S-3549.2	

SENATE BILL 6368

State of Washington 52nd Legislature 1992 Regular Session

By Senator Skratek

Read first time 01/27/92. Referred to Committee on Governmental Operations.

- 1 AN ACT Relating to the vesting of property rights upon an
- 2 application for the development or improvement of land; adding new
- 3 sections to chapter 58.17 RCW; creating a new section; and repealing
- 4 RCW 58.17.033.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 6 <u>NEW SECTION.</u> **Sec. 1.** The legislature finds that the decision
- 7 to issue a building permit for medium and large scale construction
- 8 projects has consequences for the quality of life of individuals,
- 9 communities, and businesses surrounding the area where the projects are
- 10 to be located. The legislature also finds that Washington is one of
- 11 only a few states in which the vesting of the right to construct such
- 12 projects has been declared by the state supreme court to occur upon the
- 13 submittal of an application for a building permit for the project.

- 1 <u>NEW SECTION.</u> **Sec. 2.** The legislature intends to reverse the
- 2 common law vesting of rights doctrine and to provide that a landowner's
- 3 rights vest at the issuance, by the appropriate local government
- 4 officials, of an approved building permit. It is also the intent of
- 5 the legislature to reverse the legal precedents concerning this
- 6 doctrine, beginning with <u>State ex rel. Hardy v. Superior Court</u>, 155
- 7 Wash. 244 (1930), and <u>State ex rel. Ogden</u>, 45 Wn.2d 492 (1954).
- 8 <u>NEW SECTION.</u> **Sec. 3.** For the purposes of this chapter,
- 9 "development of land" or "development" means a subdivision, short
- 10 subdivision, or other improvement of land for commercial or multifamily
- 11 residential purposes.
- 12 <u>NEW SECTION.</u> **Sec. 4.** An application for a development of land
- 13 as defined in this chapter does not cause a right to proceed with the
- 14 development to accrue to the applicant under the zoning or land use
- 15 control in effect at the time of application. An official or court of
- 16 competent jurisdiction may not consider such zoning or land use
- 17 controls in determining whether to issue, or direct the issuance of, a
- 18 permit necessary to the development of land if the zoning or land use
- 19 control has been changed since the application for the development.
- 20 <u>NEW SECTION.</u> **Sec. 5.** (1) The provisions of section 4 of this
- 21 act do not apply to the following:
- 22 (a) An application for the construction, razing, remodeling,
- 23 moving, or addition to the principal place of residence of an
- 24 individual when the application is made by the person who intends to
- 25 occupy or is occupying such residence;

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- 1 (b) An application for the razing, remodeling, moving, or addition
- 2 to an existing structure in which is located any commercial,
- 3 agricultural, or industrial enterprise;
- 4 (c) An application that has not been acted upon prior to a change
- 5 in zoning or land use controls because of bad faith, negligence, or
- 6 unreasonable delay on the part of an entity or public employee whose
- 7 activities are a legally required component of the decision process in
- 8 regards to an application for a development. If an agency with
- 9 appellate jurisdiction over such questions, or court of competent
- 10 jurisdiction, determines such conduct has occurred it shall cause the
- 11 development to be approved under the zoning or land use controls in
- 12 effect at the time of application for the development.
- 13 (2) All applications that meet the criteria of subsection (1) of
- 14 this section must be acted upon pursuant to the zoning or land use
- 15 controls in effect at the time such application is submitted to the
- 16 appropriate local official. No zoning or land use control change made
- 17 subsequent to the submittal shall be considered in acting on the
- 18 application.
- 19 <u>NEW SECTION.</u> **Sec. 6.** The requirements for determining what
- 20 constitutes a fully completed application for a development of land, or
- 21 a fully completed permit required by the provisions of section 5 of
- 22 this act, are to be determined by an ordinance adopted in the regular
- 23 course of business by the local government responsible for making such
- 24 determinations or issuing such permits.
- 25 <u>NEW SECTION.</u> **Sec. 7.** (1) In any county or city that has a
- 26 population of greater than fifteen thousand people, the local
- 27 government responsible for approving developments of land or issuing
- 28 permits may adopt an alternative method of determining when vesting of

- 1 the right to proceed with a development of land has occurred. If an
- 2 alternative is adopted, it must be in the form of an ordinance or
- 3 ordinances, enacted in the regular course of business, and it must
- 4 permit vesting when the applicant has experienced a substantial change
- 5 in circumstances. The change in circumstances must be directly related
- 6 to having acted upon the good faith belief that the zoning or land use
- 7 controls in place at the time of applying for the development or permit
- 8 would continue into the reasonably foreseeable future.
- 9 (2)(a) A determination of whether a substantial change has occurred
- 10 may be based on:
- 11 (i) Whether the applicant has incurred substantial expenses that
- 12 would not have been incurred but for good faith reliance on the
- 13 continuation of the zoning or land use controls; or
- 14 (ii) Whether a proposed change in zoning or land use controls was
- 15 under public consideration at the time of application for the
- 16 development or permit.
- 17 (b) If no proposed change was under public consideration and,
- 18 subsequent to the submittal of an application for a development or
- 19 permit, a change is made, the application must be treated as a matter
- 20 of law as though the zoning change had not occurred. If a proposed
- 21 change was under public consideration, an applicant may not be
- 22 considered to have undergone a substantial change of position and no
- 23 vesting of rights, as a matter of law, occurs.
- 24 <u>NEW SECTION.</u> **Sec. 8.** The requirements of sections 2 through
- 25 7 of this act do not preclude any requirements or conditions imposed
- 26 upon an application or permit required by chapter 43.21C RCW.
- 27 <u>NEW SECTION.</u> **Sec. 9.** The enactment of sections 2 through 8 of
- 28 this act does not have the effect of terminating, or in any way

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- 1 modifying, any rights or obligations concerning an application for a
- 2 development of land or a permit filed before the effective date of this
- 3 act.
- 4 <u>NEW SECTION.</u> **Sec. 10.** RCW 58.17.033 and 1987 c 104 s 2 are
- 5 each repealed.
- 6 <u>NEW SECTION.</u> **Sec. 11.** Sections 2 through 9 of this act are
- 7 each added to chapter 58.17 RCW.