

_ STAFF REPORT Public Hearing 11-2222

AGENDA ITEM #:

#22-129

COUNCIL MTG. OF: November 1, 2022

FROM:

Dave Caron, Town Administrator

OFFERED BY:

Administration

PREPARED BY:

Administration

SUBJECT:

Abbott Court Development

INTRODUCTION:

To update the Council on progress towards redeveloping Abbott Court and to seek a Supplemental Appropriation for Architectural and Engineering Fees for the parking structure

TOWN ADMINISTRATOR COMMENTS

Please see comments within this staff report.

BACKGROUND

The Town purchased several properties in the Abbott Court area many years ago and has been attempting to redevelop the property as a stimulus for further economic development in the Downtown. Based upon prior direction from the Council, Economic Development Director Bev Donovan has been working multiple development paths: staff previously engaged with Monadnock Economic Development Corporation and the potential application of New Market Tax Credits, as well as collaborating with private developers (Dick Anagnost and Peter Flotz on separate proposals) to research a private or public/private partnership.

Town staff has been engaged in discussions with Peter Flotz and his Lansing-Melbourne Group for over a year now advancing a vision to redevelop Abbott Court. LMG has made several trips to Derry and has engaged design professionals to test various visions for the property. The Town Council approved a Memorandum of Understanding with LMG on Nov. 2, 2021 which authorized LMG to proceed with a conceptual design and seek zoning variances for the project at Abbott Court. The Zoning Board granted a number of variances in support of the project; however, those approvals were appealed to Superior Court. Superior Court upheld the ZBA's decision and later denied a request for reconsideration. Unfortunately, the plaintiffs have appealed to the NH Supreme Court.

The Town would like to proceed with planning work, including the development of plans and drawings for the parking structure during this appeal period.

DISCUSSION

According to NH law, an appeal to the NH Supreme Court does not stay the ZBA's decision, i.e. work may proceed on the project. Staff recommends proceeding to the next step with the design of the parking structure:

- 1) The Town would own the design.
- 2) Should the Supreme Court overturn the ZBA ruling which may require modification of the building program, the parking structure would still be needed/available for the general public, the revised building program and lease spaces for nearby residential development.
- 3) Should the economy retract to the point where the private development project is delayed, the design of the structure could be implemented at any time.

FISCAL IMPACT:

It is anticipated that the design costs for the structure will be \$845,250. It is recommended that DCC TIF Fund Balance be used which currently maintains a balance of \$2.11M.

RECOMMENDED ACTION BY COUNCIL Please see Resolution #2022-086.

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RESOLUTION

Number 2022-086

To Approve a Supplemental Appropriation for Design Fees for the Derry Commerce Corridor TIF District Parking Structure

	s the Town Council as the appropriating authority of by Section 9.6 of the Charter to make supplementa is adopted; and
	it to Resolution #2019-012 established the Derry ncing District to include the Downtown area; and
WHEREAS, the Derry Commerce Corrid and a Downtown Parking Garage as pric	or TIF Implementation Plan cited additional parking ority improvements; and
WHEREAS, the Town has partnered with Court; and	LMG NH LLC for a mixed use development at Abbot
WHEREAS, funds are available in the DC	C TIF Fund Balance for this project;
	COUNCIL that the sum of Eight Hundred Forty-Five \$845,250) is hereby appropriated from the DCC TIPParking Structure;
	that the Town Administrator is hereby authorized to MG NH LLC for the design of the structure.
This Resolution has been adopted by a by Charter and shall take effect immedi	two-thirds majority of the entire Council as required ately upon its passage.
Adopted: November 22, 2022	
Attest:	
Joshua Bourdon, Council Chair	Cristina Guilford, Town Clerk
Date:	Date:

TC Agenda Item #22-129

Archival Ref: