#### **BROWNFIELDS ROAD TO REDEVELOPMENT**

# PRESENTED BY THE NATIONAL TECHNICAL ASSISTANCE TO BROWNFIELDS COMMUNITIES (TAB) PROGRAM

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Colette Santasieri, New Jersey Institute of Technology (NJIT)







#### **AGENDA**

- Welcome and Introductions
  - Presenters
  - TAB Program
- Brownfields Redevelopment Recap
- Funding Sources & Financing Options
  - How to think about financing a brownfield deal
  - Finding the right money at the right time
- Redeveloping for Resilience
  - Transforming brownfields sites for social equity, economic rebound, and climate change
- Q&A







#### **PRESENTERS**



**Maggie Egbarts** is a KSUTAB services coordinator assisting communities, tribes and local governments in U.S. EPA regions 5, 6, 7, and 8 navigate the waters of reuse and redevelopment of underutilized, vacant, blighted properties. Maggie has a Bachelor's degree in Environmental Studies from the University of Kansas and over 16 years of experience in environmental assessment, cleanup, regulatory compliance and property revitalization, grant management, and technical writing.

**Mary Hashem** is the President of Adaapta, a woman-owned small business serving local governments and non-profits at the intersection of economic development, planning and brownfields revitalization. Mary is also a Principal with RE | Solutions, a brownfields acquisition and development company, and serves as the Board Chair for the Center for Creative Land Recycling. Mary has 30 years experience in land revitalization.





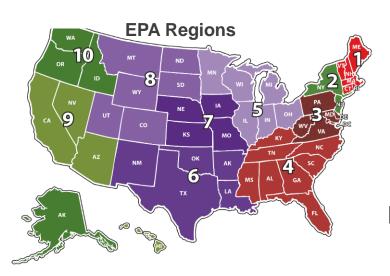
**Colette Santaiseri,** PhD: Dr. Santaiseri is the Executive Director of the New Jersey Institute of Technology's TAB Program. She possesses over 35 years of environmental, infrastructure, land use, and community revitalization planning experience, with an expertise in the planning and design of sustainable and resilient communities, properties, and civil infrastructure systems. Dr. Santasieri holds a PhD in Urban Systems, an MS in Civil Engineering, and a BS in Environmental Planning and Design







# TECHNICAL ASSISTANCE TO BROWNFIELD (TAB) COMMUNITIES



#### Three TAB service providers

Kansas State University (KSU) assists in EPA Regions 5, 6, 7 & 8

Center for Creative Land Recycling (CCLR) assists in EPA Regions 2, 9, and 10

New Jersey Institute of Technology (NJIT) assists in EPA Regions 1, 3, and 4

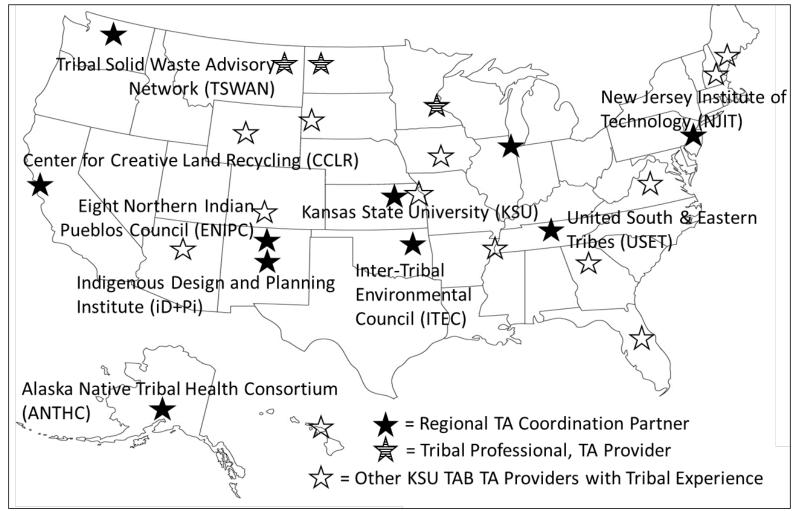
- Assist communities and tribes with the brownfields redevelopment process
- A national program funded by U.S. EPA grant
- Services provided are FREE and tailored to specific needs
- Planning, environmental & economic development expertise
- Webinars, workshop, e-tools (e.g., BiT, TAB EZ) & online resources

















#### TAB SERVICES MAY INCLUDE

- Help identifying and inventorying brownfields
- Strategic planning and redevelopment visioning
- Economic feasibility and sustainability analysis
- Educational workshops and webinars
- Community outreach and input
- Help identify funding sources

- Review of U.S. EPA Brownfields grant applications
- Help finding and evaluating environmental consultants
- Review of plans and technical reports
- Fact sheets and information
- Other assistance, as needed and agreed upon







# LEGAL DEFINITION OF BROWNFIELDS

"...<u>real property</u>, the <u>expansion</u>, <u>redevelopment</u>, <u>or reuse</u> of which may be complicated by the <u>presence or potential presence</u> of a hazardous substance, pollutant, or contaminant."

(Public Law 107-118 (H.R. 2869) - "Small Business Liability Relief and Brownfields Revitalization Act", signed into law January 11, 2002).











### TYPICAL RURAL BROWNFIELDS SITES

- Abandoned Railroad Property
- ☐ Abandoned Gas Stations
- Agricultural Buildings (elevators, silos, flat storage)
- Automotive Repair Shops
- Abandoned Buildings
- Old Schools









# BROWNFIELDS FURTHER DEFINED

- Not just any contaminated site
- A brownfield project is a redevelopment project that is often impeded by environmental concerns
  - Old industrial or commercial sites, vacated downtown corridor, abandoned school building, etc.
  - Range of sizes big to small









# THE BROWNFIELDS REDEVELOPMENT PROCESS AND KSU TAB ASSISTANCE

#### Plan

**Identify Brownfields** 

Engage the Community

Set Redevelopment Goals

### <u>Investigate</u>

Assist with the environmental consultant or qualified environmental professional

Guidance through regulatory process

Review of environmental reports and other documents

### Redevelop

Stakeholders & Partners

**Financial Resources** 

**Reuse Strategies** 

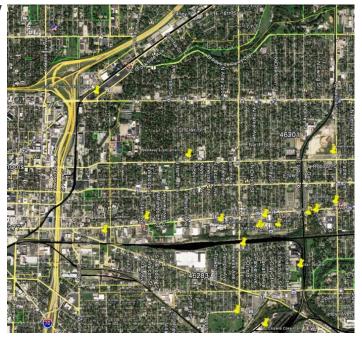






### **IDENTIFY BROWNFIELDS**

- Make a list (inventory) of <u>potential</u> sites
  - Look for red flags (former gas station, dry cleaner, industrial).
  - Are environmental unknowns a barrier to redevelopment?
  - Ongoing environmental actions?
- How can these sites meet your redevelopment goals?
- KSUTAB Brownfields Inventory
   Tool
   BiT







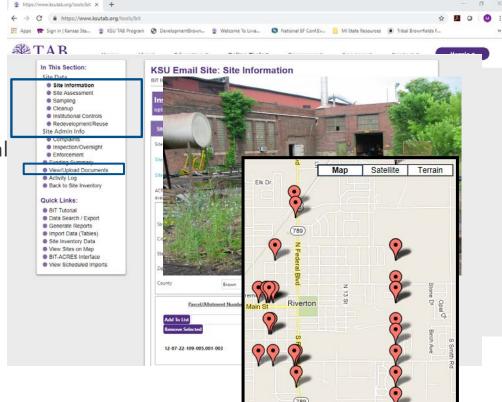




#### ONLINE DATA MANAGEMENT TOOL

#### Stores & Manages Site Data:

- Site survey & inventory
- Mirrors the brownfields redevelopment process
  - Site details
  - Assessment, cleanup, institutional controls
  - Redevelopment
- Upload photos and documents
- Generate maps
- Access anytime
- Access anywhere (mobile app)
- YOU OWN THE DATA









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#### **COMMUNITY ENGAGEMENT**

- Engagement with community is a two-way street – to inform and gather input
- Use input received to help inform redevelopment goals
- Synergies and partnerships being to form
- Ensure engagement continues throughout the project.









### **IDENTIFY STAKEHOLDERS**

- Local non-profits, community groups, church groups
- Community Development Corporations
- Local leadership mayor, town manager, county commissioner
- Local planners
- Regional Planning Commission
- Economic Development interests
- Financial Institutions
- All interested residents



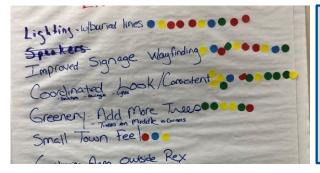




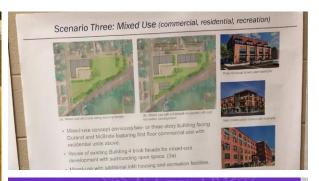












Potential Reuse Options of the old Simplicity Building - Community Input Survey

The property at 209 S Oak Street could be redeveloped into many different uses. Indicate your top 3 priority uses for this property.

Grocery	Sports Complex
Fitness	Commercial
Offices	Light Industrial

# COMMUNITY ENGAGEMENT ACTIVITIES







### SET REDEVELOPMENT GOALS

- Define the vision for the site, area, and/or region
  - Involve <u>all</u> stakeholders
  - What are the <u>economic</u>, <u>community</u>, and <u>environmental</u> needs & opportunities to **DRIVE** redevelopment
  - Do community plans exist? If so, review for already established goals. If these plans do not exist, work wit stakeholders to create them.
- TAB Assistance to Communities
  - Strategic planning and reuse visioning
  - Economic feasibility and sustainability analysis
  - Facilitate meeting to help refine redevelopment goals
  - Educational workshops









## VILLAGE OF EAST TROY, WI



Campground Camping/Nature





- biking and running to Dog Park Mukwonago Bike Trail, Trail Center Splash Pad Indoor/outdoo
- sports complex Soccer Field with bike rentals etc. Nature Play - nature
- Parking for public ccess to ET Lake Parking for Trail



The images above represent the five broad categories and the site specific reuse ideas that were written on post-it notes by the participants at their tables.

Food Pantry Rec Center

Post Office &

Educational Nature

Prairie Restoration

Do nothing - let the site "heal" Nothing but maybe also nature walk and bike

path Nothing or walking path

Community Center/Library

Library/Community

Library Community Building

Combined

Center

Multi-Use

#### RE-IMAGINING THE FORMER TRENT TUBE SITE

Community, Economic, and Environmental Considerations





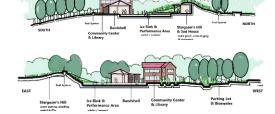


















#### **INVESTIGATION**

- Help find and evaluate environmental consultants
- Review and explain to the community technical plans and reports
- Guidance through regulatory framework
- Review grant proposals for funding sources
- Review Analysis of Brownfield Cleanup Alternatives (ABCA)









#### REDEVELOPMENT

- Key to success for any redevelopment project is public involvement and having the right players on board
- Refer back to master plans, community input, and established goals



- ✓ Transportation options
- ✓ Housing, schools, parks
- ✓ Other
- TAB Assistance to Communities
  - Resources Roadmaps
  - Feasibility study; Market analysis
  - Facilitate Resource Roundtables











#### OTHER TAB RESOURCES

- Educational Workshops
- Webpage full of resources
  - www.ksutab.org
  - https://www.cclr.org/technicalassistance
  - https://www.njit.edu/tab
- Other assistance as needed and agreed upon

- TAB EZ Grant-writing Tool
  - User friendly and can be accessed anytime at the user's own pace
  - User name/password PRIVACY PROTECTION
  - Primary user can give access to collaborators
- TAB Prograderessed
  - Integrates Brownfield education with online support: definitions, proposal guidelines, pertinent federal/state web links, and past successful proposals

How Can We Help You?

Environmental Technical Assistance

-

esources to Download







#### **FUNDING SOURCES & FINANCING OPTIONS**

- How to think about financing a brownfield deal
- The right money at the right time
- Funding sources and financing options







# HOW TO THINK ABOUT FINANCING A BROWNFIELD DEAL

- Debt vs. Equity
- Sources & Uses
- Building the Capital Stack
- The Right Money at the Right Time







### **SOURCES & USES**

#### **Sources**

Equity

Developer equity

Private equity

Grants

**Public Financing** 

Debt

Loans

Bonds

**Public Financing** 

#### **Uses**

Community Outreach

Planning

**Environmental & Geotech** 

**Assessment** 

**Purchase Price** 

Legal, Title, Survey

Insurance

Cleanup

**Development Costs** 







### **Example Sources and Uses Table**

FUNDING SOURCES		
Entity	Role	Funding
ASARCO Multi-State Custodial Trust	Dispose of ASARCO Assets / Property Owner	\$14.5 million
CDPHE + ASARCO National Trust	Grants	\$500,000
Globeville I, LLC	Developer / Equity	\$2.25 million
HUD Section 108 (Adams County)	Debt	\$10.0 million
HUD CDBG (Denver)	Grant	\$750,000
Total Project		\$28 million

PROJECT USES		
Use	Amount	
Abatement, Demolition, & Remediation	\$16.9 million	
Over lot Grading, Onsite & Offsite Infrastructure	\$10.0 million	
Planning, Approvals, Fees, Overhead, & Other Soft Costs	\$1.1 million	
Total Project	\$28 million	







#### THE CAPITAL STACK

- Capital Stack is a term used to describe the layers of funding of different types and sources that go into financing a real estate deal.
- When properly depicted, it also represents the relative risk that each investor holds in the deal, with sources at the bottom of the stack being more secure, and those at the top bearing the most risk.







### **Examples of Capital Stacks**

**Equity** 

Secured
Debt
(Ist Mtg)

Home Loan

**Equity** 

Junior Debt (2<sup>nd</sup> Mtg)

Senior/ Secured Debt

w/2<sup>nd</sup> Mtg.

Equity

Preferred Equity

Junior/ Mezz

Debt

Senior/ Secured Debt

Commercial Real Estate **Equity** 

Junior Debt

Senior/ Secured Debt

**Brownfield** 







#### THE RIGHT MONEY AT THE RIGHT TIME

- Plan and structure the Capital Stack with an eye to how and when the dollars will be used.
- Early stages of a project need funding or in-kind services for planning, assessment and community outreach.
- Later stages of a project need funds for cleanup, infrastructure, and construction.
- Assess and plan for long-term care.







#### **FUNDING SOURCES & FINANCING OPTIONS**

#### **Public Sources**

EPA Grants (Cleanup, Assessment, Planning)

Revolving Loan Funds

Tax Increment Financing (TIF)

**Bonds** 

**Special Districts** 

State or Regional Sources

Federal Agencies (other than EPA)

#### **Private Sources**

Developers

Private Sector Investors ("private equity")

Banks

**Foundations** 

Corporate Philanthropy

#### **In-Kind Support**

TBA assistance TAB support







#### **FUNDING SOURCES & FINANCING OPTIONS**

- Housing and Urban Development (HUD) 108 loans, CDBG and Choice Neighborhood grants
- Tax Credit Programs

**New Market Tax Credits** 

Historic Tax Restoration Credits

**Opportunity Zones** 

Low Income Housing Tax Credits

Energy Efficiency and Renewable Energy Tax Credits

- USDA Grants
- Economic Development Administration Grants







#### RESOURCES

- EPA Publications
  - Setting the Stage for Leveraging; Resources for Brownfields Revitalization, April 2016
  - 2019 Federal Programs Guide, September 2019
  - Available at <u>www.epa.gov/brownfields</u>

Technical Assistance to Brownfields Communities (TAB)







# REDEVELOPING FOR RESILIENCE: TRANSFORMING BROWNFIELDS SITES FOR SOCIAL EQUITY, ECONOMIC REBOUND, AND CLIMATE CHANGE

#### Colette Santasieri, PhD

Executive Director
New Jersey Institute of Technology
Technical Assistance to Brownfield Communities Program (NJIT TAB)

October 21, 2020

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### Resilience

# the ability of a community to respond to and recover from adversity









### South Wilmington Wetlands Park



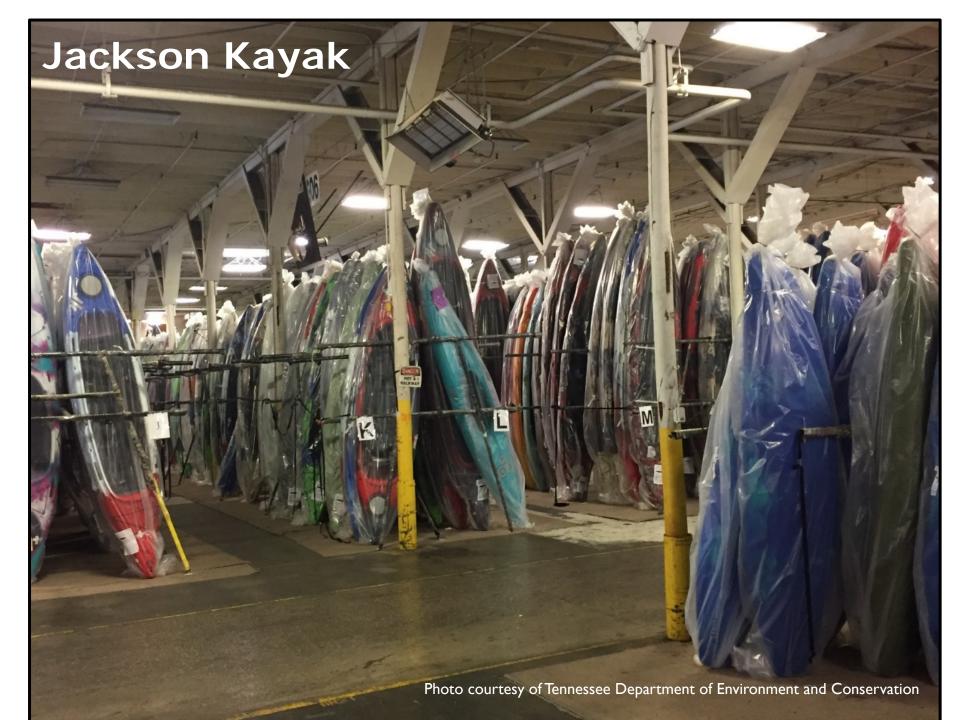


## Sparta, Tennessee



Photo courtesy of Tennessee Department of Environment and Conservation

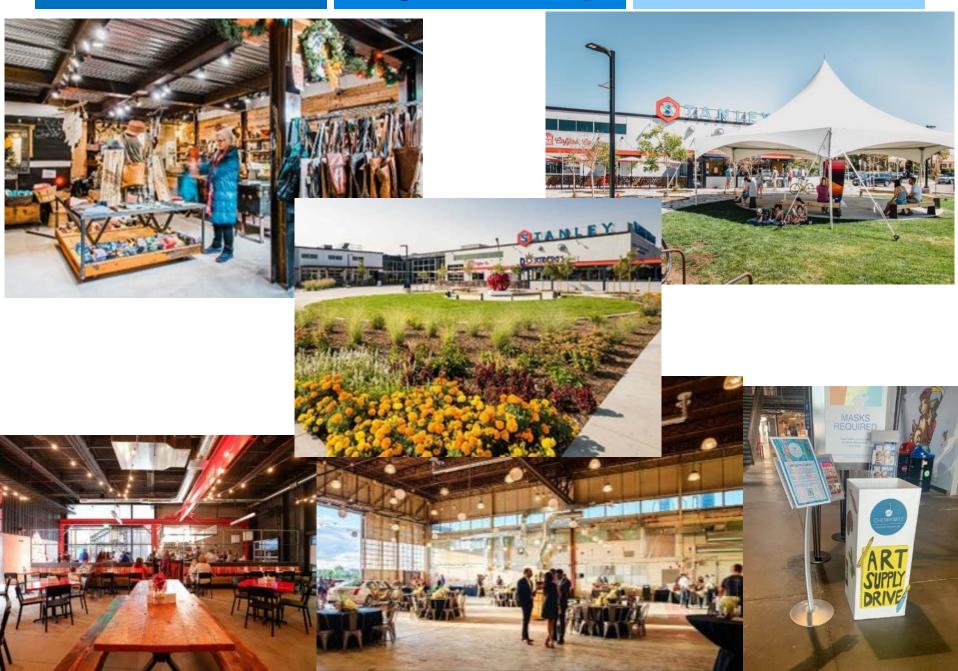
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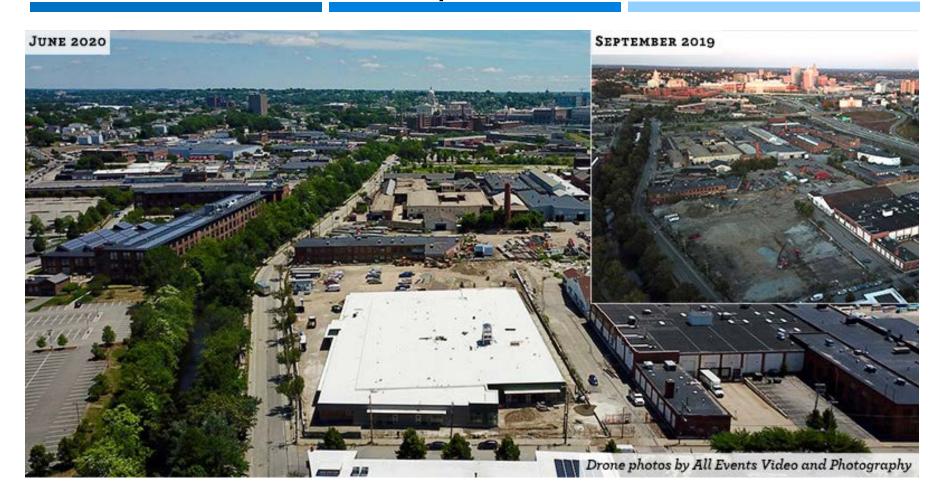
# Aurora, Colorado



# Stanley Marketplace



## Pawtucket, Rhode Island



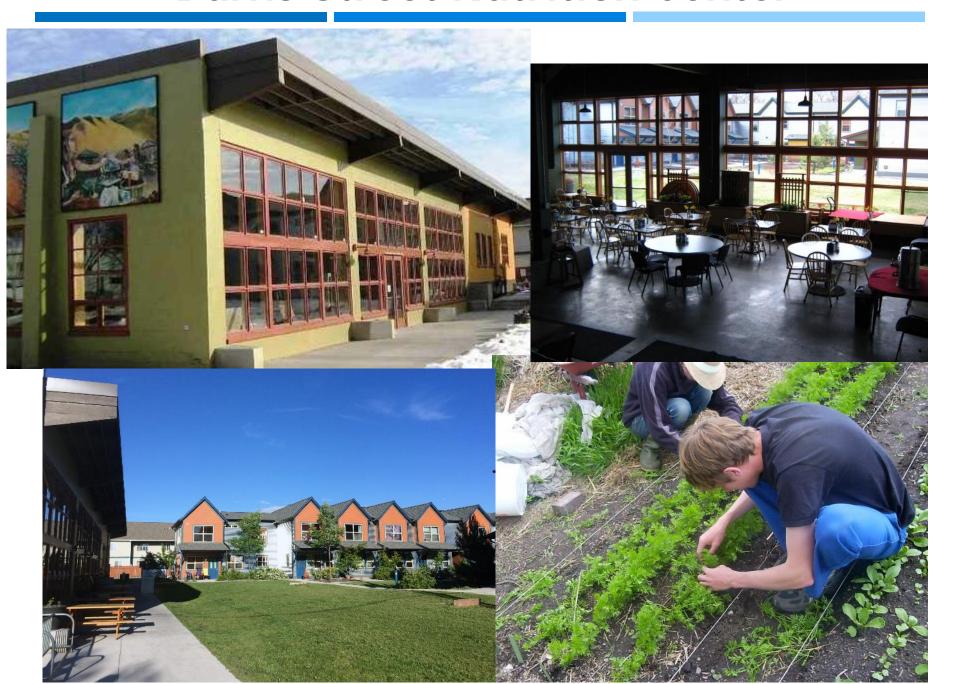
# Farm Fresh Rhode Island



## Missoula, Montana



## **Burns Street Nutrition Center**



### It will take a village- Create a Collaborative Planning Team.

Determine the mission and goals of your team.

#### Potential team members

- Government representatives, such as:
  - Elected officials
  - Health Department
  - Police or Public Safety Department
  - Engineering Department
  - Planning Department
  - Economic Development Authority
  - Redevelopment Agency
  - Housing Department
  - Community Development Department
  - Environmental Commission
  - Parks Department

- Environmental Justice Organization
- Chamber of Commerce
- Faith Based Organization
- Local Business Owners
- University



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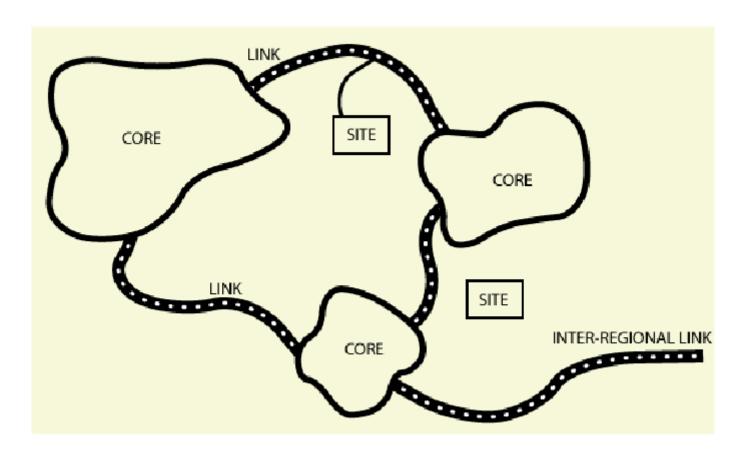
## Understand the community's vulnerabilities.



### Inventory your brownfield sites.



# Match your brownfield sites with the vulnerabilities, but take a systems approach.



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# ENGAGE YOUR COMMUNITY THROUGHOUT THE ENTIRE PROCESS.



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## **NJIT TAB**

## EPA Regions 1, 3, 4

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## QUESTIONS













