



LAUNCH PRESENTATION

10/24/2016

DOWNTOWN DEVELOPMENT DISTRICT





WELCOME & INTRODUCTIONS

OFFICE OF STATE PLANNING

CITY OF HARRINGTON

DELAWARE STATE HOUSING AUTHORITY

KENT COUNTY LEVY COURT

WRAP UP

TODAY'S AGENDA



WELCOME & INTRODUCTIONS



- State of Delaware
 - Office of State Planning, Connie Holland
 - Delaware State Housing Authority, Penny Pierson
 - Delaware State Housing Authority, Karen Horton
- Kent County Levy Court
 - Economic Development, James Waddington
- City of Harrington
 - Teresa Tieman, City Manager
- KCI Technologies, Inc. (City Planning Consultant)
 - Debbie Pfeil, Associate/Planning Manager
 - Lauren Good, Project Planner



WELCOME & INTRODUCTIONS







On August 10, 2016 Governor Jack Markell announces the City of Harrington's designation as a Downtown Development District





Delaware Downtown Development Districts

www.stateplanning.delaware.gov/ddd

How do you revitalize downtowns?

- Governor Jack Markell asked the Office of State Planning Coordination to research this topic and advise
- He wanted to design a State program to encourage downtown revitalization

OSPC Research

- Researched downtown revitalization generally.
- Using Census data, identified cities and towns with similar population and demographic characteristics to Delaware municipalities.
- Narrowed research to East Coast New England to Mid-Atlantic
- Conducted interviews and online research into similar communities

Characteristics of Successful Districts

- Geographic Concentration
- Prioritization / Key Projects
- Infrastructure
- Transparency
- Streamlined Process
- Land Use Regulations
- Targeted Incentives
- Commitment to Success

Identified a Model State Program

- Virginia Enterprise Zone Program
 - Statewide program
 - Grant funds available from the State to businesses and investors in targeted districts
- Adapted this program for Delaware
 - Added residential use
 - Added a reservation process for predictability

Downtown Development Districts Act

- Governor proposed in State of the State Jan. 2014
- Senate Bill 191 Introduced Apr. 2014; passed by both House and Senate (unanimously); signed by the Governor June 5, 2014.
- What the DDD Act did:
 - Authorized creation of Districts
 - > Laid out the application process
 - > Authorized DSHA to issue DDD Grants, subject to annual funding

Dual Purposes of DDD Program

1. Housing & Community Development:

Help build stable community of long-term residents in Districts and neighborhoods

- Improve housing for persons of all incomes and backgrounds
- >Increase homeownership
- Reduce number of vacant houses

Dual Purposes of DDD Program

2. Economic Development:

Improve commercial vitality of Districts and neighborhoods

- Stimulate job growth
- > Help build diverse array of businesses
- >Harness attraction of our downtowns

Central Business District (CBD)

 An area around the downtown portion of the city or town allowing for higher intensity residential uses as well as commercial, office, personal services, governmental and similar uses intended to serve the community and surrounding areas of the city or town.





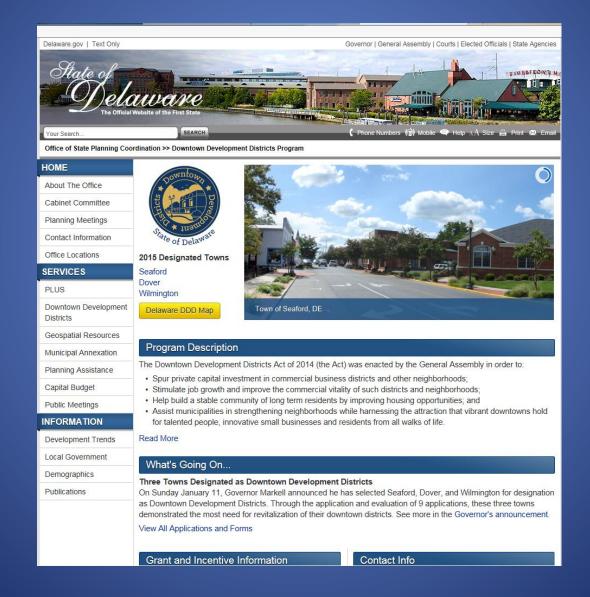
Current Status

- FY14 Application Cycle 9 applications reviewed
 - Governor designated Dover, Seaford and Wilmington on January 11, 2015
- FY16 Application Cycle 9 applications reviewed
 - Governor designated Smyrna, Harrington, Milford,
 Laurel and Georgetown on August 10, 2016

Once Designated...

- District designation is for 10 years
 - Two five year extensions are possible
 - CCSPI recommends, Governor approves extensions
- Must comply with District Plan
- Must implement and maintain local incentives

www.stateplanning.delaware.gov/ddd



Questions / Discussion

Contact us at:

Office of State Planning Coordination

(302)739-3090

ddd@state.de.us

http://stateplanning.delaware.gov/ddd/

Office of State Planning Coordination Services:

- Preliminary Land Use Service (PLUS)
- Annual Report to the Governor (Released 10/2015)
- Strategies for State Policies & Spending (2015 complete)
- Downtown Development District
- Comprehensive Plans
- Delaware Geographic Data Committee (DGDC)
- First Map



STATE
AGENCY
ASSISTANCE
OSPC





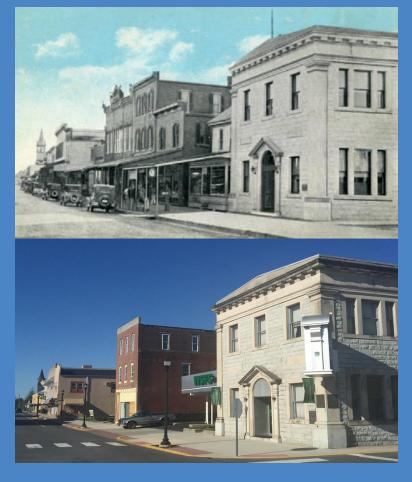


Debbie Pfeil Associate / Planning Manager

Lauren Good, AICP Project Planner

DOWNTOWN DEVELOPMENT DISTRICT





- 1. WHERE ARE WE NOW?
- 2. WHERE DO WE WANT TO BE?
- 3. HOW DO WE GET THERE?



ASSESSMENT





September 7, 2005

 \bigstar

City Council approves Ordinance 05-07 providing tax incentives for revitalization activities in the Downtown area

November 20, 2006

City Council approves Ordinance 06-13 rewriting the Zoning Ordinance relating to the Board of Adjustment

January 16, 2007

 \bigstar

City Council approves Ordinance 07-01 rewriting the Zoning Ordinance relating to the Planning Commission, Site Plans, and the Approval Process, creating the two-tier expedited review process (Category A & B)

April 2, 2007

City Council approves Ordinance 07-02 amending regulations applicable to C-3 Service Commercial Zone by permitting uses allowed in the C-1 Neighborhood Commercial and C-2 Central Commercial Zones

April 16, 2007

City Council approves Ordinance 07-04 amending regulations applicable to permit any use permitted in R-1 zoning district to be placed in R-3 and R-4 districts

June 4, 2007

City Council approves Ordinance 07-05 replacing the Land

Subdivision Regulations of 2004 in its entirety

KCI TECHNOLOGIES



June 18, 2007 City Council approves Ordinance 07-07 consolidating City fee

charges for various municipal services and locating them in one

section: Chapter 180, Municipal Fees

September 4, 2007 City Council approves Ordinance 07-10 eliminating the requirement

that lots where multi-family dwellings are placed remain under

single ownership for the life of the building

April 7, 2008 City Council approves Ordinance 08-01 expanding the area covered

by the Downtown Revitalization Tax Incentive Program

August 4, 2008 City Council approves Ordinance 08-03 adopting new Source Water

Protection Regulations

December 15, 2008

City Council approves Ordinance 08-07 consolidating all approved and adopted Ordinances into "The Code of the City of Harrington"

April 5, 2010 City Council approves Ordinance 10-01 updating the Zoning Map

November 7, 2011

construction to include installation of sidewalks and curbing on

street frontages, corner lots, and sides exposed to traffic

City Council approves Ordinance 11-07 requiring all new





March 5, 2012 City Council approves Ordinance 12-05 adopting a new district map

reflecting reapportioned districts nearly equal in population

December 16, 2013 City Council approves Ordinance 13-04 adopting the new

Comprehensive Land Use Plan

June 5, 2014 Downtown Development Districts (DDD) Act enacted by the Delaware

General Assembly

July 20, 2015 City Council approves Ordinance 15-06 replacing Chapter 440 Zoning

to revise the Zoning Code in its entirety

July 20, 2015 City Council approves Ordinance 15-07, a Comprehensive Rezoning to

align property zoning to the Future Land Use Map adopted as part of the Comprehensive Land Use Plan and amending the Zoning Map to

reflect zoning changes

2015 City of Harrington received \$40,000 Neighborhood Building Blocks

Fund Grant to develop a DDD Plan

December 1, 2015 DDD Task Force Meeting No. 1 – Kick-Off





January 11, 2016	Downtown Survey opens to all residents, business owners and operators, property owners, renters, employees, and visitors to the City
January 12, 2016	DDD Task Force Meeting No. 2 - Visioning

February 5, 2016 Community Outreach Event – Love Your Downtown Open House

February 16, 2016 Community Outreach Event – Senior Center Birthday Celebration

February 19, 2016 Downtown Survey closes with a total of 88 responses received

March 10, 2016 DDD Task Force Meeting No. 3 – Goals & Objectives

March 16, 2016 Governor Markell announced second round of DDD applications

March 23, 2016 DDD Task Force Meeting No. 4 - Incentives

March 28, 2016 City Planning Consultant (KCI) develops Development Toolkit

April 14, 2016 Joint meeting of the Harrington City Council, Planning Commission & DDD Task Force to hear a public presentation on the DDD Plan – all

Downtown stakeholders were invited. Also served as the public release

of the DDD Plan document.





April 15, 2016 Opening of Public Comment period and delivery of DDD Plan to the Office of State Planning Coordination (per NBBF Grant requirements)

April 24, 2016 Public Hearing Legal Notice published in the Delaware State News

April 27, 2016 Public Hearing Legal Notice published in The Journal

May 9, 2016 Public Hearing before the Harrington City Council and close of the Public

Comment period

May 9, 2016 City Council approves Ordinance 16-06 adopting the Downtown Development District Plan

May 16, 2016 City Council approves Ordinance 16-07 adding Chapter 157, Economic Development and Redevelopment to the Code of the City of Harrington and providing for DDD-specific and Citywide economic development

incentives

May 31, 2016 City Planning Consultant (KCI) submits DDD Designation Application on behalf of City of Harrington





July 5, 2016 City Council approves Ordinance 16-09 adding water and sewer impact

fee waivers for single-family detached dwellings constructed in FY 2017

July 5, 2016 City Council approves Ordinance 16-10 adding a sewer impact fee step

increase schedule allowing for a reduction from the current sewer

impact fee from FY 2017 to FY 2021

August 10, 2016 Governor Jack Markell announces City of Harrington's designation as a

Downtown Development District

October 13, 2016 DDD Task Force Meeting No. 5 – Updates

October 24, 2016 DDD Launch Meeting with Downtown Stakeholders

Nov/Dec 2016 KCI to prepare and submit an application for the second round of the

Neighborhood Building Blocks Fund Grant to provide complete

additional implementation items in the DDD Plan





Create a Task Force

Campaign

Community Outreach

The Plan

Implementation



DOWNTOWN
DEVELOPMENT
DISTRICT
APPROACH







APPROACH

CREATE A TASK FORCE



PROJECT PROMOTION

- Media Buzz
- City Resources
- Talk It Up

BRANDING

Harrington is rich in railroad history and this was an amazing underutilized asset to promote the Downtown.



It's good to be in the Hub...



APPROACH

CAMPAIGN



WHY PROVIDE COMMUNITY OUTREACH?

- Gain Community Support
- Gather Project Input
- Promote Positive Projects
- Create a Collaborative Effort







APPROACH

COMMUNITY OUTREACH



HOW DO YOU PROVIDE COMMUNITY OUTREACH?

CITY OF
HARRINGTON
DELAWARE

- Existing Event Participation
- Create Online / Paper Surveys
- Organize a Promotional Event
- Walk & Talk within the District



Senior Center Monthly Birthday Celebration



Love Your Downtown Event - February 2016

APPROACH

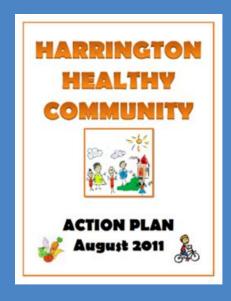
COMMUNITY OUTREACH

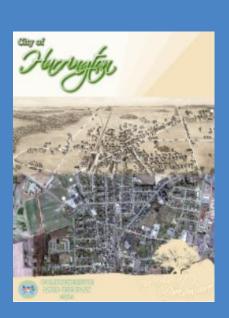


Existing Documents

CITY OF
HARRINGTON
DELAWARE

- Comprehensive Plan
- Healthy Community Action Plan
- New Zoning Code
- Strategies for State Policies & Spending





THE PLAN

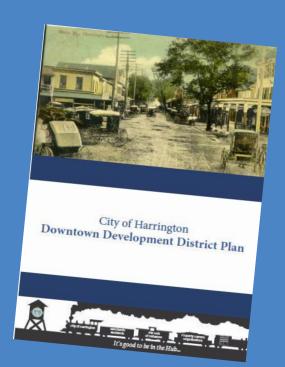
RESEARCH



Nine Chapters

CITY OF
HARRINGTON
DELAWARE

- Introduction
- Data
- Vision (8)
- Goals, Objectives & Strategies (10 goals)
- Implementation
- Incentives
- Evaluation
- Maps
- Appendix



THE PLAN

CONTENTS



District Boundaries





THE PLAN

DISTRICT MAP





Simple Definition of INCENTIVE:

"Something that encourages a person to do something or to work harder"

Review Incentive Options

- Time
- Money
- Clear Path
- Competitive
- Not all options work
- Careful with Municipal comparisons

THE PLAN

INCENTIVES



IMPLEMENTATION

1 Month:

- City Website Page
- Investment Tracking
- Vacant Structures/Lots
- Tax Incentive Match
- All Incentives



3 Months:

- Downtown Business Map
- Downtown Marketing Brochure
- City Community Calendar
- Community Event Procedure
- Railroad Improvement Meetings

6 Months:

- Downtown Merchants Association
- Buy Local Program



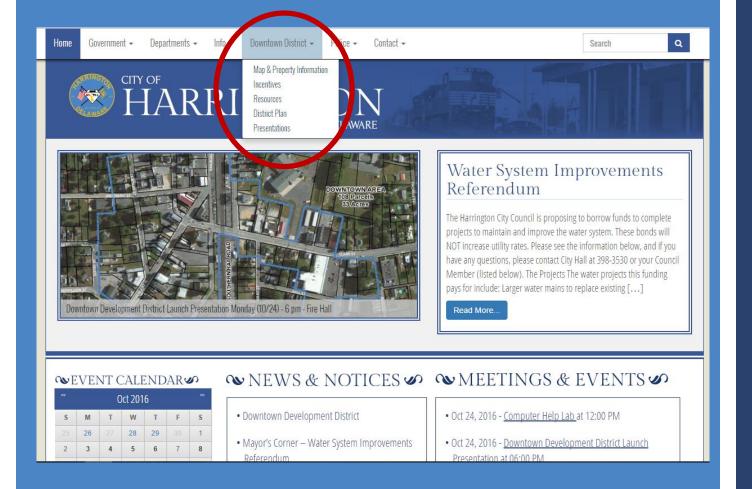
THE PLAN

IMPLEMENT



IMPLEMENTATION-CITY WEB PAGE



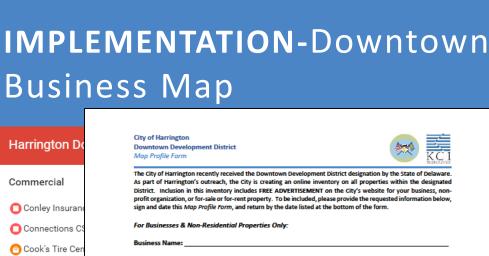


THE PLAN

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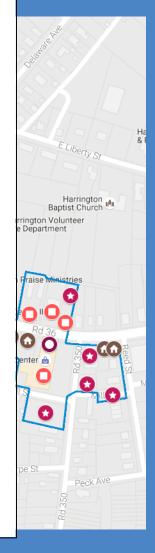
City's website: http://harrington.delaware.gov





Physical Address:

Physical Address:







🙆 Cook's Tire Ce

🙆 Downtown Jur

Harrington Mo

M&T Bank

P M&T Bank (par

McKnatt, Carp.

OMG Collage

PR Builders

The Bowers G

TruGreen

TruGreen (stor)

Nerizon (utility)

Nerizon (utility)

S WSFS Bank - H

Mixed

Amber Kaye's `

Blue Hen Cons

For Sale/Rent Properties Only: (circle one)

By signing this form, I consent to the City of Harrington and its City Planning Consultant, KCI Technologies, Inc., and all of its officers, employees, and agents, to use the above information and photographs taken by said City and/or Consultant on October 4, 2016. Such uses may include, but are not limited to, creation of the City's Downtown Development District Launch Campaign,

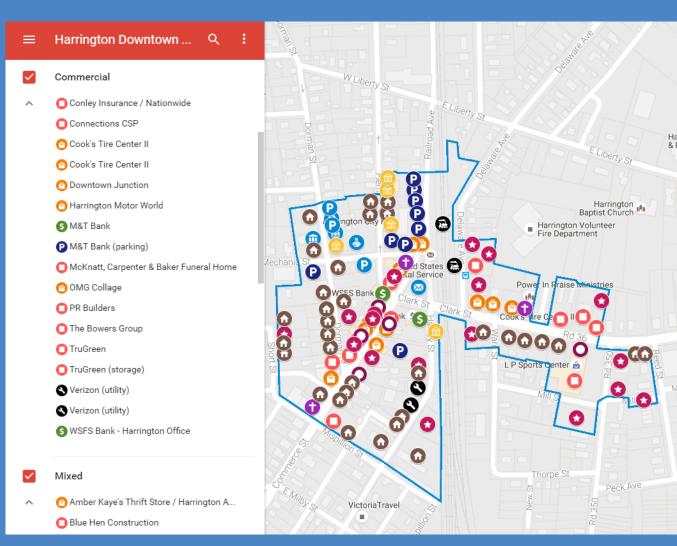
and more specifically, its detailed downtown map. I waive any right to compensation for such uses, or to inspect or approve the uses beforehand. I release the City of Harrington and its City Planning Consultant, KCI Technologies, Inc., its legal representatives and all persons acting under its permission or authority, from any liability resulting from the use of this information.

Please return form to Lauren Good at lauren.good@kci.com or City Hall (106 Dorman St) by October 11, 2016.

THE PLAN

IMPLEMENT

IMPLEMENTATION-Downtown Business Map





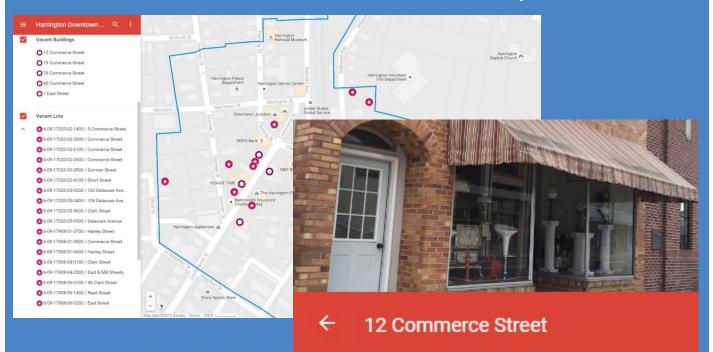
THE PLAN

IMPLEMENT



IMPLEMENTATION-Vacant Lots/Structures





name

12 Commerce Street

description

Address: 12 Commerce Street Parcel ID: 6-09-17908-01-3200

Lot Size: 0.05 acres

Zoning: C-2 Central Commercial Current Land Use: Vacant Building Future Land Use: Central Commercial THE PLAN

IMPLEMENT



Downtown Development District Incentives:

- 1. Business License Fee Waiver for New Businesses
- 2. Category A or B Plan Review Fee Reduction
- 3. Category A or B Priority Review Status
- 4. First-Time Home Buyer Tax Abatement
- 5. Downtown Revitalization Property Tax Reduction Program



CITY INCENTIVES



Citywide Incentives:



- Transfer Tax Waiver for First-Time Home Buyers
- 2. Sewer Impact Fee Reduction
- Impact Fee Waiver based on Direct Job Creation
- 4. Permit & Other Fee Reduction Based on Direct Job Creation for Harrington Residents
- 5. Single Family Impact Fee Waiver
- 6. Sewer Impact Fee Step Increase Schedule

CITY INCENTIVES





Kent County will match the DSHA DDD award up to a maximum of \$10,000.

Kent County Economic Development
James Waddington, Director
555 Bay Road
Dover, Delaware 19901
james.waddington@co.kent.de.us



Downtown Development Districts Grant Program Fall 2016 Funding Round

DELAWARE STATE HOUSING AUTHORITY

18 The Green

Dover, DE 19901

(888) 363-8808

Please visit us at www.destatehousing.com.



Downtown Development Districts Act

Created to *leverage state resources* in designated downtown areas to:

- Spur private investment
- Improve commercial vitality
- Build a stable community of long-term residents





Downtown Development Districts Act

Under this Act, funding is allocated by the General Assembly to DSHA to:

Establish and administer the DDD Grant program

The DDD Grant is the key incentive to support and further encourage investment within the designated Districts.



Downtown Development Districts (DDD) Grant

Grant is for investors making real property investments within a designated District

- Investments must be for the expansion, rehabilitation or new construction of a <u>commercial</u>, <u>industrial</u>, <u>residential</u>, or <u>mixed-use</u> building or facility
- Grant is <u>up to 20%</u> of the <u>Qualified Real Property</u>
 <u>Investment</u> (QRPI)*
 - *QRPI is the total of eligible costs.



DDD Grant Funding

Two funding set-asides, Small Project and Large Project, to ensure that a variety of projects have ample access to funding.

- Large Project \$6,758,575
 - For projects with a QRPI greater than \$250,000
 - Minimum Qualified Investment Threshold is \$25,000 and is treated in the same way as a deductible
 - Maximum Award is \$1,500,000
- Small Project \$1,000,000
 - For projects with a QRPI between \$15,000 and \$250,000
 - Minimum Qualified Investment is \$15,000 and there is no deductible just a minimum investment
 - Maximum Award is \$50,000



Large Project Set-Aside Breakdown

The Large Project set-aside is equally divided into a **General Pool** and a **District Pool** to ensure all Districts have reasonable access to the DDD funding.

General Pool		\$	3,379,287
District Pool		\$	3,379,288
Dover	\$ 469,721		
Seaford	\$ 118,275		
Wilmington	\$ 1,551,093		
Georgetown	\$ 395,377		
Harrington	\$ 131,792		
Laurel	\$ 118,275		
Milford	\$ 334,550		
Smyrna	\$ 260,205		
Total Large Project Funding			6,758,575

District allocations are based on District populations.



DDD Grant Minimum Requirements

- QRPI must be:
 - made within the boundary of a District
 - made in conformance with the District Plan
 - in excess of the required MQIT (deductible)
 or the minimum QRPI depending on set-aside
 - made <u>after</u> the date the real property location is officially incorporated within the boundary of a designated District
- Investor must demonstrate site control
 - legal title, sales agreement or owner's consent



Eligible Applicants

A **Qualified District Investor** or Investor is any entity or individual making a real property investments in a District:

- Property Owner
 - Occupant or non-occupant
- One of multiple owners
 - Must coordinate with all other owners of the property
- Tenant
 - Tenants with a <u>valid</u> lease may apply with the owner's permission
- Developer

State and local governments are <u>not</u> eligible for a DDD Grant Award.



Qualified Real Property Investment (QRPI)

Eligible Expenses and Activities

- Capital expenditures necessary for expansion, rehabilitation or new construction
- Only costs incurred <u>after</u> the real property location is officially incorporated within the boundary of a designated District
- Hard Costs only
- Structurally part of the building or facility
 - Exterior, interior, structural, mechanical or electrical improvements to the building or facility
 - Demolition (must result in a new building), excavations, grading and paving

Capital expenses associated with ensuring accessibility, per Federal and State ADA regulations, are eligible.



Qualified Real Property Investment (QRPI)

Ineligible Expenses and Activities

- 'Adult Entertainment Establishments'*, check cashing facilities, liquor stores**, pawn or gun shops, tattoo parlors
- Soft costs, such as:
 - Site acquisition, architecture and engineering fees, impact fees, furnishings, permit and zoning fees, utilities, utility hookups, well, septic or sewer systems

Refer to DDD Program Guidelines for full list.

- * As defined in 24 Del. C. 16
- ** Businesses can sell alcohol as long as food is also sold.



- Applications are accepted on a rolling basis, <u>as long as funding is available</u>
- Eligible Investors that make QRPIs between \$15,000 to \$250,000 may apply
- Minimum qualifying investment is \$15,000
- No MQIT (deductible)
- Investors have the option to apply for a Lite-Reservation or to wait and apply after the project is fully completed and placed in service



Lite-Reservation Application

- Guarantees funding will be <u>available</u> upon completion of project
- Reservation is up to \$50,000 for six months*
- In addition to meeting minimum threshold requirements, Investor must provide:
 - Estimate of eligible costs
 - Building Permit
 - Project Description
 - Photos of depicting current condition of property

*Investors can still apply within 60 days of building or facility being completed and "placed in service", as long as funds are available



DDD Grant Application

- Investor applies when project is fully completed, placed in service and all project costs are paid in full
- Application and all required documentation must be submitted within <u>60 days</u> of project placed-in-service date
- Documentation of QRPI
 - Copies of invoices/receipts and proof of check or credit card payment
 - Cash transactions are highly discouraged, require receipts signed by both parties and confirmation from contractor that work is complete and contract is paid in full

Any contractor conducting business activity in Delaware is required to be registered with and obtain a business license from DE Division of Revenue.

- DSHA confirms information provided is accurate, costs are eligible and work is compliant with Grant Program
- DSHA distributes funds within 60 days



Example 1:

Investor spends \$300,000 to **expand** an existing **commercial** building. \$230,000 of the investment are eligible capital costs.

Qualified Real Property Investment \$230,000

X .20

DDD GRANT

\$46,000

Example 2:

Investor spends \$350,000 to **expand** an existing **commercial** building. \$260,000 of the investment are eligible capital costs.

Qualified Real Property Investment \$260,000 Maximum Allowed QRPI \$250,000

<u>X .20</u>

DDD GRANT \$50,000



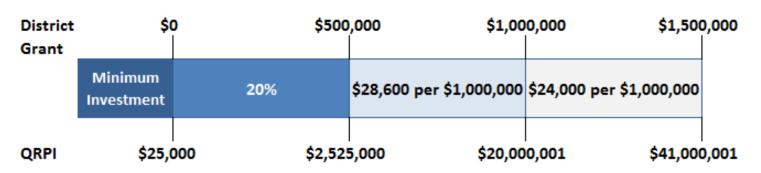
Large Project Grant

- Investors <u>must</u> apply for a Reservation
- Applications accepted once per year
- Additional <u>minimum requirements</u>:
 - Project must be substantially commenced within <u>1</u> year from date of Reservation
 - Project must be completed in <u>3</u> years
 - Must engage with a CPA to perform an Attestation of Costs
- Large Projects <u>ineligible</u> for Grant consideration:
 - Projects that have completed more than <u>35%</u> of the estimated QRPI <u>prior</u> to the date the real property location is officially incorporated within the boundary of a designated District
 - Large Projects that will place in service within <u>60</u> days of application deadline



Large Project Grant

Grant Range



- Grants with QRPIs in excess of \$25,000 are calculated at 20% up to \$500,000
 - Reflects a \$2,525,000 investment
- District Grants over \$500,000 calculated at a lower rates
- Grant limit per building/facility is \$1,500,000 over a
 5-consecutive year term



Priority Consideration

When Reservation applications **exceed** the funding available, then applications that address one or more of the following priorities will receive special consideration.

- Identified as a Key Priority Project in District Plan
- Readiness to proceed
- Creates permanent jobs
- Creates or sustains mixed-use development
- Expands housing opportunities
- Protects historic resources
- Adaptively reuses existing structures
- Promotes sustainable practices

It is the applicant's responsibility to submit the required documentation at the time of Reservation application or points will not be provided.



Priority Scoring Guidelines

Appendix C of DDD Program Guidelines

PRIORITY	SCORE	
IDENTIFIED AS PRIORITY PROJECT		
Identified in District Plan as Priority Project		
READINESS TO PROCEED		
Building permits secured prior to Reservation application	2	
CREATES PERMANENT JOBS		
Creates 5 or more permanent full-time positions *	1	
Creates 20 or more permanent full-time positions *	2	
CREATES OR SUSTAINS MIXED-USE DEVELOPMENT **		
Includes residential above 1 st floor	1	
Includes at least 2 uses vertically mixed	0.5	
And street level pedestrian friendly uses*	0.5	
EXPANDS HOUSING OPPORTUNITIES		
Provides a mixture of housing types or tenure	1	
Creates homeownership or converts rental to homeownership via non-profit entity	1	
PROTECTS HISTORIC RESOURCES		
Preserves or reuses buildings of historical significance	1	
ADAPTIVELY REUSES EXISTING STRUCTURES		
Adapts old structures for new purposes while retaining architectural uniqueness	1	
PROMOTES SUSTAINABLE PRACTICES		
Receives U.S. Green Building Council's Leadership in Energy and Environmental Design (LEED) Silver certification (See Appendix E for available funding and requirements)	2	
Participates in a Delaware Sustainable Energy Utility (DSEU) Program (See Appendix F for available DSEU Programs)	1	

- * See Appendix A for definitions.
- ** Creates a mix of uses within a new building/facility <u>OR</u> sustains mixed use within an existing building/facility that, without this assistance, mixed-use is not possible.

Additional Grant Funds Available!



Required Documentation for Points

Appendix D of DDD Program Guidelines

•	ITIFIED AS PRIORITY PROJECT Identified in District Plan as Priority Project DINESS TO PROCEED	Reference page in DDD plan	
		Reference page in DDD plan	
	DINESS TO PROCEED		
•			
	Building permits secured prior to Reservation application	Copy of obtained building permit, dated appropriately to allow activity to commence within a time frame that allows for completion in accordance with District Grant	
CRE	ATES PERMANENT JOBS		
•	Creates 5 or more permanent full-time positions *	Documentation of employer commitment along with number	
•	Creates 20 or more permanent full-time positions *	of permanent full-time employees *	
CREA	ATES OR SUSTAINS MIXED-USE DEVELOPMENT		
•	Includes residential above 1st floor	Verified from proposal and site plan	
•	Includes at least 2 uses vertically mixed	Verified from proposal and site plan	
•	And street level pedestrian friendly uses *	Verified from proposal and site plan	
EXP/	ANDS HOUSING OPPORTUNITIES		
•	Provides a mixture of housing types or tenure	Verified from proposal and site plan to provide two or more housing types (i.e., single family, attached, multi-family) and/or both homeownership and rental	
•	Creates homeownership or converts rental to homeownership via non-profit entity	A non-profit applicant with stated proposal (mission and proof of 501©3)	
PRO	TECTS HISTORIC RESOURCES		
•	Preserves or reuses buildings of historical significance	Copy of SHPO determination of 'Part 1 – Certification of Historic Property', SHP Tax Credit Application	
ADAPTIVELY REUSES EXISTING STRUCTURES			
•	Adapts old structures for new purposes while retaining architectural uniqueness	Verified from proposal, site plan, pictures and proposal for reuse	
PROMOTES SUSTAINABLE PRACTICES			
•	Receives LEED Silver certification	- See Appendix E for available funding and requirements	
•	Participates in a Delaware Sustainable Energy Utility (DSEU) Program (See Appendix F for DSEU Programs)	Submitted with Reservation application - Signed DSEU letter certifying participation Submitted with Final application - Signed DESU letter certifying completion	



Additional Grant Funds

	PRIORITY	SCORE
PROMOTES SUSTAINABLE PRACTICES		
•	Receives U.S. Green Building Council's Leadership in Energy and Environmental Design (LEED) Silver certification (See Appendix E for available funding and requirements)	2
•	Participates in a Delaware Sustainable Energy Utility (DSEU) Program (See Appendix F for available DSEU Programs)	1

DSHA recently received a Strategic Opportunity Fund for Adaptation (SOFA) grant to pay for third-party costs associated with achieving the U.S. Green Building Council's Leadership in Energy and Environmental Design (LEED) Silver certification.

- Only applicants receiving a DDD grant are eligible.
- Costs are <u>not</u> eligible expenses under the DDD grant and will not "double-dip" DDD grant funds.
- SOFA grant is capped at \$30,000 per building or facility regardless of documented third-party costs.



Process for Applicants Pursuing LEED Silver Certification

- Submit with Reservation application:
 - A completed and signed LEED letter of intent
 - A copy of the developer's contract with a LEED Accredited Professional (or LEED consultant)
 - A copy of LEED Accredited Professional's certificate or list of experience
- During the development process the following must also be submitted:
 - A copy of the LEED Scorecard
 - A copy of the online Design Review printout
 - Contact information for USGBC LEED contact who will review project and approve certification
 - A copy of their GCBI LEED Silver Certification when obtained
- Applicants can submit documentation of third-party costs along the design, development, and certification process.
- This separate funding is disbursed after the building is complete and the GCBL's LEED Silver certification is submitted.

Refer to Appendix E of DDD Program Guidelines for details.



Priority Consideration Scoring

Key Points to Remember....

- Large Project applications are scored <u>only</u> when applications <u>exceed</u> the funding allocated.
- It is the applicant's responsibility to submit the required documentation at the time of Reservation application or points will not be provided.
- Additional grant funds are available for applicants pursuing LEED Silver certification!

Refer to the appendices of the DDD Program Guidelines for details.



Large Project Grant

Request for Grant Disbursement

- Grant requests are due to DSHA within <u>60 days</u> of final project being <u>placed in service</u>
- Includes an independent <u>CPA Attestation</u> of investments (not considered an eligible expense)
- DSHA will conduct <u>compliance review</u> of the final project – including site visit - to ensure final project conforms to project scope outlined in Reservation Agreement
- Grant funds will be disbursed within <u>60 days</u> of receipt of <u>all</u> required documentation



Large Project Grant

Examples:

	Rehab	New Construction
Investment	\$600,000	\$10,000,000
Threshold	<u>- \$25,000</u>	- \$25,000
Grant Eligible	\$575,000	\$9,975,000
	<u>X .20</u>	reference Investment Range
GRANT	\$115,000	\$700,000

Investment Range

\$9,500,001 - \$10,500,000

Grant Amount

\$700,000



Important Dates

September 19, 2016

Fall 2016 Funding Round Opened

December 10, 2016

- Large Project Applications Due
 - Applications must be submitted by no later than 4:00 p.m.

Applications, forms, and guidelines can be accessed at www.destatehousing.com/DDD.



Additional Resources

Office of State Planning website:

- District Incentives
 - Incentives offered by each of the Designated Districts
- Other Incentives and Resources
 - State Historic Preservation Tax Credits
 - Kent County DDD Grant Match Program, up to \$10,000
 - Cinnaire, Financing Program
 - Energize Delaware Program
- Interactive Map of Designated Districts
 - Type address of investment property to see if it is located within a District

http://www.stateplanning.delaware.gov/ddd



DSHA Staff Resources

Staff Contact for Questions on:

- DDD Grant
 - Penny Pierson Penny@destatehousing.com
- Priority Considerations
 - Karen Horton KarenH@destatehousing.com
- LEED Silver and SOFA Grant
 - Hillary Austin
 Hillary@destatehousing.com

http://www.destatehousing.com/ddd

888-363-8808 or 302-739-4263



Thank You!

Penny A. Pierson

Penny@destatehousing.com

Karen E. Horton, AICP

KarenH@destatehousing.com

Delaware State Housing Authority
18 The Green
Dover, Delaware 19901



Delaware State Housing Authority

LARGE PROJECT Priority Scoring Guidelines

Delaware State Housing Authority

18 The Green Source, DE 19901

www. DES tate Housing. com



Overview

- The DDD Large Project Reservation Round may be competitive.
- Applications for Large Project Reservations will be scored when there are more projects than funding available.
- Priority Scoring Guidelines are located in Appendix C of the Program Guidelines.
- Required documentation for scoring are located in Appendix D.



Scoring Guidelines

PRIORITY	SCORE
IDENTIFIED AS PRIORITY PROJECT	
Identified in District Plan as Priority Project	3
READINESS TO PROCEED	
Building permits secured prior to Reservation application	2
CREATES PERMANENT JOBS	
Creates 5 or more permanent full-time positions *	1
Creates 20 or more permanent full-time positions *	2
CREATES OR SUSTAINS MIXED-USE DEVELOPMENT **	
Includes residential above 1 st floor	1
Includes at least 2 uses vertically mixed	0.5
<u>And</u> street level pedestrian friendly uses*	0.5
EXPANDS HOUSING OPPORTUNITIES	
Provides a mixture of housing types or tenure	1
Creates homeownership or converts rental to homeownership via non-profit entity	1
PROTECTS HISTORIC RESOURCES	
Preserves or reuses buildings of historical significance	1
ADAPTIVELY REUSES EXISTING STRUCTURES	
Adapts old structures for new purposes while retaining architectural uniqueness	1
PROMOTES SUSTAINABLE PRACTICES	
Receives U.S. Green Building Council's Leadership in Energy and Environmental Design (LEED) Silver certification (See Appendix E for available funding and requirements)	2
 Participates in a Delaware Sustainable Energy Utility (DSEU) Program (See Appendix F for available DSEU Programs) 	1

- * See Appendix A for definitions.
- ** Creates a mix of uses within a new building/facility OR sustains mixed use within an existing building/facility that, without this assistance, mixed-use is not possible.



Identified as a Priority Project

Project is specifically mentioned in the District Plan as a Priority Project.

 Reference page number of District plan where project is mentioned.

PRIORITY	SCORE
IDENTIFIED AS PRIORITY PROJECT	
Identified in District Plan as Priority Project	3



Examples of Priority Projects

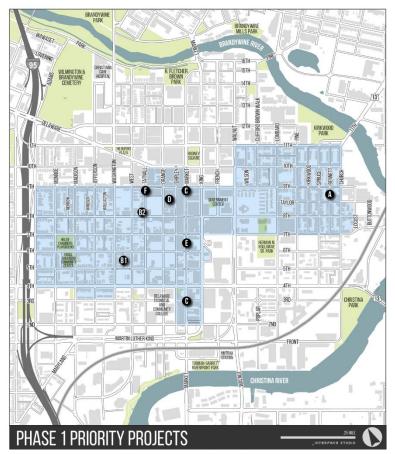


Pricilla Building Dover, DE

PHASE 1: Projects underway within 6-12 months

- A EASTSIDE RISING
- (1) CREATIVE DISTRICT (PRIVATE)
- © CREATIVE DISTRICT (PUBLIC)
- MARKET STREET VILLAGE
- •
- MIDTOWN PARK600 MARKET
- THE VILLAGE AT 9TH

List of Priority Projects
Wilmington, DE





Readiness to Proceed

Building permits are secured for the project before the reservation application is submitted.

Include a copy of the building permit, dated appropriately to allow activity to begin within a time frame that allows for completion in accordance with the District Grant.

PRIORITY	SCORE
READINESS TO PROCEED	
Building permits secured prior to Reservation application	2



Creates Permanent Jobs

- A point is awarded if 5 or more permanent full-time positions are created.
- Two points are awarded if 20 or more permanent full-time positions are created from the completion of the project.
 - Documentation of employer commitment along with the number of permanent full-time employees is required in application.

PRIORITY	SCORE
CREATES PERMANENT JOBS	
Creates 5 or more permanent full-time positions *	1
Creates 20 or more permanent full-time positions *	2



Creates Permanent Jobs

- A permanent full-time position is defined as a job located in a designated District, requiring an employee to report to work in the District and requiring:
 - A minimum of 35 hours of an employee's time per week for the entire normal year (48 weeks) of a business firm's operation
 - A minimum of 35 hours of an employee's time per week for the portion of the calendar year in which the employee was initially hired OR
 - A minimum of 1,680 hours per year
- Permanent full-time positions do not include:
 - Seasonal, temporary, or contract positions
 - A position that is created when a job is shifted from an existing location in the State to a business located in the district
 - Any position that previously existed in the State
 - Positions created by a business that is simultaneously closing facilities in other areas of the State



Creates or Sustains Mixed-Use Development

Creates a mix of uses (residential, commercial, or industrial) within a new building/facility OR sustains mixed use within an existing building/facility that, without this assistance, mixed-use is not possible.

- Includes residential above 1st floor
- Includes at least 2 uses vertically mixed
- AND street level pedestrian friendly uses*
- Mix of uses must be verified from the project proposal and site plan.

PRIORITY	SCORE
CREATES OR SUSTAINS MIXED-USE DEVELOPMENT **	
Includes residential above 1 st floor	1
Includes at least 2 uses vertically mixed	0.5
And street level pedestrian friendly uses*	0.5



Creates or Sustains Mixed-Use Development



Ground floor retail with residential above Wilmington, DE

Mixed-Use Commercial and Residential Dover, DE





Expand Housing Opportunities

Provides a mixture of housing types or tenure.

- Single-family, attached, multifamily and/or
- Both homeownership or rental

Creates homeownership or converts rental to homeownership via a nonprofit entity.

• Mission and proof of 501(c)(3) nonprofit status must be submitted with proposal

PRIORITY	SCORE
EXPANDS HOUSING OPPORTUNITIES	
Provides a mixture of housing types or tenure	1
Creates homeownership or converts rental to homeownership via non-profit entity	1



Expand Housing Opportunities



Mix of Housing Types Milton, DE







Protects Historic Resources

Preserves or reuses buildings of historical significance

Include a copy of Part
 1- Certification of
 Historic Property
 from the State
 Historic Preservation
 Tax Credit Application



Senior Apartments
Wilmington, DE

PRIORITY	SCORE
PROTECTS HISTORIC RESOURCES	
Preserves or reuses buildings of historical significance	1



Protects Historic Resources

P

ty Name OFFICE USE ONLY Project No. SCRIPTION OF PHYSICAL APPEARANCE:
•
SCRIPTION OF PHYSICAL APPEARANCE:
e of Construction: Source of Information:
est construction:
uilding has been moved, indicate from where and when?
ATEMENT OF SIGNIFICANCE:
u



Adaptive Reuse of Existing Structures

Adapts old structures for new purposes while retaining architectural uniqueness

- Uses the shell of an old structure to create a new use (commercial, residential, or industrial)
- Verified from proposal, site plan, pictures, and proposal for reuse.

Adaptive Reuse Wilmington, DE



	PRIORITY	SCORE
1	ADAPTIVELY REUSES EXISTING STRUCTURES	
•	• Adapts old structures for new purposes while retaining architectural uniqueness	1



Promotes Sustainable Practices

- Receives U.S. Green Building Council's Leadership in Energy and Environmental Design (LEED) Silver Certification.
- Participates in a Delaware Sustainable Energy Utility (DSEU) Program.

	PRIORITY	SCORE	
PRC	PROMOTES SUSTAINABLE PRACTICES		
•	Receives U.S. Green Building Council's Leadership in Energy and Environmental Design (LEED) Silver certification (See Appendix E for available funding and requirements)	2	
•	Participates in a Delaware Sustainable Energy Utility (DSEU) Program (See Appendix F for available DSEU Programs)	1	



Promotes Sustainable Practices

- Receives U.S. Green Building Council's Leadership in Energy and Environmental Design (LEED) Silver Certification.
 - Applicants pursuing LEED Silver certification must indicate their intentions in the Reservation application by submitting:
 - A letter of intent
 - A copy of the developer's contract with a LEED Accredited Professional
 - A copy of LEED Accredited Professional's certificate or list of experience
 - During the development process the following must also be submitted:
 - A copy of the LEED Scorecard
 - A copy of the online Design Review printout
 - Contact information for USGBC LEED contact who will review project and approve certification
 - A copy of their GCBI LEED Silver Certification when obtained

A grant of *up to \$30,000* is available to pay for third-party costs associated with achieving LEED Silver Certification.



Promotes Sustainable Practices

- Participates in a Delaware Sustainable Energy Utility (DSEU)
 Program
 - Solar Renewable Energy Credits (SREC) Banking Program
 - SREC Procurement Program
 - Delaware Green 4 Green Program
 - Low Interest Loan Program for Business and Nonprofits
 - SEU Energy Assessments for Nonprofits and Local Governments
 - Home Performance with ENERGY STAR- Downtown Development District
 - Assisted Home Performance Program
 - SEU-Cinnaire Loans Multiple Units and Nonprofits Serving Low and Moderate Income Families
 - Commercial Solar Thermal and Geothermal Incentive Grants
 - Energy Efficiency Investment Fund (EEIF) for Nonprofits
 - Net Zero Energy Manufactured Home Program
- Must submit a signed DSEU letter certifying participation with reservation application

Questions?







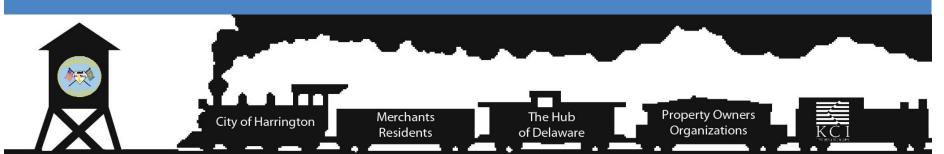




Thank you for attending!

Today's Downtown Development Presentation can be found at:

http://harrington.delaware.gov/presentations/



It's good to be in the Hub...