. When addressing the Council, please speak clearly and audibly and state your name and address for the record.

#### 7. Adjournment



City of Algona

# Housing Action Pla Strategies



# Agenda

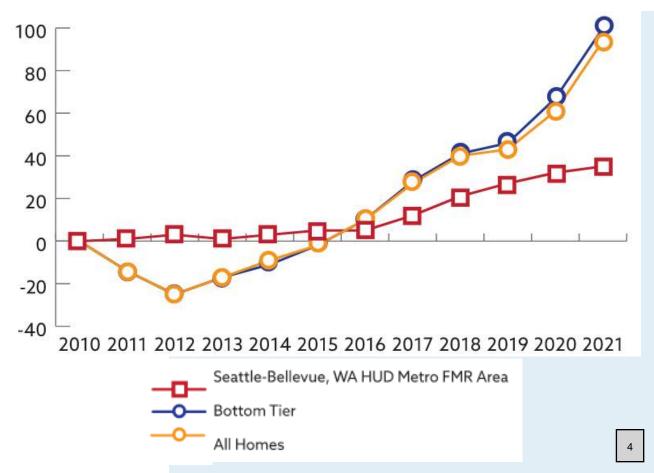
- 1. Background Information
- 2. HAP Process
- 3. Recommended Strategies & Actions
- 4. Next Steps
- 5. Discussion & Questions



# **Background Information**

- Housing Crisis
- WA Dept of Commerce allocates money provided by House Bill 1923
- Housing Action Plan (HAP) integration with Comprehensive Plan

#### Percent Change in Home Values and Area Median Income





## Relationship to GMA



#### What is Algona required to do to plan for housing?

- Creating capacity to meet the total number of homes anticipated
- Plan capacity and consider regulations around forms of housing that meet every economic level
- Ensuring policies reflect the PSRC and King County Planning Policies for housing



### **Timeline**

Housing Needs
Assessment
(Fall 2021 – June 2022)

Public Participation (May 2022 – January 2023)

- Applying to Grant
- Data Collection
- Analysis
- Comparison
- Overview of Housing in Algona

- Fill Needs Assessment Gaps
- Goals/Objectives
- Community Outreach

Housing Action
Plan
(February 2022 – June 2023)

- Strategies & Actions
- Action PlanCouncil Adoption

## Algona Housing Needs Assessment



34% the population growth rate since 2000

The 2000 population of Algona was 2,460, and the 2022 population is 3,300



2.19 jobs for every housing unit

Only 1.3% of workers who work in Algona live in Algona; 56% of Algona residents commute more than 10 miles to work



33% of households are cost-burdened

42% of renter households are cost-burdened, compared with 30% of owner households



71% of the housing stock are single-family homes

31% of households only conain 1 or 2 people, and 20% of all units contain 2 bedrooms or less



44% of households are low-income earners

61% of renter households are low-income compared with 41% of owner households



\$81,881 the income needed to afford a median home

This is 71% of the HUD median family income for the Seattle-Bellevue, WA metro area of \$115,700



\$453,000 the median home value in Algona

This is nearly twice the Algona median home value of \$234,000 in 2010, showing a clear upward trend



49% of income spent on housing and transportation

According to the HUD Location Affordability Index, this is what a median income family in Algona spends on these costs combined

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# Algona Housing Needs Assessment

Exhibit 36: Housing Needs, Existing Supply, and Gaps/Surplus by Income Level (Algona)

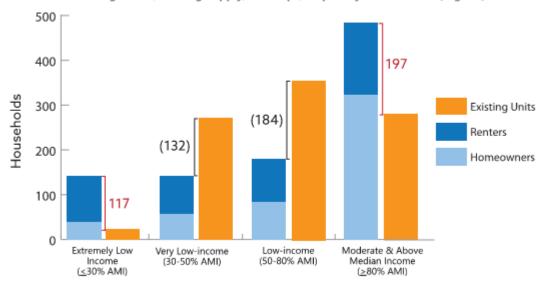


Exhibit 35: Housing Needs, Existing Supply, and Gaps/Surplus by Income Level (Algona)

INCOME LEVEL	EXTREMELY LOW-INCOME	VERY LOW-INCOME	LOW-INCOME	MODERATE & ABOVE MEDIAN INCOME	
	( <u>≤</u> 30% AMI)	(30-50% AMI)	(50-80% AMI)	(>80% AMI)	
Existing Need	142	142	180	482	
Existing Housing	25	274	364	285	
Existing Gap	117	(132)	(184)	197	

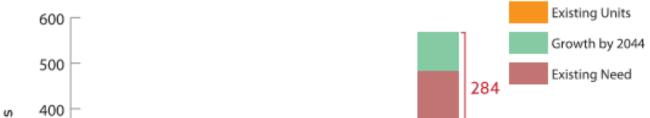
Exhibit 39: Current Gaps versus Projected Gaps Based on Existing Housing (Algona)

	ALL UNITS		UNITS TO OWN		UNITS TO RENT	
	EXISTING GAP	2044 GAP	EXISTING GAP	2044 GAP	EXISTING GAP	2044 GAP
Extremely Low-income (≤30% AMI)	117	142	38	45	78	97
Very Low-income (30-50% AMI)	(132)	(107)	(123)	(113)	(9)	6
Low-income (50-80% AMI)	(184)	(152)	(222)	(207)	37	55
Moderate & Above Median Income (>80% AMI)	197	284	52	110	145	173

# Algona Housing Needs Assessment

Projected Housing Needs and Gaps by Income Level

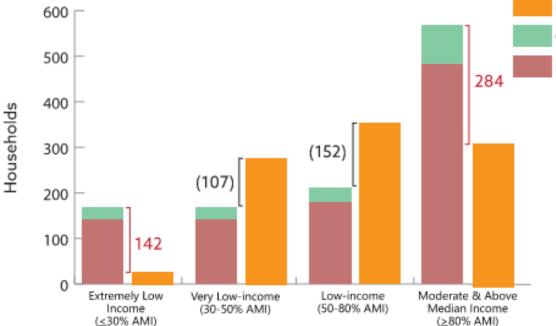
170 new housing units needed by 2044



**Extremely Low Income** Moderate & Above Income

Exhibit 37: Projected Housing Needs and Gaps by Income Level (Algona)

INCOME LEVEL	EXTREMELY LOW-INCOME	VERY LOW- INCOME	LOW-INCOME	MODERATE & ABOVE MEDIAN INCOME	
	( <u>&lt;</u> 30% AMI)	(30-50% AMI)	(50-80% AMI)	(>80% AMI)	
Existing Need	142	142	180	482	
Existing Housing	25	274	364	285	
2044 Need	167	167	212	569	
2044 Gap	142	(107)	(152)	284	





Housing Action Plan Strategies

# Strategy A: Supporting Quality of Life Improve Algona's standard of living through infrastructure investments and regulation to maintain the aesthetic and character of the town.

- Goal A.1: Evaluate the impacts of higher-density development on the existing infrastructure designed for lower-density housing. Prioritize sustainable funding of key infrastructure improvements needed to support future capacity.
  - A.1.1: Parking Study Requirements
  - A.1.2: Performance Zoning
  - A.1.3: Interjurisdictional Cooperation
  - A.1.4: Strategic Infrastructure Investments



- Goal A.2: Preserve the City's existing housing aesthetic and architectural characteristics while exploring opportunities to build with higher density.
  - A.2.1: Expand Design Guidelines
  - A.2.2: Preservation and Rehabilitation
  - A.2.3: Reduce Minimum Lot Sizes
  - A.2.4: Upzoning
  - A.2.5: Infill Development
  - A.2.6: Further Develop the City's Code Enforcement Program





Housing Action Plan Strategies

# Strategy B: Community Preservation

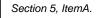
Retain the existing residential community through programs and incentives that support low-income households.

- Goal B.1: Keep the existing community rooted.
  - B.1.1: Alternative Homeowner Models
  - B.1.2: Foreclosure Resources
  - B.1.3: Local Housing Fund
  - B.1.4: Tenant Protections
  - B.1.5: Temporary Emergency Housing



- Goal B.2: Grant the next generation the opportunity to live in Algona by ensuring affordable homes are available for every income level.
  - B.2.1: Local Programs to Help Build Missing Middle Housing
  - B.2.2: Subarea Plans
  - B.2.3: Transfer of Development Rights for Affordable Housing
  - B.2.4: Public Land for Affordable Housing





Housing Action Plan Strategies

# **Strategy C:** Increasing Housing Options Encourage higher-intensity housing where Algona can support it.

- Goal C.2: Incentivize housing capacity-building projects.
  - C.1.1: Multifamily Tax Exemption
  - C.1.2: Density Bonus Program
  - C.1.3: Alternative Development Standards for Affordable Housing
  - C.1.4: Re-evaluate ADU Program
  - C.1.5: Partner with Local Housing Providers
  - C.1.6: Strategic Marketing of Housing Incentives



- Goal C.2: Evaluate barriers to housing development in the Municipal Code and City website.
  - C.2.1: Increase Missing Middle Housing Types in Existing Zones
  - C.2.2: SEPA Infill Exemptions
  - C.2.3: Flexible Single-Family Development Regulations
  - C.2.4: Clarify Ground Floor Requirements on Mixed-Use Occupancy Buildings







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- Strategies & Actions
- Action PlanCouncil Adoption
- Begin working on the Comprehensive Plan Housing Element

Questions?

Thank you.