

# Fircrest School Land Use Assessment

A Report for the Washington State Office of Financial Management

January 15, 2021

## Prepared By

MAKERS architecture and urban design

Heartland

Schemata Workshop

Perteet

Transpo

The Watershed Company



# Abbreviations

- The Fircrest School Campus (campus) – Note: This refers to the entire site, not just areas currently used by the Fircrest School)
- Fircrest Residential Habilitation Center (Fircrest RHC)
- Department of Social and Health Services (DSHS)
- Department of Health (DOH)
- Public Health Laboratories (PHL)
- Department of Natural Resources (DNR)
- City of Shoreline (City)
- Fircrest School Land Use Assessment consultant team (consultants)
- Fircrest School Nursing Facility (nursing facility)
- Behavioral health center or behavioral health facility (BHC)
- Fircrest School Campus Master Plan Phase III - 2017 (Phase III Master Plan)
- Recommendations on the Underutilized Portions of the Fircrest Campus - 2019 (2019 Recommendations)

# Contents

This report contains the following sections and content:

- Section 1 – Executive Summary**.....4
- Section 2 – Introduction**.....9
- Section 3 – Summary of the Existing Conditions of the Fircrest School Campus** ..... 14  
Includes a review of previous plans, assessment of the environmental considerations, existing infrastructure, transportation considerations, and an overview of the areas of campus the consultants considered for development.
- Section 4 – Description of Analytical Process**.....32  
Provides a brief overview of steps the consultants took in developing this report and final recommendations.
- Section 5 – Real Estate Economic and Financial Analysis** .....36  
Includes detailed information on real estate development opportunities and approaches to land valuation.
- Section 6 – Campus-wide Alternatives** .....46  
Describes a range of campus-wide options for future development of the site.
- Section 7 – Summary Evaluation** .....74  
Evaluates the alternatives with respect to agency and City of Shoreline objectives.
- Section 8 – Implementation** .....77  
Provides an overview of potential next steps and recommendations following this Land Use Assessment.
- Section 9 – Conclusions**.....81  
The recommendations of this report include three alternatives that address the project goals expressed in the capital budget proviso and balance the expressed needs of multiple stakeholders with the financial viability of future development.
  
- Appendices**
  - Appendix A – Existing Conditions Report
  - Appendix B – Meeting Summaries
  - Appendix C – Transportation Assessment of Alternatives

# Section 1

## Executive Summary

In 2020, the Washington State Legislature passed a proviso to the capital budget that directed the Office of Financial Management to hire an independent consultant to conduct a land use assessment for the Fircrest School. (See Section 2 for the full text of the proviso.) This proviso stated that the consultant must work with the Department of Health (DOH), the Department of Social and Health Services (DSHS), the Department of Natural Resources (DNR), and the City of Shoreline (City) to accomplish the following:

- (a) Identify a site for a single-story nursing facility with a minimum of one hundred twenty beds and a site for a two-story nursing facility with a minimum of one hundred twenty beds, with an analysis of any corresponding staffing needs and the needs of the residents to ensure a sense of community and mobility;*
- (b) Identify potential sites for up to a forty-eight-bed behavioral health facility; and*
- (c) Maximize the long-term revenue generating opportunities of the campus property while taking into consideration the infrastructure needs to accomplish the proposed development outlined in this subsection.<sup>1</sup>*

This report responds to the proviso by:

1. presenting background and real estate economic information necessary for analyzing alternate development scenarios;
2. evaluating different facilities and private development options for both individual parcels and the whole campus; and
3. outlining a process for constructing nursing and behavioral health facilities and developing portions of the site for private uses.

## Analytical Uncertainties

Assessing the value of lands is complicated by the fact that significant addition of DSHS facilities or commercial or residential development requires an agreement with the City of Shoreline (City). Currently the Fircrest School campus (campus) is zoned Fircrest Campus Zone (FCZ) which does not allow commercial or residential development. Construction of nursing facilities, housing for disabled persons, and similar uses requires a Master Development Plan that meets specific City criteria. The City has indicated that part of such a development agreement must address the City’s objectives for active park space and employment-producing commercial development. Moving forward with development of DSHS facilities or for revenue generation will require a comprehensive plan amendment and rezoning of the property. It appears that this can be most efficiently accomplished through reaching a “development agreement” with the City, on which a comprehensive plan amendment and zoning designation(s) are based. Because it is not currently known what the City will ultimately permit in terms of private redevelopment or the price it will be willing to pay for park land, the figures in this report are generated from the planning team’s best assumptions based on current information regarding the campus’s physical conditions and the regulatory context affecting land use.

---

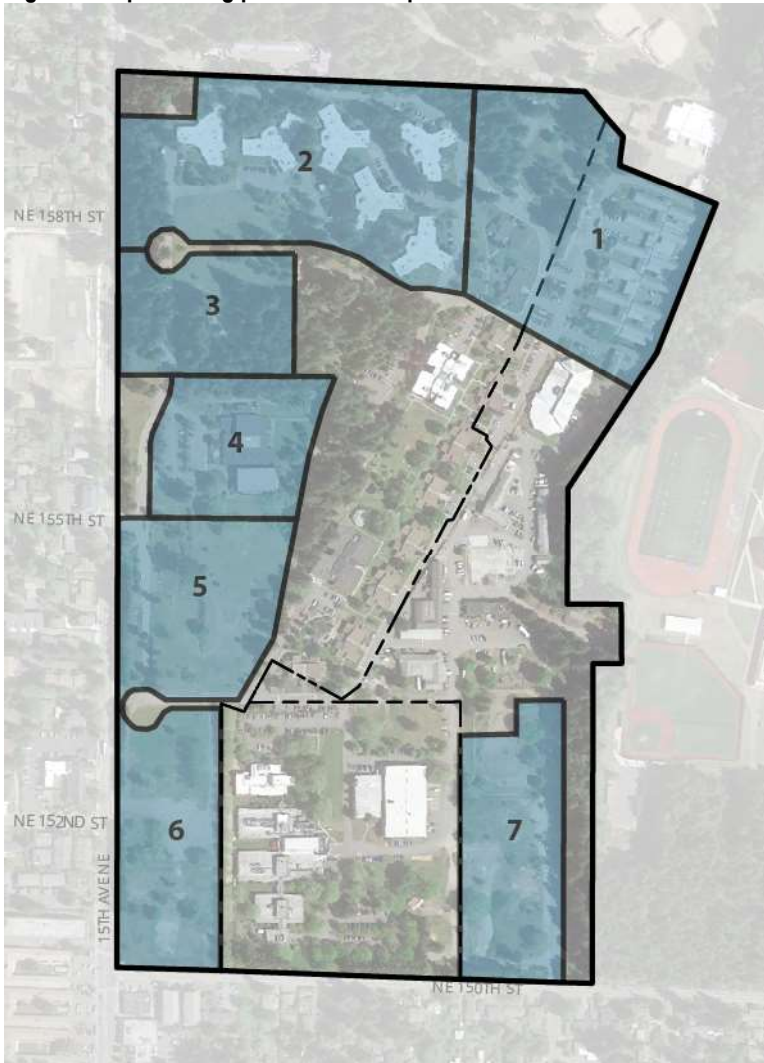
<sup>1</sup> Washington Senate, *Fircrest School Land Use Assessment (92000035) (SB 6248)* (Olympia, Washington: 2020), 48.



## Alternative Evaluation




The consultants divided the campus into seven potential areas (Areas) for development and assessed the opportunities and challenges of each. Figure 2 illustrates the individual areas of the campus that this report explored.

**Figure 1 Map showing potential development areas**



The consultants then developed three campus-wide site planning alternatives, which were analyzed by project stakeholders. Table 1 summarizes that analysis. Sections 6 and 7 of this report describe other considerations regarding future DSHS facilities.

**Table 1 Summary chart comparing the three comprehensive alternatives**

| CHARACTERISTIC  | ALTERNATIVE   |   |  |
|---|---|---|--|
|   | <b>1. 2 Story Nursing on Madrona (Area 3)</b>   | <b>2. 1 or 2 story Nursing on NE Corner (Area 1)</b>  | <b>3. 1 Story Nursing on Madrona (Area 3)</b>  |
| <p><b>LEGEND</b></p> <ul style="list-style-type: none"> <li><span style="display: inline-block; width: 15px; height: 15px; background-color: yellow; margin-right: 5px;"></span> Nursing Fac</li> <li><span style="display: inline-block; width: 15px; height: 15px; background-color: orange; margin-right: 5px;"></span> BHC</li> <li><span style="display: inline-block; width: 15px; height: 15px; background-color: #d2b48c; margin-right: 5px;"></span> Multifamily residential</li> <li><span style="display: inline-block; width: 15px; height: 15px; background-color: #c8e6c9; margin-right: 5px;"></span> Townhomes</li> <li><span style="display: inline-block; width: 15px; height: 15px; background-color: #bbdefb; margin-right: 5px;"></span> Commercial</li> </ul> |    |   |   |
| Potential Land Value  | <b>\$49 million - \$57.4 million</b>  | <b>\$50.8 million - \$58.9 million</b>  | <b>\$42.2 million - \$49.7 million</b>   |
| Implications for DSHS   | <ul style="list-style-type: none"> <li>+ Madrona site (Area 3) is DSHS preferred location</li> <li>+ NE corner is DSHS preferred location for BHC</li> <li>- Two-story nursing facility is not preferred DSHS configuration</li> <li>- Very little expansion space</li> <li>- Site is separated from many other Fircrest School buildings and facilities</li> </ul> | <ul style="list-style-type: none"> <li>+ The NE Corner (Area 1) is flat and near the kitchen</li> <li>+ A two-story nursing facility provides expansion space</li> <li>+ The site provides open space for residents</li> <li>- The NE corner is not the DSHS preferred nursing facility location</li> <li>- \$1.5 million additional cost for stormwater pipe relocation</li> </ul> | <ul style="list-style-type: none"> <li>+ DSHS preferred location and configuration</li> <li>+ DSHS prefers BHC in NE corner</li> <li>+ DSHS prefers one-story nursing facility</li> <li>- Very little expansion space</li> <li>- Site separated from campus</li> <li>- Site is separated from many other Fircrest School buildings and facilities</li> </ul> |
| Implications for DNR  | + Development produces \$42.6 million– \$48.9 million to CEP&RI Trust   | + Development provides \$50.8 million - \$58.9 million to CEP&RI Trust  | - Development provides \$35.8 million- \$41.2 million to CEP&RI Trust.   |
| Implications for City   | <ul style="list-style-type: none"> <li>+ Park at SW corner (Area 6)</li> <li>+ Commercial development</li> <li>+ Retains some Madrona site trees</li> </ul>   | <ul style="list-style-type: none"> <li>+ Park on Madrona site</li> <li>+ Commercial development</li> <li>+ Retains Madrona site trees</li> </ul>  | <ul style="list-style-type: none"> <li>+ A park or park + soundstage on the SW corner</li> <li>+ Commercial development on the SE corner (Area 7)</li> <li>- Loss of Madrona site trees</li> </ul>   |
| Other Considerations  | <ul style="list-style-type: none"> <li>+ Avoids residential next to PHL</li> <li>+ Yields approx. \$6.4 million - \$8.5 million for Dan Thompson Account</li> <li>- Park at SW rather than SE corner reduces income to the State overall</li> </ul>   | <ul style="list-style-type: none"> <li>+ Avoids residential next to lab</li> <li>+ Park on Madrona benefits new residential development and saves an important stand of trees</li> <li>- There is no revenue for Dan Thompson Account</li> </ul>  | <ul style="list-style-type: none"> <li>+ Avoids residential next to PHL</li> <li>+ Yields approx. \$6.4 million - \$8.5 million for Dan Thompson Account</li> <li>- Park at SW rather than SE corner reduces income to the State overall</li> </ul>  |

## Agency and City Reactions

DSHS has indicated a preference for the facilities layout in Alternative 3 with a 1-story nursing facility on the Madrona site (wooded area north of the Activities Building) and the behavioral health center (BHC) in the northeast corner (current site of the ATP building). All three alternatives appear to address the City's objectives for new park land and employment-producing commercial development.

## Recommended Development Process

The recommended process for moving forward with facilities improvements and land development is described in Section 9 and summarized below:

### Phase 1: Site Planning Decisions and Development Agreement with the City

- a. Determine the preferred locations and configurations of the nursing and BHC and identify the optimum uses on other portions of the campus.
- b. With the City of Shoreline agree on a process to prepare a development agreement as noted in “c” below.
- c. Work with the City of Shoreline to reach a development agreement that defines the zoning and applicable development regulations and conditions for the various areas along with an agreed upon price for the land to be transacted to the City for a park. SEPA analysis should be accomplished at this time to identify all conditions necessary for development
- d. (The City) adopt necessary comprehensive planning and zoning amendments based on the development agreement, and State and City implement land transactions as applicable.

### Phase 2: Private Sector Investment

- a. Determine how the State would develop land for state facilities or public or private uses. (Section 8 describes the relative implications or sale or ground lease options).
- b. Conduct a phased program of land transactions such as sale or lease, including the following steps:
  - i. Pre-Market Preparation. Conduct due-diligence and prepare marketing information.
  - ii. Marketing. Implement a variety of activities over an 18-month period.
  - iii. Negotiation and Documentation. Receive letters of intent from prospective developers, select a proposal, and complete a purchase and sale agreement (PSA).
  - iv. Pre-Closing Management. Monitor permitting and ensure pre-closing conditions are met.
  - v. Post-Closing Management. Ensure that conditions of the PSA are met.

## Other Observations

- The development agreement with the City, comprehensive plan amendment, rezoning, and park land transaction should occur concurrently and should consider the whole State-owned campus (including DOH facilities), rather than individual parcels.
- The State would likely achieve greater value from lands if departmental revenues were not tied to specific trust or account lands.

- The State may use the values for different private uses on applicable parcels as described in Sections 5 and 6 to evaluate different options, conditions, and park land prices when working with the City on a development agreement.
- The Fircrest Residential Habilitation Center site is a unique resource for the State, the community, and the region. With its mature trees, gentle slopes, and views, the property is very attractive for a variety of activities. While consideration was given to the compatibility of adjacent developments, this report necessarily focuses on exploring potential uses in individual areas. Further development planning work should consider how individual development actions can be integrated to maximize the functional, environmental and aesthetic assets of the campus as a whole.

# Section 2

## Introduction

In 2020, the Washington State Legislature passed a proviso to the capital budget that directed the Office of Financial Management to hire an independent consultant to conduct a land use assessment for the Fircrest School. The proviso states:

- (1) The appropriation is provided solely to contract with an independent consultant that is agreed to by both the department of social and health services and the department of natural resources to assess potential land development opportunities for the Fircrest residential habilitation center and submit recommendations to the governor, the house capital budget committee, and the senate ways and means committee by November 1, 2020. The contract is exempt from the competitive procurement requirements in chapter 39.26 RCW.*
- (2) The consultant must work with the department of health, department of natural resources, the department of social and health services, and the city of Shoreline.*
- (3) The consultant recommendations must accomplish the following goals:
  - (a) Identify a site for a single-story nursing facility with a minimum of one hundred twenty beds and a site for a two-story nursing facility with a minimum of one hundred twenty beds, with an analysis of any corresponding staffing needs and the needs of the residents to ensure a sense of community and mobility;*
  - (b) Identify potential sites for up to a forty-eight bed behavioral health facility; and*
  - (c) Maximize the long-term revenue generating opportunities of the campus property while taking into consideration the infrastructure needs to accomplish the proposed development outlined in this subsection (3).**
- (4) A secondary recommendation may be submitted by the consultant that includes maximizing the long-term revenue generating opportunities of the campus property while taking into consideration the infrastructure needs to accomplish the proposed development outlined in subsections (3)(a) through (b) of this section and compatibility with the needs of the department of social and health services and the department of health, including the needs of the individuals they serve.*
- (5) It is the intent of the legislature to prioritize up to \$125,000,000 in funding for the nursing facility replacement on the Fircrest residential habilitation center campus in the 2021-2023 fiscal biennium.<sup>2</sup>*

OFM hired MAKERS architecture and urban design to lead an interdisciplinary team of consultants (consultants) to work with the stakeholders named above and make land use assessment recommendations for the campus. The following report outlines the process and products of this study.

## Property Overview

The Fircrest School campus (campus) is a 92-acre site owned by Washington State and located in a residential area within the City of Shoreline. It is adjacent to two parks, Hamlin Park to the north and South Woods to the southeast, as well as two schools that are east of the site: Kellogg Middle School and

---

<sup>2</sup> Washington State Legislature, Budget Proviso for Fircrest School Land Use Assessment, ESSB 6248, p. 48



Shorecrest High School. A major arterial, 15<sup>th</sup> Avenue S, runs along the west side of the campus and NE 150<sup>th</sup> Street provides access to the southern portion of the site.

The large campus has varied topography, with sloped areas both within and at the edges of the site, many of which are forested with large, mature trees. The site also includes several open, relatively flat areas, particularly in the southeast, the southwest, the northeast, and a portion of the northwest corner of the site.

The primary use of the site today is by the Fircrest School, a residential habilitation center (RHC) that provides long-term nursing care, supported independent living, and job training for people with developmental disabilities. The Washington State Department of Social and Health Services (DSHS) manages the school, which serves approximately 200 residents.<sup>3</sup>

**Figure 2 Image of the Fircrest School campus and surrounding neighborhood in Shoreline, Washington**



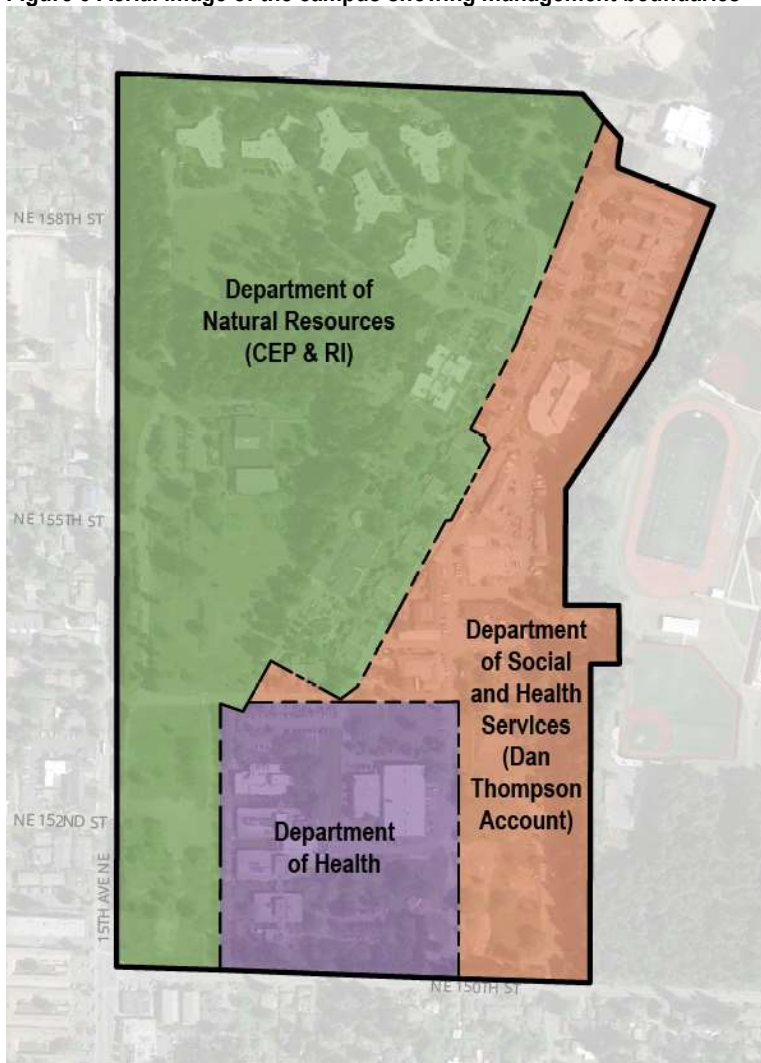
Also located on the campus are the Public Health Laboratories (PHL), operated by the Washington State Department of Health (DOH). The laboratories support several of the state’s public health programs, including newborn health screening, testing and outbreak tracking for infectious diseases, and testing for

<sup>3</sup> Washington Department of Social & Health Services (DSHS) , *Fircrest School Campus Master Plan Phase III (2016-437)* (Olympia, Washington: 2017).

environmental contaminants. The PHL is located on a separate parcel from the Fircrest School and the site is owned by DOH.

Two different legal frameworks guide the management of campus lands outside of DOH's property. DSHS manages the Dan Thompson Memorial Developmental Disabilities Community Services Account (Dan Thompson Account) to help support individuals living with developmental disabilities that use community-based services.<sup>4</sup> The Washington Department of Natural Resources (DNR) manages much of the western portion of the site through the Charitable Education, Penal and Reformatory Institutions (CEP & RI) Trust. These lands generate revenue and support certain state institutions, including those managed by the Department of Corrections and DSHS.<sup>5</sup> DNR leases the land to DSHS at no cost and several Fircrest RHC facilities are located there, including the existing long-term care nursing facility.

**Figure 3 Aerial image of the campus showing management boundaries**



<sup>4</sup> Washington State Department of Natural Resources (DNR), *Recommendations on the Underutilized Portions of the Fircrest Campus* (Olympia, Washington: 2019), 4.

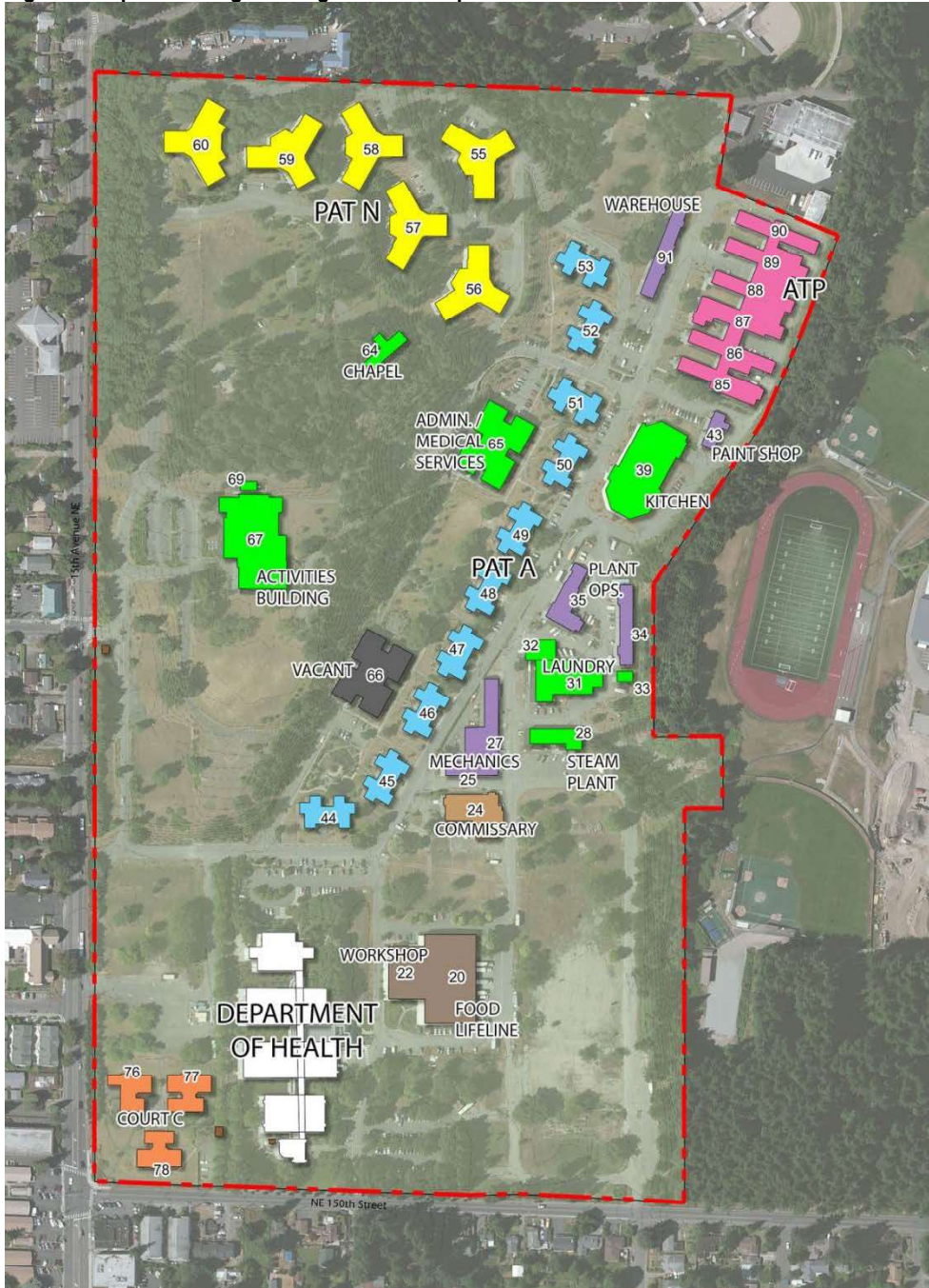
<sup>5</sup> DNR, *Recommendations 2019*, 3.



## Future Needs and Opportunities

The Fircrest Residential Habilitation Center (RHC) has two residential programs; a nursing facility that provides individualized healthcare and activities to persons who have unique medical needs (Pat N in Figure 4), and an intermediate care facility for individuals with intellectual disabilities (ICF/ID) that provides individualized habilitative services. (Pat A in Figure 4).

**Figure 4 Map of existing buildings on the campus**



*Map of existing buildings from the Fircrest School Campus Master Plan Phase III (Phase III Master Plan)*



Several of the Fircrest RHC facilities are aging and many will require extensive upgrades or replacement in the coming years. DSHS initiated a multi-phase master planning process for the Fircrest School in 2010, identifying building and infrastructure improvement needs, as well as potential future uses of the site. Phase III of this multi-year master planning effort was completed in 2017, and focused on immediate facility needs, such as the replacement of the nursing facility and the relocation of the ATP functions into the vacant building 66. A following study, published in 2018, developed a schematic design for the new nursing facility.

Since these plans were published, DSHS identified the Fircrest School campus as a potential site for a 48-bed behavioral health center, as part of a state-wide effort to provide better access to mental health services for those suffering from acute mental illness. Studies completed in early 2020 provide a schematic design for the facility proposed at the campus.

In order to proceed with any changes at the Fircrest School, DSHS must submit a Master Development Plan to the City of Shoreline, outlining proposed changes to the campus and demonstrating how the development aligns with the City's current zoning and regulations. The Master Development Plan process requires a significant investment of time and resources on the part of the applicant, and the State has not yet been able to complete this process. (More information on the City of Shoreline regulations and the Master Development Plan process are provided in Section 3 – Summary of the Existing Conditions of the Fircrest School Campus and in Appendix A.)

DOH completed a master plan in 2010 for the PHL facility at the southern end of the campus. The original vision for expansion included in the earlier master plan has been scaled back in recent years. At the time of the study, PHL did not identify a need to expand beyond the boundary of their current site. However, ongoing coordination is necessary between DOH and DSHS to ensure that future plans for the campus do not interfere with PHL infrastructure improvements and operations.

Finally, though DNR does not have a physical presence on the campus, the department manages the western portion of the site for the CEP & RI trust. DNR must manage all trust land for the maximum benefit of trust beneficiaries. In 2019, DNR and OFM co-led a study to develop recommendations for potential future uses for underutilized portions of the campus. DNR and OFM were unable to come to agreement on the recommendations before submittal to the Legislature, so the final report included recommendations from both departments.

This Land Use Assessment has considered previous planning efforts and has worked with DOH, DNR, DSHS, OFM, and the City of Shoreline to understand current facility, operation, and agency needs. The recommendations of this report represent the consultants' perspective on how to address existing and near-term future needs and take advantage of land use opportunities.

# Section 3

## Summary of the Existing Conditions of the Fircrest School Campus

The following section summarizes the key findings from the Existing Conditions Report that the consultants developed at the outset of the project. It provides an overview of current facilities based on the consultants’ review of previous planning documents and is supplemented with information gathered from early stakeholder interviews. It also includes new information about the site gathered for this report, including a market assessment for real estate development, a review of environmental critical areas, an assessment of existing infrastructure conditions and future needs for the campus, and an assessment of transportation considerations for the campus and surrounding neighborhood. The summary below highlights findings from this report that were most critical or relevant to the consultants’ work and the ultimate recommendations of this study. The full report is included as Appendix A to this report.

### Previous Planning Efforts and Existing Facilities on Campus

As noted in the introduction, this Land Use Assessment is preceded by over a decade of facilities and master site planning efforts for the campus. Table 2 Summary of previous campus planning efforts lists the most recent plans and notes how the consultants incorporated that information into this Land Use Assessment.

**Table 2 Summary of previous campus planning efforts**

| Document / Year  | Summary  |
|--|--|
| Behavioral Health: Community Civil 48 Bed Capacity State Owned, Mixed Use - Pre-Design Report Multiple Sites, 2020       | These two architectural reports provided the background information and schematic design layouts for the 48-bed behavior health facility. The consultants used the schematic design layout for the facility included in these reports to determine how various sites across the campus might accommodate this facility.          |
| Behavioral Health: Community Civil 48 Bed Capacity State Owned, Mixed Use - Pre-Design Report - Prototype Building, 2020 |  |
| Recommendations on the Underutilized Portions of the Fircrest Campus, 2019   | The consultants referenced background content and stakeholder input included in this report by DNR, in consultation with the Washington State Office of Financial Management (OFM) and reviewed both DNR and OFM’s recommendations.  |
| Predesign Study: Nursing Facility New Capacity at Fircrest School, 2018  | The consultants used the schematic design layout for the nursing facility included in these reports to determine how various sites across the campus might accommodate this facility.  |
| Fircrest School Campus Master Plan Phase III, 2017   | The consultants did a close review of this most recent campus master plan to gather information on existing conditions of Fircrest School facilities and infrastructure, and review the improvements needs identified in the plan. This plan also provided an overview of how Fircrest School programs currently use the campus. |
| Public Health Laboratories 20-year Master Plan, 2010   | The consultants reviewed this older master plan for the PHL and discussed with DOH staff what elements of this remain relevant to current and future plans for the PHL, and how their facility expansion plans have changed in the subsequent decade.  |

## Fircrest School Facilities Overview

The Fircrest RHC serves approximately 200 people with intellectual or developmental disabilities through the Nursing and the Intermediate Care (ICF/ID) facilities. The school also operates an Adult Training Program (ATP), where residents can access training and educational opportunities to enhance their ability for independent living.

The Fircrest School Campus Master Plan Phase III (Phase III Master Plan) conducted a thorough assessment of current facilities and concluded that many will require extensive upgrades or replacement in the coming years.<sup>6</sup> An overview of facilities and programs discussed in this Land Use Assessment follows:

### Nursing Facility

**Figure 5 Image of one of the existing nursing buildings**



The Nursing Facility provides long-term nursing care to a current population of 93 residents. Approximately 75% of these patients have chronic physical disabilities and require regular ambulatory care. The existing facilities includes six Y-shaped buildings, with a total area of 83,200 sf. Consolidating operations into a single building, or separate structures with easier access between facilities, would reduce some operational and staffing costs for Fircrest School.<sup>7</sup>

The existing buildings require significant upgrades to repair systems and bring buildings up to current code. DSHS plans to construct a new nursing facility, once a location has been determined, and demolish the existing buildings once the new facility is complete. Identifying locations for a 1-story and a 2-story new nursing facility are key deliverables of this study.

### Intermediate Care Facility

Fircrest School is also home to a community of 133 residents in the ICF/ID. This program provides supervision and medical/nursing support for patients who need support but not full-time nursing care. The residents occupy 10 cottages that are at maximum capacity, given the age and condition of the structures.<sup>8</sup> The Phase III Master Plan found these cottages to be adequate for their current use, but noted that structure improvements, repairs, and some renovations of the interiors will be needed in the future.<sup>9</sup>

---

<sup>6</sup> DSHS, *Phase III Master Plan*, 15-30.

<sup>7</sup> DSHS, *Phase III Master Plan*, 3.

<sup>8</sup> DSHS, *Phase III Master Plan*, 24.

<sup>9</sup> DSHS, *Phase III Master Plan*, 24.

## Adult Training Program

Figure 6 Image of the existing ATP building



The Adult Training Program (ATP) offers Fircrest residents opportunities to learn skills for independent living, employment, and participation in the community beyond the school. The existing ATP building is 52,633 sf and was built in 1942 as part of the original Naval hospital at the site. Adult training programs utilize approximately half of the building, with the remaining portion of the building used for administrative offices.

In 2019, the Legislature allocated initial funds for DSHS to renovate Building 66 (currently vacant) and move the programs currently located in the ATP site to this location. Once all of the programs currently housed in the existing ATP building have been relocated, DSHS plans to demolish the building, as renovation is not feasible given

the building's condition.

### Activities Center

The campus also includes an activities center building, which Fircrest School residents use to for some ATP classes and to attend social events. The building includes a pool, but Fircrest School no longer operates this due to system renovation needs. The building has suffered some deferred maintenance but is otherwise in good condition.<sup>10</sup>

### Chapel

A chapel on the campus, which is open for services on Sunday mornings, is eligible for the National Register of Historic Places (NRHP). In November 2020, the Shoreline Preservation Society, a community non-profit group, informed the Mayor and City Council of Shoreline of the organization's plans to pursue landmark designation of the structure and 3 acres of the surrounding land.

### Behavioral Health Center (BHC)

In addition to DSHS' existing Fircrest RHC operations, Governor Inslee and the Washington State Legislature recently directed DSHS to begin development of three small community-based behavioral health facilities across the state. DSHS is exploring the campus as a site for a 48-bed facility. The goal of this facility is to provide increased access to mental health services, provide support services once hospital treatments are complete, and prevent or divert people from being committed to state hospitals.<sup>11</sup> See Section 6 – Campus-wide Alternatives for more details.

### Public Health Laboratories (PHL) Facility Overview

Located on the southern portion of the campus, the DOH's Public Health Laboratories (PHL) provide a range of diagnostic and analytical functions to identify and track infectious/communicable diseases,

---

<sup>10</sup> DSHS, *Phase III Master Plan*, 27.

<sup>11</sup> Washington Department of Social & Health Services (DSHS), *Behavioral Health: Community Civil 48-Bed Capacity* (Olympia, Washington: 2020), 8.

heritable/genetic diseases, and environmental contamination. The PHL also provides training, consultation with clinical and environmental laboratories, and scientific leadership in developing public health policy.<sup>12</sup>

The PHL's current building is approximately 65,000 sf, with each of the PHL program areas occupying a separate wing of the building. The PHL staff estimate that roughly 300 staff work at the facility.<sup>13</sup> DOH completed a master plan for the PHL in 2010, which identified the potential for several improvements and two new wings at the facility. DOH reduced the scope of that plan in subsequent years and does not foresee a need for expanding beyond the current boundaries of its property.

## Regulatory Framework

### Comprehensive Plan and Zoning

The campus has a land use designation of Institution/Campus. The plan describes the campus as a major employer within Shoreline, including both the Fircrest School and the Public Health Laboratories. Multiple policies within the comprehensive plan focus on the potential for greater economic opportunities at the site.<sup>14</sup>

The overall campus is zoned and mapped as the Campus Zone (C), though the City has further sub-zoning as described in SMC 20.40.045: The DOH PHL is zoned Public Health Laboratory Zone (PHZ), and the rest is zoned Fircrest Campus Zone (FCZ). Table 3 summarizes allowed uses for these zones. Multifamily housing and commercial uses are not currently allowed in Campus zones pursuant to SMC 20.30.060 and 20.30.353.

---

<sup>12</sup> Washington Department of Health (DOH) *Public Health Laboratories Directory of Services* (Olympia, Washington: 2020).

<sup>13</sup> Office of Financial Management (OFM), Phone Interview with PHL Staff, September 10, 2020.

<sup>14</sup> City of Shoreline, *Comprehensive Plan* (Shoreline, Washington: 2012), 105.

**Table 3 Allowed uses for the Public Health Laboratory (PHZ) and Fircrest Campus (FCZ) zones per Shoreline Municipal Code 20.40.150 Campus Uses**

| SPECIFIC LAND USE  | FCZ | PHZ |
|--|-----|-----|
| Child and Adult Care Services  | P-m |     |
| Churches, Synagogue, Temple  | P-m |     |
| Food Storage, Repackaging, Warehousing and Distribution  | P-m |     |
| Fueling for On-Site Use Only   | P-m |     |
| Home Occupation  | P-i |     |
| Housing for Disabled Persons   | P-m |     |
| Library  |     | P-m |
| Light Manufacturing  | P-m |     |
| Maintenance Facilities for On-Site Maintenance   | P-m | P-m |
| Medical-Related Office or Clinic (including personal care facility, training facilities, and outpatient clinic)  | P-m | P-m |
| State Owned/Operated Office or Laboratory  | P-m | P-m |
| Nursing Facility   | P-m |     |
| Personal Services (including laundry, dry cleaning, barber and beauty shop, shoe repair, massage therapy/health spa)                                     | P-m |     |
| Power Plant for Site Use Power Generation Only   | P-m | P-m |
| Recreational Facility  | P-m |     |
| Research Development and Testing   | P-m | P-m |
| Residential Habilitation Center and Support Facilities   | P-m |     |
| Social Service Providers   | P-m |     |
| Specialized Instruction School   | P-m |     |
| Support Uses and Services for the Institution On-Site (including dental hygiene clinic, theater, restaurant, book and video stores and conference rooms) | P-m | P-m |

*P = Permitted Use*

*P-i = Permitted Use with Indexed Supplemental Criteria*

*P-m = Permitted Use with approved Master Development Plan*



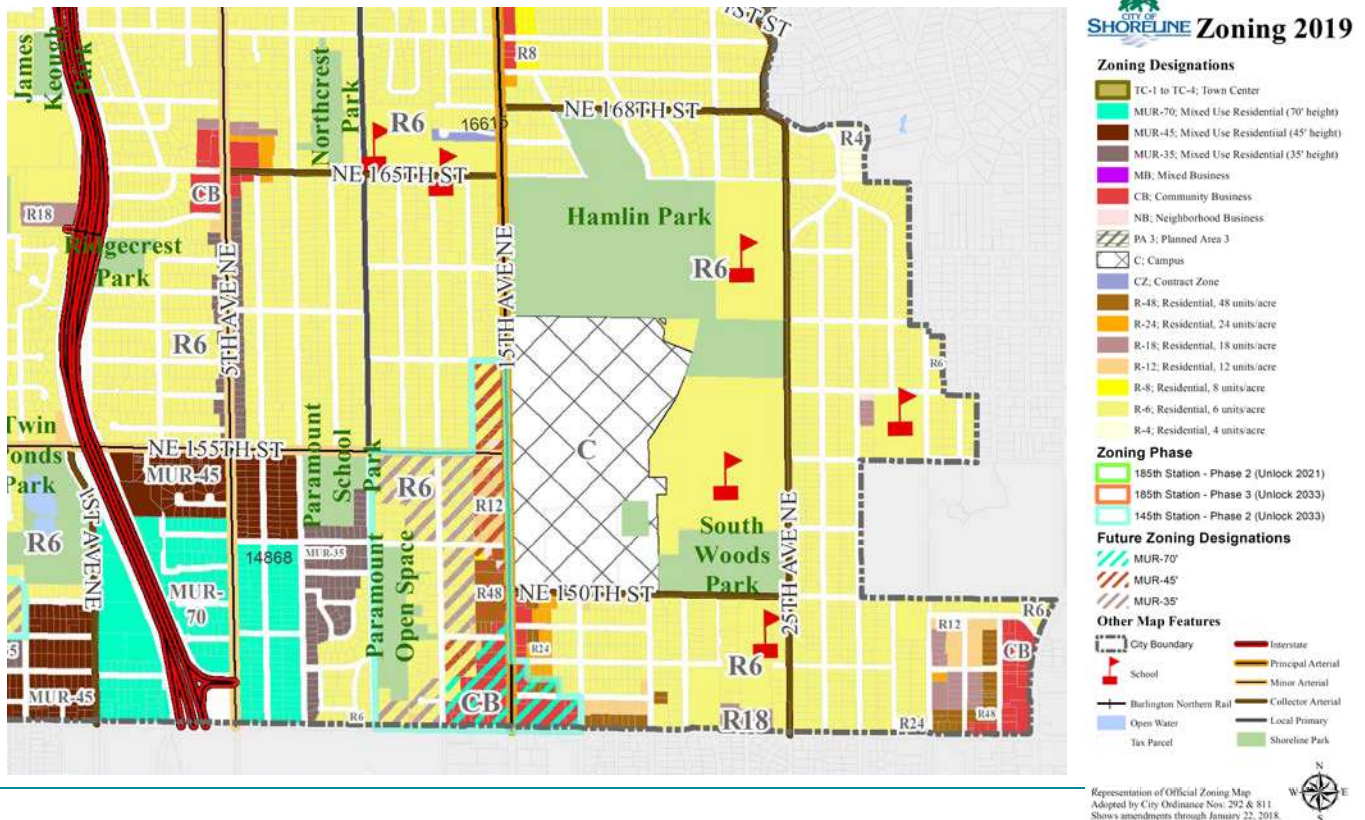
## Surrounding Land Use and Zoning Context

The land use context surrounding the campus is predominantly residential. Adjacent uses, however, are a mix of parkland, schools, mixed-residential, and commercial uses. The 15<sup>th</sup> Avenue NE corridor functions as the front door of the campus to the west and features a mix of commercial and low-density multifamily uses toward the south and mostly single family uses toward the north. Heavily wooded Hamlin Park borders the campus to the north and Shorecrest High School and South Woods Park border the campus to the east behind a buffer of tall trees. Northeast 150<sup>th</sup> Street borders the campus to the south and single-family uses exist across the street.

Figure 7 illustrates zoning in the campus vicinity. While R-6 is the predominate zone in the area, the property across the street from 15th Avenue NE features mostly R-12 and R-48 zoning. Those properties are part of a phased Mixed-Use Residential (MUR) zone with a 45-foot height limit that is scheduled to unlock in 2033 as a part of the 145<sup>th</sup> Street Station Subarea Plan. The block of NE 150<sup>th</sup> Street east of 15<sup>th</sup> Avenue NE includes a mix of Community Business, R-48, R-24, and R-6 zoning.

Light rail will come to Shoreline by 2025 with the closest station at NE 145<sup>th</sup> Street, just over a half-mile from the southwest corner of the campus. However, due to the large block sizes in the area, and the interruptions of the street grid by Paramount Park and its stream/wetland corridor, the functional distance to the station is closer to one mile from the southwest corner of the site. The 145<sup>th</sup> Street Station Subarea Plan instituted a phased zoning approach for the neighboring areas directly west and southwest of the campus, which will be automatically up-zoned in 2033 to Mixed-Use Residential (MUR) with 45-foot height limits across the street from the campus and up to 70-feet to the south. (See blue-green and dark brown areas in Figure 7.)

Figure 7 Zoning in the area surrounding the campus



## Master Development Plan (MDP)

Applicants for a new use, expanded use, or redevelopment within the Campus zone must prepare a master development plan per SMC 20.30.353. Existing plans may be amended, subject to restriction. The plan must describe phasing over 20 years along with environmental and community benefits, infrastructure capacity or expansion, and architectural design concepts. Master plan developments must adhere to specific development standards, summarized in Table 4.

**Table 4 Master Development Plan development standards**

| Summary list of MDP development standards (per SMC 20.30.353(D)) |  |
|--|--|
| 1.   | Density is limited to a maximum of 48 units per acre.  |
| 2.   | Height is limited to a maximum of 65 feet.   |
| 3.   | Buildings must be set back at least 20 feet from property lines at 35 feet building height abutting all R-4 and R-6 zones. Above 35 feet buildings shall be set back at a ratio of two to one.   |
| 4.   | New building bulk shall be massed to have the least impact on neighboring single-family neighborhood(s) and development on campus.   |
| 5.   | At a minimum, landscaping along interior lot lines shall conform with the standards set forth in SMC 20.50.490.  |
| 6.   | Construction of buildings and parking areas shall preserve existing significant trees to the maximum extent possible. Landscaping of parking areas shall at a minimum conform with the standards set forth in SMC 20.50.500.   |
| 7.   | Development permits for parking shall include a lighting plan for review and approval by the Planning Director. The lighting shall be hooded and directed such that it does not negatively impact adjacent residential areas.  |
| 8.   | The location, material, and design of any walkway within the campus shall be subject to the review and approval of the Planning Director.  |
| 9.   | Where adjacent to existing single-family residences, campus roadways and parking areas shall be landscaped as much as possible in the space available to provide a visual screen. The amount and type of plant materials shall be subject to the review and approval of the Planning Director. |

The preparation of a Master Development Plan and the accompanying environmental analysis are the responsibility of the applicant. The fee for the MDP permit as summarized in a 2019 City of Shoreline staff report is \$29,353, with SEPA review adding between \$4,635-\$8,033. Applicants are encouraged to develop a consensus-based master development plan through outreach to the community and stakeholders as set forth in SMC 20.30.085. The Master Development Plan review timeline is 120 days and approval is based on the criteria listed in Table 5. Master Development Plans shall expire 20 years after City approval.<sup>15</sup> The State has made multiple attempts to begin the MDP process in the last decade but has not completed an MDP application.

---

<sup>15</sup> Nathan Daum and Rachel Markle. "Discussing Fircrest Master Plan and Underutilized Property Land Use Options" in *City Council Meeting Agenda* (Shoreline, Washington: February 4, 2019).



**Table 5 Master Development Plan decision criteria**

| Summary list of MDP decision criteria (per SMC 20.30.353(B)) |   |
|--|---|
| 1.   | The project is designated as either campus or essential public facility in the comprehensive plan and development code and is consistent with goals and policies of the comprehensive plan.   |
| 2.   | The master development plan includes a general phasing timeline of development and associated mitigation.   |
| 3.   | The master development plan meets or exceeds the current critical areas regulations, Chapter 20.80 SMC, Critical Areas, or Shoreline Master Program, SMC Title 20, Division II, if critical areas or their buffers are present or project is within the shoreline jurisdiction and applicable permits/approvals are obtained.   |
| 4.   | The proposed development uses innovative, aesthetic, energy-efficient and environmentally sustainable architecture and site design (including low impact development stormwater systems and substantial tree retention) to mitigate impacts to the surrounding neighborhoods.   |
| 5.   | There is either sufficient capacity and infrastructure (e.g., roads, sidewalks, bike lanes) in the transportation system (motorized and nonmotorized) to safely support the development proposed in all future phases or there will be adequate capacity and infrastructure by the time each phase of development is completed. If capacity or infrastructure must be increased to support the proposed master development plan, then the applicant must identify a plan for funding their proportionate share of the improvements. |
| 6.   | There is either sufficient capacity within public services such as water, sewer and stormwater to adequately serve the development proposal in all future phases, or there will be adequate capacity available by the time each phase of development is completed. If capacity must be increased to support the proposed master development plan, then the applicant must identify a plan for funding their proportionate share of the improvements.  |
| 7.   | The master development plan proposal contains architectural design (including but not limited to building setbacks, insets, facade breaks, roofline variations) and site design standards, landscaping, provisions for open space and/or recreation areas, retention of significant trees, parking/traffic management and multimodal transportation standards that minimize conflicts and create transitions between the proposal site and adjacent neighborhoods and between institutional uses and residential uses.              |
| 8.   | The applicant shall demonstrate that proposed industrial, commercial or laboratory uses will be safe for the surrounding neighborhood and for other uses on the campus.   |

### Future Approaches to the Site

City staff prepared a memo to City Council for their February 4, 2019 meeting to provide background information on the Fircrest School campus, including current zoning, relevant policy language, comprehensive plan designation, previous City Council discussion and workshops involving the campus, related plans, and recent/ongoing campus master planning efforts. The intent of the discussion was for staff to understand City Council’s preference for the role, if any, that the Council would like the City to play in identifying uses for any underutilized properties at the Fircrest School campus. Staff has identified four primary ways (Options A-D) in which the State, future property owners, or the City could be involved in determining uses and/or zoning of the campus.<sup>16</sup>

- Option A: Master Development Plan (MDP)
- Option B: State Agency Initiated Comprehensive Plan and Concurrent Rezone

---

<sup>16</sup> Daum and Markle, “Discussing Fircrest Master Plan”.

- Option C: Council-Initiated Comprehensive Plan Amendment and Concurrent Rezone of All or Part of the Fircrest School Campus
- Option D: City-Initiated Comprehensive Plan and Development Plan Text Amendments Modifying Campus Land

See Appendix A for background on each option, including summaries from City staff on the pros and cons of each.

## Key Findings from Regulatory Framework

The consultants’ review of the current regulatory conditions resulted in several findings of significance to the final recommendations of this report.

- The campus is in a predominantly residential area within the City of Shoreline and the community may have strong opinions on significant changes or the type, character, and intensity of future redevelopment.
- City policies indicate a desire to bring new uses, economic development opportunities, and jobs to the site.
- The City’s requirement for a Master Development Plan (MDP) for all campus development is a significant permitting process that has resulted in several prior attempts by the State, but no resolution or completed application to date.
- Future development of excess campus property will require a comprehensive plan amendment and rezone.

## Environment, Infrastructure, and Transportation

### Environmental Critical Areas

The campus is located within the Thornton Creek sub-basin of the Cedar-Sammamish watershed (WRIA 8); most of the site is located in a relatively flat broad valley, but a hill in the northwest corner extends approximately 40 to 60 feet above the interior gradient. Along the east property line, the gradient increases approximately 35 feet, steeply in some areas. The site has patchy forest stands, though most of the vegetated areas on campus are maintained as lawn with ornamental landscaping.

### Geologic Hazards

Slopes that are likely to meet “steep slope” criteria are located along the east property boundary. The northeast side of the campus is at the toe of a slope with a gradient of approximately 35% to 45%.<sup>17</sup> Golder Associates completed a preliminary geotechnical assessment for the Fircrest School Site in 2002. That report did not document any regulatory requirements for on-site or adjacent slopes in the landscape. However, site topography and City of Shoreline GIS Property Information maps indicate a regulated geologic hazard is likely present in the northeast side of the property. This would require a 50-foot buffer, though this could be reduced to a minimum of 15 ft with further study by a geotechnical engineer.

---

<sup>17</sup> King County, “iMap Topography,” King County GIS Center, August 22, 2018, <https://www.kingcounty.gov/services/gis/Maps/imap.aspx>.

## Hamlin Ditch Drainages

Drainage ditches which feed into the Hamlin Creek system are mapped by some sources, including WDFW, on the east side of the campus. The City of Shoreline reviewed on-site drainages in 2009 to determine their jurisdictional status. The City concluded that independent studies prepared by qualified professionals demonstrate City-mapped tributaries on the campus and in Hamlin Park to the north do not meet the City's definition of a regulatory stream. A current site walk supports the City's characterization of the drainages as an artificial system for stormwater flows. Permitting requirements and site constraints would be limited to direct impact to the drainages.

## Wetlands

Prior studies and referenced public resources identified no wetlands on the campus. It is possible some segments of the Hamlin Ditch drainages may exhibit wetland characteristics, but since ditch wetlands are not regulated as wetlands under city code, no buffer is required.

## Trees

The campus contains a number of forest patches that are scattered throughout the site. Although significant trees are not a critical area, tree canopy is a part of the City's natural resource management. The City manages tree conservation under SMC 20.50, subchapter 5.

The City of Shoreline defines significant and landmark trees as follows per SMC 20.20.048.

- **Significant tree:** Any tree eight inches or greater in diameter at breast height if it is a conifer and 12 inches or greater in diameter at breast height if it is a non-conifer (excluding those trees that qualify for complete exemptions under SMC 20.50.310(A).)
- **Landmark tree:** Any healthy tree over 30 inches in diameter at breast height or any tree that is particularly impressive or unusual due to its size, shape, age, historical significance, or any other trait that epitomizes the character of the species, or that is a regional erratic.

A tree inventory would be needed to determine the condition and status of trees proposed for removal.

## Transportation

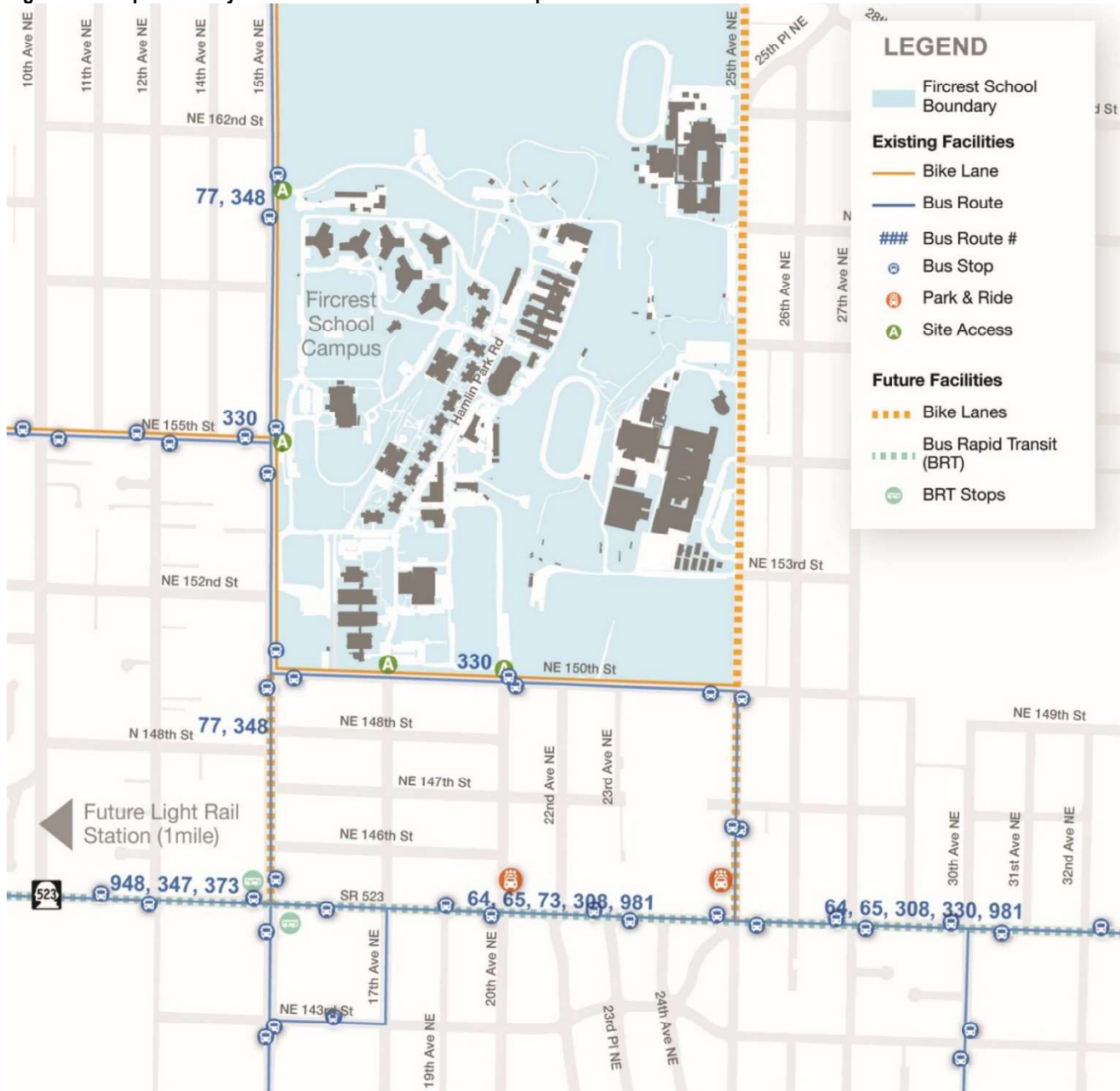
The Fircrest School campus is bound by 15th Avenue NE to the west, NE 150th Street to the south, 25th Avenue NE to the east and Hamlin Park Road to the north and east. Figure 8 illustrates the transportation system surrounding the campus including major streets, bicycle facilities, and transit service and stops. Access to the campus is provided at the signalized 15th Avenue NE at NE 155th Street intersections and along NE 150th Street at unsignalized intersections with 17th Avenue NE and 20th Avenue NE. Private roads and driveways provide circulation on-site, except for NE 160th Street which is a City local secondary street. The campus is well-served by transit but walking distance from within the campus could be far depending on the location.

## Considerations for Adjacent Streets

A grid network of streets surrounds the campus and provides good connectivity for driving, walking, and biking. The site is less than a five-minute drive from Interstate (I) 5 and State Route (SR) 522. Most amenities and commercial uses are south of the site along NE 145th Street including the nearest grocery store, QFC, which is approximately ½-mile from the site.

The lack of sidewalks and fencing along the 15th Avenue NE campus frontage presents a barrier for walking and biking to and from campus. Enhancing the 17th Avenue NE entrance to have more of a front door feel brings the campus closer to the sidewalk, bicycle, and transit facilities. The City of Shoreline's Transportation Master Plan anticipates poor operations, higher traffic volumes, and more congestion on 15th Avenue NE.

Figure 8 Transportation system near the Fircrest School campus



The map above illustrates the street system, bicycle, and transit service and facilities in the immediate area of the campus.

## Infrastructure

### Summary of existing infrastructure

#### Water

According to the Phase III Master Plan, the campus-wide water system is not adequate to serve fire sprinkler needs. In July 2017, the laundry facility caught fire and burned to the ground. It was the opinion of the fire department that the water flows were not sufficient due to capacity issues. A 2019 report with joint recommendations from DNR and OFM<sup>18</sup> proposes possible solutions:

- **Provide an additional water source for the property, such as water tanks.** This would help meet the surge in demand in the event of a fire. The Phase III Campus Master Plan includes a proposed location for the water tanks in the upper northwest corner of the campus. According to DSHS, this is based on elevation and proximity to the current North City Maintenance Facility. Prior to the completion of the Master Plan, North City Water District and DSHS had discussed a location to add system capacity, and North City had recommended this location at the upper northwest corner of the campus. It does not appear that proposed development will conflict with this recommended location.
- Include all of the campus within the North City Water District system. The site is currently self-managed.

Given the ongoing nature of this discussion, the consultants did not make specific assumptions on water utilities, but the site plans within this report did reserve space for the location of water tanks in the far northwest corner of the campus.

#### Stormwater

According to publicly available GIS data, there is a closed storm system serving the site, which feeds into public storm sewers (operated by the City of Shoreline).

- There is limited information on capacity of the system, and further research will be needed to investigate drainage complaints in the public storm sewer system downstream of the site. Some buildings on the south end of the site had previously experienced localized flooding in basements. This potentially indicates high groundwater in select areas and/or inadequacies in the stormwater system. Area 6 (southwest corner) is the lowest part of the campus. However, this area drains into a system leaving the campus at the southwest corner that eventually outlets into wetlands to the southwest.
- Increased runoff from new roofs and impervious parking areas are not anticipated to overburden the existing system. Any proposed developments that increase sources of runoff will require new on-site flow control facilities to mitigate the off-site flow to pre-developed levels.
- On the eastern portion of the site, the closed system is fed by an open drainage swale which runs along the east side of Hamlin Park and enters the on-site closed system just north of Hamlin Park Rd/NE 160th St.
- Discussions with the City of Shoreline indicate the City does not classify the aforementioned western reach as a stream, but rather as a drainage. The drainage would not be regulated under Shoreline Municipal Code Chapter 20.80. However, an Administrative Order (#000110-081909 by the City Director of Planning and Redevelopment Services) noted that the State may still consider this drainage a “water of the state” per WAC 220-110-020 (107). If so, additional requirements or restrictions may

---

<sup>18</sup> DNR, *Recommendations 2019*

apply from the State. Additionally, GIS identifies the reach as potentially requiring Hydraulic Project Approval (HPA) from WSDOT.

### Sanitary Sewer

Ronald Wastewater District operates two sewer mains which run through the property.

- The 2019 Recommendations report<sup>19</sup> mentions that the existing sewer system has excellent site coverage and capacity, and notes that some system modifications are needed to place the Fircrest School on a separate system so that potential future third party users can have their own services. According to the Ronald Wastewater District, although the sewer main is in good condition, laterals are not necessarily in good condition (see below).
- Despite excellent coverage and capacity, the information available seems to suggest that repairing or replacing much of the system may still be necessary (due to old and deteriorated side sewers, and asbestos-lined pipes).
- It is possible that the existing sewer mains servicing the site provide adequate capacity; however, this should be confirmed.

### Stormwater management considerations with development

Flow control and water quality facilities will be needed to treat new roofs and impervious parking areas, thus some land area (or multiple areas) will need to be dedicated to stormwater facilities, such as ponds.

Appendix D of the Phase III Master Plan proposed ponds at five locations throughout the campus. As an alternative, underground detention could be used under proposed parking areas, although ponds are often the more economical solution. Infiltration and dispersion will also need to be evaluated, and if feasible, some land area will need to be dedicated to this as well.

### Infrastructure considerations with development

#### Telecommunications

Lumen (formerly CenturyLink) currently services the site. However, if desired, there is opportunity to work with other telecommunication service providers such as Comcast and Ziply, as each of these utilities own network facilities adjacent to the site, along 15th Avenue NE.

#### Gas

Puget Sound Energy (PSE) currently services and maintains existing gas utilities on the site. One single remote meter set near NE 150th Street and 20th Avenue NE provides branch connections throughout the property which services multiple buildings. Need to coordinate with PSE on future development needs.

#### Electrical

Electrical services are provided by Seattle City Light (SCL). Per the Phase III Master Plan, electrical service extends from NE 150th Street and is distributed to the site to provide power to the buildings and light poles. It is also understood that an electrical system capital improvement plan was being developed by DSHS which includes rewiring and installing an emergency backup system. Furthermore, DOH is currently designing a boiler-plant to move away from utilizing the Fircrest steam plant as the source of heat for most of the buildings on the campus. To power the boiler-plant, a new transformer in the southwest area of the site would be required.

---

<sup>19</sup> DNR, *Recommendations 2019*



- These electrical site improvement plans will need to be directly coordinated with future site development.
- The Phase III Master Plan proposed siting a new power building in the southeast section of the campus. The consultants considered that location in their site planning.

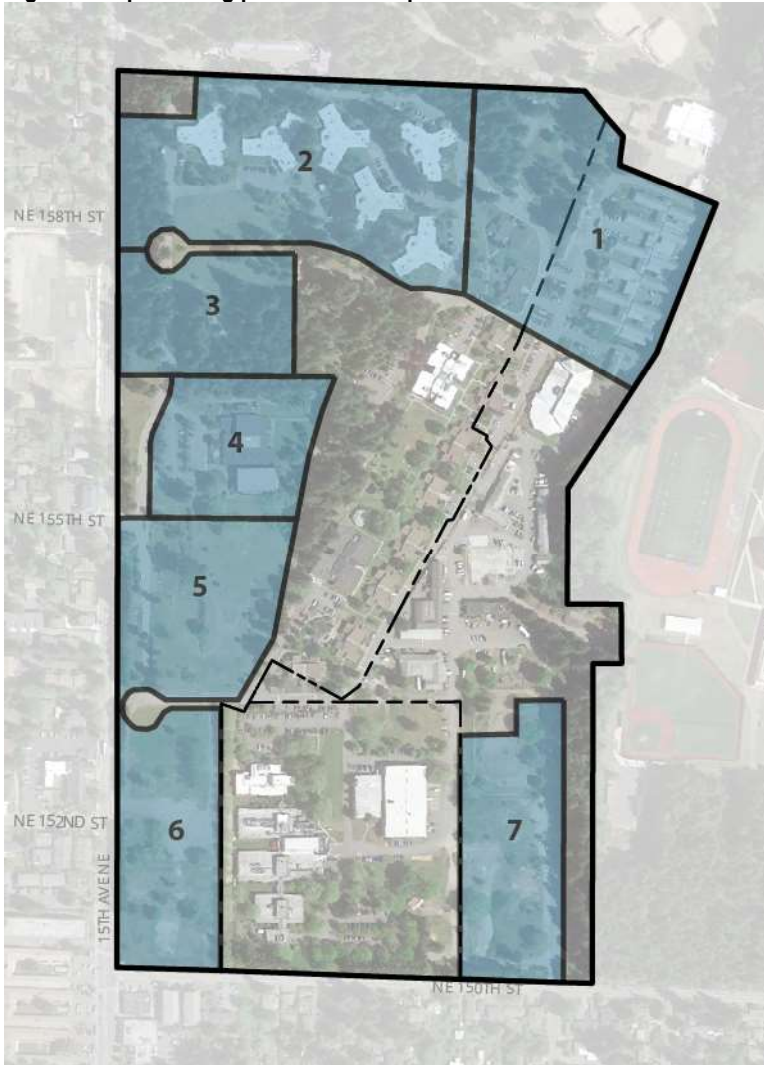
## Key Findings on Environment, Transportation, and Infrastructure

- The City does not classify the existing site drainages as streams, but it is likely that Washington State agencies would regulate the drainages. This could result in additional permit requirements if there are direct impacts to the drainages.
- Steep slopes along the eastern edge of the site could result in a 50-foot buffer for redevelopment. However, it is possible that this buffer requirement could be reduced significantly with additional technical review by a geotechnical engineer.
- The existing water system is not adequate to meet existing fire safety standards for the campus.
- Stormwater system for the site lacks documentation, so further assessment of stormwater management requirements is needed.
- Electrical site improvement plans currently in development by both DOH and DSHS will need to be directly coordinated with future site development, particularly in the southeast corner of the site.
- Existing stands of trees on the site may meet the City’s definition of significant trees. A full survey of the site’s trees would indicate the number of trees and verify if any individual trees meet the City’s landmark definition.
- The removal of trees from properties zoned NB, CB, MB, TC-1, 2, and 3, and MUR-70’ – unless within a critical area or critical area buffer – is exempt from the permit requirements of the City’s Tree Conservation, Land Clearing and Site Grading Standards (SMC 20.50.290.) If the rezoning and development of the property is pursued and tree removal is considered, establishing requirements for tree retention and removal will be necessary.
- 15th Avenue NE is projected to have higher traffic volumes and more congestion in the future, so significant redevelopment may result in traffic impacts.
- Given that many residents of Fircrest School have limited mobility, all future development should prioritize accessibility across the campus to remove barriers and promote universal access.

## Assessment of Site Areas

To better understand the campus as a whole, the consultants divided the property into seven potential areas (Areas) for development and assessed the opportunities and challenges of each. The consultants largely followed the areas defined by earlier plans, most notably the Phase III Master Plan. Figure 9 illustrates the individual areas of the campus that this report explored. Table 6 lists the area numbers and descriptive names and highlights the current uses and owners of the land.

**Figure 9 Map showing potential development areas**



**Table 6 Site area numbers, descriptive names, current use, and land owner**

| Number | Descriptive Name    | Acreage (Approximate) | Current Use   | Land Owner                                      |
|--------|---------------------|-----------------------|---|---|
| 1      | Northeast Corner    | 4.3 ac                | Fircrest School<br>(ATP building, cottages and warehouse) | DSHS (eastern portion)<br>DNR (western portion) |
| 2      | Northwest Corner    | 11.7 ac               | Fircrest School (Nursing facility)                        | DNR   |
| 3      | Madrona             | 4.6 ac                | Vacant  | DNR   |
| 4      | Activities Building | 4.4 ac                | Fircrest School<br>(Activities Building)                  | DNR   |
| 5      | Activities South    | 4.5 ac                | Vacant  | DNR   |
| 6      | Southwest Corner    | 5.3 ac                | Vacant  | DNR   |
| 7      | Southeast Corner    | 4.9 ac                | City of Shoreline Dog Park                                | DSHS  |



## Area 1 – Northeast Corner

Figure 10 Aerial image of Area 1



This area of the site is the most remote portion of the campus largely due to topography and the configuration of the existing roads. It is currently where Fircrest School's ATP building is located, though this building will be demolished once the existing programs and offices it holds are relocated to a vacant building on the Fircrest School grounds. Given the remote access to the site and the close proximity to other Fircrest School facilities, the consultants deemed that this parcel would be best used for institutional purposes, such as the Fircrest School nursing facility, or the behavioral health center. See Section 5 for more information about land valuation.

Any future development of the site would need to account for the environmental conditions noted in Section 3. The slope along the eastern portion of the site may require an up to 50' buffer. Two drainages run through the parcel, one below the existing road and the other along the eastern edge of the site in a partially piped ditch. The consultants considered these factors in assessing development options for the site.

## Area 2 – Northwest Corner

Figure 11 Aerial image of Area 2



The Northwest Corner is the highest elevation of the overall campus and the site of Fircrest School's existing nursing facility buildings. The site contains a number of mature trees and is separated from the adjacent 15<sup>th</sup> Avenue S arterial to the west by a wooded ravine. With North Woods Park to the north, the site is well-buffered by forest, and is an attractive site for residential development. See Section 5 for more information about land valuation.

The existing ravine is steep and provides a helpful screen and buffer from 15<sup>th</sup> Avenue S. Sensitive site planning could integrate residential development into the site while also retaining some of the site's existing trees. The Phase III Master Plan identified the far northwest corner of the site as the potential future location of water tanks that will provide additional water capacity for the campus. The consultants considered these elements as they developed conceptual layouts shown in Section 6.

### Area 3 – Madrona

Figure 12 Aerial image of Area 3



Area 3 is located just south of Area 2 and is often referred to as the Madrona site. It is a vacant and largely forested area. The Fircrest School chapel is adjacent to the site to the east and the activities buildings is to the south. This is DSHS’s preferred site for the new nursing facility. Given the existing trees and the proximity to the chapel, the site could also offer a light recreation and open space amenity for community members and Fircrest School residents. See Section 5 for more information about land valuation.

### Area 4 – Activities Building

Figure 13 Aerial image of Area 4



Just south of Area 3 is Fircrest School’s activities building. The facility is used by Fircrest School residents for ATP classes and social activities. The facility also provides the Fircrest School as space to engage the larger community. Given that the space is currently used by the Fircrest School, the consultants did not explore redevelopment of the site. If new uses are brought to the sites adjacent to this facility, there may be opportunities for partnership and/or shared use of the space.

### Area 5 – Activities South

Figure 14 Aerial image of Area 5



Area 5, a sloped lawn south of the activities center, is an open and attractive location within the campus. The site is elevated above 15<sup>th</sup> Avenue, S, with the Fircrest School to the east and the PHL to the south. The parcel is attractive for redevelopment, but also highly visible from adjacent residential neighborhoods to the west given the topography and lack of trees. See Section 5 for more information about land valuation.

**Area 6 – Southwest Corner**  
**Figure 15 Aerial image of Area 6**



Area 6, the Southwest Corner of the site, is located adjacent to the intersection of 15<sup>th</sup> Avenue S and NE 150<sup>th</sup> Street. The site is flat and open, with a few mature trees within and along the perimeter. The site is at the same elevation of the adjacent streets and is a good opportunity for redevelopment, given the street access and proximity to commercial centers south of the campus. This corner of the site is the closest to the future light rail station at NE 145<sup>th</sup> Street. With the PHL adjacent to the site to the west, future uses that are compatible with, or build on, that existing use will be most beneficial to the overall campus. See Section 5 for more information about land valuation.

**Area 7 – Southeast Corner**  
**Figure 16 Aerial image of Area 7**



Area 7, the Southeast Corner of the campus, is similar in size and scale to Area 6, but has significantly less street frontage as it is adjacent to NE 150<sup>th</sup> Street. to the south and a steep, wooded slope to the east. The City of Shoreline currently leases the site for use as a dog park. The site is flat and largely open, with only a few trees. There have been some reports of drainage issues, which could be due to a high water-table and/or soil conditions or lack of stormwater facilities. The Phase III Master Plan reserved the far northwest corner of the site for a new power building and the consultants took that into account in their site planning.

The consultants assumed development of this site was feasible, though less desirable than areas along the western portion of the site due to the more secluded location. Private development or institutional uses would make sense here. The existing dog park has been an established use thus far next to the PHL; continuing to use the site for active recreation is also possible. See Section 5 for more information about land valuation.



# Section 4

## Description of Analytical Process

### Overview

As early steps of this project, the consultants reviewed existing plans and conducted the background research summarized in Section 3. In addition, the team met with key stakeholders, including staff from DOH, DNR, DSHS, and the City of Shoreline. Next, the team reviewed individual areas of the campus to assess the development opportunities, infrastructural and environmental constraints, and stakeholder needs and preferences for each area. With this foundation of information, the team was able to efficiently develop campus-wide alternatives (see Section 6) and the final recommendations of this plan (see Section 8).

Table 7 outlines the key steps the consultants took in development this Land Use Assessment.

**Table 7 Land use assessment timeline and key process steps**

| September           | October                | November                       | December           | January 2021 |
|---------------------|------------------------|--------------------------------|--------------------|--------------|
| Background Research | Stakeholder Interviews |                                |                    |              |
|                     | Site Visit             |                                |                    |              |
|                     | Site Areas Assessment  |                                |                    |              |
|                     |                        | Early Campus wide Alternatives |                    |              |
|                     |                        | Stakeholder Briefings          |                    |              |
|                     |                        |                                | Final Alternatives |              |
|                     |                        |                                |                    | Final Report |

### Stakeholder Interviews

Through a series of interviews, stakeholders provided information about their role at the campus and gave general feedback on this planning effort. These meetings provided the project team critical insights and a thorough understanding of site considerations and stakeholder perspectives. This section outlines key feedback from the interviews. See Appendix B for full summaries of these initial meetings.

## Key Feedback

### DSHS

- The campus has allowed Fircrest School to evolve to changing needs over time – DSHS is concerned that extensive development could limit the ability to meet future needs.
- DSHS cannot easily predict future needs – the new behavioral health center is an example of that.
- Single story facilities work better for residents and staff. Buildings that include administrative offices on a second floor can work.
- Access to the outdoors is important for all residents, including those in the nursing facility.
- DSHS expressed concerns about some of the City’s permitting process requirements (requiring street improvements, etc.)
- Maintenance facilities will need to be replaced in the future, though some could be consolidated.
- Madrona site is the preferred location for the new nursing facility. The northeast corner of the site, currently occupied by the ATP building is a possibility, but less ideal due to potential impacts to other facilities.

### DNR

- DNR have a legal, fiduciary responsibility governing how they manage trust land, including undivided loyalty to the trust, inter-generational equity, and putting the trust land to productive use.
- DNR staff noted that land valuation has been a key challenge in previous discussions about the future of the campus. It would be helpful to have the City outline what the zoning might be and use that as a base for the assumptions.
- For the Land Use Assessment, DNR wants to see clear, well-defined options for the Legislature to consider.

### DOH

- DOH staff noted that PHL does not have current plans to expand beyond the existing boundaries of their property.
- DOH and PHL are open to redevelopment of portions of the campus, but they have concerns about residential uses adjacent to the PHL facility since the public is sometimes suspicious or has undue concerns about standard laboratory work.
- DOH has developed some plans on the assumption of having a new road from 150th north to building 22/20 and administrative building. This was the road location shown in an earlier version of the DSHS master plan, but in more recent iterations it has shifted further west. PHL prefers the earlier location for that road.

### City of Shoreline

- Shoreline staff noted that the City would like to unlock economic development potential at Fircrest and prefers commercial uses that bring living-wage jobs to the area.
- The City would like to see commercial uses that build on the existing assets and provide living-wage jobs – for example, an innovation district around the PHL similar to Shoreline Community College’s job training program. Filmmaking is an industry that operates in Shoreline and the City expressed a desire for a soundstage.

- The City would like to see a park for active recreation, roughly 5 acres in size.
- Community currently uses the site for walking, bird watching, and dog walking. Trees are important to the community and removal of campus trees may be a significant concern to neighbors. Future engagement with the community around redevelopment topics will be needed.
- The City supports the State in locating a future 48-bed behavioral health center at the site – they recognize this is a need in the community, regionally, and statewide, and sees this as an essential public facility. The City recognizes that some jobs would come from this but would like to see more commercial uses at the campus.
- Staff mentioned a range of potential zones and offered alternatives to the Master Development Plan (MDP) process (e.g. comprehensive plan amendment & rezone).
- An MDP would still be required for the Fircrest School RHC to move ahead with the nursing facility, etc. unless there is a full campus comprehensive plan amendment or rezone that defines where a facility is permitted use.

### **Site Walk with DSHS Staff**

After an initial review of previous plans, the consultants met with DSHS operations and facilities staff to tour the Fircrest School campus on October 6, 2020. DSHS provided additional background information and answered questions from the consultants at that time.

## **Analysis of Site Areas and Early Alternatives**

Using the information gathered from the background report, the interviews, and the site visit, the consultants assessed the programmatic needs of Fircrest School, DSHS, and DOH, the interests of DNR, and the development opportunities for the overall campus per district areas as defined by earlier planning efforts. The team identified the sites best suited for both the nursing facility and the behavioral health center and explored a range of configurations for these sites. The team also identified sites most suited for both commercial and residential uses, exploring a range of density and development intensity. Through this study of the campus's individual areas, the consultants explored development opportunities, financial feasibility, institutional programmatic needs, environmental constraints, regulatory challenges, infrastructure improvements, and the integration of the campus into the residential neighborhood.

With an understanding of the individual areas of the campus, the team developed preliminary campus-wide alternatives. The team created a series of land use diagrams, which later supported more detailed site plan illustrations that the team used to explore options to balance development opportunities, DSHS facility needs, and City priorities. This was an iterative process, and the consultants assessed several configurations for the site before developing the final alternatives and recommendations.

## **Preliminary Briefings**

The consultants briefed the agencies on early draft alternatives to ensure work aligned with key stakeholder input and to gather additional feedback. The consultants adjusted the alternatives and developed detailed recommendations to accompany those conceptual layouts.

## **Final Alternatives and Final Plan**

The results of this work are shared in the final sections of this Land Use Assessment. Section 6 provides detailed information on the three final alternatives. Section 8 outlines the key steps towards implementation, including both public agency agreement and private sector investment phases. Section 9 outlines the final conclusions of the study. The consultants presented the final draft of this Land Use Assessment to OFM staff on January 15, 2021.

# Section 5

## Economic and Financial Analysis

### Introduction

Identifying appropriate types of potential development for the Fircrest campus is a critical element of this study. To this end, Heartland evaluated a range of potential real estate product types for financial viability across the Fircrest campus. There is strong demonstrated demand in the market area for residential uses across both for-rent and for-sale product types, specifically for-rent multifamily and for-sale townhomes. In addition, Heartland evaluated potential commercial office uses. Office demand in this location is expected to be much more limited as evidenced by the lack of recent new office construction. This section of the report summarizes valuation findings by product type and applies per-unit land contribution values to the site alternatives devised by the consultant team to project financial returns from land at Fircrest.

### Multi-family

#### Approach

The City of Shoreline has benefited from strong land sale transaction activity in the years leading up to and following the implementation of the 145<sup>th</sup> Street Subarea Plan and the 185<sup>th</sup> Street Subarea Plan in 2015 and 2016. Planned light rail stations serving these locations, enabling easier access to economic centers in downtown Seattle and around Puget Sound, have spurred significant interest from the development community. In this context, after identifying a subset of relevant comparable sales, selecting the most appropriate, and making adjustments for time, density, and location, and specific sale conditions as appropriate, Heartland estimated a range of values based upon (a) price per land square foot and (b) price per unit.

Heartland identified a shortlist of eight (8) multifamily land sale transactions which closed within the past 5 years within Shoreline city limits and within reasonable proximity to the Fircrest site<sup>20</sup>. (see Figure 17 and Table 8.) Density for these eight new multifamily development projects ranged from 121 units per acre to 227 units per acre. Sale price per land square foot ranged from \$36 on the low end (an outlier) to \$184 on the high end (also an outlier). Sale price per multifamily unit ranged from \$13,000 on the low end to \$57,000 on the high end. For context, multifamily development sites in core neighborhoods in downtown Seattle, prior to the coronavirus pandemic, were transacting for upwards of \$90,000 per unit. Heartland applied time, location, and density adjustments based upon zoning, as appropriate. Heartland then selected those comparable sales most appropriate and relevant to Fircrest given the assumed development context, after taking account of sale recency, anticipated building typology, site-specific and transaction-specific elements (including, for example, entitlement status and non-arm's length transactions), among other factors.

#### Selected Comparable Sales

Heartland focused the valuation on the following three sales which are most relevant to the Fircrest site:

---

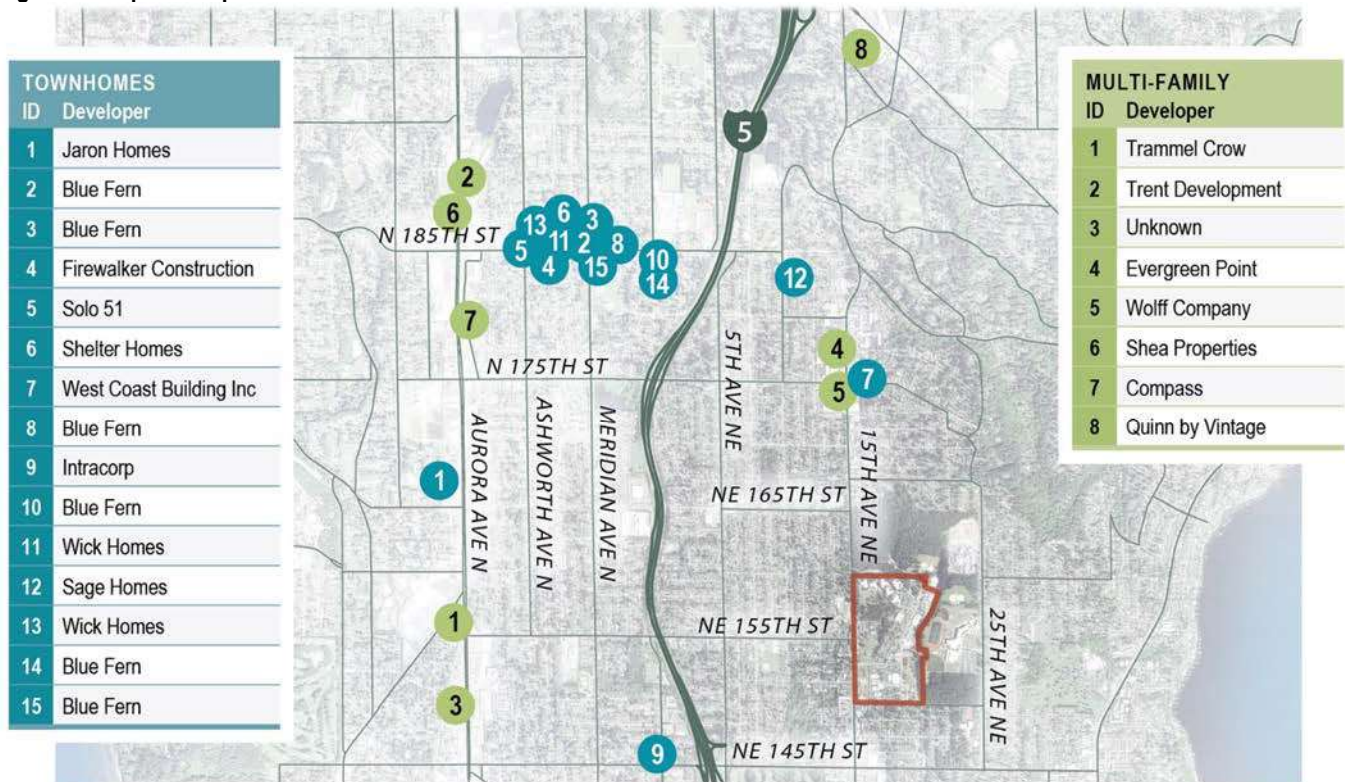
<sup>20</sup> Heartland Proprietary Data and Data Collected from Past Assignments; CoStar; City of Shoreline Construction Permitting Data; County Assessor Data.



1. 15560 Westminster Way N – Trammell Crow Residential closed on the sale of this 1.97-acre site on December 21, 2018. This was an arm’s length sale with some environmental remediation. The site was under contract for seventeen (17) months and entitlements for a 330-unit project were approved at time of sale. Construction start for this project, known as “The Alexan Shoreline” began in February of 2019. Adjusting for time of sale, location, and specific transactional elements including entitlements and environmental remediations, the adjusted value estimated for the Fircrest site came in at \$136 per land square foot or approximately \$36,000 per unit.
2. 19022 Aurora Ave N – Trent Development Closed on the sale of this 1.65-acre redevelopment site on March 23, 2018. The permit pre-application was filed in February of 2018 for a 244-unit multifamily project to be called “Crux”. The site was sold with an existing lease encumbrance. Adjusting for time, location and sale conditions influencing the purchase price, the estimated adjusted value as it relates to the Fircrest site is \$99 per land square foot, or \$29,000 per unit.
3. 18815 Aurora Ave N – Shea Properties completed its purchase of this 1.67-acre redevelopment site on December 12, 2019. The pre-application process for the 315-unit project started on May 24, 2019, and the site was under contract for 210 days prior to closing. Adjusting for time, location and sale conditions influencing the purchase price, the estimated adjusted value as it relates to the Fircrest site is \$152 per land square foot, or \$35,000 per unit.

Proximity to transit resources, in particular light rail stations, has outsized impact on land values which can be difficult to quantify. Selecting sites roughly equidistant from future light rail, whether east or west of I-5, was important. The three primary land sale comparables are roughly equally distanced to their nearest future light rail stations at either NE 185<sup>th</sup> Street and NE 145<sup>th</sup> Street.

Figure 17 Map of comparable sites



**Table 8 Multi-family sites**

| ID                       | Address                 | Developer         | Lot Size | DU/Acre        | Sale Date | Adj. \$ / LSF        | Adj. \$ / Unit             |
|--------------------------|-------------------------|-------------------|----------|----------------|-----------|----------------------|----------------------------|
| 1                        | 15560 Westminster Way N | Trammel Crow      | 88,268   | 163            | 12/21/18  | \$136                | \$36,321                   |
| 2                        | 19022 Aurora Ave N      | Trent Development | 71,981   | 148            | 3/23/18   | \$99                 | \$29,083                   |
| 3                        | 14925 Aurora Ave N      | Unknown           | 58,972   | 159            | 6/13/16   | \$74                 | \$20,253                   |
| 4                        | 17567 15th Ave NE       | Evergreen Point   | 44,679   | 121            | 8/25/17   | \$36                 | \$13,085                   |
| 5                        | 17233 15th Ave NE       | Wolff Company     | 81,549   | 130            | 8/26/16   | \$69                 | \$23,224                   |
| 6                        | 18815 Aurora Ave N.     | Shea Properties   | 72,846   | 188            | 12/11/19  | \$152                | \$35,118                   |
| 7                        | 17962 Midvale Avenue N  | Compass           | 50,862   | 140            | 11/17/17  | \$184                | \$57,486                   |
| 8                        | 20057 Ballinger Way NE  | Quinn By Vintage  | 149,350  | 227            | 3/12/20   | \$57                 | \$37,547                   |
|                          |                         |                   |          | <b>DU/Acre</b> |           | <b>Adj. \$ / LSF</b> | <b>Adj. \$ / Unit</b>      |
| <b>Reconciled Value*</b> |                         |                   |          | <b>150</b>     |           | <b>\$119 - \$125</b> | <b>\$35,000 - \$40,000</b> |

### Valuation

Heartland employed a valuation technique which began with per-unit land sale values, then scaled down the anticipated density in terms of development units per acre in conjunction with the consulting team, and derived a per-land-square-foot value which was applied to each site. Heartland concluded that land for multifamily development at the subject site, as of the date of this report, should be expected to transact in the range of (a) \$119 to \$125 per land square foot and (b) \$35,000 to \$40,000 per developed unit on average. Variability outside of that range could be driven by many factors, but especially a change in market conditions, or site-specific advantages or disadvantages which would impact valuation.

**Table 9 Redevelopment land value - Multifamily**

### Est. Redevelopment Land Value

| Multifamily |                      |                 |
|-------------|----------------------|-----------------|
|             | Per Land Square Foot | Per Unit        |
| High        | <b>\$125</b>         | <b>\$40,000</b> |
| Low         | <b>\$119</b>         | <b>\$35,000</b> |

### Density

A critical factor influencing land values is the allowed development density. Notice that density for the selected sale comparables is higher on average, at approximately 150 units per acre, than is assumed for the Fircrest site. In determining the appropriate density for multifamily development at the Fircrest site, given its unique size and scale, site planning considerations, including access, topography, tree or open space preservation, circulation, and view orientation, among others, would likely be required. Such considerations would likely translate to a lower density at Fircrest relative to other sites in Shoreline. After evaluating comparable projects in development contexts similar to Fircrest, in Seattle and on the Eastside of Puget

Sound, including Redmond, we determined a density of between 90 and 110 dwelling units per acre is appropriate for the Fircrest site.

**Figure 18 Representative multifamily buildings**



## Townhome

### Approach

Heartland identified a shortlist of 15 comparable townhome land sale transactions which closed within the past 5 years within Shoreline city limits and within reasonable proximity to the Fircrest site<sup>21</sup>. (See Figure 17 and Table 10.) Density for these fifteen proposed new multifamily development projects ranged from 20 units per acre to 41 units per acre. Sale price per land square foot ranged from \$49 on the low end (an outlier) to \$153 on the high end (also an outlier). Sale price per townhome unit ranged from \$105,000 on the low end to \$171,000 on the high end. Heartland applied time, location, and density adjustments as appropriate then selected those comparable sales which were most appropriate and relevant to Fircrest given the assumed development context, after taking account of sale recency, site-specific and transaction-specific elements (including, for example, entitlement status and non-arm's length transactions), among other factors.

### Selected Comparable Sales

Heartland focused the valuation on seven sales which were most relevant to the Fircrest site. All projects were developed by either Intracorp or Blue Fern Development. The Intracorp assemblage transaction, located at 2356 N 145<sup>th</sup> Street, is relevant due to its scale but it is situated in a more urban context than Fircrest with superior adjacency to light rail at the future 145<sup>th</sup> Street station.

---

<sup>21</sup> Heartland Data Sources.

**Table 10 Townhome sites**

| ID                       | Address                     | Developer        | Lot Size       | Units     | DU/Acre        | Sale Date      | Adj. \$ / LSF        | Adj. \$ / Unit               |
|--------------------------|-----------------------------|------------------|----------------|-----------|----------------|----------------|----------------------|------------------------------|
| 1                        | 915 N 167th St              | Jaron Homes      | 10,200         | 6         | 26             | 3/15/18        | \$70                 | \$119,518                    |
| 2                        | <b>18515 Meridian Ave N</b> | <b>Blue Fern</b> | <b>7,980</b>   | <b>7</b>  | <b>38</b>      | <b>12/4/18</b> | <b>\$126</b>         | <b>\$143,465</b>             |
| 3                        | <b>18512 Meridian Ave N</b> | <b>Blue Fern</b> | <b>12,425</b>  | <b>11</b> | <b>39</b>      | <b>1/21/19</b> | <b>\$107</b>         | <b>\$120,940</b>             |
| 4                        | 18339 Wallingford Ave N     | Firewalker       | 14,400         | 7         | 21             | 4/28/16        | \$56                 | \$114,258                    |
| 5                        | 18529 Ashworth Ave N        | Unknown          | 11,400         | 7         | 27             | 12/7/19        | \$105                | \$170,635                    |
| 6                        | 18524 Wallingford Ave N     | Shelter          | 6,386          | 6         | 41             | 7/11/16        | \$153                | \$162,970                    |
| 7                        | 1540 NE 175th St            | WC Building      | 12,323         | 7         | 25             | 9/10/17        | \$93                 | \$162,972                    |
| 8                        | <b>2156 N 185th St</b>      | <b>Blue Fern</b> | <b>8,529</b>   | <b>7</b>  | <b>36</b>      | <b>1/29/19</b> | <b>\$123</b>         | <b>\$149,806</b>             |
| 9                        | <b>2356 N 145th St</b>      | <b>Intracorp</b> | <b>121,010</b> | <b>81</b> | <b>29</b>      | <b>9/24/18</b> | <b>\$107</b>         | <b>\$160,186</b>             |
| 10                       | <b>18322 1st Ave NE</b>     | <b>Blue Fern</b> | <b>9,501</b>   | <b>7</b>  | <b>32</b>      | <b>3/3/19</b>  | <b>\$92</b>          | <b>\$124,850</b>             |
| 11                       | 18510 Wallingford Ave N     | Wick Homes       | 14,600         | 10        | 30             | 6/2/18         | \$136                | \$198,761                    |
| 12                       | 18311 11th Ave NE           | Sage Homes       | 10,680         | 5         | 20             | 5/20/18        | \$49                 | \$104,665                    |
| 13                       | 18526 Densmore Ave N        | Wick Homes       | 10,788         | 7         | 28             | 4/22/19        | \$101                | \$156,279                    |
| 14                       | <b>18322 1st Ave NE</b>     | <b>Blue Fern</b> | <b>9,501</b>   | <b>7</b>  | <b>32</b>      | <b>3/2/19</b>  | <b>\$92</b>          | <b>\$124,872</b>             |
| 15                       | <b>18512 Meridian Ct. N</b> | <b>Blue Fern</b> | <b>13,460</b>  | <b>11</b> | <b>36</b>      | <b>1/21/19</b> | <b>\$91</b>          | <b>\$111,150</b>             |
|                          |                             |                  |                |           | <b>DU/Acre</b> |                | <b>Adj. \$ / LSF</b> | <b>Adj. \$ / Unit</b>        |
| <b>Reconciled Value*</b> |                             |                  |                |           | <b>25</b>      |                | <b>\$105 - \$110</b> | <b>\$140,000 - \$160,000</b> |

## Valuation

Heartland employed a valuation technique similar to the approach for multifamily which begins with per-unit land sale values, scaling down anticipated density in terms of development units per acre and deriving a per-land-square-foot value which was then applied to each site. Heartland concludes that land for townhome development in Shoreline, based on anticipated allowable density, as of the date of this report, should be expected to transact in the range of (a) \$105 to \$110 per land square foot and (b) \$140,000 to \$160,000 per developed townhome unit on average. Variability outside of that range could be driven by many factors, but especially a change in market conditions, or site-specific advantages or disadvantages which would impact valuation.



**Table 11 Redevelopment land value - Townhome**

**Est. Redevelopment Land Value**

| Townhome |                      |                  |
|----------|----------------------|------------------|
|          | Per Land Square Foot | Per Unit         |
| High     | <b>\$105</b>         | <b>\$140,000</b> |
| Low      | <b>\$110</b>         | <b>\$160,000</b> |

**Density**

As for multifamily, assumed density at Fircrest is lower than for the comparable sales, many of which are in more transit-oriented urban contexts. Notice that density for the selected sale comparables in some cases exceeds 35 units per acre. In determining the appropriate density for townhome development, and informed by consulting team, we assumed site planning considerations including access, topography, tree or open space preservation, circulation, and view orientation, acknowledging the unique size and scale of Fircrest, which could drive down developable units per acre. After evaluating comparable projects in development contexts which we felt were similar to Fircrest, in Seattle, the Eastside of Puget Sound, including Redmond and Bellevue, we determined a density of between 15 and 20 dwelling units per acre would be appropriate at the Fircrest site, and in line with similar communities around Puget Sound.

**Figure 19 Representative Townhome Buildings**



**Office**

**Approach**

There are no recent comparable office land development transactions to use in assessing redevelopment land value for office property. There are also no recently constructed office buildings in Shoreline from which it is possible to estimate market office rent for a prospective development at Fircrest. Certain medical and other office properties in Everett and north Shoreline provide a starting point for where office rents might settle for a project developed at the Fircrest site, but it is difficult to truly ascertain given absence of recent new construction. As a proxy, Heartland triangulated office market data from nearby markets,



including the Northgate submarket, the north Shoreline/Everett submarket, and the Bothell/Kenmore submarket in order to estimate office rental rates for the Fircrest location.

### Valuation

Given current construction costs, and triangulating rents as described above, Heartland applied a residual land value approach to estimating the value of office development land at Fircrest. Assuming a 2-4 story suburban construction typology with structured parking, a 0.8 floor area ratio (“FAR”), and a range of market cap rates ranging from 6.0% to 6.5%, residual land value for an office use at Fircrest ranges from \$4 to \$25 per land square foot (See Table 12.)

Heartland concludes that in order to entice office developers or owner-users to the Fircrest location, as of the date of this report, a range of \$30 to \$40 per land square foot at maximum might be sufficient. However, given its lack of transit resources, distance from future light rail, lack of surrounding commercial uses and supporting retail, office development at Fircrest is highly unlikely. An owner-user or other prospective user with unique motivations could prove this conclusion wrong.

**Table 12 Redevelopment land value - Office**

#### Est. Redevelopment Land Value

##### Office

| Est. Cap Rate | Est. Residual Land Value PSF |
|---------------|------------------------------|
| 6.00%         | \$25                         |
| 6.25%         | \$14                         |
| 6.50%         | \$4                          |

*Source: CoStar, RSMeans*

### Density

Heartland collaborated with Schemata Workshop in determining the appropriate density levels by product type. Given parking requirements, an office developer would be able to achieve an estimated 0.8 Floor Area Ratio (“FAR”) at Fircrest.

**Figure 20 Representative office buildings**



## Valuation Summary

The study identifies five areas for potential commercial development which could be compatible with existing and planned institutional uses on the property. The sites under consideration for redevelopment, and which were assessed for future redevelopment potential and for valuation purposes, were sites 2 (“Northwest Corner”), 3 (“Madrona”), 5 (“South of Activities Center”), 6 (“Southwest Corner”), and 7 (“Southeast Corner”). (see *Figure 9 Map showing potential development* on page 28.) Depending on the motivations of the stakeholders, any one of these areas could be redeveloped for any of the contemplated uses described above. The valuation depends to a significant degree on the willingness of the city of Shoreline to re-zone the area through a Comprehensive Plan Amendment, and the designated zone will have a material impact on valuation and development potential. It has been indicated to us that likely zones for this area include “CB,” or “Community Business,” “MB,” or “Mixed Business”, or less likely but still possible, “MUR-70.” The Heartland analysis is agnostic to eventual zoning, provided that the assumed densities, which as we describe above are relatively conservative in light of recent comparable land transactions in Shoreline, are possible.

**Table 13 Land valuation assumptions**

| Fircrest Parcel                        | Acres       | Square Feet    |
|--|-------------|----------------|
| Area 1 - Northeast Corner (NEC)        | 4.33        | 188,397        |
| Area 2 - Northwest Corner (NWC)        | 11.70       | 509,652        |
| Area 3 - Madrona                       | 4.60        | 200,376        |
| Area 4 - Activities Building           | 4.40        | 191,664        |
| Area 5 - South of Activities Center    | 4.55        | 198,198        |
| Area 6 - Southwest Corner (SWC)        | 5.30        | 230,868        |
| <u>Area 7 - Southeast Corner (SEC)</u> | <u>4.90</u> | <u>213,444</u> |
| Fircrest Total                         | 39.7839.78  | 1,732,599      |
| <u>Est. Density <sup>(1)</sup></u>     | <u>Min</u>  | <u>Max</u>     |
| Est. Office FAR                        | 0.8         | 0.8            |
| Units per Acre (MF)                    | 90          | 100            |
| Units per Acre (TH)                    | 15          | 20             |
| <u>Est. Land Value <sup>(2)</sup></u>  | <u>Min</u>  | <u>Max</u>     |
| Office (per LSF)                       | \$30        | \$40           |
| MF (per unit)                          | \$35,000    | \$40,000       |
| Townhome (per unit)                    | \$140,000   | \$160,000      |

NOTES

(1) Schemata, Workshop Yield Study, December 2020. (Anticipated density subject to City of Shoreline re-zone but is anticipated, given suburban context, to be lower density than comparable sales (in more urban locations), translating to a lower \$ PSF value.)

(2) Heartland, Makers, City of Shoreline Planning & Community Development, Fircrest School Master Plan Phase III (2017)

**Table 14 Estimated land value by area by use**

| Est. Value by Area by Use (millions, 2020)     |            |            |
|--|------------|------------|
| <b>Area 2 - Northwest Corner (NWC)</b>         | <b>Min</b> | <b>Max</b> |
| Multifamily                                    | \$37       | \$47       |
| Townhome                                       | \$25       | \$37       |
| Office   | \$15       | \$20       |
| <b>Area 3 - Madrona</b>                        | <b>Min</b> | <b>Max</b> |
| Multifamily                                    | \$14       | \$18       |
| <b>Area 5 - South of Activities Center</b>     | <b>Min</b> | <b>Max</b> |
| Multifamily                                    | \$14       | \$18       |
| Townhome                                       | \$10       | \$15       |
| <b>Area 6 - Southwest Corner (SWC)</b>         | <b>Min</b> | <b>Max</b> |
| Multifamily                                    | \$17       | \$21       |
| Townhome                                       | \$11       | \$17       |
| Office   | \$7        | \$9        |
| <b>Area 7 - Southeast Corner (SEC)</b>         | <b>Min</b> | <b>Max</b> |
| Multifamily                                    | \$15       | \$20       |
| Townhome                                       | \$10       | \$16       |
| Office   | \$6        | \$9        |
| <b>Est. Value PSF by Area by Use (\$ 2020)</b> |            |            |
|  | <b>Min</b> | <b>Max</b> |
| Multifamily                                    | \$72       | \$92       |
| Townhome                                       | \$48       | \$73       |
| Office   | \$30       | \$40       |

Note: This table is intended to derive and summarize per-square-foot values by area by use. As such, values shown should not necessarily match those described in custom scenarios elsewhere in the report. Each scenario has a custom mix of densities and uses based on site planning work by Schemata Workshop and values have been adjusted accordingly.

### Valuation of lands considered for public park development

The per-square-foot valuation of land proposed for a public park was based upon the principle of substitution, or the cost of acquiring a substitute property which is zoned for a similar set of allowed uses as is the current in-place zoning at the Fircrest campus. Our approach builds upon recent appraisals of Area 7 (Southeast Corner) from ABS Valuation dated October 2020, utilizing selected unrestricted comparable property sales only, and The Eastman Company, dated July 2020. The midpoint between the value conclusions based upon unrestricted comparable sales only, at approximately \$20 per land square foot, is sensitized +/- 10%. It is then applied to Area 3 (Madrona) and Area 6 (Southwest Corner) which have been identified as potential park locations. The actual value of any land developed for a park will be determined

during transactions between the City of Shoreline and the State; and could vary from the range of estimates provided here. Variability in site-specific conditions such as access and topography could also impact final valuation.

**Table 15 Valuation**

| Valuation                               |               |
|---|---------------|
| <b>Park Valuation – Existing Zoning</b> | <b>\$ PSF</b> |
| Unrestricted Property Sales - ABS       | \$23.2        |
| The Eastman Company                     | \$16.0        |
| <b>Average</b>                          | <b>\$19.6</b> |

| Fircrest Site                   | Est. Value @ \$19.6 PSF (\$M) | Square Feet | Low   | High  |
|---------------------------------|-------------------------------|-------------|-------|-------|
| Area 3 - Madrona                | \$3.9                         | 200,376     | \$3.5 | \$4.3 |
| Area 6 - Southwest Corner (SWC) | \$4.5                         | 230,868     | \$4.1 | \$5.0 |
| Area 7 - Southeast Corner (SEC) | \$4.2                         | 213,444     | \$3.8 | \$4.6 |

# Section 6

## Campus-wide Alternatives

The team developed the following three alternative site planning concepts that illustrate different options for both DSHS facilities and for residential and commercial redevelopment. These alternatives explore the full range of identified options in terms of:

- Locations for 1- and 2-story nursing facilities.
- The most advantageous locations for behavioral health center (BHC).
- Development options for multifamily, townhouse, and commercial redevelopment.
- Measures and conditions that the City of Shoreline (City) has indicated what it will expect to achieve when approving a development agreement and rezoning the property. Such an agreement and comprehensive plan amendment with zoning provisions will be necessary in order to develop a mix of facilities and revenue-producing uses on the site. The City's priorities include land for a park and zoning for commercial uses.

This framework facilitates the State's decision-making and discussions with the City by including an evaluation of alternatives with respect to project objectives and the estimated land values for each area under applicable assumptions.

This analysis provides the following information for each alternative:

- A conceptual site plan and narrative description with the location, size and configuration of the proposed uses for each area. The area numbers are indicated in Figure 9 on page 28.
- A rationale to summarize the logic behind the specific land use locations, configurations, and specific elements.
- More detailed concept-level site plans with discussions of area-specific site planning considerations to illustrate how proposed DSHS facilities and private development options fit within available sites.
- A summary chart to indicate the proposed use and range of potential revenues for each area.
- An evaluation of the relative advantages and disadvantages of the alternative.
- An aerial perspective to depict the relative size of proposed new construction and its relation to site topography and vegetation.

## Site Planning Assumptions

Due to the short timeframe of the project, the consultant team relied heavily on information obtained from previous plans and made several assumptions in its approach to site planning. The assumptions most relevant to this report's content and final recommendations include:

- The consultants based the layouts for the 1-and 2-story nursing facilities on the 2018 *Predesign Study: Nursing Facility New Capacity at Fircrest School, Shoreline*, but did not independently verify those designs except to update some of the facility sizes to accommodate 120 bed nursing facilities and adjust roadway layouts. Building sizes and configurations may change as more refined architectural plans are developed.



- The per-square-foot valuation of land proposed for a public park was based upon the principle of substitution, or the cost of acquiring a substitute property which is zoned for a similar set of allowed uses as is the current in-place zoning at the Fircrest campus. Our approach builds upon recent appraisals of Area 7 (Southeast Corner) from ABS Valuation dated October 2020, utilizing selected unrestricted comparable property sales only, and The Eastman Company, dated July 2020. The midpoint between the value conclusions based upon unrestricted comparable sales only, at approximately \$20 per land square foot, is sensitized +/- 10%. It is then applied to Area 3 (Madrona) and Area 6 (Southwest Corner) which have been identified as potential park locations. The actual value of any land developed for a park will be determined during transactions between the City of Shoreline and the State; and could vary from the range of estimates provided here. Variability in site-specific conditions such as access and topography could also impact final valuation.
- Traffic mitigation measures will be required and roughly the same for all three alternatives including payment of City transportation impact fees, a traffic signal or other traffic control (e.g., a roundabout) at one access point along NE 150th Street, and additional non-motorized connections to/from the site along 15th Avenue NE. (See Appendix C- Transportation Assessment of Alternatives for more details.)
- All buildings proposed for Area 1 adhered to 50-foot setback from the slope along the eastern edge of the site. A geotechnical evaluation may further reduce this buffer and allow future development more flexibility.
- The consultants assumed that redevelopment of the Southeast Corner (Area 7) of the site is feasible, given existing structures in the area, but further geotechnical assessment will be needed to assess whether soil conditions limit the intensity of development and/or would necessitate additional structural requirements.
- Preservation of some of the existing trees is beneficial to residential redevelopment and may make increased density/new uses at the site more appealing to the local community. Tree conservation measures may be part of the development agreement with the City.
- The optimal intensity and type of residential and commercial development may change as project refinement proceeds.
- The alternative concept plans follow the City's interpretations that existing site drainages should not be regulated as streams and the current underground pipe configuration could be altered with redevelopment.
- Stormwater system for the site lacks documentation, so further assessment of stormwater management requirements is needed.
- The building massing shown in each of alternatives is conceptual in nature, with site plans sensitive to the unique program and context. Each alternative aims to leverage the site's existing assets, which include trees, views, sun exposure, topography, connection to the forested street frontage along 15<sup>th</sup> Avenue, the Madrona grove and adjacent chapel, and green open spaces.
- The alternatives propose comprehensive, environmentally sensitive approaches to future site development. They all include significant opportunities for sustainable development practices such as passive solar and energy saving strategies, high performance building measures, and district/campus wide infrastructure (e.g.; "EcoDistrict" systems) for net-positive energy and sustainable water use on site. Stormwater management will be addressed according to the most recent regulations, with reduced amounts of impervious surfaces and green infrastructure solutions. Better non-motorized circulation elements including universally accessible pathways, improved connections to the surrounding

community, multimodal streets and bicycle facilities are also envisioned and should be a part of any new development.

## Alternative 1: Two-Story Nursing Facility on the Madrona Site (Area 3)

### Rationale

Alternative 1 explores the implications of locating the nursing facility on the Madrona site (Area 3) in a 2-story configuration. The Legislature’s proviso calls for analyzing both a 120-bed 1- and 2-story nursing facility; Alternative 3 locates a 1-story nursing facility on the Madrona Site, which is DSHS’s preferred location and configuration.

### Description

Figure 21 illustrates the development proposals for each area.

- Area 1: The 48-bed behavioral health center is located in the Northeast Corner of the campus. The building footprint assumed for this facility is based on the *Behavioral Health Community Civil 48 Bed Capacity* report Dated March 2, 2020 by BRCA for Washington DSHS.
- Area 2: The Northwest Corner (Area 2, the current “Y” building site) provides an excellent opportunity for residential development to provide a variety of housing types to fit the real estate market. A mix of 5- to 6-story multifamily buildings and townhouses is proposed. Commercial development on the Northwest Corner would produce significantly less revenue to the State. The visual impact of the multifamily buildings will be minimized because of the dense vegetation on 15<sup>th</sup> Avenue NE and the setback from the roadway. Such a mix of building types will also reduce the loss of mature evergreen trees. Commercial development on the Northwest Corner would produce significantly less revenue to the State.
- Area 3: As noted above, a 2-story nursing facility is posited on the Madrona site. Details of a proposed site plan for that facility is in Figure 21.
- Area 4: No change is proposed to the Activities Building and its immediate surroundings in any of the alternatives. The consultant team discussed various reuse and rehabilitation options for this site, but the building’s status and future use was unclear at the time of this report. There are no redevelopment proposals for the site.
- Area 5: Townhouse development is proposed for the Activities South (Area 5). The gentle south-facing slope and visible location make smaller scale development most attractive on this site.
- Area 6: Alternative #1 proposes an approximate 5.2-acre city park on the Southwest Corner. Though this area is more valuable for development, and the park would be better located on the Southeast Corner, Alternative #1 places commercial development on the Southeast Corner in order to generate revenue for the Dan Thompson Account. If some form of revenue adjustment can be made between DNR and DSHS land, the park in Area 6 and proposed private development in Area 7 should be switched.
- Area 7: Alternative #1 includes commercial development on this site because residential development is less desirable on this area and commercial development meets the City’s interest in employment-producing uses.

Figure 21 Alternative #1 site planning concept

FIRCREST ALTERNATIVE CAMPUS-WIDE STRATEGIES

- RESIDENTIAL
- COMMERCIAL
- NURSING FACILITY
- BEHAVIORAL HEALTH CENTER
- STRUCTURED PARKING



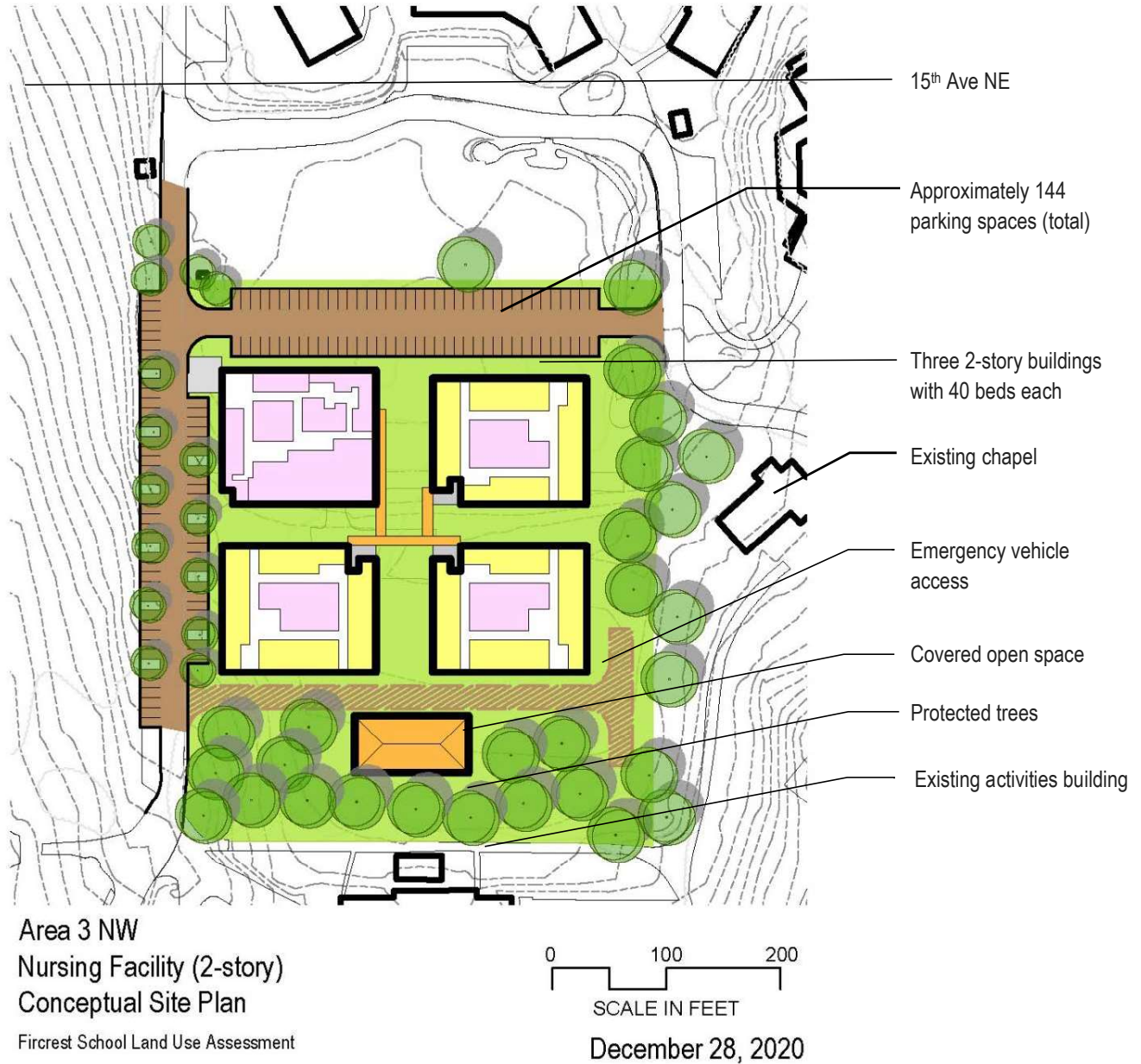


## Area Specific Site Planning Details

### The 120-Bed 2-Story Nursing Facility on the Madrona Site

The conceptual site plan below is based on the building size and configuration contained in the October 26, 2018 *Predesign Study for Nursing Facility New Capacity at Fircrest School, Shoreline* for DSHS and OFM by Sage Architectural Alliance. As the diagrammatic plan illustrates, a 2-story building complex fits well on the Madrona site without intruding into Area 2 (the current “Y” buildings site), provides covered and uncovered open space for the residents, and retains some of the mature trees that are important to the community.

**Figure 22 Diagrammatic site plan for a 2-story nursing facility on the Madrona site (Area 3)**



### A Soundstage/Park Option on the Southwest Corner (Area 6)

The City of Shoreline has expressed interest in locating a soundstage facility on the campus. Such a facility would house the production of music and video media and is intended to foster a “cluster” of similar activities taking advantage of Edmonds College’s certificate programs for video and audio production. To explore an option that would address the City’s interest in both open space and a soundstage within a single area, the consultant team prepared a site planning concept for a 52,000 sf facility with the following elements:

- 18,000 sf Large soundstage
- 26,000 sf Studios/stages
- 22,000 sf Support space
- 170 Parking spaces

This would fit on either the Southwest Corner or Southeast Corner (Areas 6 and 7) and would leave approximately 2 acres of open space for a variety of active park uses. (See Figure 23)

**Figure 23 A proposal for a soundstage and park on the Southwest Corner or Southeast Corner**





### Behavioral Health Facility on the Northeast Corner (Area 1)

As Figure 24 illustrates, a 48-bed BHC will fit on the Northeast Corner. The building footprint assumed for this facility is based on the Behavioral Health Community Civil 48 Bed Capacity report Dated March 2, 2020 by BRCA for Washington DSHS.

**Figure 24** Diagrammatic site plan for a behavioral health center in the Northeast Corner (Area 1)



Area 1 NE  
BHC Facility  
Conceptual Site Plan(existing pipe)  
Fircrest School Land Use Assessment

0 100 200  
SCALE IN FEET  
December 28, 2020

## Summary of Expected Revenues from Area Redevelopment

**Table 16 Estimated revenues from development for Alternative 1**

| Area         | Proposed Uses  | Estimated Value (in millions) |               |
|--------------|--|-------------------------------|---------------|
|              |  | Low                           | High          |
| 1            | Behavioral health center   | NA                            | NA            |
| 2            | 510 multifamily units in 6-story building and 65 townhouse units <sup>(*1)</sup> | \$27                          | \$30.8        |
| 3            | Two-story nursing facility   | NA                            | NA            |
| 4            | Activities building  | NA                            | NA            |
| 5            | 82 townhouse units <sup>(*2)</sup>   | \$11.5                        | \$13.1        |
| 6            | Park or park + soundstage <sup>(*3)</sup>  | \$4.1                         | \$5.0         |
| 7            | 185,000 sf office space  | \$6.4                         | \$8.5         |
| <b>TOTAL</b> |  | <b>\$49</b>                   | <b>\$57.4</b> |

(\*1) Value based on a mix of multi-family and townhouse units.

(\*2) Value based on a specific site planning concept and may differ from estimates in Section 5.

(\*3) Source of park valuation is the average of per-square-value conclusions per most recent appraisals from ABS Valuation, utilizing selected unrestricted comparable property sales only, dated October 2020, and The Eastman Company, dated July 2020, as applied to 4.9 acre total park site area. The average value is sensitized +/- 10%.

## Evaluation: Advantages and Disadvantages

### From DSHS Perspective

- + The Madrona site is DSHS's preferred location for the nursing facility.
- + The Northeast Corner (Area 1) is DSHS's preferred location for the BHC and that area is inadequate for private development.
- A 2-story nursing facility is less desirable to nursing staff.
- There will be very little space for expansion.
- A nursing facility at the Madrona site will be somewhat separated from the rest of the DSHS facility, and the topographic change has been mentioned as making it difficult to move residents to other parts of the campus.

### From DNR Perspective

- + Mixed residential development in the Northwest Corner provides approximately \$27 million - \$30.8 million funds.
- + Townhouse development on Area 5 provides approximately \$11.5 million - \$13.1 million funds.
- There would be no revenue from the Madrona site.
- A park at the Southwest Corner (Area 6) generates between \$4.1 million and \$5.0 million revenue depending on discussions with the City. However, a park or park and soundstage at that site might be a necessary part of the agreement with the City to allow more intensive (and revenue-producing) development on other areas.

### From the City of Shoreline's Perspective

- + A park or park and soundstage on the Southwest Corner meets part of their objectives.
- + Commercial development on the Southeast Corner meets their other goals.
- + Retention of part of the trees on the Madrona site will help address community concerns.

### Other Considerations

- + DOH notes that residential next to laboratories has been a problem in the past. This alternative avoids that condition.
- + Commercial development in the Southeast Corner provides approximately \$6.4 million - \$8.5 million in anticipated revenue to the Dan Thompson Account.
- Providing revenue from the Southeast Corner rather than the Southwest Corner reduces income to the State overall.



– Figure 25 Aerial perspective



*Fircrest School from the Southwest*



*The nursing facility from the Southwest*



*The behavioral health center from the Southeast*

## Alternative 2: One- or Two-Story Nursing Facility in the Northeast Corner. (Area 1: Current ATP Site)

### Rationale

Alternative 2 explores the implications of locating the nursing facility in the Northeast Corner of the campus (Area 1) in a 1- or 2-story configuration. Alternative 2 requires the proposed behavioral health center (BHC) to be located elsewhere. The preferred location for the BHC in this alternative is in the Southeast Corner (Area 7). This configuration locates all DSHS facilities, except the Activities Building, together on the east side of the campus leaving the bulk of the west side open for development.

### Description

Figure 26 illustrates the development proposals for each area.

- Area 1: The Northeast Corner of the site provides enough contiguous land area for either a 1-story (with nursing support on a second floor) or 2-story 120-bed nursing facility. However, there are some considerations in this option noted in the site-specific site planning details, below.
- Area 2: The Northwest Corner provides an excellent opportunity for residential development. To provide a variety of housing types to fit the real estate market, a mix of 5- to 6-story multifamily buildings and townhouses is proposed. The visual impact of the multifamily buildings will be minimized because of the dense vegetation on 15<sup>th</sup> Avenue NE and the setback from the roadway. Such a mix of building types will also reduce the loss of mature evergreen trees. Commercial development on the Northwest Corner would produce significantly less revenue to the State.
- Area 3: A city park is proposed for the Madrona site. Discussions with City staff have tentatively indicated that the City is open to a park in this location. The land to be a park could include the chapel, which is currently under consideration for historic landmark status. If this alternative is pursued, the park would greatly enhance residential development to the north, and the chapel could be used for community meetings and celebrations such as weddings and private functions.
- Area 4: No change is proposed to the Activities Building and its immediate surroundings.
- Area 5: Townhouse development is proposed for the Activities South (Area 5). The gentle south-facing slope and visible location make smaller scale development most attractive on this site.
- Area 6: The Southwest Corner is large enough for a mix of office and residential development. This option is described in the area specific site planning details.
- Area 7: The 48-bed behavioral health center is proposed and described in the area-specific site planning details.



Figure 26 Alternative 2 site planning concept

FIRCREST ALTERNATIVE CAMPUS-WIDE STRATEGIES



## Area Specific Site Planning Details

### The 120-Bed on a 1- or 2-Story Nursing Facility on the Northwest Corner

The conceptual site plan below (Figure 27) is based on the building size and configuration contained in the October 26, 2018 *Predesign Study for Nursing Facility New Capacity at Fircrest School, Shoreline* for DSHS and OFM by Sage Architectural Alliance. As the diagrammatic plan illustrates, a 1-story building complex fits on the site assuming that the nursing support and administrative functions are located on a second story of one of the 20-bed residential buildings. This was an alternative also proposed by the pre-design study noted above.

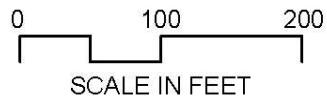
There are a several considerations with both the 1- and 2-story concepts.

- A storm sewer pipe must be relocated. The City determined that the existing site drainages should not be regulated as streams, and changes to the current underground pipe configuration could be altered with redevelopment. However, new buildings should not be constructed over existing drainage pipes. Moving the western-most pipe shown in the figures below would cost up to approximately \$1.5 million, but would allow a more compact development and eliminate the need to relocate the adjacent cottages.
- The ATP building and the warehouse currently on the site must be relocated. There is currently a program to move the ATP site.
- The configuration of the nursing buildings provides central and covered open space, which was noted as important by nursing staff.
- Being situated on level ground and close the kitchen is considered an advantage by nursing staff.
- A 2-story facility (Figure 28) has the advantage of providing space for expansion, however, a 1-story facility (Figure 27) is preferred by nursing staff.

Figure 27 Conceptual site plan of a 1-story nursing facility on the Northwest Corner (Area 1)



Area 1 NE  
 1-Story Nursing Facility  
 Conceptual Site Plan(pipe move)  
 Fircrest School Land Use Assessment



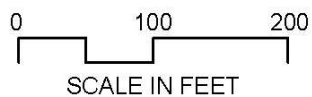
December 29, 2020



Figure 28 Conceptual site plan of a 2-story nursing facility on the Northwest Corner (Area 1)



Area 1 NE  
 Nursing Facility (2-story pipe move)  
 Conceptual Site Plan  
 Fircrest School Land Use Assessment



December 29, 2020

### The Behavioral Health Center on the Southeast Corner (Area 7)

The building footprint assumed for this facility is based on the *Behavioral Health Community Civil 48 Bed Capacity* report Dated March 2, 2020 by BRCA for Washington DSHS. (Figure 29.)

Figure 29 Conceptual site plan of a 48-bed BHC in the Southeast Corner (Area 7)

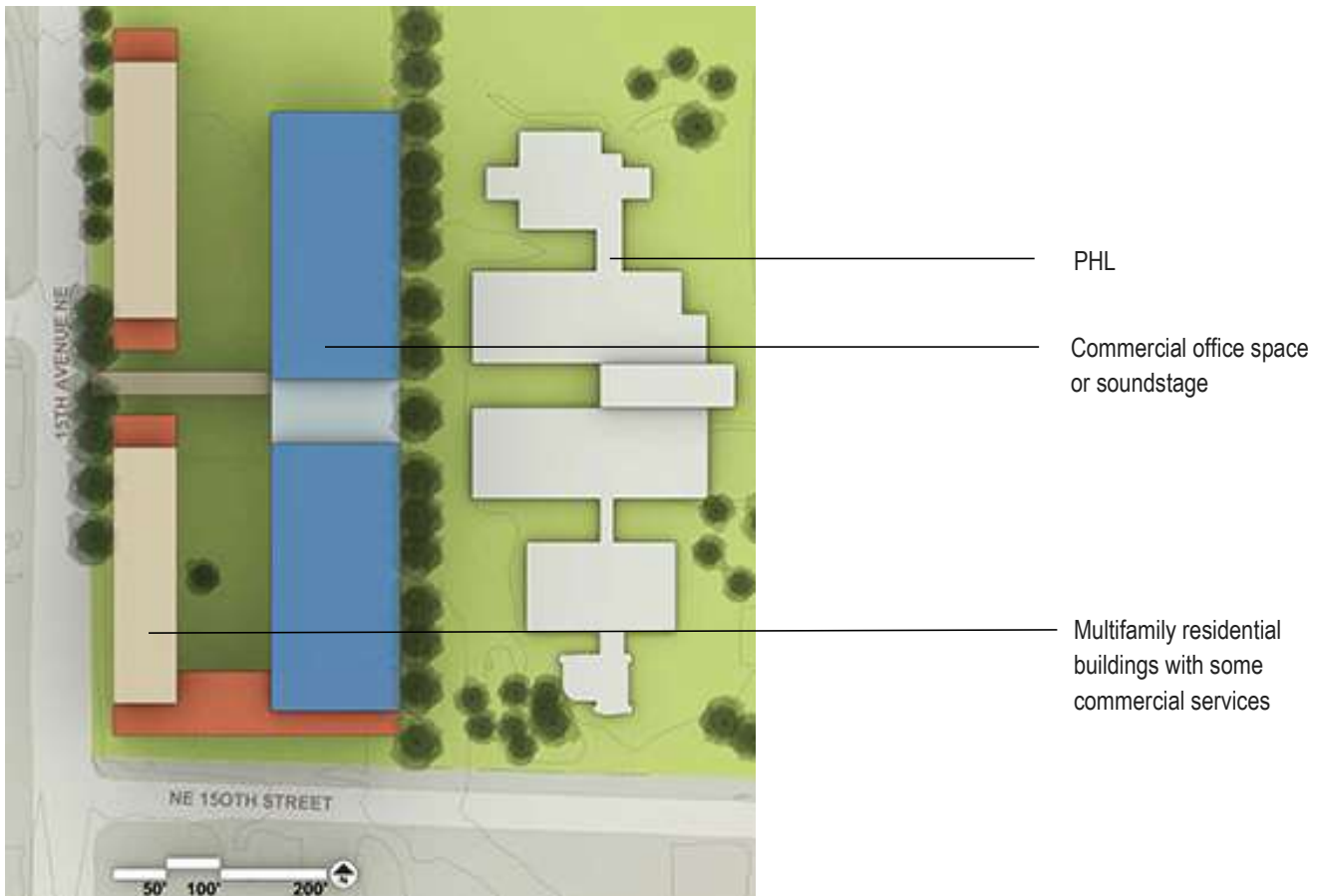




### Commercial and Residential Mixed-Use Development on the Southwest Corner (Area 6)

The dimensions of the Southwest Corner site (Area 6) allow space for both residential facing 15th Ave NE and commercial office or soundstage development facing the PHL. Providing substantial property value, addressing the City's desire for employment-based uses, and separating residences from the laboratories are advantages of this option. DOH has noted concerns about residential uses adjacent to medical laboratories as the public sometimes has undue concerns about standard laboratory work. (See Figure 30.)

**Figure 30 Conceptual site plan of a mixed residential (in buff) and commercial (blue) development on the Southwest Corner**



### A Public Park on the Madrona Site (Area 3)

Alternative 2 proposes an approximate 4.2-acre City-owned and operated park on the Madrona site in order to meet the City's expectations that a similarly sized park be located on the campus to accommodate *active uses*. Active uses could include sports courts, pathways, fitness courses, and other activities that retain significant trees and make use of the site's amenities. The park might include the current chapel which could be used for community meetings, weddings, and other events. (See Figure 31.) Community members are currently pursuing historic landmark status for the chapel.

**Figure 31 Aerial photo identifying the general location of a park on the Madrona site. The chapel is in the upper right of the yellow rectangle**



## Summary of Expected Revenues from Area Redevelopment for Alternative 2

Table 17 Estimated revenues from development for Alternative 2

| Area         | Proposed Uses  | Estimated Value (in millions) |               |
|--------------|--|-------------------------------|---------------|
|              |  | Low                           | High          |
| 1            | One- or two-story nursing facility   | NA                            | NA            |
| 2            | 510 multifamily units in 6-story building and 65 townhouse units <sup>(*)1</sup> | \$27                          | \$30.8        |
| 3            | City park <sup>(*)2</sup>  | \$3.5                         | \$4.3         |
| 4            | Activities building  | NA                            | NA            |
| 5            | 82 townhouse units <sup>(*)3</sup>   | \$11.5                        | \$13.1        |
| 6            | 162 residential units + 120,000 gsf office +_48,450 gsf retail <sup>(*)4</sup>   | \$8.8                         | \$10.7        |
| 7            | Behavioral health center   | NA                            | NA            |
| <b>TOTAL</b> |  | <b>\$50.8</b>                 | <b>\$58.9</b> |

(\*)1) Value based on a mix of multi-family and townhouse units.

(\*)2) Source of park valuation is the average of per-square-value conclusions per most recent appraisals from ABS Valuation, utilizing selected unrestricted comparable property sales only, dated October 2020, and The Eastman Company, dated July 2020, as applied to 4.9 acre total park site area. The average value is sensitized +/- 10%.

(\*)3) Value based on a specific site planning concept and may differ from estimates in Section 5.

(\*)4) Floor area ratio (FAR) of 0.73 for the office on Area 6 per based on assumption that each use consumes 50% of the land area.

## Evaluation: Advantages and Disadvantages

### From DSHS Perspective

- + A nursing facility on the Northeast Corner (Area 1) is flat and near the kitchen.
- + A 2-story nursing facility provides space for expansion.
- + The site provides open space for residents.
- - The Northeast Corner is not the DSHS preferred location for the nursing facility.
- If a 2-story nursing facility is chosen it is less desirable to nursing staff.

### From DNR Perspective

- + Mixed residential development in the Northwest Corner provides approximately \$27 million - \$30.8 million funds.
- + Townhouse development on Area 5 provides approximately \$11.5 million - \$13.1 million funds.
- + Revenue from a park on the Madrona site is between \$3.5 million and \$4.3 million.
- + A mixed-use development at the Southwest corner provides between \$8.8 million and 10.7 million funds.

### From the City of Shoreline's Perspective

- + A park on the Madrona Site and employment-based uses as part of a mixed-use development on the Southwest Corner meets their objectives.
- + Retention of part of the trees and public use of the chapel on the Madrona site will help address community concerns.

### Other Considerations

- + DOH notes that residential next to laboratories has been a problem in the past. This alternative avoids that condition.
- + Relatively intense development on the Southwest Corner (Area 6) provides the State with revenue and addresses the City's employment objectives.
- There is no revenue to the Dan Thompson Account because the BHC is located on the Southeast corner site (Area 7).

Figure 32 Aerial perspective



*Fircrest School from the Southwest*



*Mixed-use development from the Southwest*



*The behavioral health center from the Southwest*



## Alternative 3: A One-Story Nursing Facility on the Madrona Site

### Rationale

Alternative 3 explores the implications of locating the nursing facility on the Madrona site (Area 3) in a 1-story configuration. The Legislature's proviso calls for analyzing both a 120-bed 1- and 2-story nursing facility. Alternative 1 locates a 2-story nursing facility on the Madrona site.

### Description

Figure 33 illustrates the development proposals for each area.

- Area 1: The 48-bed behavioral health facility is located in the Northeast Corner of the campus. The building footprint assumed for this facility is based on the *Behavioral Health Community Civil 48 Bed Capacity* report Dated March 2, 2020 by BRCA for Washington DSHS.
- Area 2: The Northwest Corner (Area 2, the current "Y" building site) provides an opportunity for residential development. To provide a variety of housing types to fit the real estate market, a mix of 5- to 6-story multifamily buildings and townhouses is proposed. This alternative diminishes the area and number of units because a 2-story nursing facility would intrude into this area and somewhat isolate it.
- Area 3: A 1-story nursing facility is posited on the Madrona site. Details of a proposed site plan for that facility is below.
- Area 4: No change is proposed to the Activities Building and its immediate surroundings. The consultant team discussed various reuse and rehabilitation options for this site, but the building's status and future use was unclear at the time of this report.
- Area 5: As in all alternatives, townhouse development is proposed for the Activities South area. The gentle south-facing slope and visible location make smaller scale development most attractive on this site.
- Area 6: Alternative #3 proposes an approximate 5.2-acre city park on the Southwest Corner. Though this area is more valuable for development, and the park would be better located on the Southeast Corner, Alternative #3 places commercial development on the Southeast Corner in order to generate revenue for the Dan Thompson Account. If some form of revenue adjustment can be made between DNR and DSHS land, the park and development should be switched.
- Area 7: Alternative #3 includes commercial development on this site because residential development is less desirable on this area and the City is interested in employment-producing uses.

Figure 33 Alternative #3 site planning concept

FIRCREST ALTERNATIVE CAMPUS-WIDE STRATEGIES



## Area Specific Site Planning Details

### The 120-Bed 1-Story Nursing Facility on the Madrona Site

The conceptual site plan below (Figure 34) is based on the building size and configuration contained in the 2018 *Pre-design Study for Nursing Facility New Capacity at Fircrest School, Shoreline* for DSHS and OFM by Sage Architectural Alliance, except that the parking has been reconfigured to account for the steep slope to the west of the current access road. As the diagrammatic plan illustrates, a 1-story building complex intrudes into Area 2 and removes most of the mature trees that are important to the community. The expansion of the Madrona site into the Northwest Corner reduces the land available for residential development by about 60,000 sf and generally isolates a potential residential development. This isolation could be remedied by constructing an access road from 15<sup>th</sup> Avenue NE to the existing road at the north of the proposed nursing facilities. The consultant team estimates this to cost about \$7 million.

**Figure 34 Diagrammatic site plan for a 1-story nursing facility on the Madrona site (Area 3)**



Area 3 NW  
Nursing Facility (1-story)  
Conceptual Site Plan  
Fircrest School Land Use Assessment

0 100 200  
SCALE IN FEET

December 28, 2020

## Summary of Expected Revenues from Area Redevelopment

**Table 18 Estimated revenues from development for Alternative 3**

| Area         | Proposed Uses  | Estimated Value (in millions) |               |
|--------------|--|-------------------------------|---------------|
|              |  | Low                           | High          |
| 1            | Behavioral health center   | NA                            | NA            |
| 2            | 510 multifamily units in 6-story building and 46 townhouse units <sup>(*)1</sup> | \$20.2                        | \$23.1        |
| 3            | One-story nursing facility   | NA                            | NA            |
| 4            | Activities building  | NA                            | NA            |
| 5            | 82 townhouse units <sup>(*)2</sup>   | \$11.5                        | \$13.1        |
| 6            | Park or park + soundstage <sup>(*)3</sup>  | \$4.1                         | \$5.0         |
| 7            | 185,000 sf office space  | \$6.4                         | \$8.5         |
| <b>TOTAL</b> |  | <b>\$42.2</b>                 | <b>\$49.7</b> |

(\*)1 Value based on a mix of multi-family and townhouse unit's and reduced 25% from values calculated in Alternatives 1 and 2 because of land taken for the nursing facility (17%) and the sites isolation (8%).

(\*)2 Value based on a specific site planning concept and may differ from estimates in Section 5.

(\*)3 Source of park valuation is the average of per-square-value conclusions per most recent appraisals from ABS Valuation, utilizing selected unrestricted comparable property sales only, dated October 2020, and The Eastman Company, dated July 2020, as applied to 4.9 acre total park site area. The average value is sensitized +/- 10%.

## Evaluation: Advantages and Disadvantages

### From DSHS Perspective

- + A 1-story nursing facility on Area 3, the Madrona site, is DSHS's preferred location and configuration.
- + The Northeast Corner (Area 1) is DSHS's preferred location for the BHC and that area is inappropriate for non-facilities development.
- There will be very little space for expansion.
- A nursing facility at the Madrona site will be somewhat separated from the rest of the DSHS facility, and the topographic change has been mentioned as making it difficult to move residents to other parts of the campus.

### From DNR Perspective

- + Mixed residential development in the Northwest Corner provides approximately \$20.2 million - \$23.1 million funds.
- + Townhouse development on Area 5 provides approximately \$11.5 million - \$13.1 million funds.
- + A park at the Southwest Corner (Area 6) generates \$4.1 million - \$5.0 million. However, a park or park and soundstage at that site might be a necessary part of the agreement with the City to allow more intensive (and revenue-producing) development on other areas.
- There would be no revenue from the Madrona site.

### From the City of Shoreline's Perspective

- + A park or park and soundstage on the Southwest Corner meets part of their goals.
- + Commercial development on the Southeast Corner meets the City's other goals.

### Other Considerations

- + DOH notes that residential next to laboratories has been a problem in the past. This alternative avoids that condition.
- + Commercial development in the Southeast Corner (Area 7) provides approximately \$6.4 million - \$8.5 million funds to the Dan Thompson Account.
- Providing revenue from the Southeast Corner rather than the Southwest Corner reduces net income to the State overall.
- Alternative 3 will likely result in the removal of the trees on the Madrona site, which may be a significant public concern and may trigger City tree protection requirements.



Figure 35 Aerial perspective



*Fircrest School from the Southwest*



*Nursing facility from the Southwest*



*Townhome development from the Southwest*

# Section 7

## Summary Evaluation

### Introduction

While Section 6 – Campus-wide Alternatives explored the physical, functional, and financial implications of options for different areas as campus-wide conceptual site plans, this section compares the relative advantages and disadvantages of the three alternatives to facilitate internal decision-making and future discussions with the City. To that end, this section includes a brief comparison of the three alternatives with general observations relevant to next steps toward the facilities upgrades and land development. It should be noted that the following conditions and assumptions that are common to all three alternatives:

- There will be costs to develop property in all alternatives such as: traffic mitigation measures, environmental analysis, permitting fees, and site development costs. Phasing of non-facilities development is considered in the implementation section.
- Figures noted as “land value” are not necessarily the net income, but they are a means of comparing revenues from different site planning concepts. The figures are based on the analysis in Section 5.
- The team reviewed environmental information to determine potential site constraints and addressed constraints in the alternatives.
- Only the most exceptional site infrastructure costs have been noted, including relocation of the storm drainage pipe in Alternative 2 and a new access drive in Alternative 3. Though substantial site infrastructure costs may apply, the consultant team assumed costs would be relatively similar in all three alternatives.




### Comparative Description and Observations

Table 19 compares the most salient characteristics of the three alternatives. From it, the following can be noted.

**Alternative #1** posits a 2-story nursing facility on the Madrona site, which does not intrude on the Northwest Corner as does a 1-story facility. A 2-story facility would provide open space for the residents and retain some trees on the heavily wooded Madrona area; however, a 1-story nursing facility is preferred by the nursing staff. Alternative 1 generates an estimated land value between \$49 million - \$57.4 million.

**Alternative #2** proposes a 1- or 2-story nursing facility in the Northeast Corner. The 1-story facility would include a second story over one of the 20-bed buildings. This location is not preferred by DSHS but would be on level ground and near the kitchen, and would provide covered and uncovered open space, all of which the nursing staff noted as an advantage when moving patients. Relocating a warehouse would also be required. A park in the Madrona area would benefit both the City and the potential residents to the north and retain most of the grove or trees.

**Table 19 Summary chart comparing the three comprehensive alternatives.**

| CHARACTERISTIC  | ALTERNATIVE   |   |  |
|---|---|---|--|
|   | <b>1. 2 Story Nursing on Madrona (Area 3)</b>   | <b>2. 1 or 2 story Nursing on NE Corner (Area 1)</b>  | <b>3. 1 Story Nursing on Madrona (Area 3)</b>  |
| <p><b>LEGEND</b></p> <ul style="list-style-type: none"> <li><span style="display: inline-block; width: 15px; height: 15px; background-color: yellow; margin-right: 5px;"></span> Nursing Fac</li> <li><span style="display: inline-block; width: 15px; height: 15px; background-color: orange; margin-right: 5px;"></span> BHC</li> <li><span style="display: inline-block; width: 15px; height: 15px; background-color: #d2b48c; margin-right: 5px;"></span> Multifamily residential</li> <li><span style="display: inline-block; width: 15px; height: 15px; background-color: #c8e6c9; margin-right: 5px;"></span> Townhomes</li> <li><span style="display: inline-block; width: 15px; height: 15px; background-color: #bbdefb; margin-right: 5px;"></span> Commercial</li> </ul> |    |   |   |
| Potential Land Value  | <b>\$49 million - \$57.4 million</b>  | <b>\$50.8 million - \$58.9 million</b>  | <b>\$42.2 million - \$49.7 million</b>   |
| Implications for DSHS   | <ul style="list-style-type: none"> <li>+ Madrona site (Area 3) is DSHS preferred location</li> <li>+ NE corner is DSHS preferred location for BHC</li> <li>- Two-story nursing facility is not preferred DSHS configuration</li> <li>- Very little expansion space</li> <li>- Site is separated from many other Fircrest School buildings and facilities</li> </ul> | <ul style="list-style-type: none"> <li>+ The NE Corner (Area 1) is flat and near the kitchen</li> <li>+ A two-story nursing facility provides expansion space</li> <li>+ The site provides open space for residents</li> <li>- The NE corner is not the DSHS preferred nursing facility location</li> <li>- \$1.5 million additional cost for stormwater pipe relocation</li> </ul> | <ul style="list-style-type: none"> <li>+ DSHS preferred location and configuration</li> <li>+ DSHS prefers BHC in NE corner</li> <li>+ DSHS prefers one-story nursing facility</li> <li>- Very little expansion space</li> <li>- Site separated from campus</li> <li>- Site is separated from many other Fircrest School buildings and facilities</li> </ul> |
| Implications for DNR  | + Development produces \$42.6 million– \$48.9 million to CEP&RI Trust   | + Development provides \$50.8 million - \$58.9 million to CEP&RI Trust  | - Development provides \$35.8 million- \$41.2 million to CEP&RI Trust.   |
| Implications for City   | <ul style="list-style-type: none"> <li>+ Park at SW corner (Area 6)</li> <li>+ Commercial development</li> <li>+ Retains some Madrona site trees</li> </ul>   | <ul style="list-style-type: none"> <li>+ Park on Madrona site</li> <li>+ Commercial development</li> <li>+ Retains Madrona site trees</li> </ul>  | <ul style="list-style-type: none"> <li>+ A park or park + soundstage on the SW corner</li> <li>+ Commercial development on the SE corner (Area 7)</li> <li>- Loss of Madrona site trees</li> </ul>   |
| Other Considerations  | <ul style="list-style-type: none"> <li>+ Avoids residential next to PHL</li> <li>+ Yields approx. \$6.4 million - \$8.5 million for Dan Thompson Account</li> <li>- Park at SW rather than SE corner reduces income to the State overall</li> </ul>   | <ul style="list-style-type: none"> <li>+ Avoids residential next to lab</li> <li>+ Park on Madrona benefits new residential development and saves an important stand of trees</li> <li>- There is no revenue for Dan Thompson Account</li> </ul>  | <ul style="list-style-type: none"> <li>+ Avoids residential next to PHL</li> <li>+ Yields approx. \$6.4 million - \$8.5 million for Dan Thompson Account</li> <li>- Park at SW rather than SE corner reduces income to the State overall</li> </ul>  |



A one-story facility is preferred by nursing staff, but a two-story complex in the northeast corner would provide expansion space. In either case, a storm drainage pipe and a small warehouse would need to be moved to allow more compact development. The price of relocating the pipe is estimated at approximately \$1.5 million.

In Alternative 2, all the DSHS facilities would be located on the eastern portion of the campus (Dan Thompson Account land). While this has functional advantages and produces more land value overall, it secures no revenue for the Dan Thompson Account. Alternative 2 generates an estimated \$50.8 million to \$58.9 million in land value.

**Alternative 3** with a one-story nursing complex on the Madrona site meets all DSHS preferences and provides a park and commercial development that will, to the best of the team's knowledge, meet the City's requirements, although there may be public concern and City requirements regarding the loss of trees on Area 3. A major drawback is that intrudes into the Northwest Corner (Area 2) and reduces its potential value by reducing the amount of monetizable land by about 60,000 SF and isolating the area from the rest of the community. Alternative 3 generates an estimated \$42.2 million to \$49.7 million in land value.

# Section 8

## Implementation

Realizing the potential of the Fircrest School campus can be described as a two-phase process. In the first phase, the public agencies (state and local) need to agree on how they will use the finite land resource. In the second phase, private sector capital needs to be secured through land transactions. This section describes considerations and processes for each phase.

### Phase 1: Public Agency Agreement

#### State Decisions Regarding Facilities Locations

The scenarios detailed in this report focus on the operational and financial impacts of various configurations of the new behavioral health center (BHC) and a rebuilt existing nursing facility. From a sequencing standpoint, reaching an agreement with DSHS should come first as it will define the remaining land area. Critical operational issues to be addressed include:

- Nursing Facility: One- or two-story format and location at the Madrona site (Area 3) or Northeast Corner (Area 1).
- BHC: Location in Northeast Corner (Area 1) or Southeast Corner (Area 7).

Another issue to consider is that the area which may be dedicated for a park instead of redevelopment will determine the relative revenues available to each trust or account. Section 6 Alternatives of this report provides comparative information for determining the location and configuration of the individual facilities, as well as the implications for the development of other areas.

#### City of Shoreline Planning and Regulatory Framework

The second step in Phase 1 is to ascertain the uses, intensities, and development standards that the City's comprehensive plan, zoning code, and other regulations will allow. The City has identified four alternate processes to support site development, two which are City-initiated and two which the State would initiate. (See Appendix A for details.) The two State-initiated options are:

1. The State prepares and the City approves a Master Development Plan (MDP) under the current municipal code section: SMC 20.30.353 which would define the regulatory requirements for new campus development.
2. The state prepares and the City approves Comprehensive Plan amendment and concurrent rezone.

Option 2 appears to be the most advantageous because it avoids the current MDP requirements which include both development constraints and a specific public engagement process conducted by the State. The City has noted that the comprehensive plan update and rezone process could incorporate a concurrent "development agreement" that is consistent with comprehensive plan and zoning amendments and may also include other elements such as land transactions with the City, or other specific conditions in exchange for adopting the proposed amendments. The Phase 1 process assumes that a development agreement is used to bundle regulatory requirements and special conditions into a single comprehensive agreement with which provides the State the certainty that it can move forward toward facilities and Phase 2 development. Based on the development agreement, comprehensive planning and zoning amendments plus any other necessary regulatory changes should be quickly adopted by the City so that the State can initiate the Phase 2 process below. During Phase 1, the following should be considered:



- Negotiations with the City should commence only after the location of DSHS’s uses are known. Ideally the state representatives would be able to forecast the construction timing of the nursing and BHC facilities as it will help the City envision the future condition of those areas of the property.
- The State and the City should first agree on a process and sequence of steps to prepare and implement the development agreement.
- At the outset of the negotiation with the City, the State should make clear what type of restrictions and conditions will be applied when it comes to selling or ground leasing state land as well as DSHS facilities development. At the timing of this report we understand most of these restrictions evolve around fair market value (FMV).
- From an ownership standpoint, the City has expressed a strong interest in both park/open space and commercial development that is consistent with their economic development objectives. For any portion of the property that the City wants to reserve for commercial development (i.e., soundstage or other employment-generating options), we recommend a purchase option rather than a straight sale. The key difference is that the option agreement will be for a specified period (e.g. 12 months) and may include other provisions such as allowable uses, size, and other factors. The State has a significant long-term interest in the quality and timing of development on the campus. A limited duration option agreement is the best way to ensure that the City moves quickly to pursue their goals and, in the event that they do not come to fruition, it will allow the State the option to develop the property with the new zoning in place. This is less of an issue with any park land that the City might acquire, though the consultants recommend including park construction obligations (timing and programming) as a covenant in the sale to ensure the City implements its plan for the park.
- A SEPA document should be prepared at this time to identify other concerns and development conditions related to the implementation of site development. A planned action EIS may be one way to reduce uncertainty in the development process and ensure public engagement.
- The State will maximize its value by reducing the amount of uncertainty associated with the development of the property. Since the maximum development capacity (both state and market based uses) will be an integral part of the negotiation with the City, the State should endeavor to make the City land sale(s)/option contingent upon execution of a development agreement that addresses SEPA and other non-project entitlements. This will help ensure that developer-buyers have a higher level of certainty about the approval process and are therefore willing to pay the most for the opportunity.

## Phase 2: Private Sector Investment

At the conclusion of Phase 1, the DSHS facilities and City projects will be conceptually defined and the development agreement, along with a comprehensive plan amendment and zoning standards, will clarify the market-based development opportunities. Phase 2, outlined below, summarizes the process for monetizing the developable portions of the campus.

### General Considerations

#### Sale or Ground Lease

DNR has two options for monetizing the developable portions of the campus — Fee Simple Sale or Ground Lease. Ground leases are desirable for the Lessor because they generate long-term, very low risk revenue that keeps pace with inflation. Ground leases generally are not desirable to developers because the

land cannot be subordinated to construction or permanent debt and the divided estate is perceived to negatively impact the value of the project at stabilization (higher capitalization rates).

Landowners are best positioned to overcome the market's aversion to ground leases when their properties are "very unique" (urban waterfront, a downtown block, location on a hospital campus, etc.) where a fee simple alternative cannot be easily substituted. The scale of the development opportunities at the campus are unique as is the setting near open space, but generally, the consultants believe the State would achieve greater value through sale of land and reinvestment of the proceeds into institutional grade income properties.

It is also important to note that the for-sale townhouse product that is blended into the land value estimates cannot be developed on a ground lease. While for rent multifamily is more valuable (on a per square foot basis) and compatible with a ground lease structure, the sheer quantity of a single product type on the campus will somewhat slow absorption and put downward pressure on value to the State.

### Land Transaction Program

All the alternatives contemplated in this study lend themselves to a process whereby the State conducts a series of land transactions over a 1 to 3-year period. To maximize value, we recommend a land transaction process that incorporates the following concepts:

- **Multiple Transactions:** By securing the rezone and development agreement in Phase 1, the State is essentially serving the role of "land developer". By selling the development sites individually, the State can optimize timing and leverage competition by having multiple developers working on the campus redevelopment.

**Closing Transactions with Permits:** The State's holding cost for the campus is de minimis compared to a developer's cost of equity therefore allowing the developer to close on the land with permits in-hand will maximize the gross proceeds at closing.

## Transaction Steps

### Pre-Market Preparation

During this one to two-month period, marketing materials are prepared and due diligence documents are assembled for review by potential buyers. Development opportunities of this scale are rare in urban Puget Sound so the marketing materials should be designed for broad outreach and introduce the campus to high quality developers that may not already be familiar with Shoreline, the DSHS facilities, and DNR.

### Marketing

In order to maximize both value and efficiency, marketing of any one development site (e.g. Northeast Corner (Area 1) should begin approximately 18 months prior to a targeted closing date, which would roughly coincide receipt of permits and with start of construction. In addition to being consistent with DNR regulations, the marketing process for these development opportunities should be designed to maximize exposure and leverage competition to drive value to the State.

### Negotiation & Documentation

This two- to three-month phase of the process starts with the receipt of Letters of Intent (LOIs) from potential developers and concludes with execution of a binding Purchase and Sale Agreement (PSA).

### Pre-Closing Management

As discussed above; the State will maximize its gross revenue from land sales if the PSAs are structured to allow the developer to close at receipt of land use approval. If the State has successfully secured a development agreement during Phase 1, the developer's feasibility period and permitting timeline will be shorter (estimating 90 days or less for feasibility and 10 months for permitting). During this period the

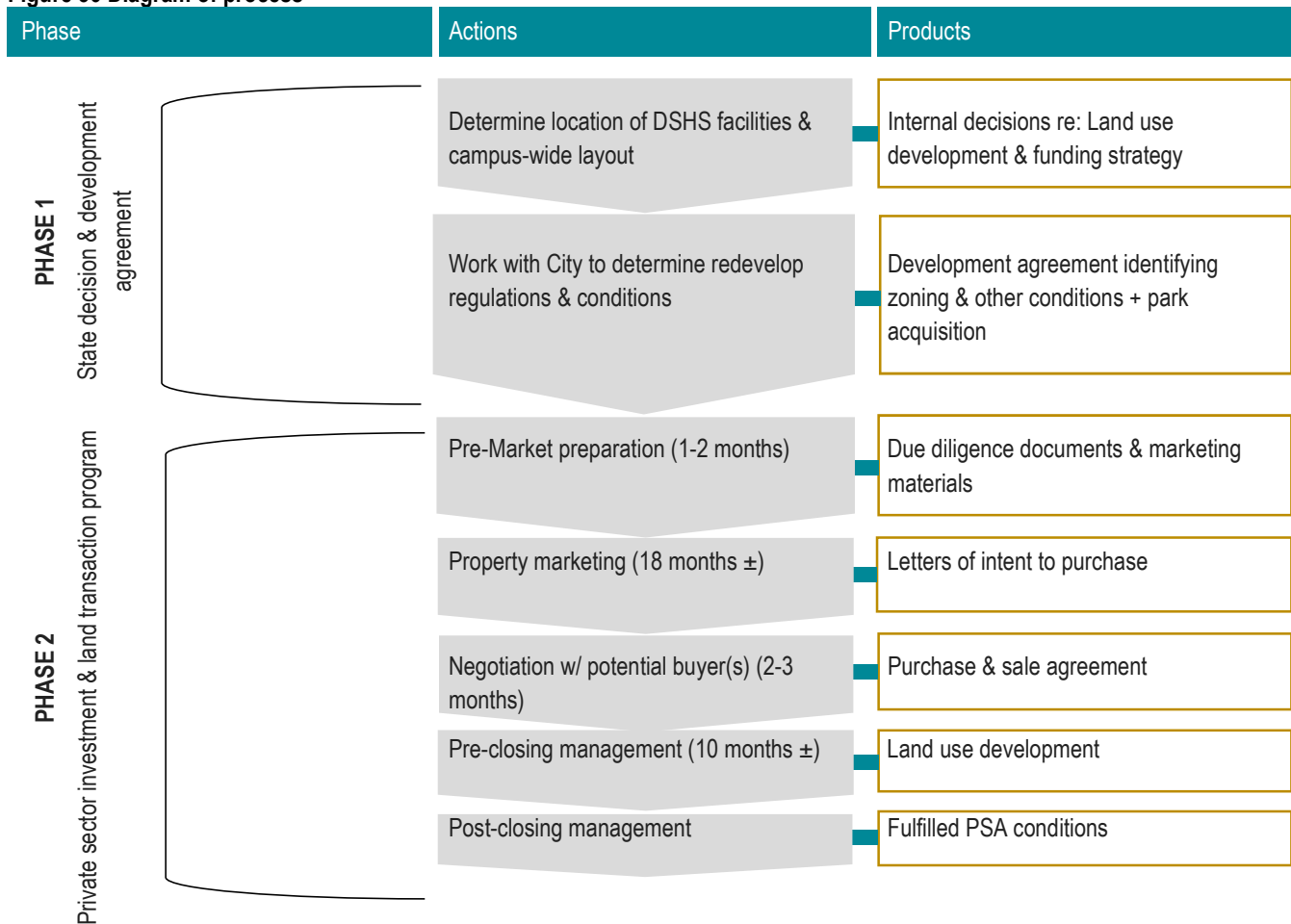
State’s representatives will need to monitor the developers permitting progress and ensure that all pre-closing conditions are fulfilled and to negotiate amendments to the agreements if necessary.

### Post-Closing Management

With multiple development sites to sell and the rest of the campus to manage, the State has a significant interest in ensuring individual developers successfully complete their projects in a manner consistent with the PSAs. During this period the State’s representatives will need to monitor the developers’ construction progress and ensure that any post-closing conditions are fulfilled.

This process is diagrammed in Figure 36 Diagram of process.

**Figure 36 Diagram of process**



# Section 9

## Conclusions

1. The location and configuration of the nursing facilities is the fundamental decision to be made before action can be taken to provide for that core function. And, the location of the nursing facility has significant implications for the use of other portions of the campus and affects the amount of potential revenue that the State may achieve from the development of portions of the campus for residential or commercial uses. To evaluate the implications of nursing facility development options, the team conducted an evaluation of several comprehensive, campus wide alternatives with different nursing facility options. Sections 6 and 7 of this report compare the options for one and two-story nursing facilities on both the Madrona site (the forested area north of the Activities Building) and the northeast corner (currently occupied by the ATP Building).
  - A one-story nursing facility on the Madrona site (Alternate 3) is preferred by DSHS staff and will yield a land value of about \$42.2 million to \$49.7 million for portions of the site to be developed for uses other than state facilities.
  - A two-story nursing facility on the Madrona site will yield a value of about \$49 million to \$57.4 million.
  - A one or two-story nursing facility in the northeast corner will yield a land value of about \$50.8 million to \$58.9 million for portions of the site to be developed for uses other than state facilities. Moving a storm drainage pipe might add approximately \$1.5 million to the cost of a nursing home in this location.

Sections 6 and 7 of this report identify other significant issues to be considered in comparing the 4 options above. All the land values noted above are based on the assumptions and analysis in Section 5. They are also subject to the conditions of a development agreement with the City that describes the development capacity and standards for development of campus properties.
2. Significant development of DSHS facilities or commercial or residential development will require an agreement with the City of Shoreline. Currently the campus is zoned Fircrest Campus Zone (FCZ) which does not allow new commercial or residential development. Also, redevelopment or new development of nursing facilities, housing for disabled persons, and similar uses would require an approved “Master Plan” that meets specific City criteria. The City has indicated that a part of such a development agreement must include addressing the City’s objectives for active park open space and employment producing commercial development. To move forward with development of facilities and public and private uses will require a comprehensive plan amendment and rezoning of the property. It appears that this can be most efficiently accomplished through reaching a “development agreement” with the City, on which a comprehensive plan amendment and zoning designation(s) are based. The development agreement should specify the use and development standards that apply to various portions of the site and the agreed upon price that the City will pay for park land. The development agreement may also include other provisions such as SEPA determinations, specific project entitlements, covenants or a purchase option for the City to acquire a specific parcel within a specified period of time for purposes that it identifies.
3. Determining the “fair market value” for various portions of the campus is complicated by at least two factors. First, the value of land to be transacted to the City for a park must be negotiated, and the price may vary from its value as effectively un-zoned land with negligible development capacity to land with

substantially more value if it was zoned for commercial or residential uses that are economically and contextually appropriate for the campus's location. Second, the value of other parcels will be dependent upon the zoning agreed upon between the City and the State. It is recommended that the State pursues a "development agreement" as described in Section 8 that identifies both the value of the land to be purchased by the City and the development regulations that affect the other portions of the site. It may be that the State's interest to sell land for a park to the City for a lower price in exchange for higher development capacity on other portions of the campus.

4. The fact that the revenue from different departmental ownerships is tied to those parcels may hinder the most efficient and revenue producing development strategy. For example, the southwest corner has greater development value than the southeast corner. However, funds from the southeast corner benefit the developmentally disabled community. Therefore, locating development on the southeast corner and a park on the southwest corner of the campus will generate revenue for the Dan Thompson Account but will yield less revenue to the State overall. Some internal mechanism to address this dilemma should be considered.
5. The behavioral health center (BHC) will fit on either the northeast site (Area 1) or the southeast site (Area 7). The southwest corner (Area 6) was also considered as a BHC location, but there are advantages for having the BHC on a less prominent site and the southwest corner has high redevelopment value.
6. In general, the parcels facing 15<sup>th</sup> Avenue E on the west side of the campus are more valuable for commercial or residential development than the northeast or southeast corner parcels.
7. The Fircrest School campus is a unique resource for the State, the community, and the region. With its mature trees, gentle slopes, and views, the property is very attractive for a variety of activities which will be enhanced if integrated into a larger campus-wide site planning concept. Further development planning work should consider how individual development actions can be integrated to maximize the functional, environmental and aesthetic assets of the campus as a whole.
8. The recommended process for moving forward with facilities improvements and land development is described in Section 8 and summarized below:

### Phase 1: Site Planning Decisions and Development Agreement with the City

- a. Determine the preferred locations and configurations of the nursing and BHC facilities and identify the optimum uses on other portions of the campus.
- b. With the City of Shoreline agree on a process to prepare a development agreement as noted in "c" below.
- c. Work with the City of Shoreline to reach a development agreement that defines the zoning and applicable development regulations and conditions for the various areas along with an agreed upon price for the land to be developed by the City as a park. SEPA analysis should be accomplished at this time to identify all conditions necessary for development
- d. (The City) adopt necessary comprehensive planning and zoning amendments based on the development agreement, and State and City park development land as applicable.

### Phase 2: Private Sector Investment

- a. Determine how the State would develop land for state facilities or public or private uses.
- b. Conduct a phased program or land transactions, including the following steps:



- i. Pre-Market Preparation. Including due-diligence and preparation of marketing information.
- ii. Marketing. Which includes a variety of activities over an 18-month period.
- iii. Negotiation and Documentation: Receiving letters of intent from prospective developers, selecting a proposal and completing a purchase and sale agreement (PSA).
- iv. Pre-Closing Management: Including monitoring permitting and ensuring pre-closing conditions are met.
- v. Post-Closing Management: Ensuring that conditions of the PSA are met.

# **Fircrest School Land Use Assessment**

**Appendices**

January 15, 2021

# Fircrest School Land Use Assessment

## Appendix A – Existing Conditions Report

# Existing Conditions Report

## Previous Planning Processes

The Fircrest School campus (campus) has been subject to multiple planning efforts and facilities studies over the past three decades. Many of these included extensive public involvement and stakeholder committees. Table 1 on page 4 summarizes resulting key planning documents.

## Regulatory Framework

### Land Use Context and Zoning

The land use context surrounding the campus (see Figure 1) is predominantly residential. Adjacent uses, however, are a mix of parkland, schools, mixed-residential, and commercial uses. The 15<sup>th</sup> Avenue NE corridor functions as the front door of the campus to the west and features a mix of commercial and low density multifamily uses toward the south and mostly single family uses toward the north. Heavily wooded Hamlin Park borders the campus to the north and Shorecrest High School and South Woods Park border the campus to the east behind a buffer of tall trees. Northeast 150<sup>th</sup> Street borders the campus to the south and single family uses reside across the street.

Light rail will come to Shoreline by 2025 with the closest station at NE 145<sup>th</sup> Street, just over a 1/2 mile from the southwest corner of the campus. However, due to the large block sizes in the area, and the interruptions of the street grid by Paramount Park and its stream/wetland corridor, the functional distance to the station is closer to one mile from the southwest corner of the site.

### Comprehensive Plan

The campus has a land use designation of Institution/Campus. The plan describes the campus as a major employer within Shoreline, including the Fircrest School and the Public Health Laboratories. Fircrest School patients are also residents of Shoreline. The City notes that the current population of residents is a decline over previous years, when over 1,000 people resided on the campus.<sup>1</sup>

Several of the City's Comprehensive Plan policies address the Fircrest School, residents, and/or campus.<sup>2</sup>

- FG10: Encourage Master Planning at Fircrest School that protects residents and encourages energy and design innovation for sustainable future development.
- LU30: Evaluate property along transportation corridors that connects light rail stations and other commercial nodes in the city, including Town Center, North City, Fircrest, and Ridgecrest for multi-family, mixed use, and non-residential uses.
- ED30: Unlock the Fircrest excess property to create living-wage jobs while respecting and complementing its existing function as a facility for people with disabilities.

The Comprehensive Plan includes several transportation policies that are summarized in the Transportation portion of Section 3.

---

<sup>1</sup> City of Shoreline, *Comprehensive Plan* (Shoreline, Washington: 2012), 105.

<sup>2</sup> Shoreline *Comprehensive Plan*, 6, 24, and 58.



**Table 1 Summary of previous campus planning efforts**

| Document / Year   | Summary   |
|---|---|
| Fircrest School Master Plan, 1993   | This plan responds to evolving preferences for the treatment of individuals and deteriorating facilities and interest in the potential for new uses on underutilized portions of the campus. The plan recommended maintaining current level of service in a more compact footprint. The plan suggested future uses, including multifamily housing, additional public laboratory uses, social services, commercial/office tenants, and a joint-use conference center.  |
| Fircrest Excess Property Report - Land Use Options and Recommendations, 2008<br>[referred to as Phase 1 in later documents] | This report to the State Legislature assessed five capital project options, ranging from maximum financial return (meeting none of the project goals) to “highest and best use based on benefit to the local community” (meeting all project goals).<br><br>The recommended option was a hybrid that resulted in 20 acres for new uses. It proposed civic uses, government offices, mixed-income multifamily, mixed-use, townhouses, trails, and open space.  |
| Fircrest Campus Excess Property Master Plan - Phase 2, 2010   | The plan proposed replacing the Y-buildings, expanding the Activities Building at Fircrest School, developing new mixed-use and residential facilities (862 units, 35,000sf retail, 255,000sf office), and adding new walk/bike connections, public open space, and restoration of a natural drainage system.   |
| Public Health Laboratories 20-year Master Plan, 2010  | The PHL plan outlined potential future expansion of the Public Health Laboratories over a 20-year period. The original plan envisioned multiple additions and a new parking structure for the facility. DOH has since decided to pursue a smaller renovation and addition for the PHL.  |
| Fircrest School Campus Master Plan Phase III, 2017  | This update to the 2010 Fircrest Master plan focused on efficiently implementing the programmatic and preservation needs of the facility. The plan proposed a coordinated approach toward other major projects that will result in significantly improved facilities and operation efficiencies.<br><br>This document also provided a detailed building and systems assessment, new construction and renovation program alternatives, and associated cost estimates.  |
| Predesign Study: Nursing Facility New Capacity at Fircrest School, 2018   | This study specifically considered replacement of the six nursing facility buildings. The preferred alternative is a one-story, multi-building facility with capacity for 100-160 residents. It is proposed to be constructed south of the current Y-buildings to allow continuous operations. The study also proposed a new Central Laundry facility.  |
| Recommendations on the Underutilized Portions of the Fircrest Campus, 2019  | This report by DNR, in consultation with OFM gathered stakeholder input and developed recommendations for how to address the underutilized portions of the campus. The final report included separate recommendations from DNR and OFM.   |
| Behavioral Health: Community Civil 48 Bed Capacity State Owned, Mixed Use - Pre-Design Report - Prototype Building, 2020    | This was an architectural study for a typical 48-bed behavioral health center using best practices for healthcare and sustainable design. The goal was to develop a model configuration so that additional beds could be efficiently developed in the state to meet the rapidly growing needs of this sector.<br><br>The study examined a variety of one, two, or three-story building options. The document was not specific to the campus, except for a study of solar energy generation which finds the property has high potential. |
| Behavioral Health: Community Civil 48 Bed Capacity State Owned, Mixed Use - Pre-Design Report Multiple Sites, 2020          | This study built on the prototype building established in the Prototype Building report (above) and examined pre-design at specific sites, including two location options at the campus. Like other planning documents, this study summarized engineering considerations and challenges. It noted that the City of Shoreline currently has a moratorium on master development plans which, once lifted, will result in a 6-9 month permit approval process. .   |

## Zoning

The overall campus is mapped as the Campus zone (C), though the City has further sub-zoning as described in SMC 20.40.045: The DOH PHL is zoned Public Health Laboratory Zone (PHZ), and the rest is zoned Fircrest Campus Zone (FCZ). Table 2 summarizes allowed uses for these zones. Multifamily housing is not currently one of the allowed uses. SMC 20.40.045(C) requires a Master Development Plan (MDP) review for all development with campus zones pursuant to SMC 20.30.060 and 20.30.353.

**Table 2 Allowed uses for the Public Health Laboratory (PHZ) and Fircrest Campus (FCZ) zones per Shoreline Municipal Code 20.40.150 campus uses**

| SPECIFIC LAND USE  | FCZ | PHZ |
|--|-----|-----|
| Child and Adult Care Services  | P-m |     |
| Churches, Synagogue, Temple  | P-m |     |
| Food Storage, Repackaging, Warehousing and Distribution  | P-m |     |
| Fueling for On-Site Use Only   | P-m |     |
| Home Occupation  | P-i |     |
| Housing for Disabled Persons   | P-m |     |
| Library  |     | P-m |
| Light Manufacturing  | P-m |     |
| Maintenance Facilities for On-Site Maintenance   | P-m | P-m |
| Medical-Related Office or Clinic (including personal care facility, training facilities, and outpatient clinic)  | P-m | P-m |
| State Owned/Operated Office or Laboratory  | P-m | P-m |
| Nursing Facility   | P-m |     |
| Personal Services (including laundry, dry cleaning, barber and beauty shop, shoe repair, massage therapy/health spa)                                     | P-m |     |
| Power Plant for Site Use Power Generation Only   | P-m | P-m |
| Recreational Facility  | P-m |     |
| Research Development and Testing   | P-m | P-m |
| Residential Habilitation Center and Support Facilities   | P-m |     |
| Social Service Providers   | P-m |     |
| Specialized Instruction School   | P-m |     |
| Support Uses and Services for the Institution On-Site (including dental hygiene clinic, theater, restaurant, book and video stores and conference rooms) | P-m | P-m |

*P = Permitted Use*

*P-i = Permitted Use with Indexed Supplemental Criteria*

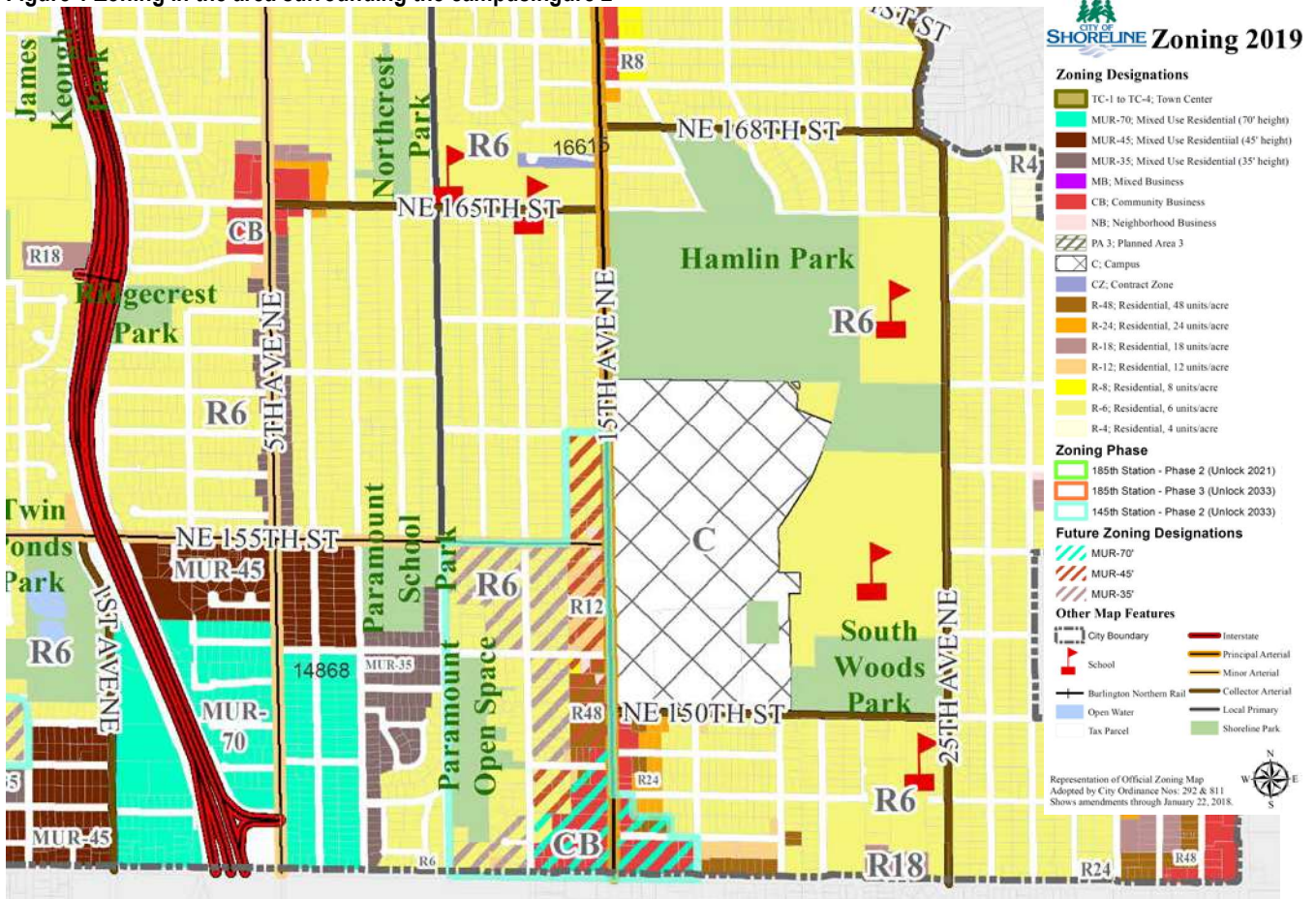
*P-m = Permitted Use with approved Master Development Plan*

## Surrounding Zoning Context

Figure 1 illustrates zoning in the campus vicinity. While R-6 is the predominate zone in the area, the property across the street from 15th Avenue NE features mostly R-12 and R-48 zoning. Those properties are part of a phased Mixed-Use Residential (MUR) zone with a 45-foot height limit that is scheduled to unlock in 2033 as a part of the 145<sup>th</sup> Street Station Subarea Plan. The block of NE 150<sup>th</sup> Street east of 15<sup>th</sup> Avenue NE includes a mix of Community Business, R-48, R-24, and R-6 zoning.

Light rail will come to Shoreline by 2025 with the closest station at NE 145<sup>th</sup> Street, just over a half-mile from the southwest corner of the campus. The 145<sup>th</sup> Street Station Subarea Plan instituted a phased zoning approach for the neighboring areas directly west and southwest of the campus, which automatically will be upzoned in 2033 to Mixed-Use Residential (MUR) with 45-foot height limits across the street from the campus and up to 70-feet to the south.

Figure 1 Zoning in the area surrounding the campus.figure 2



## Master Development Plan (MDP)

Applicants for a new use, expanded use, or redevelopment within the Campus zone must prepare a master development plan per SMC 20.30.353. Existing plans may be amended, subject to restriction. The plan must describe phasing over 20 years along with environmental and community benefits, infrastructure capacity or expansion, and architectural design concepts. Master plan developments must adhere to specific development standards, summarized in Table 3.

**Table 3 Master Development Plan - Development Standards**

| Summary list of MDP development standards (per SMC 20.30.353(D)) |  |
|--|--|
| 1.   | Density is limited to a maximum of 48 units per acre.  |
| 2.   | Height is limited to a maximum of 65 feet.   |
| 3.   | Buildings must be set back at least 20 feet from property lines at 35 feet building height abutting all R-4 and R-6 zones. Above 35 feet buildings shall be set back at a ratio of two to one.   |
| 4.   | New building bulk shall be massed to have the least impact on neighboring single-family neighborhood(s) and development on campus.   |
| 5.   | At a minimum, landscaping along interior lot lines shall conform with the standards set forth in SMC 20.50.490.  |
| 6.   | Construction of buildings and parking areas shall preserve existing significant trees to the maximum extent possible. Landscaping of parking areas shall at a minimum conform with the standards set forth in SMC 20.50.500.   |
| 7.   | Development permits for parking shall include a lighting plan for review and approval by the Planning Director. The lighting shall be hooded and directed such that it does not negatively impact adjacent residential areas.  |
| 8.   | The location, material, and design of any walkway within the campus shall be subject to the review and approval of the Planning Director.  |
| 9.   | Where adjacent to existing single-family residences, campus roadways and parking areas shall be landscaped as much as possible in the space available to provide a visual screen. The amount and type of plant materials shall be subject to the review and approval of the Planning Director. |

The preparation of a Master Development Plan and the accompanying environmental analysis are the responsibility of the applicant. The fee for the MDP permit, summarized in a 2019 City of Shoreline staff report, is \$29,353, with SEPA review adding between \$4,635 and \$8,033. Applicants are encouraged to develop a consensus-based master development plan through outreach to the community and stakeholders as set forth in SMC 20.30.085. The Master Development Plan review timeline is 120 days and approval is based on the criteria listed in Table 4:<sup>3</sup> Master Development Plans expire 20 years after City approval. The State has made multiple attempts to begin the MDP process in the last decade but has not completed an MDP application.

---

<sup>3</sup> Nathan Daum and Rachel Markle. “Discussing Fircrest Master Plan and Underutilized Property Land Use Options” in *City Council Meeting Agenda* (Shoreline, Washington: February 4, 2019).

**Table 4 Master Development Plan - Decision Criteria**

| Summary list of MDP decision criteria (per SMC 20.30.353(B)) |   |
|--|---|
| 1.   | The project is designated as either campus or essential public facility in the Comprehensive Plan and Development Code and is consistent with goals and policies of the Comprehensive Plan.   |
| 2.   | The master development plan includes a general phasing timeline of development and associated mitigation.   |
| 3.   | The master development plan meets or exceeds the current critical areas regulations, Chapter 20.80 SMC, Critical Areas, or Shoreline Master Program, SMC Title 20, Division II, if critical areas or their buffers are present or project is within the shoreline jurisdiction and applicable permits/approvals are obtained.   |
| 4.   | The proposed development uses innovative, aesthetic, energy-efficient and environmentally sustainable architecture and site design (including low impact development stormwater systems and substantial tree retention) to mitigate impacts to the surrounding neighborhoods.   |
| 5.   | There is either sufficient capacity and infrastructure (e.g., roads, sidewalks, bike lanes) in the transportation system (motorized and nonmotorized) to safely support the development proposed in all future phases or there will be adequate capacity and infrastructure by the time each phase of development is completed. If capacity or infrastructure must be increased to support the proposed master development plan, then the applicant must identify a plan for funding their proportionate share of the improvements. |
| 6.   | There is either sufficient capacity within public services such as water, sewer and stormwater to adequately serve the development proposal in all future phases, or there will be adequate capacity available by the time each phase of development is completed. If capacity must be increased to support the proposed master development plan, then the applicant must identify a plan for funding their proportionate share of the improvements.  |
| 7.   | The master development plan proposal contains architectural design (including but not limited to building setbacks, insets, facade breaks, roofline variations) and site design standards, landscaping, provisions for open space and/or recreation areas, retention of significant trees, parking/traffic management and multimodal transportation standards that minimize conflicts and create transitions between the proposal site and adjacent neighborhoods and between institutional uses and residential uses.              |
| 8.   | The applicant shall demonstrate that proposed industrial, commercial or laboratory uses will be safe for the surrounding neighborhood and for other uses on the campus.   |



## Other Relevant Zoning Designations

Though the Campus zone currently applies to the Fircrest site, the zones in the adjacent areas provide a wider range of development uses and heights. Table 5 below outlines the key aspects of those zones.

**Table 5 Possible zoning designations for campus.**

| Zone                        | Purpose and Locations   | Max Density   | Max Height    |
|-----------------------------|---|---|---------------|
| Community Business (CB)     | To provide location for a wide variety of business activities, such as convenience stores, retail, personal services for the local community, and to allow for apartments and higher intensity mixed-use developments.<br><br>Most of the CB zoning is along the 15 <sup>th</sup> Ave NE corridor north and south of the campus.  | No limit  | 60 ft         |
| Mixed Business (MB)         | Encourage the development of vertical and/or horizontal mixed-use buildings or developments along the Aurora Avenue and Ballinger Way corridors.<br><br>Most of the MB zoning is along the Aurora Ave N corridor.   | No limit  | 70 ft         |
| Mixed Use Residential (MUR) | Provide for a mix of predominantly multifamily development ranging in height from 35 feet to 70 feet in appropriate locations with other nonresidential uses that are compatible and complementary.<br><br>Note that the MUR-70 zone allows a lot of flexibility for non-residential uses in the zone, including offices and retail with no size limitations.<br><br>Most of the MUR zoning is within the light rail station areas. | 48 du/acre for MUR-70'<br><br>18 du/acre for MUR-45 | 35 ft - 70 ft |

## Parking Requirements

The Shoreline Municipal Code (SMC) section 20.50.390 provides minimum off-street parking requirements by land use. Table 6 provides a summary of parking requirements for residential and non-residential land uses that may be considered as part of this project.

SMC 20.50.400 outlines criteria a project can meet to qualify for a parking reduction. The City parking reductions range from 20% to 50%. Criteria for a parking reduction that could be applicable to development of the Fircrest School campus include:

- **Shared parking** for uses on-site that are close together.
- **Parking management plan** for all or portions of the on-site uses.
- **Location of a property line within ¼-mile of a high-capacity transit service stop with complete City approved curbs, sidewalks, and street crossings** – Bus Rapid Transit (BRT) is planned along NE 145th Street with the 15th Avenue NE/NE 145th Street bus stop located less than ¼-mile from the site.
- **Pedestrian public access easement that is 8-foot wide, well lit, connects through a parcel between minimally two different right-of-ways. The easement may include other pedestrian facilities such as walkways and plazas.** – Potential pedestrian facilities could be designed to accommodate public access.

- **Participation in the City’s Deep Green Incentive Program as part of being certified for Living Building, Living Community Challenge, Emerald Star, LEED Platinum, or PHIUS–** The project would need to demonstrate transportation strategies that reduce parking.

**Table 6 Shoreline minimum parking requirements for potential land use (per SMC 20.50.390)**

| Land Use                                 | Minimum Required Parking Stalls                              |
|--|--|
| <b>Residential</b>                       |  |
| Apartment                                | Studio & One-bedroom units: 0.75 stalls/dwelling unit        |
|  | Two-bedroom units: 1.5 stalls/dwelling unit                  |
| Residential Care Facilities              | 1 per 3 patients, plus 1 per FTE employee on duty            |
| Senior citizen assisted                  | 1 stall/3 dwelling units                                     |
| <b>Non-Residential</b>                   |  |
| General Service Uses                     | 1 per 300 square-feet  |
| Recreational/Culture Uses                |  |
| Professional Office Uses                 | 1 per 500 square-feet  |
| Retail Trade Uses                        | 1 per 400 square-feet  |
| Nursing and Personal Care Facilities     | 1 stall per 4 beds   |
| Outpatient and Veterinary Clinic Offices | 1 per 300 square-feet of office, labs, and examination rooms |
| Park/Playfield                           | Per the Director Decision                                    |
| Restaurant                               | 1 stall per 75 square feet in dining or lounge area          |

## Other City Plans and Community Uses

In addition to the Comprehensive Plan, several other City of Shoreline plans address the existing assets and potential future opportunities at Fircrest

### 2018-2023 Economic Development Strategic Plan

The EDS Plan<sup>4</sup> specifically identifies the campus as one of four City-Shaping Areas that will be the focus of concerted Placemaking Projects designed to trigger large-scale redevelopment and growth. The specific goal for the campus was:

- *Unlock the Fircrest Property* – establishing new uses and industries that create hundreds of new Shoreline-based jobs and economic opportunities.

### Parks, Recreation, and Open Space (PROS)

Goal 4 of the City of Shoreline’s adopted PROS Plan is to “Establish and strengthen partnerships with other public agencies, non-governmental organizations, volunteers, and City departments to maximize the

<sup>4</sup> City of Shoreline Office of Economic Development, *2018-2023 Economic Development Strategic Plan* (Shoreline, Washington: accessed October 5, 2020), <https://www.shorelinewa.gov/home/showdocument?id=39167>.

public use of all community resources”. This goal includes an Implementation Strategy to “Encourage the Fircrest Administration to enhance the community use of the Fircrest Campus.”

The PROS Plan identified 11 Strategic Action Initiatives, including “Ensure Adequate Park Land for Future Generations” which identified the need to add five new acres of parkland by 2023, and 20 acres by 2030. The City has expressed a desire for a five-acre park at the site, that can be used for active recreation purposes, ranging from a soccer field to a community garden.<sup>5</sup>

### 145<sup>th</sup> Street Station Subarea Plan

The campus was not included in the boundaries of the 2016 145<sup>th</sup> Street Station Subarea Plan, but the campus is adjacent to residential areas west and south of the campus that were included in the subarea. The plan calls for phased zoning changes that will take place in 2021 (Phase 2) and 2033 (Phase 3). Property west and south of the Fircrest campus are scheduled to change to Mixed-Use Residential-45’ and 75’ in 2033 as a part of the plan’s phase 3 rezone. This will allow the construction of taller mixed-used buildings along the 15<sup>th</sup> Avenue NE corridor.<sup>6</sup>

### Community Uses

The City currently leases a portion of the southeast corner of the campus from DSHS for use as the Eastside Off-Leash Dog Area (EOLA). EOLA is one of two year-round dog parks operated by the City. Neighbors also use the site for light recreation, such as walking, nature watching, etc.

A number of films have also used the campus for location shots, due to the unique setting and architectural features of the campus. The City of Shoreline has expressed interest in continuing and potentially further developing such uses, which bring economic and other benefits to the greater Shoreline community.<sup>7</sup>

### 2019 City Council Discussions Regarding Fircrest Campus

In late 2018, Washington State House Speaker Frank Chopp met with Mayor Hall to discuss use of underutilized campus property for affordable housing. Speaker Chopp wanted to understand the City’s priorities and how the City could participate as a partner with the Speaker’s Office and other state agencies.

City staff prepared a staff memo for the February 4, 2019 City Council meeting to provide background information on the campus, including current zoning, relevant policy language, Comprehensive Plan designation, previous City Council discussion and workshops involving the campus, related plans, and recent/ongoing campus master planning efforts. The intent of the discussion was for staff to understand City Council’s preference for the role, if any, that the Council would like the City to play in identifying uses for any underutilized properties at the campus. Staff has identified four primary ways (Options A-D) in which the State, future property owners, or the City could be involved in determining uses and/or zoning of the campus.<sup>8</sup>

While the State’s internal discussion of the campus’ plan has evolved somewhat since that 2018 meeting, the corresponding 2019 staff report and City Council discussion is informative for this effort and worth summarizing.

### Option A: Master Development Plan (MDP)

The reasoning behind the MDP provision was to encourage the City’s large institutions located on campus-like properties to prepare and submit for review and approval by the City, long range development plans.

---

<sup>5</sup> Office of Financial Management (OFM), Phone Interview with City of Shoreline Staff, September 14, 2020.

<sup>6</sup> City of Shoreline, *145<sup>th</sup> Street Station Subarea Plan* (Shoreline, Washington: 2016)

<sup>7</sup> OFM/City of Shoreline Phone Interview.

<sup>8</sup> Daum and Markle, “Discussing Fircrest Master Plan”.

The purpose of the MDP permit is to define the development of property zoned campus “in order to serve its users, promote compatibility with neighboring areas, and benefit the community with flexibility and innovation.” A Master Plan is defined as “a plan that establishes site-specific development standards for an area designated campus zone or essential public facility as defined in the Comprehensive Plan.” City staff identified the following pros and cons in the staff report to the City Council.<sup>9</sup>

### Pros and Cons of a Master Development Plan

#### Pros:

- The State takes full ownership of proposing uses and development standards for the campus.
- The State is responsible for all costs associated with the preparation of the process and is responsible for funding the City’s review of the MDP application.

#### Cons:

- The State has attempted to complete an MDP four times in 10 years and has not completed an MDP application.
- The development standards for MDPs may limit redevelopment, especially the provision that limits density to 48 units per acre. Depending on the perspective of a stakeholder of the process this may be a benefit or a barrier.
- The MDP is flexible to a point. Minor amendments are allowed but have not covered all requested changes for other campus’ uses. The MDP typically limits uses and the scale of development. Most notably, new uses may only be added through an MDP process concurrent with an amendment to SMC 20.40.150.

### Option B: State Agency Initiated Comprehensive Plan and Concurrent Rezone

More flexibility and transparency may be achieved by designating and rezoning the property to a land use and zone that is compatible with the existing uses, anticipated future uses and surrounding uses (see Other City Relevant Zoning Designations above). To address this, DSHS and/or DNR could apply for a Comprehensive Plan amendment and concurrent rezone of all or part to the area that currently comprises the campus.

Comprehensive Plan amendments are considered only once per year, with applications due December 1 for changes to be considered the following year. The process involves a presentation to and recommendation by the Planning Commission prior to consideration by the City Council. A concurrent rezone follows the same process.

### The Decision Criteria for a Plan Amendment

1. The amendment is consistent with the Growth Management Act and not inconsistent with the Countywide Planning Policies and the other provisions of the Comprehensive Plan and City policies; or
2. The amendment addresses changing circumstances, changing community values, incorporates a subarea plan consistent with the Comprehensive Plan vision or corrects information contained in the Comprehensive Plan; or
3. The amendment will benefit the community as a whole and will not adversely affect community facilities, the public health, safety, or general welfare.

---

<sup>9</sup> Daum and Markle, “Discussing Fircrest Master Plan”, 9.

## The Decision Criteria for a Rezone

1. The amendment is in accordance with the Comprehensive Plan; and
2. The amendment will not adversely affect the public health, safety, or general welfare; and
3. The amendment is not contrary to the best interest of the citizens and property owners of the City of Shoreline.

## Related Options

In addition to mixed-use zones, another option could be to rezone to a Planned Area Zone (PA). SMC 20.40.050 Special Districts (A) states that: “The purpose of a PA is to allow unique zones with regulations tailored to the specific circumstances, public priorities, or opportunities of a particular area that may not be appropriate in a City-wide land use district.” The City has one Planned Area labeled Planned Area 3 and applies to the Aldercrest School property. The establishment of a Planned Area to create a new unique zone would be done concurrently with the Comprehensive Plan Amendment process as previously described, with the City Council being the final decision-making authority.

Another tool that could be used to help guide or restrict the development, to closer align with the City’s Vision, is a Development Agreement. The Development Agreement could be a tool identified and required as part of the Comprehensive Plan amendments. SMC 20.30.355 states the purpose of a Development Agreement is: “To define the development of property in order to implement framework goals to achieve the City’s adopted vision as stated in the Comprehensive Plan.” Given that this is a contractual agreement, both the State and the City would need to be willing partners. City staff identified the following pros and cons in the staff report to the City Council.<sup>10</sup>

## Pros/Cons of State Agency Initiated Comprehensive Plan and Concurrent Rezone

### Pros:

- Rezoning the campus would provide the State with more flexibility to plan and fund projects to support the agencies while providing the residents of Shoreline with the certainty of the City’s zoning and development standards. Experience working with the three property owners in the City that have MDPs has demonstrated that MDPs and budget allocations for a capital project do not always perfectly align. This has resulted in frustration and delays for funding and construction despite having processes for minor amendments to the MDPs.
- The State has attempted to prepare an application for an MDP at least four times for the campus in the past 10 years and has never applied. Rezoning may be the solution.
- If the State is the applicant for the Comprehensive Plan amendment and rezone, then the State initiates the change.
- As the applicant, the State is responsible for all costs associated with the preparation of the application such as design work, environmental analysis, traffic analysis, public process, and is responsible for funding the City’s review of the rezone application.
- If the campus will be shifting some of the property for uses other than direct usage by State agencies, then it would be more transparent to subdivide and rezone that portion of the campus to an applicable zone.

---

<sup>10</sup> Daum and Markle, “Discussing Fircrest Master Plan”, 14.



Cons:

- Rezoning the property may cause greater concern in the surrounding community due to a larger realm of possible uses, increased density, increased height, and other development potential depending on the zone selected.

### Option C: Council-Initiated Comprehensive Plan Amendment and Concurrent Rezone of All or Part of the Fircrest Campus

The City has the option of initiating a Comprehensive Plan amendment. The process and approval criteria would otherwise be the same as Option B above. City staff identified the following pros and cons in the staff report to the City Council.<sup>11</sup>

Pros – largely the same above with one addition:

- If the City Council initiates the Comprehensive Plan amendment with a concurrent rezone, it could provide leverage for negotiations with the State for outcomes on the campus that fully align with the City’s mission, vision, and goals for the campus.

Cons – largely the same above with two additions:

- Instead of DSHS and/or DNR being responsible for all costs associated with the preparation of the application such as design work, environmental analysis, traffic analysis, and public process and the City’s review of the rezone application, the City would be responsible for this work and associated costs.
- If the City Council is the applicant for the Comprehensive Plan amendment and rezone, then the City takes the responsibility for initiating the changes which may or may not be controversial.

### Option D: City-Initiated Comprehensive Plan and Development Plan Text Amendments Modifying Campus Land Use and Campus Zoning for Fircrest

Like Option C, the City Council could initiate a Comprehensive Plan amendment. In conjunction with the comprehensive plan text amendments, the text and use table for the campus zoning would be amended.

Land Use Policy LU 21 in the Comprehensive Plan could be amended to change the process for allowing development on the campus. LU21 currently is as follows: “The Campus land use designation applies to four institutions within the community that serve a regional clientele on a large campus. All development within the Campus land use designation shall be governed by a Master Development Plan Permit. Existing uses in these areas constitute allowed uses in the City’s Development Code. A new use or uses may be approved as part of a Master Development Plan Permit.” This Comprehensive Plan policy could be amended to remove the requirement for a Master Development Plan Permit for the campus; and to redefine the allowed uses.

The Development Code could then be amended to reflect this policy change. Possible Development Code amendments would include:

1. Amending SMC 20.40.045 Campus Zones (C) to not require a master development plan for the campus;
2. Amending SMC 20.40.150 Campus Uses table to remove and add uses consistent with the City and State visions for the Campus; remove the requirement for a Master Development Plan permit and redefine uses as permitted, conditional uses, special uses or permitted with indexed criteria; and

---

<sup>11</sup> Daum and Markle, “Discussing Fircrest Master Plan”, 15.

3. Amend the “Note” below SMC 20.40.150 Campus Uses table to reflect the change in composition of the uses.

#### Fees, Noticing, and Timing of City Initiated Process

For efficiency sake, both textual amendments could be processed concurrently and ensures consistency between the comprehensive plan and development regulations. The Planning Commission conducts the public hearing and provides a recommendation to the City Council, which is the final decision-making authority. The Planning Commission’s recommendation and the Council’s decision on the Comprehensive Plan amendment would be based on the following decision criteria:

1. The amendment is consistent with the Growth Management Act and not inconsistent with the Countywide Planning Policies, and the other provisions of the Comprehensive Plan and City policies; or
2. The amendment addresses changing circumstances, changing community values, incorporates a subarea plan consistent with the Comprehensive Plan vision or corrects information contained in the Comprehensive Plan; or
3. The amendment will benefit the community as a whole, will not adversely affect community facilities, the public health, safety or general welfare.

The Planning Commission’s recommendation and the Council’s decision on the Development Code amendment would be based on the following decision criteria:

1. The amendment is in accordance with the Comprehensive Plan; and
2. The amendment will not adversely affect the public health, safety, or general welfare; and
3. The amendment is not contrary to the best interest of the citizens and property owners of the City of Shoreline.

The timeline for this option would be tied to the Comprehensive Plan Amendment process. Therefore, this option could be completed within the year it is docketed. City staff identified the following pros and cons in the staff report to the City Council.<sup>12</sup>

#### Pros/Cons of City-Initiated Comprehensive Plan and Development Plan Text Amendments Modifying Campus Land Use and Campus Zoning for Fircrest

##### Pros:

- A legislative amendment to the uses and applicable development regulations for the Fircrest Campus zone instead of preparing a Master Development Plan permit would provide the State with more flexibility to plan and fund projects to support the agencies while providing the residents of Shoreline with the certainty of the City’s zoning and development standards.
- DSHS has attempted to prepare an application for an MDP at least four times for the campus in the past 10 years, but ultimately never officially applied.
- If the City Council initiates the effort, it could provide leverage for negotiations with the State for outcomes on the campus that fully align with the City’s mission, vision, and goals for the campus.
- This option can be used to narrowly define the uses and standards that would apply on the campus as opposed to a rezone which includes a broad category of uses and development standards.

---

<sup>12</sup> Daum and Markle, “Discussing Fircrest Master Plan”, 17.

Cons:

- This option does not align with the intent of the Campus land use and zone. The campus would remain a Campus land use and zone and would largely not be subject to the provisions of the Campus zone.

**It should be noted that with Options B, C or D, that a subdivision should occur to identify the portion of the campus that would be subject to the rezone.**

### February 4, 2019 City Council Meeting Outcome

After providing a presentation to City Councilmembers on the options noted above, staff asked City Councilmembers a series of questions involving current Fircrest School policies, whether they felt comfortable with current regulations, and whether they support continued engagement with State agencies and the State Legislature in evaluating opportunities for the site. Below is a summary of notable responses:

- Council members expressed concern over the consideration of the addition of a behavioral health center on the site, not only because of the proximity to schools but also because of the upcoming addition of a similar facility in Shoreline.
- Changes to the land uses and density for the site should not be made outside of the normal processes.
- City Council is comfortable with the current development regulations and generally leery of changing the development review process.
- It was stated that if the State wants to do something with the surplus property that has nothing to do with Fircrest, it would be appropriate for the State to apply for a Comprehensive Plan Designation and Zoning Amendment, at which point the City would evaluate the State's request as they would any other property.
- While there was some concern about the City taking ownership of the planning process (specifically involving equity purposes), some Councilmembers emphasized that the City could assume more of an active role in the project to partner in the development of community open space and other community amenities.
- It was noted that with a parcel of land as large as Fircrest, and because of the proximity to the incoming Light Rail Station, Council should receive frequent updates and opportunities for discussion, especially considering the complexity of the situation.
- In reflecting on the conversation, Mayor Hall said he heard two competing preferences from Councilmembers. One, that they want to be the gatekeeper and the other that DSHS should go through the Master Development Plan permitting process, which would not involve Council.

# Site Conditions, Opportunities, and Constraints

## Transportation

### Relevant Transportation Policies

The City of Shoreline currently is beginning the process to update the Transportation Master Plan (TMP) and as an outcome, policies and regulations may be refined or changed. However, it is likely that the basic theme of enhancing the safety and connectivity of the transportation network and prioritizing pedestrian, bicycle, and transit over vehicle capacity will continue. Transportation policies outlined in the City's Comprehensive Plan (adopted December 10, 2012) relevant to the Fircrest Land Use Assessment include:

- T10. Use Low Impact Development techniques or other elements of complete or green streets, except when determined to be infeasible. Explore opportunities to expand the use of natural stormwater treatment in the right-of-way through partnerships with public and private property owners.
- T11. Site, design, and construct transportation projects and facilities to avoid or minimize negative environmental impacts to the extent feasible.
- T15. Balance the necessity for motor vehicle access to and from new development with the need to minimize traffic impacts to existing neighborhoods.
- T16. Design and development standards that are adopted to minimize the negative traffic impacts of new development should also take into consideration the needs of the new residents that will occupy the buildings.
- T24. Develop flexible sidewalk standards to fit a range of locations, needs, and costs.
- T37. Continue to install and support the installation of transit supportive infrastructure.
- T41. Design City transportation facilities with a primary purpose of moving people and goods via multiple modes, including automobiles, freight trucks, transit, bicycles, and walking, with vehicle parking identified as a secondary use.
- T43. Frontage improvements shall support the adjacent land uses and fit the character of the areas in which they are located.
- T44. Adopt Level of Service at the signalized intersections on arterials and unsignalized intersecting arterials within the city as the level of service standard for evaluating planning level concurrency and reviewing traffic impacts of developments, excluding the Highways of Statewide Significance and Regionally Significant State Highways (I-5, Aurora Avenue N, and Ballinger Way). Intersections that operate worse than LOS D will not meet the City's established concurrency threshold. The level of service shall be calculated with the delay method described in the Transportation Research Board's Highway Capacity Manual 2010 or its updated versions. Adopt a supplemental level of service for Principal Arterials and Minor Arterials that limits the volume to capacity (V/C) ratio to 0.90 or lower, provided the V/C ratio on any leg of a Principal or Minor Arterial intersection may be greater than 0.90 if the intersection operates at LOS D or better. These Level of Service standards apply throughout the city unless an alternative LOS standard is identified. An alternative LOS standard is adopted for 15th Ave NE from N 150th Street – N 175th Street where V/C may not exceed 1.10.

Adopt level of service standards for transit, walking, and bicycling. Maintain the adopted level of service standards until a plan-based multi-modal concurrency approach is adopted that includes motor vehicles, transit, walking, and bicycling transportation measures.

**Figure 2 Transportation system near the campus**



The map above illustrates the street system, bicycle, and transit service and facilities in the immediate area of the Fircrest School campus.

### Transportation Considerations for the Fircrest Campus

The campus is bound by 15th Avenue NE to the west, NE 150th Street to the south, 25th Avenue NE to the east and Hamlin Park Road to the north and east. Figure 2 illustrates the transportation system surrounding the campus including major streets, bicycle facilities, and transit service and stops.

Access to the campus is provided at the signalized 15th Avenue NE at NE 155th Street intersections and along NE 150th Street at unsignalized intersections with 17th Avenue NE and 20th Avenue NE. The main access points to campus are at 15th Avenue NE and 17th Avenue NE. The existing dog park is mainly accessed at 20th Avenue NE and access to other parts of campus via 20th Avenue NE is discouraged with the placement of barriers at the connection to the main campus. The access points along Hamlin Park Road



are gated but are open for special events or residents can check-out a gate key to walk between the site and Hamlin Park or other offsite areas to the north. Private roads and driveways provide circulation on-site, except for NE 160th Street which is a City local secondary street. Most of the on-site roads have speed bumps to slow traffic through the campus. Parking is provided on-site adjacent to buildings. Most of the parking is striped; however, there are some areas with ad-hoc unstriped parking near the plant operations and ATP buildings.

A grid network of streets surrounds the campus and provides good connectivity for driving, walking, and biking. The site is less than a 5-minute drive from Interstate (I) 5 and State Route (SR) 522. Most amenities and commercial uses are south of the site along NE 145th Street including the nearest grocery store, QFC, which is approximately 1/2-mile from the site. Table 7 summarizes the transportation characteristics of key streets that surround the site.

In addition to the characteristics shown in Table 7, there also is a walking trail along the north side of NE 150th Street between 20th and 25th Avenues NE in South Woods Park. The Interurban Connector that connects between the Burke-Gilman Trail and Interurban Trail runs along the NE 155th Street as well as the Hamlin Park Road, NE 150th Street and 15th Avenue NE site frontages.

There are sidewalks and pathways on-site connecting the buildings. Sidewalks on-site are generally narrow. Sidewalk at the 15th Avenue NE/NE 155th Street site entrance connect to a network of internal paths to the north. Sidewalks are also present along the northwestern side of NE 160th Street between NE 153rd and 158th Streets. No sidewalks exist along the internal road that enters the site and from NE 155th Street and heading south. From the 17th Avenue NE/NE 150th Street entrance sidewalks exist along the east side of 17th Avenue NE extending approximately 320 feet into the site and then connect to parking areas and paths to buildings. No sidewalks exist at a narrow “backdoor” entrance off of 20th Avenue NE, which is surrounded largely by unimproved areas. The on-site roadways are primarily two-lane facilities with no bicycle facilities.

**Table 7 Characteristic of key streets near campus**

| Street                  | Classification <sup>a</sup> | Vehicle Lanes | Speed Limit <sup>b</sup> | Bike Facility <sup>c</sup> | Pedestrian Facilities <sup>e</sup> | Average Daily Traffic <sup>d</sup> |                    |
|-------------------------|-----------------------------|---------------|--------------------------|----------------------------|------------------------------------|------------------------------------|--------------------|
|                         |                             |               |                          |                            |                                    | Existing                           | Future (2030)      |
| 15th Ave NE             | Principal Arterial          | 3             | 35 mph                   | Bike Lanes                 | Sidewalk west side                 | 14,750                             | 26,340             |
| NE 155th St             | Minor Arterial              | 3             | 30 mph                   | Bike Lanes                 | Sidewalks                          | 7,350                              | 20,030             |
| NE 150th St             | Collector Arterial          | 2             | 30 mph                   | Bike Lanes                 | Sidewalk north side                | 3,060                              | 6,700 <sup>e</sup> |
| NE 145th St<br>(SR 523) | Principal Arterial          | 4 to 5        | 35 mph                   | -                          | Sidewalks                          | 31,790                             | 65,670             |

a. Source: City of Shoreline Street Classification Map, December 9, 2013

b. Source: City of Shoreline Posted Speed Limit, 2011

c. Facilities on both sides of the street unless otherwise indicated.

d. Represents traffic volumes most proximate to the site as shown in the City of Shoreline, Annual Traffic Report (*Shoreline, Washington: 2018*) or *145th Street Station Subarea Planned Action, FEIS, July 2016*. The future 2030 traffic volume are based on the NE 145th Street FEIS Alternative 4-Compact Community Hybrid.

e. Estimated based on the average growth for the other streets.

The City’s 2011 Bike Master Plan proposed a potential bike path/trail through the Campus. The City of Shoreline 2021-2026 Transportation Improvement Program (TIP) identifies funding for new sidewalks along NE 15th Avenue NE between NE 150th Street and Hamlin Park Road and safety improvements at the 15th Avenue NE/NE 148th Street intersection. The 15th Avenue NE/NE 148th Street intersection

safety improvements are providing pedestrian-activated rectangular rapid flashing beacons. The City requires frontage/sidewalk improvements as parcels redevelop to bring facilities up to current City standards; the Campus frontages do not meet current City standards.

Several King County Metro bus routes directly provide the site with regular frequent service. Bus stops are located at the NE 155th Street and 20th Avenue NE access points as well as at the 15th Avenue NE intersections with Hamlin Park Road, NE 150th Street and NE 145th Street. Table 8 provides a summary of the key transit service provided to the campus.

**Table 8 Existing transit service to near campus<sup>13</sup>**

| Transit Route | Service Area  | Nearest Stop   | Approximate Times   | Weekday PM Peak Hour Headway |
|---------------|---|--|---|------------------------------|
| 77            | North City to Downtown Seattle  | 15th Ave NE at NE 155th St & NE 150th St                               | Peak Hours Only: 5:12 a.m. to 9:25 a.m. (to Downtown Seattle)<br>3:10 p.m. 7:32 p.m. (to North City)      | 20 minutes                   |
| 308           | Horizon View to Downtown Seattle  | NE 145th St (SR 523) at 15th Ave NE                                    | Peak Hours Only: 5:45 a.m. to 8:36 a.m. (to Downtown Seattle)<br>4:04 p.m. to 6:51 p.m. (to Horizon View) | 33 to 56 minutes             |
| 330           | Shoreline Community College to Lake City                                      | 15th Ave NE at NE 155th St & NE 150th St<br>NE 150th St at 20th Ave NE | 7:29 a.m. to 8:04 p.m.  | 60 minutes                   |
| 347/348       | Richmond Beach to Montlake Terrace Transit Center to Northgate Transit Center | 15th Ave NE at Hamlin Park Rd, NE 155th St & NE 150th St               | 5:23 a.m. to 11:30 p.m.   | 30 minutes                   |
| 373           | Aurora Village to UW Station  | NE 145th St (SR 523) at 15th Ave NE                                    | 5:15 a.m. to 7:45 p.m.  | 15 minutes                   |

Several planned improvements will enhance the transportation system surrounding the campus in the future. The most significant change to transportation in the area is the Shoreline South Link light rail station opening in 2024. The station is located east of I-5, northwest of the 5th Avenue NE/NE 145th Street intersection. Travel time to downtown Seattle on the light rail will be 17 minutes. The southwest corner of the campus is about a one mile or a 15-minute walk from the future Shoreline South Light Rail. The new Link light rail station will also connect to the Sound Transit SR 522/NE 145th Street bus rapid transit (BRT) project opening in 2024. The SR 522/NE 145th Street BRT will provide service between the Station and Bothell with a possible extension to Woodinville. A BRT stop is planned at 15th Avenue NE and NE 145th Street, which is about a five-minute walk from the southwest corner of the site. BRT service will significantly reduce vehicle travel to Bothell, which currently takes 45 to 60 minutes.

In preparation for the light rail, the City prepared the 145th Street Station Subarea Planned Action and in 2016 adopted the 145th Street Multimodal Corridor Study Preferred Design Concept. The 145th Street Multimodal Corridor supports the light rail and BRT stations by providing additional multimodal connectivity within this corridor and the surrounding network. Along 145th Street, City envisions business

<sup>13</sup> King County Department of Transportation – Metro Transit, “Shoreline,” *Schedules & Maps* (Seattle, Washington: accessed September 2020).

access and transit (BAT) lanes east of I-5 with transit queue jumps at signalized intersections to increase speed and reliability of transit, improve pedestrian safety with sidewalk upgrades, intersection improvements at key locations, and bike facilities along 15th Avenue NE south of NE 150th Street. The NE 145h Street improvements are currently unfunded so the specific timing is unknown.

Investments in the City’s non-motorized and transit infrastructure will become critical in the future considering the anticipated doubling of vehicle traffic (see Table 7) anticipated by 2030. Table 9 shows traffic operations at key intersections and roadways based on available information.

**Table 9 Existing and future weekday pm peak hour traffic operations at locations near campus<sup>14</sup>**

| Intersection/Roadway Segment              | Standard   | Existing                     | Future (2030)                |
|---|------------|------------------------------|------------------------------|
| <b>Intersections</b>                      |            | <b>LOS/Delay<sup>1</sup></b> | <b>LOS/Delay<sup>1</sup></b> |
| 15th Ave NE/NE 145th St (SR 523)          | LOS D      | E/60                         | <b>F/310</b>                 |
| 15th Ave NE/NE 150th St                   | LOS D      | B/16                         | <b>E/69</b>                  |
| 15th Ave NE/NE 155th St                   | LOS D      | C/30                         | <b>F/940</b>                 |
| <b>Roadway Segments</b>                   |            | <b>V/C Ratio</b>             | <b>V/C Ratio</b>             |
| 15th Ave NE – NE 145th St and NE 150th St | V/C ≤ 0.90 | 0.52                         | <b>1.07</b>                  |
| 15th Ave NE – NE 150th St and NE 155th St | V/C ≤ 1.10 | 0.73                         | <b>1.28</b>                  |
| NE 155th Street – I-5 and 15th Ave NE     | V/C ≤ 0.90 | 0.61                         | <b>1.95</b>                  |

*Note: Delay in seconds per vehicle, V/C = volume-to-capacity, **Bold = Locations that do not meet the City’s current adopted standard.***

As shown in Table 9, the 15th Avenue NE/NE 145th Street intersection is the only location that currently does not meet the City’s standard. There are no locations near the site anticipated to meet the City’s operational standards in the future. The City is currently updating their Transportation Master Plan (TMP), which will result in new traffic forecasts and will likely change City’s adopted level of service (LOS) policies. As part of the update to the TMP, the City will consider new information on land use including any plans for development of the campus.

### Transportation Opportunities and Challenges

- The campus is well-served by transit but walking distance from within the campus could be far depending on the location. Orienting walking paths and providing connections to and from campus outside of the vehicle access points will decrease walking distance and make connecting to bus and light rail easier and more attractive.
- Enhancing connectivity to the transit and bicycle network could reduce parking needs.
- The lack of sidewalks and fencing along the 15th Avenue NE campus frontage presents a barrier for walking and biking to and from campus. Enhancing the 17th Avenue NE entrance to have more a front door feel brings the campus closer to the sidewalk, bicycle, and transit facilities.

<sup>14</sup> Shoreline, “Alternative 4-Compact Community Hybrid,” *145<sup>th</sup> Street Station Subarea Plan. (Represents Alternative 4 Compact Community Hybrid for future conditions unless otherwise noted.)*

- The TMP anticipates poor operations, higher traffic volumes, and more congestion on 15th Avenue NE, therefore, concentrating access to the site along NE 150th Street may help reduce impacts of the development on already congested corridors.
- The campus plans should address accessibility especially given the challenges with steep slopes throughout the campus. Accessible routes and pathways on campus should be defined as development occurs and considered in developing any building placement and designs with this land use assessment.
- Future parking needs can be reduced by locating parking centrally and providing pedestrian connectivity and wayfinding so parking can be shared.
- Traffic calming on campus should consider alternatives to speed bumps as the number of speed bumps throughout campus deters biking.

## Environmental Critical Areas

### Introduction

To inform the current Fircrest School Land Use Assessment, the consultants assessed critical areas existing conditions. This assessment draws upon prior site documentation, including previous master planning efforts and associated studies that document prior critical area findings and constraints for the campus.

### Fircrest Reference Documents

- 1993 March. Fircrest School Master Plan, Final Report. Department of Social and Health Services / Division of Developmental Disabilities.
- 2008 January. Fircrest Excess Property Report – Land Use Options and Recommendations, Report to the Legislature. Washington State Department of Social & Health Services.
- 2009 September. City of Shoreline, Planning & Development Services Dept. Administrative Order #000220-081909. Site Specific Code Interpretation TC 16, TC 17 and TC 18. Code Section 20.80.460 and 20.80.470 Streams. (City Administrative Order)
- 2010 January. Fircrest Campus Excess Property Master Plan, Phase Two – Final Master Plan. Washington State Department of Social and Health Services. Prepared by AHBL, Inc..
- 2017 June. Fircrest School, Campus Master Plan Phase III. Prepared for: Department of Social and Health Services. Prepared by: AHBL, Inc.
- 2018 October. Predesign Study, Nursing Facility New Capacity at Fircrest School, Shoreline. Prepared for: Department of Social and Health Services (DHS), Washington State Office of Financial Management (OFM). Prepared by: Sage Architectural Alliance.
- 2019 February. City of Shoreline, City Council Agenda Item: 9(a).

Table 10 summarizes referenced public-domain resources. Additionally, members of the consultant team conducted a preliminary site walk on September 17, 2020.

**Table 10 Summary of online mapping and inventory resources**

| Resource                                       | Summary  |
|--|--|
| USDA NRCS: Web Soil Survey                     | The majority of the campus is mapped as Urban land-Alderwood complex. The north and east property edges are mapped as Alderwood-Everett complex.   |
| USFWS: NWI Wetland Mapper                      | Freshwater wetlands mapped approximately 0.2-mile SW of the site.  |
| WDFW Salmonscape                               | Hamlin Ditch is labeled by name and mapped as intermittent / ephemeral onsite; these features continue north and east of the subject property.     |
| WA-DNR: Forest Practices Activity Mapping Tool | No streams are mapped on or immediately adjacent to the property.  |
| WDFW: PHS on the Web                           | No PHS polygons are mapped on the campus. The nearest PHS polygon is a wetland in the Paramount Open Space, approximately 0.2-mile SW of the site. |
| King County iMAP                               | An erosion hazard is mapped off-site, adjacent to the NE property line.  |
| City of Shoreline GIS Property Information map | Steep slopes are mapped north and east of the subject property. Steep slopes and/or buffers are mapped along the NE property line.                 |



## Findings

The campus is located south of Hamlin Park in the City of Shoreline. The study area is within the Thornton Creek sub-basin of the Cedar-Sammamish watershed (WRIA 8); Section 16 of Township 26 North, Range 4 East of the Public Land Survey System. Most of the site is located in a relatively flat broad valley. A hill in the northwest corner extends approximately 40 to 60 feet above the interior gradient. Along the east property line, the gradient increases approximately 35 feet, steeply in some areas. The property is currently developed with Washington State Department of Social and Health Services facilities. The site has patchy forest stands, though most of the vegetated areas on campus are maintained as lawn with ornamental landscaping. Reviewed public-domain information for the site is summarized in Table 10.

## Geologic Hazards

Slopes that are likely to meet “steep slope” criteria are located along the east property boundary. The northeast side of the campus is at the toe of a slope with a gradient of approximately 35% to 45%.<sup>15</sup> Soil in this area along 12% to 35% slopes is mapped as Alderwood-Everett Complex.<sup>16</sup> As documented in the 2009 City Administrative Order, Golder Associates completed a preliminary geotechnical assessment for the campus in 2002. Though that report did not document any regulatory requirements for on-site or adjacent slopes in the landscape<sup>17</sup>, site topography and City of Shoreline GIS Property Information maps indicate a regulated geologic hazard is likely present in the northeast side of the property.

## Hamlin Ditch Drainages

Some sources, including Washington Department of Fish and Wildlife, map drainage ditches which feed into the Hamlin Creek system on the east side of the campus. The City of Shoreline reviewed the on-site drainages in 2009 to determine their jurisdictional status. The resulting 2009 City Administrative Order referenced independent studies, including a 2008 Critical Areas Report and Conceptual Restoration Plan for Hamlin Creek by The Watershed Company and a 2004 City of Shoreline Stream and Wetland Inventory and Assessment by Tetra Tech/KCM, Inc., and concluded that City-mapped tributaries on the campus and in Hamlin Park to the north do not meet the City’s definition of a regulatory stream. The rationale for this decision includes a lack of potential fish use, the artificial channels, and a lack of at least seasonal flow. As stated in the 2008 report by The Watershed Company, the consultants concur that drainage flows are ephemeral.<sup>18</sup> A September 2020 site walk supports the City’s characterization of the drainages as an artificial system for stormwater flows.

## Wetlands

Prior studies and referenced public resources identified no wetlands on the campus. The 2009 City Administrative Order documents stream and wetland studies on the site conducted by three separate environmental consulting firms; no reference to regulatory wetlands was found in the provided record.<sup>19</sup>

---

<sup>15</sup> King County, “iMap Topography”.

<sup>16</sup> United States Department of Agriculture, “Web Soil Survey,” Natural Resources Conservation Service, July 31, 2019, [websoilsurvey.sc.egov.usda.gov/App/HomePage.htm](http://websoilsurvey.sc.egov.usda.gov/App/HomePage.htm).

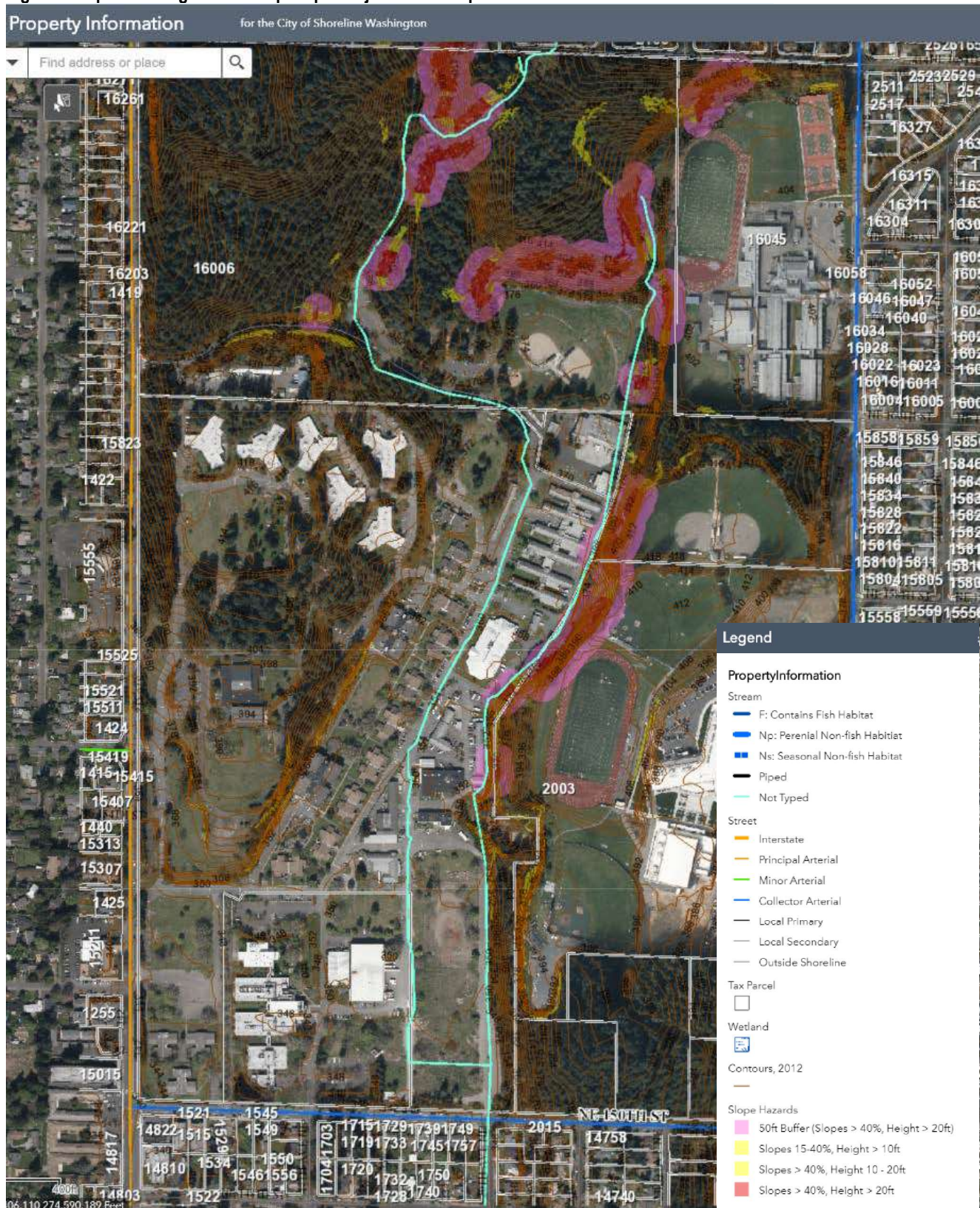
<sup>17</sup> City of Shoreline Planning and Community Development, “Code Section 20.80.460 and 20.80.470 Streams,” *Administrative Order #000220-081909, Site Specific Code Interpretation TC 16, TC 17 and TC 18* (Shoreline, Washington: 2009).

<sup>18</sup> Washington State Department of Social & Health Services (DSHS), *Fircrest Excess Property Report – Land Use Options and Recommendations, Report to the Legislature* (Olympia, Washington: 2008).

<sup>19</sup> Shoreline, “20.80.460 and 20.80.470”.

The consultants presume the site does not contain regulatory wetland areas. It is possible some segments of the Hamlin Ditch drainages may exhibit wetland characteristics.

**Figure 3 Map of drainages and steep slopes adjacent to campus**





## Regulatory Framework

### Local Regulations

The City of Shoreline regulates critical areas under SMC Chapter 20.80<sup>20</sup>. Potential critical areas on the campus that may be subject to local regulations are geologic hazards, fish and wildlife habitat, and wetlands.

#### Geologic Hazards

SMC 20.80.210 – 250 regulates geologic hazards, such as landslide hazards, seismic hazards, and erosion hazards. If slopes on the east side of the site meet the definition of a landslide hazard area, seismic hazard area, or erosion hazard area, then a 50-foot buffer may be required from all edges of the hazard area. The standard buffer may be reduced to a minimum of 15-feet if a geotechnical study demonstrates that the reduction will not increase the risk of hazard to people or the property, on or off-site (SMC 20.80.230).

It should be noted that an existing perimeter road and some structures in the northeast corner of the site are within the city-mapped potential 50-foot buffer areas. Certain activities are allowed in geologic hazard areas pursuant to SMC 20.80.224 and 20.80.040. Those activities include maintenance or repair of existing legally non-conforming structure or hardscape. Alteration or replacement of a legally nonconforming structure must demonstrate no increased risk and equivalent or better critical area buffer conditions through the Critical Area Report process.

#### Streams

Fish and wildlife habitat, including streams, are regulated under SMC 20.80.260 – 300. Streams are defined under SMC 20.20.046<sup>21</sup>. The current stream definition is consistent with the decision criteria the City applied in their 2009 Administrative Order. It is our interpretation that the Hamlin Ditch drainages are not regulatory streams under City code. Therefore, no buffer is required.

#### Ditch Wetlands

Wetlands are regulated under SMC 20.80.310-350. As stated in the City’s definition, wetlands do not include artificial wetlands created from nonwetland sites, such as drainage ditches and grass lined swales (SMC 20.80.054). Ditch wetlands are not regulated as wetlands under city code. Therefore, no buffer is required.

### State and Federal Regulations

#### Federal Agencies

Most wetlands and streams are regulated by the U.S. Army Corps of Engineers (Corps) under Section 404 of the Clean Water Act. Any proposed filling or other direct impacts to Waters of the U.S., including wetlands (except isolated wetlands), would require notification and permits from the Corps. Some ditches that meet wetland criteria, even if excavated from uplands, may still be regulated by the Corps under Section 404 of the Clean Water Act as a “water of the United States.” If ditches will be impacted, it is advised that the Corps be consulted to determine if they are jurisdictional. The Corps may regulate the onsite ditches from a water quality perspective if direct impacts are proposed.

Federally permitted actions that could affect endangered species may also require a biological assessment study and consultation with the U.S. Fish and Wildlife Service and/or the National Marine Fisheries Service. Compliance with the Endangered Species Act must be demonstrated for activities within jurisdictional

---

<sup>20</sup> City of Shoreline City Clerk’s Office, “Section 20.80, Critical Areas” *Shoreline Municipal Code (SMC)* (Shoreline, Washington: November 23, 2020). (This reference applies to all mentions of sub-sections under this code).

<sup>21</sup> City of Shoreline City Clerk’s Office, “Section 20.20, Definitions,” *Shoreline Municipal Code (SMC)* (Shoreline, Washington: November 23, 2020). (This reference applies to all mentions of sub-sections under this code).

wetlands and the 100-year floodplain. Application for Corps permits may also require an individual 401 Water Quality Certification and Coastal Zone Management Consistency determination from Ecology and a cultural resource study in accordance with Section 106 of the National Historic Preservation Act.

#### Washington Department of Ecology

Similar to the Corps, the Washington Department of Ecology (Ecology), under Section 401 of the Clean Water Act, is charged with reviewing, conditioning, and approving or denying certain federally permitted actions that result in discharges to state waters. However, Ecology review under the Clean Water Act would only become necessary if a Section 404 permit from the Corps was issued. However, Ecology also regulates wetlands, including isolated wetlands, under the Washington Pollution Prevention and Control Act, but only if direct wetland impacts are proposed. Therefore, activities that avoid filling wetlands would not require this authorization from Ecology.

Activities that propose filling may submit a Joint Aquatic Resources Permit Application (JARPA) to Ecology in order to obtain a Section 401 Water Quality Certification and Coastal Zone Management Consistency Determination. Ecology permits are either issued concurrently with the Corps permit or within 90 days following the Corps permit.

In general, neither the Corps nor Ecology regulates wetland and stream buffers, unless direct impacts are proposed. When activities propose direct impacts, Corps and Ecology joint regulatory guidance may require mitigated wetlands and streams to employ buffers.

#### Washington Department of Fish and Wildlife

Based on prior site reports and consultation with the Washington Department of Fish and Wildlife (WDFW), it is likely that agency would regulate the on-site drainages. WDFW jurisdiction is limited to any in-channel work: Chapter 77.55 of the RCW (the Hydraulic Code) gives WDFW the authority to review, condition, and approve or deny “any construction activity that will use, divert, obstruct, or change the bed or flow of state waters.” This provision includes any in-water work, the crossing or bridging of any state waters, and can sometimes include stormwater discharge to state waters. If a project meets regulatory requirements, WDFW will issue a Hydraulic Project Approval (HPA).

Through issuance of an HPA, WDFW can also restrict activities to a particular timeframe, typically late summer and early fall. However, WDFW has in the past allowed crossings that did not involve in-stream work to occur at any time during the year.

### Summary of Site Opportunities and Constraints

Based on this preliminary assessment, critical area constraints on the site appear to be limited to geologic hazards and any direct impacts to the on-site drainages. The following constraints (Table 11) likely apply to this site:

**Table 11 Summary of environmental constraints**

| Critical Area                             | Jurisdiction  | Constraint  |
|---|---|---|
| Geologic hazards (northeast side of site) | City of Shoreline                                       | 50-foot buffer<br>(minimum of 15-feet with Geotechnical Study)                          |
| Hamlin Ditch Drainages / Ditch Wetland(s) | WDFW  | In-channel work requires permit (HPA) and mitigation may be required                    |
|   | U.S. Army Corps of Engineers, WA State Dept. of Ecology | Jurisdictional determination and/or permit required, may include mitigation requirement |

Although mitigation may be required for state and federal permits, the focus for ditch wetlands is on maintaining water quality where a significant nexus to a Water of the State is identified. If WDFW regulates the drainages as streams, the agency may require riparian planting or in-stream mitigation to maintain the functions and values of the existing system. These agencies may take jurisdiction over on-site ditches if direct or in-channel impacts are proposed.

## Other Environmental Considerations

### Tree Canopy

Although significant trees are not a critical area, tree canopy is a part of the City's natural resource management. The City manages tree conservation under SMC 20.50, subchapter 5. Goals and priorities in the 2014 Shoreline Parks, Recreation and Cultural Services Urban Forest Strategic Plan should be referenced as site improvement options are considered.

A tree inventory would be needed to characterize site conditions. City of Shoreline defines significant and landmark trees per SMC 20.20.048:

*Significant tree: Any tree eight inches or greater in diameter at breast height if it is a conifer and 12 inches or greater in diameter at breast height if it is a nonconifer excluding those trees that qualify for complete exemptions from Chapter 20.50 SMC, Subchapter 5, Tree Conservation, Land Clearing, and Site Grading Standards, under SMC 20.50.310(A).*

*Landmark tree: Any healthy tree over 30 inches in diameter at breast height or any tree that is particularly impressive or unusual due to its size, shape, age, historical significance or any other trait that epitomizes the character of the species, or that is an regional erratic.*

Activities that are exempt from Chapter SMC 20.50<sup>22</sup>, subchapter 5, include, "Removal of trees from property zones NB, CB, MB and TC-1, 2 and 3, and MUR-70' unless within a critical area or critical area buffer" (SMC 20.50.310(A)(5)).

Project review and approval may be issued with conditions that may include designation of protected trees or a native growth protection area on the property (SMC 20.50.330).

The City's development standards for clearing activities indicate minimum tree retention requirements would apply to all activities that are not exempt. At least 20% to 30% of significant trees shall be retained outside of critical areas (SMC 20.50.350).

## Recommended Studies

Although the site has been studied in detail over the years, updated assessments are recommended to demonstrate compliance with critical area regulations and facilitate site planning. The following studies are recommended as the project moves forward:

- Geotechnical Assessment
- Wetland Study (including assessment of potential presence of ditch wetlands)
- Arborist Study (tree inventory and health assessment)

---

<sup>22</sup> City of Shoreline City Clerk's Office, "Section 20.50, General Development Standards," *Shoreline Municipal Code (SMC)* (Shoreline, Washington: November 23, 2020). (This reference applies to all mentions of sub-sections under this code).



## Infrastructure

### Water

According to the Phase III Master Plan, the campus wide water system is not adequate to serve fire sprinkler needs. A 2019 report with joint recommendations from DNR and OFM<sup>23</sup> (2019 Recommendations) also mentions other deficiencies with the existing water system that will need to be addressed.

- The 2019 Recommendations assume that the existing on-site water system may be leaking and may need to be replaced or upgraded. DSHS points out that no study has been performed, nor has any proof been found of leaks in the underground system. The power plant has been actively monitoring system performance and has noted a significant reduction in the amount of makeup water that is needed for the power plant over the course of the summer of 2020. This has prompted inquiries from North City Water District (NCWD) to investigate the cause.
- North City Water District (NCWD) is the service provider, however the water system on-site is privately owned and maintained by DSHS. NCWD has expressed desire to own and maintain the water system, and discussions between NCWD and DSHS related to this are on-going. NCWD has requested DSHS perform a water system study prior to taking over the system. This study has been included in the FY 2021 – 2023 capital budget request provided to OFM for consideration.
- Ultimately, DOH intends to have a separate water system from DSHS. As part of having a separate system, DOH would have an agreement with NCWD where NCWD would own and maintain the water system. However, until the Legislature funds this plan, DOH will continue to be on the DSHS owned water system.

### Stormwater

According to publicly available GIS data, there are two main storm sewer systems serving the site which ultimately feed into public storm sewers. The west side storm system runs north to south, collecting runoff from around the buildings on the west side of the site, leaving the site at the southwest corner of the property. The east side storm system is composed of two parallel north-to-south closed systems, the western reach of which is fed by an open drainage swale which runs south through the center of the nearby Hamlin Park, entering the on-site closed system just south of Hamlin Park Rd/NE 160<sup>th</sup> St. The eastern reach is fed by an open drainage swale which runs along the east side of Hamlin Park, entering the on-site closed system just north of Hamlin Park Rd/NE 160<sup>th</sup> St. Both reaches appear to converge at the southeast end of the property, where they leave the site.

- The 2019 Recommendations mention that the existing on-site storm drains have failed several times over the years, primarily due to blockages caused by roots and debris in the laterals connecting the roof drains to the stormwater system. The DSHS maintenance team has been replacing these sections as needed.
- There are two existing stormwater detention ponds on the site. One pond is located on the north side of the campus between the PAT N existing nursing facility buildings and the ATP building. The other pond is located on DOH property, just southwest of the Public Health Laboratory.

---

<sup>23</sup> Washington State Department of Natural Resources (DNR), *Recommendations on the Underutilized Portions of the Fircrest Campus* (Olympia, Washington: 2019).

- If DOH receives Legislature funding for a south laboratory addition, DOH will be constructing another stormwater detention pond. Similar to water utilities, DOH plans to have a separate stormwater system from the rest of the site.
- Discussions with the City of Shoreline indicates that the City does not classify the aforementioned western reach as a stream, but rather as a drainage, per Administrative Order #000110-081909. The drainage would not be regulated under Shoreline Municipal Code Chapter 20.80. Administrative Order #000110-081909 further describes the drainage as having no salmonid fish use or demonstrated salmonid habitat value. However, the Order also cautions that the State may still consider this drainage a “water of the state” per WAC 220-110-020 (107). If so, additional requirements or restrictions may apply from the State. Additionally, GIS identifies the reach as requiring Hydraulic Project Approval (HPA) from WSDOT.

## Sanitary Sewer

Ronald Wastewater District operates two sewer mains which run through the property but has limited information on the condition of the side sewers and connections. Many of these side sewers are old and deteriorated, according to the observations of the District when visiting the property and making other repairs in the past.

- The Phase III Master Plan also notes the deteriorated condition of the side sewers, and additionally suggests that the existing sewer pipes have asbestos insulation which will need to be mitigated, and old pipes will need to be replaced. DSHS notes that most asbestos insulation has been removed from the buildings, however, there is asbestos insulation in areas the staff do not typically access.
- Ronald Wastewater District cautions that they have encountered unmapped and undocumented sewer facilities on the property, such as old pumps, and damaged pipes which have caused sewage to collect in pits.
- DOH has one existing sewer line serving their facility – an 8” PVC line connected to the sanitary sewer on NE 150th St. This 8” PVC pipe was installed in 2015 and replaced a 10” deteriorating clay pipe. Ronald Wastewater has expressed interest in ownership of this 8” PVC sewer, but this remains as a discussion point between Ronald Wastewater and DNR. DOH would also prefer to have their sanitary sewer facilities separate from the campus utilities.

## Summary of local infrastructure capacity considerations:

### Water

According to the Phase III Master Plan, the campus wide water system is not adequate to serve fire sprinkler needs. In July 2017, the laundry facility caught fire and burned to the ground. It was the opinion of the fire department that the water flows were not sufficient due to capacity issues. The 2019 Recommendations propose two possible solutions.

- Provide an additional water source for the property, such as water tanks. This would help meet the surge in demand in the event of a fire. The Phase III Master Plan includes a proposed location for the water tanks in the upper northwest corner of the campus. According to DSHS, this is based on elevation and proximity to the current North City Maintenance Facility. Prior to the completion of the Master Plan, NCWD and DSHS discussed a location to add system capacity, and NCWD recommended this location. at the upper northwest corner of the campus. It does not appear that proposed development will conflict with this recommended location.
- Include all of the campus within the NCWD system. The site is currently self-managed, and details of the existing on-site water system would need to be requested from DNR, DSHS, or DOH.

- NCWD currently provides a 6” and an 8” service to the site, with two meters (one located on NE 150th Street at the entrance closest to 15th Avenue NE, and one on 15th Avenue NE near the north end of the property).
- There did not appear to be any capacity discussion, in either the Phase III Master Plan or the 2019 Recommendations, regarding the ordinary water demands of the site outside of the fire sprinkler system (i.e. sinks, bathrooms, kitchens, irrigation, etc.). DSHS notes that they have not experienced a lack of water for everyday operations.

### Stormwater

According to publicly available GIS data, there is a closed storm system serving the site which feeds into public storm sewers (operated by the City of Shoreline).

- There is limited information on capacity of the system, and further research will need to be performed to investigate drainage complaints in the public storm sewer system downstream of the site. Some buildings on the south end of the site have previously experienced localized flooding in basements. This potentially indicates high groundwater in select areas, and/or inadequacies in the stormwater system. Area 6 (southwest corner) is the lowest part of the campus. However, this area drains into a system leaving the campus at the southwest corner that eventually outlets into wetlands to the southwest.
- Increased runoff from new roofs and parking impervious areas are not anticipated to overburden the existing system, as new on-site flow control facilities will be required with any proposed developments, which will mitigate the off-site flow to pre-developed levels.

### Sanitary Sewer

Ronald Wastewater District operates two sewer mains which run through the property.

- The 2019 Recommendations mention that the existing sewer system has excellent site coverage and capacity, and notes that some system modifications are needed to place the Fircrest School on a separate system so that potential future third party users can have their own services. DSHS notes that the Activities Building is supported by a sewer line that runs under the main entry road going south. This sewer line supported buildings which have since been demolished. The Public Health Lab is also connected to this sewer line. According to the Ronald Wastewater District, although the sewer main is in good condition, laterals are not necessarily in good condition (see below).
- Despite excellent coverage and capacity, the information available seems to suggest that repairing or replacing much of the system may still be necessary (due to old and deteriorated side sewers, and asbestos-lined pipes).
- It is possible that the existing sewer mains servicing the site provide adequate capacity, however this should be confirmed.

### Stormwater management considerations with development

- Flow control and water quality facilities will be needed to treat the new roof and parking impervious areas, so some land area (or multiple areas) will need to be dedicated to stormwater facilities such as ponds. Appendix D of the Phase III Master Plan proposed ponds at five locations throughout the campus. As an alternative, underground detention could be utilized under proposed parking areas, although ponds are often the more economical solution. Infiltration and dispersion will also need to be evaluated, and if feasible, some land area will need to be dedicated to this, as well.

## Infrastructure considerations with development

- **Telecommunications:** Regarding telecommunication utilities, it is understood that Lumen (formerly CenturyLink) currently services the site. Lumen records indicate that there are underground facilities on the site with several service cabinets, handholes, and manholes.
  - There is opportunity to work with other telecommunication service providers such as Comcast and Ziply, as each of these utilities own network facilities adjacent to the site, along 15th Avenue NE.
- **Gas:** Puget Sound Energy (PSE) currently services and maintains existing gas utilities on the site. One single remote meter set near NE 150th Street and 20th Avenue NE provides branch connections throughout the property which services multiple buildings. Site changes requiring gas facilities to be adjusted will need to be coordinated with PSE. Need to coordinate with PSE on future development needs.
- **Electrical:** Electrical services are provided by Seattle City Light (SCL). Per the Phase III Master Plan, electrical service extends from NE 150th Street and is distributed to the site to provide power to the buildings and light poles. It is also understood that DSHS is developing an electrical system capital improvement plan, which includes rewiring and installing an emergency backup system. Furthermore, DOH is currently designing a boiler-plant to move away from utilizing the Fircrest steam plant as the source of heat for most of the buildings on the campus. Powering the boiler-plant requires a new transformer in the southwest area of the site.
  - Information on the projected schedules of these electrical site improvement plans and designs by DSHS and DOH would be helpful, as these improvements would need to be directly coordinated with future site development.
  - The existing Fircrest School Powerhouse has been at its location since 1943. DSHS notes that moving the services currently housed in this building would be costly and would take several years to fund. This has prompted the design of the boiler-plant to provide heat to the campus, to alleviate burden on the existing powerhouse.

# Fircrest School Land Use Assessment

## Appendix B – Stakeholder Meeting Summaries



## DSHS Meeting Summary

The consultants met with DSHS agency staff for a virtual meeting on September 16, 2020. A list of meeting attendees is below, followed by a summary of the key points from the discussion.

**Table 1 Meeting attendees**

| Name/Title  | Agency or Firm    |
|---|-------------------|
| DNR Larry Covey, Project Manager  | DSHS              |
| Bob Hubenthal, Chief of Capital Programs  |                   |
| Upkar Mangat, Superintendent Fircrest School                                      |                   |
| Debbie Roberts, Deputy Asst. Secretary of Development Disabilities Administration |                   |
| Carly Fa'ataualofa, Capital Budget Assistant                                      | OFM               |
| Jen Masterson, Senior Budget Assistant  |                   |
| Bob Bengford, Partner   | MAKERS            |
| Ian Crozier, Associate 1  |                   |
| John Owen, Partner  |                   |
| Katy Saunders, Associate 2  |                   |
| Matt Anderson – Principal and Senior Project Director                             | Heartland         |
| Ben Wharton – Project Manager   |                   |
| Mike Mariano - Principal  | Schemata Workshop |

The group started by discussing the multi-phase master planning process for Fircrest School that DSHS has been leading. Phase 3, the most recent report, completed in 2017, focused on the work that DSHS does today and the immediate development opportunities, while previous took a longer-term view. At the time of that report, the State had not yet begun the implementation of its community civil behavioral health plan, which involves siting small behavioral health center facilities closer to patient’s home communities. Thus, a behavioral health center was not included in that plan. DSHS has currently paused the Fircrest School master planning process, to allow for the Land Use Assessment work to conclude.

Retaining adequate flexibility to meet future needs at Fircrest School is very important to DSHS. The school has been on the site for over 60 years, though the footprint has shrunk over time. To date, the campus has been able to accommodate DSHS facilities as they have continued to evolve. DSHS is concerned that significant development of the site could restrict that flexibility for the future. Specific feedback from this discussion is noted below.

- Most maintenance facilities are going to need to be replaced, though some could be consolidated.
- Other buildings are also aging and will need to be replaced eventually
- The Southeast corner of the site (4.9 acres) is on DSHS owned property (Dan Thompson Account land)
  - Currently occupied by City’s off leash dog park.
  - Behavioral health center could be sited in this area, but this would prevent revenue being generated for the Dan Thompson Account, which benefits the developmentally disabled community. Siting a BHC here would also limit DSHS’ capacity for growth on the property.

- The behavioral health center could also be located in the Southwest corner of the site.
  - There has been some hesitancy from the community, but also a sense that this type of facility may be preferable than significant redevelopment.

The group discussed the near-term plans to replace the existing nursing facility and relocate the Adult Training Program out of the existing building. Key points are noted below.

- Nursing Facility.
  - Single story facilities are a strong preference over multi-story, due to mobility and staff operations issues. Most patient movement through the building will be assisted by staff, so elevators and ramps are obstacles.
  - Nursing residents also have challenges with wayfinding and orientation.
  - Access to the outdoors is particularly important for residents of the nursing facility and single-story facilities make that much easier.
  - A two-story facility could work, as long as residential areas are on the ground floor and admin and offices are above.
  - Potential nursing facility locations
    - The Madrona site is the preferred location.
    - NE corner is also a possibility but this location may require demolition of an existing residential cottages and/or a warehouse currently used to store emergency supplies. Staff also had concerns about potential constraints of this site, due to underground or piped streams.
- Adult Training Program building is aging.
  - The legislature has allocated \$1.5 million for design or remodeling building 66 so that it can accommodate the ATP uses. However, Construction of the improvements will require additional funding.
- DSHS expressed concerns about some of the City’s permitting process requirements (requiring street improvements, etc.)
  - Agency staff noted that though it is under two owners, the City sees Fircrest school as one large parcel and requires mitigation and other actions correspondingly.

The group also discussed long-term plans for the Fircrest School, the vision for less long-term and more intermediate care on the campus, and the future needs for existing school facilities.

- The vision of a short-term stabilization program is for about 100 beds, but the population would be younger and more active, so the space requirements would be similar to today.
- The Intermediate Care Facility’s existing cottages are aging and at-capacity, with people sharing a small space. They will need to be renovated or replaced in the future.
- During non-COVID times, Fircrest school use the Chapel once a week or so. It is a nice, historic building and Fircrest School would like to continue using it.
- The activities building hosts indoor activities for residents nearly every day. The Phase 3 report noted that this wasn’t heavily used, but this wasn’t fully accurate.

- Visibility, security and access
  - Visibility of DSHS facilities from the outside is not a big concern of priority
  - Security and visibility of the grounds from existing facilities is important, as staff need to monitor people as they are walking around
  - Good emergency access is important.
  - Community uses the site for some light recreation (walking, etc.) and there has been no issue with this.
  - Off-leash dog walking has been an issue at some times, and there have been some issues with encampments and discarded needles. Some smaller incidences of theft.
  - Any future development needs to carefully consider how to protect the residents of Fircrest School, which are a vulnerable community. Thoughtful consideration of shared circulation routes was one example cited by staff.

## DOH/PHL Meeting Summary

The Fircrest School Land Use Assessment consultant team met with a staff member from DOH's Public Health Laboratories (PHL) for a virtual meeting on September 10, 2020. A list of meeting attendees is below, followed by a summary of the key points from the discussion.

**Table 2 Meeting attendees**

| Name/Title  | Agency or Firm |
|---|----------------|
| Terry Williams, Construction Project Coordinator      | DOH            |
| Carly Fa'ataualofa, Capital Budget Assistant          | OFM            |
| Jen Masterson, Senior Budget Assistant                |                |
| Bob Bengford, Partner                                 | MAKERS         |
| Ian Crozier, Associate 1                              |                |
| John Owen, Partner                                    |                |
| Katy Saunders, Associate 2                            |                |
| Matt Anderson – Principal and Senior Project Director | Heartland      |
| Ben Wharton – Project Manager                         |                |

The group started the meeting by discussing the PHL's 2010 master planning effort, and how that relates to the recent master planning efforts lead by DSHS for the Fircrest School and campus. Terry Williams, Capital Projects Manager of the PHL, provided an overview of the current facility and plans for renovations and additions to the existing building. He also clarified where current plans for the PHL are slightly different from what was shown in the 2010 master plan. Key points that the team heard from that discussion are noted below.

- DOH now owns 12.5 acres at the Fircrest Campus
- Currently there are ~250 employees, but after COVID the number will be closer to 300. Master plan envisioned ~ 340, so numbers are close to that original plan.
- Original master plan showed additions to the building
  - Current building is ~65,000 sf.

- Master plan proposed two new wings: ~32,000 sf of new lab space, and a new administration wing.
- DOH decided to keep the existing administrative wing on the south end of the building, so don't see needing a new administrative wing now.
- In 2010, there were plans to consolidate from other buildings into the Shoreline facility, but those plans have changed.
- The planned parking garage will now more likely be surface parking.
- DOH will build a new environmental services wing.
- Access road east of their property - DOH has developed some plans on the assumption of having a new road from 150th north to building 22/20 and administrative building. This was the road location shown in an earlier version of the DSHS master plan, but in more recent iterations it has shifted further west. PHL prefers the earlier location for that road.
- DSHS has new transformers and City Light connection at the very SW corner of Area 5 (present dog park). PHL is currently designing a boiler-plant to go all electric, and get off Fircrest steam plant. Will need to put in another transformer. South of the dog park, in the SW
- There is a sewer line, installed in 2971, running N-S along the western edge of the PHL site that will need to be accommodated with any future redevelopment.

The group also spent time discussing future uses for the site, to better understand PHL's perspective on development and the most compatible land uses. They also briefly discussed the commute and transportation patterns associated with the facility. Key points from that discussion are noted below.

- PHL has some concerns about residential uses adjacent to the laboratories, as people may complain or become nervous about what is happening within the lab.
- DOH/PHL isn't opposed to residential uses on the site, but would want adjacent development to mitigate the new uses, rather than requiring the lab to make accommodations.
- The Shoreline City park to the east has been a compatible use
- The lab does produce noise and exhaust from fans, and mechanical equipment, but doesn't generate noxious odors. There isn't a vivarium in the building. They do have some specialized lab facilities.
- Most employees drive to the PHL, but there may be a desire for more transit connections. There are some bike commuters as well.
- Occupancy is primarily staff working at the site. Prior to COVID, there were some seminars, but typically there are not a lot of outside visitors to this facility.

## DNR Meeting Summary

The consultants met with DNR agency staff for a virtual meeting on September 14, 2020. A list of meeting attendees is below, followed by a summary of the key points from the discussion.

**Table 3 Meeting attendees**

| Name/Title  | Agency or Firm |
|---|----------------|
| Cassie Bordelon, Policy Director  | DNR            |
| Duane Emmons, Natural Resources, Product Sales and Leasing Division Manager |                |
| Carly Fa'ataualofa, Capital Budget Assistant                                | OFM            |
| Jen Masterson, Senior Budget Assistant                                      |                |
| Bob Bengford, Partner   | MAKERS         |
| Ian Crozier, Associate 1  |                |
| John Owen, Partner  |                |
| Katy Saunders, Associate 2  |                |
| Matt Anderson – Principal and Senior Project Director                       | Heartland      |
| Ben Wharton – Project Manager   |                |

The group discussed DNR’s role as a manager of the CEP/RI trust land at the Fircrest Campus. DNR manage the land and must generate revenue for the trust. The beneficiaries of the CEP/RI trust include the Department of Social and Health Services (DSHS) and the Department of Corrections (DOC). DNR defers to DSHS on how they ultimately use the property under the terms of the lease agreement but they have a legal, fiduciary responsibility governing how they manage trust land, including undivided loyalty to the trust, inter-generational equity, and putting the trust land to productive use. DNR would like to see a long-term cash flow, to maximize benefits for the trust beneficiaries. Further key points heard during this portion of the discussion are noted below.

- Generating more revenue could involve a sale, an exchange, or a commercial lease
- One of the statutory requirements/constraints is that if land is sold, the revenue has to go CEP&RI trust.
- There is Dan Thompson Account land on the campus as well, which is managed by DSHS. The CEP&RI trust and Dan Thompson Account are set-up differently. Two different legal environments govern the site.
- Understanding the conditions of the CEP&RI trust and the Dan Thompson account is important.

The group also discussed the challenges around determining land value under the current zoning, and what they hope to get from this Land Use Assessment process. Key points heard from this portion of the discussion are noted below.

- Not knowing what the final zoning will be has made it challenging in the past to fully determine land valuation.
- Would be helpful to have the City outline what the zoning might be and use that as a base for the assumptions.



- If there were a change, DNR would collaborate with the City to work through the zoning change process – DNR has some constraints, but they have the ability to work through that process.
- For the Land Use Assessment, DNR wants to see clear, well-defined options for the legislature to consider.
- DNR staff also hope to see a direction on how to address the property come from this Land Use Assessment

## City of Shoreline Meeting Summary

The consultants met with City of Shoreline staff for a virtual meeting on September 14, 2020. A list of meeting attendees is below, followed by a summary of the key points from the discussion.

**Table 4 Meeting Attendees**

| Name, Title   | Agency, Municipality, or Firm |
|---|-------------------------------|
| Nate Daum, Economic Development Manager<br>Kendra Dedinsky, City Traffic Engineer<br>Nora Gierloff, Planning Manager<br>Jim Hammond, Intergovernmental Relations and General Factotum<br>Rachel Markle, Planning & Community Development Director<br>Steve Szafran, Senior Land Use Planner | City of Shoreline             |
| Carly Fa'ataualofa, Capital Budget Assistant<br>Jen Masterson, Senior Budget Assistant  | OFM                           |
| Bob Bengford, Partner<br>Ian Crozier, Associate 1<br>John Owen, Partner<br>Katy Saunders, Associate 2   | MAKERS                        |
| Matt Anderson – Principal and Senior Project Director<br>Ben Wharton – Project Manager  | Heartland                     |

The group started by discussing the current uses and the City’s perspective on the long-term opportunities for the Fircrest School campus. City of Shoreline staff were excited that this project would take a big-picture approach to the site. They noted that in recent years a lot has changed in how the campus is used and that buildings are aging. The City is happy to work with the state in how they would like to use the site, and they would like to see something happen as a result of this Land Use Assessment. Key points from this discussion are noted below.

- People who reside at the DSHS facilities are Shoreline residents, so the City considers their needs.
- The area is also an employment center, which in turn supports other local businesses, so that is an important consideration for the City.
- The City supports the State in locating a future 48-bed behavioral health center at the site – they recognize this is a need in the community, regionally and state-wide, and sees this as an essential public facility.

- The City recognizes that some jobs would come from this but would like to see more commercial uses at the campus.
- Proposing this facility would require a Master Development Plan (SMC 20.30.353)
- The City wants to unlock the economic development potential of the site and bring commercial uses with living-wage jobs to the area to help support a diverse community.
- Commercial uses are more of a priority for the City, but staff noted the City is not opposed to residential uses, and will support this if the State feels this is needed.
- The City would also like to see about 5 ac of open space set aside for active recreation, to account for how shoreline residents are currently using the site as extra open space. Active recreation could range from sports fields to community garden.

The group also discussed the site's existing zoning and permit requirements, noting that bringing new uses to the site would require additional changes to City plans and zoning. Key points of this discussion are noted below

- A Master Development Plan will be required for any change to the site. These are helpful for institutional uses, but not for residential or commercial development
- If alternate uses are proposed, zoning changes and a comp plan amendment would be required.
  - If there are significant changes as a result of densification (additional traffic, intensity of development, etc.) the City would expect to see concurrency per the GMA.
  - The community has to see the benefits in order to accept intensification of use at the site. Benefits to the COS also have to be clear.
- Without having a clear parcel identified by the state, the City can't take a first step.
  - If the state separates out a parcel, it would need to have a comp. plan amendments and rezone, and COS would support that.
- Short-term guarantees aren't compelling to the City - truly useable recreational open space has to have long-term view. Would have to see scope, longevity in the plans for the City to justify any capital investments.
- Community currently uses the site for walking, bird watching, dog walking. Trees are important to the community and may be a big concern.
- Potential zoning options to study
  - Community business zone is one starting point– this zoning is to the north and to the south. Would allow for greater height, and a variety of uses, whether it is housing, existing zoning at Fircrest, etc.
  - Higher zone would be Mixed Business, which is more intense, more height (70')...mixed use
  - MUR 70 would be an even more intense use – best way of achieving highest and best use in Shoreline.

City staff shared that the strongest benefit to the community would be open space and commercial options that provided living-wage jobs. Staff didn't feel that the community would see housing it and of itself as a

high community benefit, particularly since this area wasn't included in a recent rezoning discussion related to the future light rail station which is located to the west of the campus. If housing is pursued, the City Council has expressed a desire for mixed-income communities. The group also touched on transportation needs and next steps. Key points from this discussion are noted below.

- Would like to see commercial uses that build on the existing assets and provide living-wage jobs – an innovation district around the lab, for example, as Shoreline Community College has a job training program.
- Film-making is another industry that has been operating in Shoreline. There is a need for a soundstage and existing facilities at Fircrest are often used as a backdrop.
- Sidewalks are a big concern in the area, and 15th Ave is an area of focus.
- There is mixed feedback on the current roadway and capacity for 15th Ave.
- Future engagement with the community about these topics will be needed.

# Fircrest School Land Use Assessment

## Appendix C – Transportation Assessment of Alternatives

# Transportation Assessment of Alternatives

The transportation review of the Fircrest School Land Use Alternatives focuses on the net increase in development for the site to identify potential impacts and recommended mitigation strategies. The land use presented could vary by approximately plus or minus 10%; however, based on a sensitivity review it is anticipated that this variation in land use would result in similar transportation impacts and mitigation as presented in this section.

## Parking

As described in the review of existing/background conditions, SMC provides minimum off-street parking requirements by land use as well as criteria that a project can meet to qualify for a parking reduction. Table 1, Table 2, and Table 3 provide a summary of the potential additional site parking needs for the Alternatives based on the SMC requirements and estimated peak parking demand. The average peak parking demand rates from the Institute of Transportation Engineers *Parking Generation* were used to calculate peak parking demand.

**Table 1 Summary chart comparing the three comprehensive alternatives**

| Development Area       | Land Use                 | Size       | Code Requirement           | Code Parking Supply                 | Parking Demand Rate <sup>5</sup> | Demand                |
|------------------------|--------------------------|------------|----------------------------|-------------------------------------|----------------------------------|-----------------------|
| 1                      | Behavioral health center | 48 beds    | 1 per bed <sup>1</sup>     | 48 spaces                           | 3.74 per bed                     | 180 vehicles          |
| 2                      | Multifamily              | 510 units  | 1 per bedroom <sup>2</sup> | 510 spaces                          | 0.75 per unit                    | 383 vehicles          |
| 2                      | Townhomes                | 65 units   | 1 per bedroom <sup>2</sup> | 65 spaces                           | 0.66 per unit                    | 43 vehicles           |
| 3                      | Nursing Facility         | 120 beds   | 1 per 4 beds               | 30 spaces                           | 0.36 per bed                     | 43 vehicles           |
| 5                      | Townhomes                | 82 units   | 1 per bedroom <sup>2</sup> | 82 spaces                           | 0.66 per unit                    | 54 vehicles           |
| 6                      | Park                     | 5 acres    | TBD <sup>3</sup>           | -                                   | 1.21 per acre                    | 6 vehicles            |
| 7                      | Office                   | 185,000 sf | 1 per 500 sf               | 370 spaces                          | 2.39 per 1,000 sf                | 442 vehicles          |
| <b>Total Estimated</b> |                          |            |                            | <b>+/- 1,105 spaces<sup>4</sup></b> |                                  | <b>1,151 vehicles</b> |

Source: Shoreline Municipal Code (SMC) 20.50.390 Tables A

Notes: sf = square-feet

1. Behavior Health Center parking code requirement based on hospital land use.
2. Residential parking requirements are based on per bedroom. The analysis assumes 1 bedroom per unit.
3. Park parking requirements are based on Director's decision.
4. The total estimated parking requirement by alternatives does not include parking for the park or potential reductions in parking related to parking and transportation demand management and transit access.
5. Based on average peak parking demand from Institute of Transportation Engineers *Parking Generation 5th Edition* 2019.



**Table 2 Alternative 2 parking code requirements and estimated peak parking demand**

| Development Area       | Land Use                 | Size       | Code Requirement           | Code Parking Supply                 | Parking Demand Rate <sup>5</sup> | Demand       |
|------------------------|--------------------------|------------|----------------------------|-------------------------------------|----------------------------------|--------------|
| 1                      | Nursing Facility         | 120 beds   | 1 per 4 beds               | 30 spaces                           | 0.36 per bed                     | 43 vehicles  |
| 2                      | Multifamily              | 510 units  | 1 per bedroom <sup>2</sup> | 510 spaces                          | 0.75 per unit                    | 383 vehicles |
| 2                      | Townhomes                | 65 units   | 1 per bedroom <sup>2</sup> | 65 spaces                           | 0.66 per unit                    | 43 vehicles  |
| 3                      | Park                     | 5 acres    | TBD <sup>3</sup>           | -                                   | 1.21 per acre                    | 6 vehicles   |
| 5                      | Townhomes                | 82 units   | 1 per bedroom <sup>2</sup> | 82 spaces                           | 0.66 per unit                    | 54 vehicles  |
| 6                      | Office                   | 168,450 sf | 1 per 500 sf               | 337 spaces                          | 2.39 per 1,000 sf                | 403 vehicles |
| 6                      | Multifamily              | 162 units  | 1 per bedroom <sup>2</sup> | 162 spaces                          | 0.75 per unit                    | 122 vehicles |
| 7                      | Behavioral health center | 48 beds    | 1 per bed <sup>1</sup>     | 48 spaces                           | 3.74 per bed                     | 180 vehicles |
| <b>Total Estimated</b> |                          |            |                            | <b>+/- 1,234 spaces<sup>3</sup></b> | <b>1,234 vehicles</b>            |              |

Source: Shoreline Municipal Code (SMC) 20.50.390 Tables A

Notes: sf = square-feet

1. Behavior Health Center parking code requirement based on hospital land use.
2. Residential parking requirements are based on per bedroom. The analysis assumes 1 bedroom per unit.
3. Park parking requirements are based on Director's decision.
4. The total estimated parking requirement by alternatives does not include parking for the park or potential reductions in parking related to parking and transportation demand management and transit access.
5. Based on average peak parking demand from Institute of Transportation Engineers *Parking Generation 5th Edition* 2019.

**Table 3 Alternative 3 parking code requirements and estimated peak parking demand**

| Development Area       | Land Use                 | Size       | Code Requirement           | Code Parking Supply                 | Parking Demand Rate <sup>5</sup> | Demand       |
|------------------------|--------------------------|------------|----------------------------|-------------------------------------|----------------------------------|--------------|
| 1                      | Behavioral health center | 48 beds    | 1 per bed <sup>1</sup>     | 48 spaces                           | 3.74 per bed                     | 180 vehicles |
| 2                      | Multifamily              | 510 units  | 1 per bedroom <sup>2</sup> | 510 spaces                          | 0.75 per unit                    | 383 vehicles |
| 2                      | Townhomes                | 47 units   | 1 per bedroom <sup>2</sup> | 47 spaces                           | 0.66 per unit                    | 31 vehicles  |
| 3                      | Nursing Facility         | 120 beds   | 1 per 4 beds               | 30 spaces                           | 0.36 per bed                     | 43 vehicles  |
| 5                      | Townhomes                | 82 units   | 1 per bedroom <sup>2</sup> | 82 spaces                           | 0.66 per unit                    | 54 vehicles  |
| 6                      | Park                     | 5 acres    | TBD <sup>3</sup>           | -                                   | 1.21 per acre                    | 6 vehicles   |
| 7                      | Office                   | 185,000 sf | 1 per 500 sf               | 370 spaces                          | 2.39 per 1,000 sf                | 442 vehicles |
| <b>Total Estimated</b> |                          |            |                            | <b>+/- 1,087 spaces<sup>3</sup></b> | <b>1,139 vehicles</b>            |              |

Source: Shoreline Municipal Code (SMC) 20.50.390 Tables A

Notes: sf = square-feet

1. Behavior Health Center parking code requirement based on hospital land use.
2. Residential parking requirements are based on per bedroom. The analysis assumes 1 bedroom per unit.
3. Park parking requirements are based on Director's decision.
4. The total estimated parking requirement by alternatives does not include parking for the park or potential reductions in parking related to parking and transportation demand management and transit access.
5. Based on average peak parking demand from Institute of Transportation Engineers *Parking Generation 5th Edition* 2019.

As shown in Table 1, Table 2, and Table 3, the SMC parking requirement could be between 1,080 and 1,250 additional parking spaces. The peak parking demand for the Alternatives is similar to the SMC requirements with approximately 1,100 and 1,250 additional vehicles. The review of parking does not consider potential parking reduction; however, the SMC does allow for parking reductions ranging from 20% to 50%. Shared parking opportunities are anticipated to be limited with all Alternatives due to the site layout and proposed land uses. The size of the site makes the walking distance from a potential centrally located parking area long; the only opportunity for shared parking may be with Alternative 2 that includes mixed use with residential and commercial in Area 6. Other than Alternative 2 in Area 6, the proposed land uses with the Alternatives are not compatible for shared parking because peak parking characteristics are similar and not opposite such that peaks occur at different times. With the current land use plans, parking needs for all the Alternatives could be reduced based on:

- Providing a parking management plan and demonstrating transportation strategies to reduce parking needs for all or portions of the on-site uses including elements like incentives for not driving to campus, commuter information centers, charging for parking, providing discounts for transit passes, enhancing connectivity to the transit and bicycle network etc.
- Bus Rapid Transit (BRT) is planned along NE 145th Street with the 15th Avenue NE/NE 145th Street bus stop located less than ¼-mile from the site and the City allows for a parking reduction for projects ¼-mile from high capacity transit.
- Public parks are provided on-site with the Alternatives and pedestrian facilities should be designed to accommodate public access.

## Transportation

The campus is well-served by transit and an offsite bicycle network but distances within the campus could continue to be far depending on your location with the Alternatives. In addition, all the Alternatives should provide accessible routes and pathways given the challenges with steep slopes throughout the campus. The key to reducing the off-site transportation impacts and parking needs of the Alternatives is to orient walking paths and provide connections to and from off-campus beyond the vehicle access points to reduce walking distances and make connectivity to the existing and future transit and bicycle network easier and more attractive.

Table 4, Table 5, and Table 6 summarize the potential vehicle trip generation of the Alternatives. The trip generation estimates account for existing uses that would be removed with the proposed development Alternatives. Most vehicle trips generated by the Alternatives are anticipated to occur to and from the off-site because the mix of uses is such that minimal trips are anticipated between the different land uses on-site.

**Table 4 Alternative 1 trip generation summary**

| Development Area             | Land Use                 | Size      | Trip Rate <sup>1</sup> | Inbound      | Outbound     | Total        |
|------------------------------|--------------------------|-----------|------------------------|--------------|--------------|--------------|
| <b>Daily</b>                 |                          |           |                        |              |              |              |
| 1                            | Behavioral health center | 48 beds   | 22.32                  | 536          | 536          | 1,072        |
| 2                            | Multifamily              | 510 units | 5.45                   | 1,389        | 1,389        | 2,778        |
| 2                            | Townhomes                | 65 units  | 7.28                   | 237          | 237          | 474          |
| 3                            | Nursing Facility         | 120 beds  | 3.06                   | 184          | 184          | 368          |
| 5                            | Townhomes                | 82 units  | 7.28                   | 298          | 298          | 596          |
| 6                            | Park                     | 5 acres   | 0.78                   | 2            | 2            | 4            |
| 7                            | Office                   | 185 ksf   | 10.42                  | 964          | 964          | 1,928        |
| <b>Subtotal</b>              |                          |           |                        | <b>3,610</b> | <b>3,610</b> | <b>7,220</b> |
| <i>Existing Uses Removed</i> |                          |           |                        | -267         | -267         | -534         |
| <b>Net New Daily</b>         |                          |           |                        | <b>3,343</b> | <b>3,343</b> | <b>6,686</b> |
| <b>AM Peak Hour</b>          |                          |           |                        |              |              |              |
| 1                            | Behavioral health center | 48 beds   | 2.54                   | 88           | 34           | 122          |
| 2                            | Multifamily              | 510 units | 0.36                   | 48           | 133          | 181          |
| 2                            | Townhomes                | 65 units  | 0.46                   | 7            | 23           | 30           |
| 3                            | Nursing Facility         | 120 beds  | 0.17                   | 14           | 6            | 20           |
| 5                            | Townhomes                | 82 units  | 0.46                   | 9            | 29           | 38           |
| 6                            | Park                     | 5 acres   | 0.02                   | 0            | 0            | 0            |
| 7                            | Office                   | 185 ksf   | 1.06                   | 168          | 28           | 196          |
| <b>Subtotal</b>              |                          |           |                        | <b>334</b>   | <b>253</b>   | <b>587</b>   |
| <i>Existing Uses Removed</i> |                          |           |                        | -32          | -9           | -41          |
| <b>Net New AM Peak Hour</b>  |                          |           |                        | <b>302</b>   | <b>244</b>   | <b>546</b>   |
| <b>PM Peak Hour</b>          |                          |           |                        |              |              |              |
| 1                            | Behavioral health center | 48 beds   | 1.89                   | 25           | 66           | 91           |
| 2                            | Multifamily              | 510 units | 0.44                   | 135          | 83           | 218          |
| 2                            | Townhomes                | 65 units  | 0.55                   | 23           | 13           | 36           |
| 3                            | Nursing Facility         | 120 beds  | 0.22                   | 9            | 17           | 26           |
| 5                            | Townhomes                | 82 units  | 0.55                   | 28           | 17           | 45           |
| 6                            | Park                     | 5 acres   | 0.11                   | 1            | 0            | 1            |
| 7                            | Office                   | 185 ksf   | 1.06                   | 28           | 168          | 196          |
| <b>Subtotal</b>              |                          |           |                        | <b>249</b>   | <b>364</b>   | <b>613</b>   |
| <i>Existing Uses Removed</i> |                          |           |                        | -12          | -33          | -45          |
| <b>Net New PM Peak Hour</b>  |                          |           |                        | <b>237</b>   | <b>331</b>   | <b>568</b>   |

Notes: ksf = 1,000 square-feet

1. Average trip generation rate or equation rate from ITE *Trip Generation Manual*, 10th Edition.

**Table 5 Alternative 2 trip generation summary**

| Development Area             | Land Use                 | Size       | Trip Rate <sup>1</sup> | Inbound      | Outbound     | Total        |
|------------------------------|--------------------------|------------|------------------------|--------------|--------------|--------------|
| <b>Daily</b>                 |                          |            |                        |              |              |              |
| 1                            | Nursing Facility         | 120 beds   | 3.07                   | 184          | 184          | 368          |
| 2                            | Multifamily              | 510 units  | 5.45                   | 1,390        | 1,390        | 2,780        |
| 2                            | Townhomes                | 65 units   | 7.28                   | 237          | 237          | 474          |
| 3                            | Park                     | 5 acres    | 0.8                    | 2            | 2            | 4            |
| 5                            | Townhomes                | 82 units   | 7.28                   | 298          | 298          | 596          |
| 6                            | Office                   | 168,450 sf | 10.45                  | 880          | 800          | 800          |
| 6                            | Multifamily              | 162 units  | 5.45                   | 441          | 441          | 882          |
| 7                            | Behavioral health center | 48 beds    | 22.33                  | 536          | 536          | 1,072        |
| <b>Subtotal</b>              |                          |            |                        | <b>3,968</b> | <b>3,968</b> | <b>3,936</b> |
| <i>Existing Uses Removed</i> |                          |            |                        | -267         | -267         | -534         |
| <b>Net New Daily</b>         |                          |            |                        | <b>3,701</b> | <b>3,701</b> | <b>7,402</b> |
| <b>AM Peak Hour</b>          |                          |            |                        |              |              |              |
| 1                            | Nursing Facility         | 120 beds   | 0.17                   | 14           | 6            | 20           |
| 2                            | Multifamily              | 510 units  | 0.35                   | 48           | 133          | 181          |
| 2                            | Townhomes                | 65 units   | 0.46                   | 7            | 23           | 30           |
| 3                            | Park                     | 5 acres    | 0.02                   | 0            | 0            | 0            |
| 5                            | Townhomes                | 82 units   | 0.46                   | 9            | 29           | 38           |
| 6                            | Office                   | 168,450 sf | 1.07                   | 154          | 26           | 180          |
| 6                            | Multifamily              | 162 units  | 0.35                   | 15           | 42           | 57           |
| 7                            | Behavioral health center | 48 beds    | 2.54                   | 88           | 34           | 122          |
| <b>Subtotal</b>              |                          |            |                        | <b>335</b>   | <b>293</b>   | <b>628</b>   |
| <i>Existing Uses Removed</i> |                          |            |                        | -32          | -9           | -41          |
| <b>Net New AM Peak Hour</b>  |                          |            |                        | <b>303</b>   | <b>284</b>   | <b>587</b>   |
| <b>PM Peak Hour</b>          |                          |            |                        |              |              |              |
| 1                            | Nursing Facility         | 120 beds   | 0.22                   | 9            | 17           | 26           |
| 2                            | Multifamily              | 510 units  | 0.43                   | 136          | 83           | 219          |
| 2                            | Townhomes                | 65 units   | 0.55                   | 23           | 13           | 36           |
| 3                            | Park                     | 5 acres    | 0.2                    | 1            | 0            | 1            |
| 5                            | Townhomes                | 82 units   | 0.46                   | 28           | 17           | 45           |
| 6                            | Office                   | 168,450 sf | 1.06                   | 24           | 154          | 178          |
| 6                            | Multifamily              | 162 units  | 0.43                   | 43           | 27           | 70           |
| 7                            | Behavioral health center | 48 beds    | 1.89                   | 25           | 66           | 91           |
| <b>Subtotal</b>              |                          |            |                        | <b>289</b>   | <b>377</b>   | <b>666</b>   |
| <i>Existing Uses Removed</i> |                          |            |                        | -12          | -33          | -45          |
| <b>Net New PM Peak Hour</b>  |                          |            |                        | <b>277</b>   | <b>344</b>   | <b>621</b>   |

Notes: ksf = 1,000 square-feet

1. Average trip generation rate or equation rate from ITE *Trip Generation Manual*, 10th Edition.

**Table 6 Alternative 3 trip generation summary**

| Development Area             | Land Use                 | Size      | Trip Rate <sup>1</sup> | Inbound      | Outbound     | Total        |
|------------------------------|--------------------------|-----------|------------------------|--------------|--------------|--------------|
| <b>Daily</b>                 |                          |           |                        |              |              |              |
| 1                            | Behavioral health center | 48 beds   | 22.32                  | 536          | 536          | 1,072        |
| 2                            | Multifamily              | 510 units | 5.45                   | 1,389        | 1,389        | 2,778        |
| 2                            | Townhomes                | 47 units  | 7.28                   | 170          | 170          | 340          |
| 3                            | Nursing Facility         | 120 beds  | 3.06                   | 184          | 184          | 368          |
| 5                            | Townhomes                | 82 units  | 7.28                   | 298          | 298          | 596          |
| 6                            | Park                     | 5 acres   | 0.78                   | 2            | 2            | 4            |
| 7                            | Office                   | 185 ksf   | 10.42                  | 964          | 964          | 1,928        |
| <b>Subtotal</b>              |                          |           |                        | <b>3,542</b> | <b>3,542</b> | <b>7,084</b> |
| <i>Existing Uses Removed</i> |                          |           |                        | <i>-267</i>  | <i>-267</i>  | <i>-534</i>  |
| <b>Net New Daily</b>         |                          |           |                        | <b>3,275</b> | <b>3,275</b> | <b>6,550</b> |
| <b>AM Peak Hour</b>          |                          |           |                        |              |              |              |
| 1                            | Behavioral health center | 48 beds   | 2.54                   | 88           | 34           | 122          |
| 2                            | Multifamily              | 510 units | 0.36                   | 48           | 133          | 181          |
| 2                            | Townhomes                | 47 units  | 0.46                   | 5            | 17           | 22           |
| 3                            | Nursing Facility         | 120 beds  | 0.17                   | 14           | 6            | 20           |
| 5                            | Townhomes                | 82 units  | 0.46                   | 9            | 29           | 38           |
| 6                            | Park                     | 5 acres   | 0.02                   | 0            | 0            | 0            |
| 7                            | Office                   | 185 ksf   | 1.06                   | 168          | 28           | 196          |
| <b>Subtotal</b>              |                          |           |                        | <b>332</b>   | <b>247</b>   | <b>579</b>   |
| <i>Existing Uses Removed</i> |                          |           |                        | <i>-32</i>   | <i>-9</i>    | <i>-41</i>   |
| <b>Net New AM Peak Hour</b>  |                          |           |                        | <b>300</b>   | <b>238</b>   | <b>538</b>   |
| <b>PM Peak Hour</b>          |                          |           |                        |              |              |              |
| 1                            | Behavioral health center | 48 beds   | 1.89                   | 25           | 66           | 91           |
| 2                            | Multifamily              | 510 units | 0.44                   | 135          | 83           | 218          |
| 2                            | Townhomes                | 47 units  | 0.55                   | 17           | 9            | 26           |
| 3                            | Nursing Facility         | 120 beds  | 0.22                   | 9            | 17           | 26           |
| 5                            | Townhomes                | 82 units  | 0.55                   | 28           | 17           | 45           |
| 6                            | Park                     | 5 acres   | 0.11                   | 1            | 0            | 1            |
| 7                            | Office                   | 185 ksf   | 1.06                   | 28           | 168          | 196          |
| <b>Subtotal</b>              |                          |           |                        | <b>244</b>   | <b>360</b>   | <b>604</b>   |
| <i>Existing Uses Removed</i> |                          |           |                        | <i>-12</i>   | <i>-33</i>   | <i>-45</i>   |
| <b>Net New PM Peak Hour</b>  |                          |           |                        | <b>232</b>   | <b>327</b>   | <b>559</b>   |

Notes: ksf = 1,000 square-feet

1. Average trip generation rate or equation rate from ITE *Trip Generation Manual*, 10th Edition.



As shown in Table 4, Table 5, and Table 6, the Alternatives generate approximately 6,500 to 7,400 additional daily trips with 500 to 630 net new trips occurring during the weekday peak hours. There is a potential that the Alternatives trip generation could be decrease with improved connectivity to the transit and bicycle network and/or transportation demand management strategies that would reduce overall reliance on vehicles to and from the site.

As described in the evaluation of background conditions, the roadways and intersections near the site are not anticipated to meet the City’s operational standards in the future. The City is currently updating their Transportation Master Plan (TMP), which will result in new traffic forecasts and will likely change City’s adopted level of service (LOS) policies. As part of the update to the TMP, the City will consider new information on land use including any plans for development of the Fircrest School Campus. It will be important with all Alternatives for the site to connect to the City’s non-motorized and transit infrastructure to reduce reliance on vehicle travel for the site uses.

### Transportation Impact Fees

Development will be required to pay the City of Shoreline transportation impact fees (TIFs) per SMC 3.80.010. Fees collected are used to construct transportation projects on the City’s Transportation Improvement Plan identified to accommodate future traffic growth in the City. As of January 2020, the City has a fee of \$7,603.80 per weekday PM peak hour trip. Table 7 provides a summary of the potential TIF for the Alternatives based on the estimated trip generation.

**Table 7 Estimated transportation impact fees by alternative**

| Alternative | Estimated Weekday PM Peak Hour Trips | Approximate Impact Fee <sup>1</sup> |
|-------------|--------------------------------------|-------------------------------------|
| 1           | 568                                  | \$4,319,000                         |
| 2           | 621                                  | \$4,722,000                         |
| 3           | 559                                  | \$4,251,000                         |

1. Based on an estimate of \$7,603.80 per trip and rounded to the nearest 1,000.

As shown in the Table 7, TIF for the Alternatives is estimated to be between \$4.3 million and \$4.7 million.

### Site Access

Vehicle and non-motorized access were evaluated for each of the alternatives with consideration of the location of development, types of land uses and the estimated trip generation. The following describes recommendations for the alternatives. The overall recommendations relative transportation needs and mitigation for the alternatives are generally consistent.

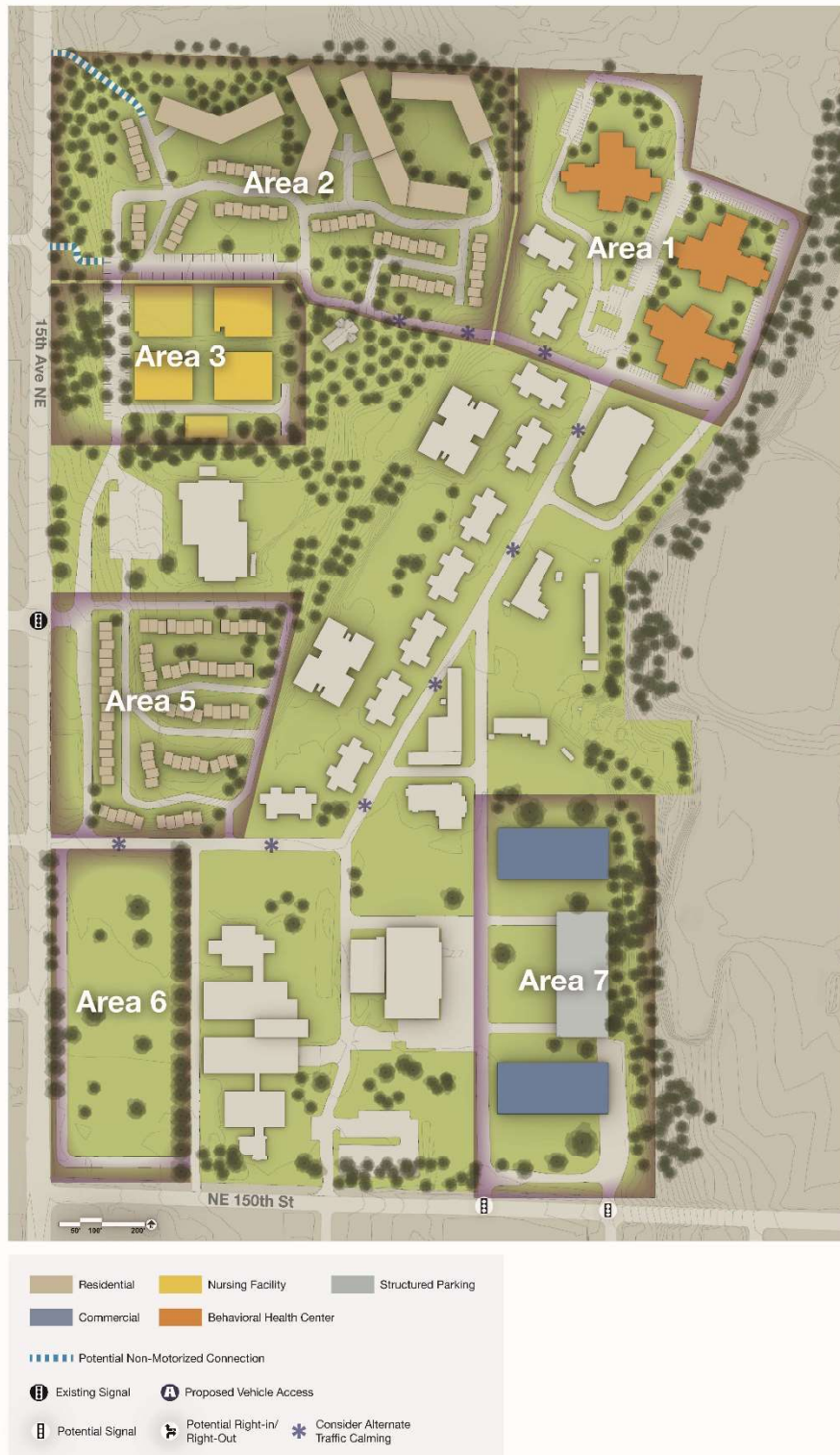
### Alternative 1

Figure 1 provides a summary of key transportation considerations for Alternative 1 including:

- A non-motorized connection should be provided to the off-site from Areas 2 and 3. This connection could be provided either via 15th Avenue NE or Hamlin Park Road NE.
- Traffic calming on campus should consider alternatives to speed bumps as the existing number of speed bumps throughout campus deters biking.
- Traffic control improvements such as a signal will likely be needed along NE 150th Street to serve the proposed commercial development in Area 7 as well as the existing site uses.

Figure 1 Summary of alternative 1 transportation considerations

## Alternative 1



## Alternative 2

Figure 2 provides a summary of key transportation considerations for Alternative 2 including:

- Similar to Alternative 1, a non-motorized connection should be provided to the off-site from Area 2. This connection could be provided either via 15th Avenue NE or Hamlin Park Road NE.
- Traffic calming on campus should consider alternatives to speed bumps as the existing number of speed bumps throughout campus deters biking.
- Traffic control improvements such as a signal will be needed along NE 150th Street to serve the proposed commercial development in Area 6 as well as the existing site uses.
- A right-in/right-out access should be considered along 15th Avenue NE to serve Area 6.
- Mixed use development located at Area 6 improves access to transit for site uses by locating uses closer to the BRT corridor along NE 145th Street as well as other transit facilities surrounding the site.

## Alternative 3

Figure 3 provides a summary of key transportation considerations for Alternative 3 including:

- Vehicle access is anticipated along 15th Avenue NE at NE 158th Street, which will also serve non-motorized access to/from Areas 2 and 3.
- Traffic calming on campus should consider alternatives to speed bumps as the existing number of speed bumps throughout campus deters biking.
- Traffic control improvements such as a signal will likely be needed along NE 150th Street to serve the proposed commercial development in Area 7 as well as the existing site uses.

Figure 2 Summary of alternative 2 transportation considerations

## Alternative 2





Figure 3 Summary of alternative 3 transportation considerations

## Alternative 3

