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7 8	BEFORE THE HEARING EXAMINER FOR THE CITY OF SEATTLE				
9	In Re: Appeal by				
10	ESCALA OWNERS ASSOCIATION	NO. MUP-17-035			
11	of Decisions Re Land Use Application	ESCALA OWNERS ASSOCIATION'S			
12	for 1933 5 th Avenue, Project 3019699	MOTION FOR SUMMARY JUDGMENT			
13					
14	I. INTRODUCTION				
15	For any proposal that has received a Determination of Significance per the State				
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to an old programmatic FEIS that was published over twelve years ago for an area-wide downtown Seattle rezone.

As a result of this process:

- SDCI did not present, describe, or analyze the impacts of alternatives to the 5th and Virginia Proposal. The review did not include any description and/or analysis of a no-action alternative or other reasonable alternatives to the proposal.
- SDCI did not provide certain information required by WAC 197-11-440 for the 5th and Virginia Proposal.
- SDCI did not initiate a scoping process and scoping comment period as required by WAC 197-11-408 for the 5th and Virginia Proposal.
- SDCI violated the SEPA requirements for public input, comment, and agency response to comments on the 5th and Virginia Proposal.

The rationale provided by SDCI is that it is using its authority to rely on "existing documents" for environmental review of the 5th and Virginia Proposal. But there are legal limits to relying on existing documents for SEPA review. The prior proposal must have similar elements that provide a basis for comparing their environmental consequences such as timing, types of impacts, alternatives, or geography to the current proposal that is being reviewed. RCW 43.21C.034. The lead agency must independently review the content of the existing documents and determine that the information and analysis to be used is relevant and adequate. *Id*.

Here, the Downtown Height and Density Changes are not similar in timing, not similar in alternatives, not similar in geography, not similar in impacts on specific properties, and not similar in

environmental consequences to the 5th and Virginia Proposal. The information and analysis in the 2005 FEIS is not relevant or adequate for environmental review of the 5th and Virginia Proposal. As a result, it was improper for SDCI to rely on the old FEIS for its environmental review of the 5th and Virginia Proposal.

Even if SDCI was legally allowed to rely on the old 2005 EIS for its review of the current proposal, an SEIS is required when there are substantial changes to a proposal and/or when there is significant new information about the impacts of a proposal. Here, both of those criteria are easily met and, therefore, SDCI should have, at the very least, prepared an SEIS to the old 2005 FEIS.

Based on this, as a matter of law, the process for environmental review of the 5th and Virginia Proposal violated SEPA and summary judgment is appropriate.

II. STATEMENT OF FACTS

The 5th and Virginia Proposal is a land use application filed by Douglaston Development to construct a 48-story building with retail, hotel rooms, and apartments at the corner of 5th Avenue and Virginia Street in Downtown, Seattle. Declaration of Claudia M. Newman (Jan. 5, 2018), Ex. B at i. ¹

Escala is directly adjacent to and west of the project site. Newman Dec, Ex. D. It is home to 408 residents who enjoy living downtown in the Belltown neighborhood. *Id.* The significance of the environmental impacts of the 5th and Virginia Proposal to the Escala residents is disputed, but suffice it to say that the Escala Owners believe that the evidence at the hearing will show that the proposal will have devastating impacts to them. This motion is not brought on that disputed issue, but rather for the purpose of presenting the narrow legal issues as described below that are rooted in undisputed facts and appropriate for summary judgment.

The SEPA Determination of Significance described the project as a 47 story building, but the Updated Addendum described the project as a 48 story building. *Cf.* Ex. A and Ex. B at i.

A. SDCI's Environmental Review of the 5th and Virginia Proposal

On December 15, 2016, SDCI issued a "Determination of Significance" for the 5th and Virginia Proposal. Newman Dec., Ex. A. SDCI did not, however, follow that up with the preparation of a Draft EIS or a Final EIS for the project. Instead, for its environmental review of the 5th and Virginia Proposal, SDCI prepared an "Addendum" to an old programmatic FEIS that was published over twelve years ago. *See* Newman Dec., Ex. B (Addendum to the FEIS for Downtown Height and Density Changes for the 5th and Virginia Proposal (Dec. 15, 2016)).

The Notice and Availability of the Addendum was announced in the same December 15, 2016 document that gave notice of the Determination of Significance (DS). Newman Dec., Ex. A. SDCI did not issue notice or initiate a comment period for scoping comments as is required by WAC 197-11-980. With this notice of the DS and the availability of the Addendum combined, the City announced a 14-day comment period with a deadline of December 29, 2016 (four days after Christmas and two days prior to New Year's Eve). *Id.* After a request from Escala's counsel to extend the deadline per SMC 23.76.012.D, SDCI extended the comment period to January 12, 2017. Newman Dec., Ex. F. Escala's counsel submitted a comment letter that, among other things, pointed out the fundamental legal errors associated with adopting this Addendum in lieu of preparing an EIS for the Proposal. Newman Dec., Ex. D.

Six months later, SDCI issued an "Updated" Addendum to the 2005 FEIS. Newman Dec., Ex.'s E and F. SDCI announced a 14-day comment period for the updated Addendum with a deadline of July 17, 2017. *Id.*, Ex. E. Escala's counsel submitted yet another comment letter that pointed out, among other things, that SDCI was still violating basic SEPA requirements with this process. Newman Dec., Ex. G.

On October 26, 2107, SDCI issued a decision determining that the "Downtown Height and Density Final Environmental Impact Statement (FEIS) with Addendum adequately describes and assesses the adverse impacts of the proposed project and the project has been conditioned to mitigate the impacts." Newman Dec., Ex. I. The appeal that is currently before the Hearing Examiner followed.

B. The 2005 Downtown Seattle Height and Density Changes and the 5th and Virginia Proposal

The old FEIS that SDCI relied on for review of the 5th and Virginia Proposal was prepared for the purpose of examining five alternative zoning proposals for consideration by the Seattle City Council. *See* Newman Dec., Ex. C. These so-called "Downtown Seattle Height and Density Changes" consisted generally of an area- wide programmatic rezone proposal for portions of the Denny Triangle, Commercial Core, and Belltown neighborhoods within Downtown Seattle. *Id* at iii. The alternatives presented were different combinations of increases in allowable maximum heights and densities throughout the Downtown area.

The Draft EIS for Downtown Height and Density Changes was issued in November, 2003 and the Final EIS for Downtown Height and Density Changes was issued in January, 2005. *Id.* The project proponent for the proposed legislation was the City of Seattle. *Id.*

The 5th and Virginia Proposal is a completely different project from the Downtown Height and Density Changes proposal. It is a specific project on a single parcel that a private developer has proposed fourteen years after the 2003 Draft EIS was issued and twelve years after the 2005 Final EIS was issued. The 5th and Virginia Proposal is a site-specific project action - the other was a non-project programmatic action being proposed by the City of Seattle. The 5th and Virginia Proposal is

completely unrelated to the old rezone legislation other than the mere fact that the new zoning regulations that were adopted in that legislation presumably apply to this site.

The 2003 Draft EIS and the 2005 Final EIS do not analyze the affected environment and environmental impacts specific to the 5th and Virginia project, they do not analyze alternatives to the 5th and Virginia project and they do not consider mitigation for the direct, adverse impacts caused by the 5th and Virginia project. They do not consider the specific impacts of the 5th and Virginia project – such as height, bulk and scale impacts (including light, air and privacy impacts); the traffic and transportation impacts (including impacts to the public facility alley); shadow impacts to Escala residents; environmental health impacts; land use impacts; construction impacts; and other impacts. They were not proceeded by scoping of issues specifically relevant to the 5th and Virginia project.

The residents of Escala did not receive a copy of the 2003 Draft EIS when it was issued because the Escala had not even been built at that time. Newman Dec, Ex. J. (Escala was built in 2009).

III. ARGUMENT

A. Standard of Review for Summary Judgment

Summary judgment is appropriate if the evidence provided demonstrates that there is no genuine issues of material fact remain, entitling the moving party to judgment as a matter of law. CR 56(c); *Lybbert v. Grant County*, 141 Wn.2d 29, 34, 1 P.3d 1124 (2000). The party moving for summary judgment has the burden of showing there are no genuine issues of material fact and the moving party is entitled to judgment as a matter of law on all, or specified, issues. *See Magula v. Benton Franklin Title Co., Inc.*, 131 Wn.2d 171, 182, 930 P.2d 307 (1997).

B. The SEPA Rules Set Forth a Specific, Unambiguous Process That Must Be Followed for Review of a Proposal That Has Received a Determination of Significance.

For context and background, this section provides a brief summary of the general requirements for review under SEPA of a proposal that has received a Determination of Significance.

A Determination of Significance (DS) is "the written decision by the responsible official of the lead agency that a proposal is likely to have a significant adverse environmental impact, and therefore an EIS is required (WAC 197-11-310 and 197-11-360)." WAC 197-11-736. When a Determination of Significance (DS) is issued for a proposal, the lead agency must prepare a draft and a final EIS for that proposal. RCW 43.21C.031.

"Proposal" means a proposed action. A proposal includes both actions and regulatory decisions of agencies as well as any actions proposed by applicants. A proposal exists at that stage in the development of an action when an agency is presented with an application, or has a goal and is actively preparing to make a decision on one or more alternative means of accomplishing that goal, and the environmental effects can be meaningfully evaluated. (See WAC 197-11-055 and 197-11-060(3).) A proposal may therefore be a particular or preferred course of action or several alternatives. For this reason, these rules use the phrase "alternatives including the proposed action." The term "proposal" may therefore include "other reasonable courses of action," if there is no preferred alternative and if it is appropriate to do so in the particular context.

WAC 197-11-784.

The responsible official must begin by preparing and issuing a determination of significance (DS) substantially in the form provided in WAC 197-11-980. Issuances of that form, which is titled: "Determination of Significance and Request for Comments on Scope of EIS," initiates the public comment period for scoping. The responsible official must circulate copies of that form to the applicant, agencies with jurisdiction and expertise, if any, affected tribes, and to the public. WAC 197-11-360; WAC 197-11-510.

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After that, the lead agency must prepare a draft and a final environmental impact statement for that proposal. RCW 43.21C.031. The EIS must contain everything that is identified in WAC 197-11-440. Among other things, an EIS must include a summary, a description of the proposal and alternatives; a description of the affected environment, and a disclosure and analysis of the significant impacts and mitigation measures. WAC 197-11-440.

Public input is a major component of SEPA. Review, comment, and responsiveness to comments on a draft EIS are the focal point of the act's commenting process because the DEIS is developed as a result of scoping and serves as the basis for the final statement. WAC 197-11-500. Thus, after preparing the DEIS, the lead agency is required to invite and consider comments on the DEIS as set forth in WAC 197-11-500 through 570. The lead agency must inform the public and other agencies that an environmental document is being prepared or is available and that public hearing(s), if any, will be held. WAC 197-11-510. At a minimum, the draft EIS must be sent to the following:

- (a) The department of ecology (2 copies).
- (b) Each federal agency with jurisdiction over the proposal.
- (c) Each agency with jurisdiction over or environmental expertise on the proposal.
- (d) Each city/county in which adverse environmental impacts identified in the EIS may occur, if the proposal were implemented.
- (e) Each local agency or political subdivision whose public services would be changed as a result of implementation of the proposal.
- (f) The applicable local, area-wide, or regional agency, if any, that has been designated under federal law to conduct intergovernmental review and coordinate federal activities with state or local planning.
- (g) Any person requesting a copy of the EIS from the lead agency (fee may be charged for DEIS, see WAC 197-11-504).
- (h) Any affected tribe.

WAC 197-11-455. Having a draft EIS allows the lead agency to consult with members of the public, affected tribes, and agencies with jurisdiction and with expertise prior to issuing the final EIS. WAC 197-11-405. *See also* RCW 43.21C.030.

A public hearing on the environmental impact of a proposal must be held when fifty or more persons residing within the jurisdiction of the lead agency, or who would be adversely affected by the environmental impact of the proposal, make written request to the lead agency within thirty days of issuance of the draft EIS. WAC 197-11-535

After public and agency comments have been received and reviewed, the lead agency must prepare a final EIS (FEIS) to revise the DEIS as appropriate and respond to comments per WAC 197-11-560. *Id.* The FEIS must respond to opposing views on significant adverse environmental impacts and reasonable alternatives which the lead agency determines were not adequately discussed in the DEIS. The lead agency must then issue the FEIS as specified by WAC 197-11-460.

It's obvious that the authors of SEPA did not intend for an Addendum to substitute as an EIS. Addendums are meant to modify an existing EIS. WAC 197-11-625. Agencies aren't required to prepare a draft addendum. WAC 197-11-625. No comment period is required for an addendum - the addendum must simply be circulated to the recipients of the original Draft EIS. *Id*.

Applied here, this means that an Addendum could be used to simply modify the 2005 FEIS. The Addendum would have to be circulated to the recipients of the original Downtown Height & Density Changes FEIS only with no comment period. That means that the Addendum was technically required to be sent to the list of interested persons for the zoning amendments that were adopted a decade ago.

C. SDCI Did Not Follow the Process That Is Required by SEPA for Environmental Review of the 5th and Virginia Proposal.

Within the context of the legal requirements above, we turn now to look at the environmental review process that SDCI followed for the 5th and Virginia Proposal. While it is clear that an EIS is legally required for this proposal (in light of the DS), SDCI did not prepare a Draft EIS or Final EIS for the proposal. Instead, SDCI relied on the 2005 Final EIS for Downtown Height and Density Changes as if it was the EIS for the 5th and Virginia Proposal. SDCI issued an "Addendum" to that 2005 FEIS which contained some "additional, more site-specific environmental analysis and mitigation" relative to a few selected environmental parameters. Newman Dec., Ex. F at 6.

On a most basic level, the obvious problem is that the 2005 Downtown Seattle Height and Density Changes is not the "proposal" that is being proposed by Douglaston Development. The "proposal" is the 5th and Virginia Proposal. *See* WAC 197-11-784 *citing* WAC 197-11-055 and 197-11-060(3). Thus, the "proposal" that, as a matter of law, requires all of the content and process that comes along with the Draft and Final EIS requirements is the proposal to construct a 48-story building with retail, hotel rooms, and apartments at the corner of 5th Avenue and Virginia Street.

As you look at the 2005 FEIS, the December 15, 2016 Addendum, and the July 3, 2017 Updated Addendum, it is clear that SDCI failed to abide by the most basic SEPA requirements for review of the 5th and Virginia Proposal. Because there is no dispute of the material facts and because the facts show that SDCI clearly violated SEPA, summary judgment on these issues is appropriate.

1. SDCI did not present, describe, or analyze the impacts of any alternatives to the 5th and Virginia Proposal.

One of the most basic requirements in SEPA is the consideration of alternatives in an EIS. *See* RCW 43.21C.030; WAC 197-11-400; WAC 197-11-402; WAC 197-11-440(5). For every major

action significantly affecting the environment, agencies must present, discuss, and evaluate the impacts of alternatives, including no-action. *Id. See also* WAC 197-11-792(2)(b).

SDCI did not conduct an alternatives analysis for the 5th and Virginia Proposal. Neither the December 15, 2016 Addendum nor the July 3, 2017 Updated Addendum discuss any alternatives, present any alternatives, or analyze any impacts of alternatives to the proposal. See Newman Dec., Ex.'s B and F. Neither evaluate the environmental impacts of a no-action alternative, much less describe what a no-action alternative would even look like. *Id*.

So, the next question is whether the 2005 FEIS discusses, presents, or evaluate alternatives to the 5th and Virginia Proposal. The answer to that is a clear no – it does not. This is not surprising considering that the 5th and Virginia Proposal was proposed by Douglaston Development over a decade after the 2005 FEIS was published. The alternative proposals that were analyzed in the 2005 FEIS consisted of different combinations of regulatory increases in allowable maximum heights and densities of buildings in the Downtown Office Core 1 and 2 and Downtown Mixed Commercial Zones. Newman Dec., Ex. C at iii. In other words, the 2005 FEIS analyzed different legislation proposals to rezone large swaths of Downtown Seattle. The 2005 FEIS did not analyze alternatives to the specific building proposal on the specific site at the corner of 5th and Virginia.

Any attempt to argue that the analysis of the alternative area-wide rezone proposals that were being considered by the City Council can be construed as a reasonable alternatives analysis for the 5th and Virginia Proposal fails. Reasonable alternatives to the 5th and Virginia Proposal would consist of alternative building proposals for this site-specific project – such as alternative proposed setbacks along the alley or alternative proposed uses such as fewer hotel rooms, fewer apartments, less retail. The EIS could consider an alternative with fewer units overall or alternative designs of the building,

parking lots, units layout, retail layout, and more. That is completely different from alternatives to an area-wide rezone.

Consider an Escala resident who considers himself to be significantly impacted by this development. With proper SEPA review, that person is, rightly so, anticipating an opportunity to see alternative building designs for the project site in the EIS, to see what the impacts would be of those alternatives, and to provide input via public comments on whether those alternatives are reasonable and/or whether the analysis of impacts of those alternatives is adequate. That person may be seeking discussion of an alternative building design that has an increased setback between the Escala and the proposal or discussion of an alternative building design that minimizes the privacy impacts.

With SDCI's current approach, this Escala owner has been shut out from that opportunity. There was no such alternatives analysis in the Addendum. The only other option would have been for him to comment on the alternatives analysis that was in the 2003 Draft EIS of the different area wide rezone proposals. But that makes no sense. Any comments that would have been submitted back in 2003 asking that the City, at that time, consider alternative building designs/proposals on this particular site at 5th and Virginia would have been rejected immediately on the grounds that he was asking for too much detail not appropriate for programmatic SEPA review.

Furthermore, the EIS must not only present different alternatives, but must evaluate the environmental impacts of those different alternatives. A proper impact analysis associated with the 5th and Virginia Development alternative building designs would be focused on evaluating specific alley impacts of each alternative, specific traffic impacts of the different proposals, specific impacts to the Escala residents' access to daylight and privacy, noise impacts, construction impacts, and all of the other impacts that were discussed in the Addendum and comments on the Addendum. Considering that SDCI thought it was necessary to conduct an additional evaluation of specific impacts of the

proposal itself with an Addendum beyond what was in the 2005 FEIS, it goes without saying that SDCI should have also conducted an additional evaluation of impacts of alternatives to the 5th and Virginia Project as well.

If SDCI had done this properly, members of the public, agencies with jurisdiction, and other interested parties would have had an opportunity (as is required by SEPA) to comment on the choice of alternatives as well as the adequacy of the analysis of impacts of alternatives during the comment period following issuance of a Draft EIS on the 5th and Virginia Proposal. If SDCI had done this properly, the decision makers would have had the information from the EIS and from all of the input from the public and other agencies about alternatives and their impacts before making a decision to approve the proposal. In fact, that information may have affected that decision.

2. The environmental documents did not include certain information required by WAC 197-11-440 for the 5th and Virginia Proposal

The Addendum doesn't certain information about the 5th and Virginia Proposal as is required in WAC 197-11-440. The Addendum does not contain a "Summary" as that requirement is described in WAC 197-11-440(4). Newman Dec., Ex.'s B and F. The Addendum does not state the proposal's objectives, does not specify the purpose and need to which the proposal is responding, does not summarize the major conclusions, and does not summarize significant areas of controversy and uncertainty and the issues to be resolved, including the environmental choices to be made among alternative courses of action and the effectiveness of mitigation measures. There is no summary of the proposal, impacts, alternatives, mitigation measures, and significant adverse impacts that cannot be mitigated.

The Addendum does not describe the existing environment that will be affected by the proposal as is required by WAC 197-11-440(6). *See* Newman Dec., Ex.'s B and F. Of course, the

2005 FEIS description of existing conditions was for the entire area not the specific project and is twelve years old and, therefore, isn't applicable anyway. The 2005 EIS certainly does not contain the information and analysis for this proposal that is required by this rule. The comment letters and responses were not circulated with the FEIS as is required by WC 197-11-400(7).

3. SDCI did not initiate a scoping process and scoping comment period as required by WAC 197-11-408 for the 5th and Virginia Proposal.

When done properly, the determination of significance (DS) must be issued in the form provided in WAC 197-11-980. That form initiates the public comment period for scoping. In that form, the lead agency announces to the public which topics will be discussed in the EIS for the proposal and invites agencies, affected tribes, and members of the public to comment on the scope of the EIS, including alternatives, mitigation measures, and probable significant impacts. *Id*.

SDCI did not issue this form and did not initiate a public comment period for scoping for the 5th and Virginia Proposal. SDCI instead announced that the Addendum had been prepared and was available in the same December 15, 2016 document that gave notice of the Determination of Significance (DS). Newman Dec., Ex. A.

As a matter of law, this violated SEPA. The public and outside agencies were provided no opportunity for scoping comments on the 5th and Virginia Proposal. It's also important to recognize that there were real consequences to skipping this step that prejudiced the public's ability to have meaningful involvement. As is evident from the comment letters that were submitted by Escala on the Addendum, SDCI failed entirely to consider major topics of concern in the Addendum. Newman Dec., Ex.'s D and G. If there had been a scoping comment period, the public would have had the opportunity to outline and list all of the issues that they believed should be included before the environmental review began. In addition, if there had been a scoping comment period, members of the public would

have had an opportunity to present ideas for specific alternative designs of the building. Because there was no opportunity to comment on the scope of environmental review for the 5th and Virginia Proposal, SDCI violated SEPA requirements.

4. SDCI violated the SEPA requirements for public input and comment on the 5th and Virginia Proposal

There was no opportunity provided to comment on a Draft EIS for the 5th and Virginia Proposal as required by SEPA. Furthermore, SDCI did not circulate and respond to SEPA comments that were submitted by the public on the 5th and Virginia Proposal as is required to be done in a Final EIS.

After preparing a Draft EIS, lead agencies are required to circulate the Draft EIS to various agencies and the public. RCW 43.21C.030(2)(d); WAC 197-11-455. Any person or agency shall have a minimum of 30 days from the date of issue in which to review and comment on the Draft EIS. *Id*. Extensions of up to fifteen days may be granted, which would allow a total of 45 days for comments on the Draft. *Id*.

Having a Draft EIS allows the lead agency to consult with members of the public, affected tribes, and agencies with jurisdiction and with expertise prior to issuing the Final EIS. WAC 197-11-405. *See also* RCW 43.21C.030. Government agencies and interested citizens must be given an opportunity to review and comment on the analysis of the affected environment, the disclosure and analysis of environmental impacts, the analysis of alternatives, the analysis of mitigation, and all other information that is required to be in the Draft EIS. They must be given an opportunity to comment on these issues *specific to the 5th and Virginia proposal* (not the 2005 rezone) prior to the issuance of a Final EIS on the proposal.

The Final EIS must be circulated to, among others, anyone who commented on the Draft EIS. WAC 197-11-460. The lead agency must consider comments that were submitted on the Draft EIS and respond by modifying alternatives (including the proposed action), developing new alternatives, supplementing or improving the analysis, making factual corrections, or explaining why the comments do not warrant further agency response. WAC 197-11-560. All substantive comments must be appended to the Final EIS or summarized. *Id*.

When the Addendum was issued, the City announced a 14-day comment period with a deadline of December 29, 2016. After a request from Escala's counsel to extend the deadline per SMC 23.76.012.D, SDCI informed Escala's counsel that it would extend the comment period to January 12, 2017. Newman Dec., Ex. H. As far as we can tell, SDCI did not publicly announce the extension of the comment deadline to January 12. Therefore, the publicly announced comment period for the Addendum was a 14-day comment period. The comment period that was relayed to Escala was a 28-day comment period. Either way, SDCI violated the SEPA requirement for a minimum 30-day comment period for commenting on SEPA review of the 5th and Virginia Proposal.

In addition, the public was not given the opportunity to require a public hearing on the environmental impacts of the 5th and Virginia Proposal pursuant to WAC 197-11-535.

The Addendum was not a draft detailed statement as required by SEPA – it was a final document. SDCI did "update" the Addendum, but that was not characterized as a "draft" and "final" and the "update" did not summarize or refer to any of the public comments at all. And then, SDCI had yet another comment period after the "updated" Addendum was issued – which, again, is not contemplated in the SEPA regulations. All of those public comments that SDCI received, including Escala's comments on the adequacy of the updated Addendum were submitted after SDCI prepared the final Addendum.

Because the rules don't contemplate the odd approach that SDCI took for this project, SDCI created its own ad-hoc distribution and commenting process. This cobbled together approach doesn't appear in the SEPA regulations.

SDCI violated the requirement that it must revise a DEIS as appropriate and respond to comments on impacts, alternatives, and mitigation specific to the 5th and Virginia Project per WAC 197-11-560 in a final EIS. *Id.* There must be a FEIS for this project that responds to opposing views on significant adverse environmental impacts and reasonable alternatives for this project which the lead agency determines were not adequately discussed in a DEIS for this project. An addendum can be used to add analysis or information to an existing environmental document, but the City cannot ignore the requirements and public process that is required for a proposal that has probable significant impacts. *See* WAC 197-11-600; WAC 197-11-625.

D. SEPA Rules Place Limitations on the Use of Existing Documents for SEPA Review of a Proposal

To justify preparing an "addendum" instead of an EIS, SDCI relied on the SEPA rules that allow the use of "existing documents" for its SEPA review. But SEPA rules place limitations on the use of existing documents for SEPA review of a proposal.

For context, the overriding requirement in RCW 43.21C.030 is that SDCI must prepare a detailed statement (EIS) on the environmental impact of the 5th and Virginia Proposal, any adverse environmental effects which cannot be avoided should the 5th and Virginia Proposal be implemented; and alternatives to the 5th and Virginia proposal. That is the task that must be done.

The rules do allow that the lead agency use existing documents to carry out this task. SEPA states:

Lead agencies are authorized to use in whole or in part existing environmental documents for new project or nonproject actions, if the documents adequately address environmental considerations set forth in RCW 43.21C.030. The prior proposal or action and the new proposal or action need not be identical, but must have similar elements that provide a basis for comparing their environmental consequences such as timing, types of impacts, alternatives, or geography. The lead agency shall independently review the content of the existing documents and determine that the information and analysis to be used is relevant and adequate. If necessary, the lead agency may require additional documentation to ensure that all environmental impacts have been adequately addressed.

RCW 43.21C.034.

But there are express limitations in this provision. As the quote states above, the prior proposal must have similar elements that provide a basis for comparing their environmental consequences such as timing, types of impacts, alternatives, or geography. The lead agency shall independently review the content of the existing documents and determine that the information and analysis to be used is relevant and adequate.

Furthermore, WAC 197-11-600, which describes when existing documents may be used to meet all or part of an agency's responsibilities under SEPA, states that for EISs, preparation of a supplemental EIS is required if there are:

- (i) Substantial changes to a proposal so that the proposal is likely to have significant adverse environmental impacts (or lack of significant adverse impacts, if a DS is being withdrawn); or
- (ii) New information indicating a proposal's probable significant adverse environmental impacts. (This includes discovery of misrepresentation or lack of material disclosure.) A new threshold determination or SEIS is not required if probable significant adverse environmental impacts are covered by the range of alternatives and impacts analyzed in the existing environmental documents.

WAC 197-11-600. *See also* WAC 197-11-405. An SEIS must be prepared in the same way as a draft and final EIS except that scoping is optional. WAC 197-11-620.

And finally, the Seattle Municipal Code states that the City can use an existing document only provided that the information is that document is "accurate and reasonably up-to-date." SMC 25.05.600.

E. SDCI Violated the Limitations on Using Existing Documents for SEPA Review of the 5th and Virginia Proposal.

It's plainly evident to any rational observer that the timing, the types of impacts, the alternatives, and even the geography of the 2005 rezone and the 5th and Virginia Proposal are not similar. The Downtown Height and Density Changes are not similar in timing, not similar in alternatives, not similar in geography, not similar in impacts on specific properties, and not similar in environmental consequences. It is also quite evident that the information and analysis in the 2005 FEIS is not relevant or adequate for environmental review of the 5th and Virginia Proposal. As a result, it is improper under RCW 43.21C.034 for SDCI to rely on the old FEIS for its environmental review of the 5th and Virginia Proposal.

Even if SDCI could legally rely on the "existing" 2005 FEIS for its review of the 5th and Virginia Proposal, SDCI was required to prepare, at the very least, a Supplemental EIS for the Proposal. There can be no dispute that there are substantial changes to the "proposal" considering that the 5th and Virginia Proposal is not even the same proposal as the old rezone. It's a different proposal, with different people impacted, with a different proponent, raising different issues, different types of impacts, calling for different mitigation, and different alternatives.

In addition, there is significant new information since the 2003 and 2005 EIS was prepared indicating, or on, the probable significant adverse environmental impacts of the 5th and Virginia Proposal. The information in the 2005 FEIS is twelve years old. Just to give you some perspective of

how long ago that was – can take judicial notice that it was two years before the first Apple iPhone was released and two years before Amazon moved its corporate headquarters to South Lake Union.

There has been an enormous amount of growth and changes in the character of downtown since then – there are exponentially more residents, traffic, residential vs commercial construction downtown than was anticipated in the 2005 FEIS. Newman Dec., Ex. D. The bike lanes, streetcars, trolleys, and light rail that exist today did not exist when that EIS was prepared. *Id.* The newspapers report that more residential units will be built this decade than the previous 50 years combined. Newman Dec., Ex. K. There is significant new information on the anticipated development of additional towers in the area that was not contemplated on the same block in the 2005 FEIS. The Addendum admits that many changes have occurred since the publication of the 2005 EIS. Newman Dec., Ex. F, Appendix B.

The 2005 review of the rezone and development regulations for downtown never contemplated this level of development would occur, on a single block without any FAR restrictions, tower spacing, or setback requirements to protect against overcrowding of residential towers. The 2005 FEIS identifies what sites the authors of the EIS assumed would be developed under the proposed rezone as a basis for its analysis and conclusions about impacts and mitigation. Newman Dec., Ex. C at 4-17, 4-19. Figures 16 and 18 on pages 4-17 and 4-19 show that the EIS analysis anticipated that only one tower would be built on the block between 4th and 5th and between Stewart and Virginia. *Id.* This is also presented (numerically) in Appendix D – the Preferred Alternative Project List for Potential Development. *Id.*, Appendix D.

The assumptions in that EIS are outdated and completely inaccurate. We know now that not only is there a project for development at 5th and Virginia, there is also a current proposal for a massive tower at 5th and Stewart. Newman Dec., Ex. L. The information in the 2003 DEIS and 2005 FEIS is

not accurate and is not reasonably up-to-date. Based on all of this, SDCI must, at the very least, prepare an SEIS for the 5th and Virginia Proposal.

IV. CONCLUSION

SDCI created its own makeshift process for review of the 5th and Virginia proposal - preparing an "Addendum" to a 12 year old programmatic EIS that was prepared for an entirely different proposal – without even purporting to meet the requirements of SEPA for environmental review of this site-specific project. SDCI cannot rely on an old EIS for a proposal that is different in timing, has different alternatives, different in geography, has different impacts, and does not have the same environmental consequences. The 2005 FEIS is not relevant or adequate for environmental review of the 5th and Virginia Proposal. It was improper under RCW 43.21C.034 for SDCI to rely on the old FEIS for its environmental review of the 5th and Virginia Proposal.

SDCI's approach to environmental review for this proposal violates SEPA in multiple respects. Escala requests that the Hearing Examiner grant summary judgment in its favor on these issues and order that SDCI prepare a draft and a final EIS following a scoping process that contains everything set forth in WAC 197-11-440 and that follows the public process in WAC 197-11-500 through 570. The EIS must provide an adequate and impartial discussion of significant environmental impacts and shall inform decision makers and the public of reasonable alternatives, including mitigation measures, which would avoid or minimize adverse impacts or enhance environmental quality.

1	Dated this 5th day of January, 2018.		
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