

DRAFT East 11th & 12th Street Development Strategy

January 9, 2012 Economic & Planning Systems • Adisa Communications McCann Adams Studio • Urban Design Group

Schedule

- January 9: Present Draft Recommendations to Community
- January 12: Release of Full <u>Draft</u> Development Strategy
- February 11: Close of Public Comment Period on Draft
- February 12 24: Strategy Refinement and Finalization
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Why Are We Here Today?

- Vision set by community and adopted by Council in 1999
- Tri-Party Agreement (City, URB, ARA) dissolved in 2010
- City of Austin responsible for implementation of vision
- Development Strategy was initiated to provide a "road map" for implementation of revitalization
- HUD has recently stressed importance of disposition/development of federally funded properties

Study Area Background

- Historically a culturally diverse, mixed income community
- Vision set by community and adopted by Council
 - Create a vibrant corridor through mixed-use redevelopment – commercial, retail & housing – and preserve neighborhood assets and culture
 - Spur private investment and create sustainable community that includes businesses, jobs, and services

The Study Area Today

- Demographically dynamic area near Downtown, Capitol Complex, UT, Mueller, etc.
- Higher incomes and fewer families and seniors
- City prioritized the revitalization of corridors
 - Several plans and agreement with Urban Renewal Board and Austin Revitalization Authority
 - Public investment in infrastructure, housing, parking, cultural uses, office space, commercial facades, etc.
- Much revitalization has not yet occurred, particularly on E. 12th Street

Projects on East 11th









Projects on East 12th









Development Strategy Goals

kvue.com



- Help East 11th & 12th Streets better participate in region's economic strength and growth
- Foster community consensus around shared values/vision
- Reduce impediments to market-supported development
- Direct public resources toward most effective investments
 - Establish clear recommendations to move projects forward

Strategy Approach



Key Community Issues

- Development Regulations and Process
- Infrastructure Needs
- Neighborhood Retail and Commercial Development
- Housing Opportunities and Gentrification
- Parking Strategy
- Disposition of Public Land
- E. 12th & Chicon



Development Regulations

- ✓ Confusing overlap of multiple regulatory documents
- ✓ Approval of projects that don't meet all documented regulations can require multiple steps, add years and cost and uncertainty
- Strategies:
 - Reconfirm or remove the most restrictive requirements where they still exist
 - Update URP as a single document reflecting most current information
 - Create specific streetscape plans rather than complying with the general ones in Commercial Design Standards



Infrastructure Assessment

- ✓ Wastewater utilities likely to require incremental upgrades to serve amount of redevelopment enabled by plans
- ✓ Poor quality of streetscape and overhead utilities on E. 12^{th} Street
- ✓ Private project feasibility can be greatly enhanced if infrastructure costs can be reduced
- Strategies:
 - Seek \$10M public funding for infrastructure upgrades on E. 12th
 - Streetscape (~\$5M); Utility undergrounding (~\$4M); Wastewater utilities (~\$1M)
 - Public funding can save \$15/building SF, enhance project feasibility
 -- Assumes 680K SF of new development on 13 underutilized acres

Infrastructure – Streetscape

- E. 12th Street streetscape is not pedestrian-friendly
 ✓ Would require significant improvement to meet Subchapter E requirements or other contemporary standards for active corridors
- Cost of upgrade estimated at **\$5M** for 0.75 miles
 - Pro-rated cost of streetscape on E. 7th Street (\$8.5M for 1.25 mi.)
 - Includes sidewalks, landscaping, pavers, crossings, art, wayfinding
 - If publicly funded, would save private development roughly \$7.50/building SF, enhancing project feasibility
 - Assumes 680K SF of new development on 13 underutilized acres

Streetscape – 11th & San Marcos



Streetscape – 12th & Olander



Streetscape – 12th & Waller



Infrastructure – Overhead Utilities

- E. 12th Street has impediments from overhead utilities
 - ✓ AE transmission and distribution lines, plus communications lines
 - ✓ Proximity of wires could constrain development of upper floors at street frontage, growth of future street trees, etc.
- Cost of upgrade estimated at **\$4M** for 0.75 miles
 - Assumes undergrounding of distribution lines and communications, not transmission lines
 - Removes most frequent and visible poles and wires
 - Estimate is "ballpark" and would require specific design
 - If publicly funded, would save private development roughly \$6.00/building SF, enhancing project feasibility
 - Assumes 680K SF of new development on 13 underutilized acres

Overhead Utilities – 11th & Waller



Overhead Utilities – 12th & Navasota



Overhead Utilities – 12th & Chicon



Infrastructure – Water & Wastewater

- Some upgrades necessary as new development occurs on E.
 12th Street
 - ✓ Wastewater will need upgrade b/w Chicon & Poquito, may need upgrades west of San Bernard
 - ✓ Stormwater <u>may</u> need upgrades east of San Bernard
- Study Area is prime for AWU CIP funds
 - Respond to project needs; no proactive re-builds recommended
 - Projects receiving assistance from fund would enhance feasibility

Retail and Commercial Development

- ✓ Lack of community retail forces spending outside of Study Area
- ✓ Concerns about future displacement of existing retailers, as new projects benefit from chains' higher capitalization/lower-risk
- Strategies:
 - Pursue a grocery store on E. 12th Street or next to IH 35
 - Dedicate staff resources and pursue incentives such as Tax Credits
 - Publicly owned sites are <u>not</u> optimal for this use, so work with land owners
 - Encourage locally owned businesses and "below-marketrate" commercial space in projects built on public land
 - Solicitation process can mandate or give priority to such projects

Housing and Gentrification

- ✓ Neighborhoods around Study Area have high concentration of subsidized affordable units
- ✓ Neighborhood residents still need affordable units, especially for families and seniors
 - Both these "market groups" saw major declines as area has gentrified
- Strategies:
 - Encourage **mixed-income housing** on publicly owned tracts
 - Encourage units large enough for families, e.g. 3 bedrooms
 - Consider pursuing a senior housing development

Parking

- ✓ On-street parking is limited due to narrow right-of-way and bike lanes
- ✓ Structured parking to maximize project densities may not be feasible for most private projects
- Strategies:
 - Consider public parking on Tract 13 (E. 12th b/w Waller & Navasota)
 - Encourage "duck-in" street parking as lower-cost surface spaces within private properties
 - Encourage "community parking" as a value-added element of projects on public land



Public Land Disposition

• Issues:

- \checkmark Several parcels in public ownership have not yet been developed
- ✓ Near-term disposition and development can generate revenues, increase vitality
- ✓ Some sites acquired/improved using Federal funds, subject to use restrictions and/or repayment of funds

• Strategies:

- Place public land into redevelopment activity ASAP
- Encourage local business, community parking, mixedincome housing and some larger units
- Specific strategies vary by site:

Vacant Public Parcels



Public Land – Block 16

- Block 16 (E. 11th St. b/w Branch & Curve)
 - RFP issued in 2008 had reasonable terms but bad timing
 - Zoning and other regulations are flexible and straightforward
 - Mixed-use, no major limitations or requirements
 - Re-appraise and issue RFP for mixed-use development:
 - Synergy with African American Cultural and Heritage Facility (<u>strongly</u> encouraged)
 - 50%+ of commercial space for local business (<u>strongly</u> encouraged)
 - Community parking spaces (<u>strongly</u> encouraged)
 - 10% of rental units at 60% AMI (required if rental)
 - 10% of units at 3+ BR (encouraged)

Public Land – Block 17

- Block 17 (Juniper St. b/w Curve & Waller)
 - AHFC plans to redevelop as townhomes or live/work lofts
 - No need to issue RFP
 - Initiate development ASAP



Public Land – Block 18

- Block 18 (E. 11th St. b/w Waller & Lydia)
 - Block includes Victory Grill and "East Room"
 - Consider modifying Urban Renewal Plan to allow flexibility similar to current allowances for Block 16
 - Appraise and issue RFP for mixed-use development:
 - Synergy with Victory Grill and East Room (<u>strongly</u> encouraged)
 - 50%+ of commercial space for local business (<u>strongly</u> encouraged)
 - Community parking spaces (strongly encouraged)
 - 10% of rental units at 60% AMI (required if rental)
 - 10% of units at 3+ BR (encouraged)

Public Land – Tract 12

- Tract 12 (E. 12th St. b/w Curve & Waller)
 - Parcels already improved for 10 townhomes using Federal funds
 - Consider amending Urban Renewal Plan to allow ground-floor commercial space (e.g., live/work townhomes)
 - Transfer to AHFC, sell for uses enabled under URP/NCCD



Public Land – Tract 13

- Tract 13 (E. 12th St. b/w Waller & Navasota)
 - Parcels envisioned for 5 homes
 - Consider amending Urban Renewal Plan to allow retail and community parking
 - Hold for longer-term development of frontage retail with some community parking (18-20 spaces) on southern portions
 - Enter lease agreements to "credit" parking to future commercial uses nearby

Public Land – Options for Tract 13



- ← Retail along E. 12th frontage
- Parking on edges (18 spaces)
- Open space on interior

Retail along E. 12th frontage → Parking on interior (20 spaces) → Open space on interior →



Public Land – 1120 E. 12th

- 1120 E. 12th (northwest corner of E. 12th St. at Navasota)
 - Parcel is shown as mixed-use and community parking
 - Parcel is too small to yield efficient development that optimizes density as a stand-alone site
 - Parcel is adjacent to underutilized private sites ripe for redevelopment
 - Sell for uses enabled under URP/NCCD



Potential Development: 72,000 SF on <u>assembled</u> parcels (1.1 acres) 1120 E. 12th St (0.3 acres)

Public Land – Tract 5

- Tract 5 (E. 12th St. b/w San Bernard & Angelina)
 - Parcel is mixed-use and commercial in URP and NCCD
 - Site is less strategically located than most others, could be deferred in priority for a few years
 - Discuss potential for senior housing and viability for grocery store before offering for development



E. 12th & Chicon

- Issues:
 - Criminal activity and security concerns deter development opportunities
 - ✓ Properties in area are in private ownership
- Strategies:
 - Continue progress of law/code enforcement
 - Trespassing, problem houses, Tactical Support Team, community clean-up
 - Consider installation of security cameras
 - Incent redevelopment on private parcels
 - Wastewater upgrades, tax credits, assembly assistance, commercial loans, etc.
 - Consider shared parking behind private properties on north side

Potential Development – E. 12th & Chicon



- Retail and commercial uses along 12th Street (+/-20,000 sf)
- Mixed use residential development on Blocks 8 and 13 (113 du)
- 118 parking spaces between Salina and Poquito Streets.

NHCD/URB's Action Items

- NHCD will initiate submission for CIP and bond funding
- Urban Renewal Board can initiate discussion of modifications to Urban Renewal Plan
- NHCD work with Urban Renewal Board to initiate disposition of public land

Additional Action Items

- Establish Technical Advisory Group with other City departments to determine priorities and establish and implement work plan
 - Legal and PDR: Plan and zoning amendments
 - EGRSO: Pursuit of development incentives and business support
 - AWU/AE: Consideration of infrastructure funding
 - Public Works: Consideration of streetscape improvements
 - APD: Continuation of enforcement
 - Real Estate: Facilitate property disposition

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