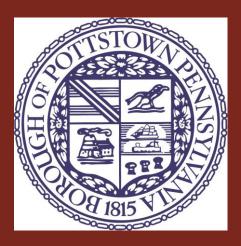
E6: Keystone Employment & Economic Plan (KEEP) Using the Specific Plan to Promote Redevelopment



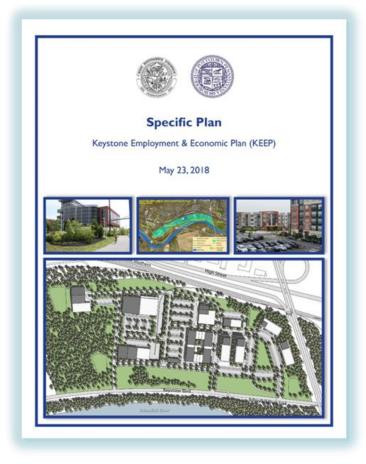






Presentation Outline

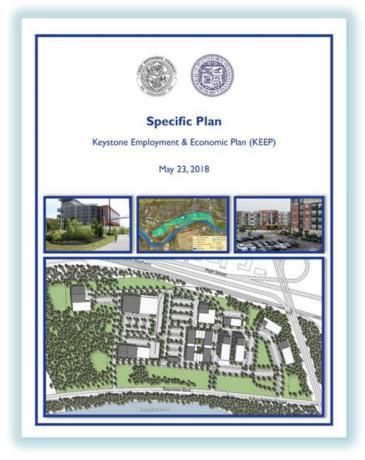
- I. Specific Plans
 - A. What exactly is a Specific Plan?
 - B. Development incentives * panel comments
- II. Background
 - A. KEEP project site: assets and challenges
 - B. Past planning efforts (area and region) * panel comments





Presentation Outline (continued)

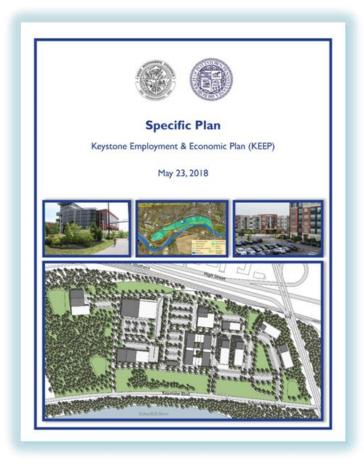
- III. Keystone Employment & Economic Plan
 - A. Memorandum of Understanding (MOU)
 - B. Funding
 - C. Parties involved
 - D. Recommendations
 - I. Highest and best use
 - 2. Infrastructure improvements
 - 3. Concept plan
 - 4. Public and private return
 - 5. Principles for development





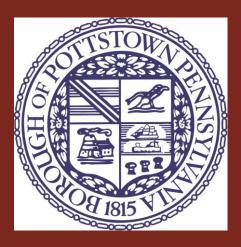
Presentation Outline (continued)

- IV. Adoption
- V. Follow-on
 - A. Efforts to secure fill
 - B. RFI
 - C. Zoning
 - D. RFQ
- VI. Discussion and questions





Introductions: Peggy Lee-Clark, Executive Director, PAID

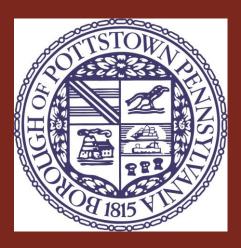








Introductions: Justin Keller, Pottstown Borough Manager

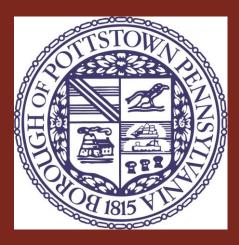








Introductions: John Cover, AICP, Assistant Director Montgomery County Planning Commission

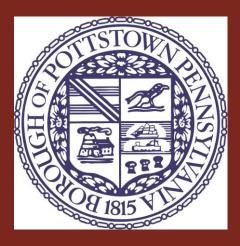








Introductions: Mike Narcowich, AICP, Assistant Section Chief: Community Planning Montgomery County Planning Commission

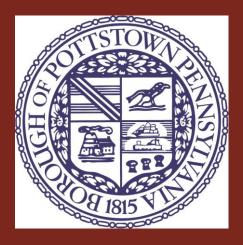








I. Specific Plans









What exactly is a "Specific Plan"?

- A. Municipalities Planning Code requires:
 - I. Description of area, standards for land uses and facilities
 - Location and design of transportation facilities, including roads
 - Standards for density, intensity, land coverage and supporting services (including utilities)

Municipalities Planning Code (MPC, PA Act 247, Section 1106) states:

> "Participating municipalities shall have authority to adopt a specific plan for the systematic implementation of a county or multimunicipal comprehensive plan for any nonresidential part of the area covered by the plan."



What exactly is a "Specific Plan"? (continued)

- A. Municipalities Planning Code requires (continued):
 - 4. Standards for conservation of open space, agriculture and natural resources
 - Program of implementation.
 Regulations may be amended into county/municipal ordinances or adopted as separate ordinances.

Municipalities Planning Code (MPC, PA Act 247, Section 1106) states:

> "No capital project by any municipal authority or municipality shall be approved or undertaken and no final plan, development plan or plat for any subdivision or development of land shall be approved unless such projects, plans or plats are consistent with the adopted specific plan."



Specific Plan

B. Development Incentives

- I. Applicants must only submit final plan
 - a. Saves time and money
- 2. Certainty/less risk. Municipalities:
 - a. Endorse specific plan
 - Will only undertake capital projects in area consistent with specific plan
- 3. No county/municipal plan review fees

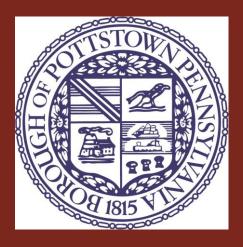
*** Panel comments

Municipalities Planning Code (MPC, PA Act 247, Section 1106) states:

> "A county or counties and participating municipalities are prohibited from assessing subdivision and land development applicants for the cost of the specific plan."



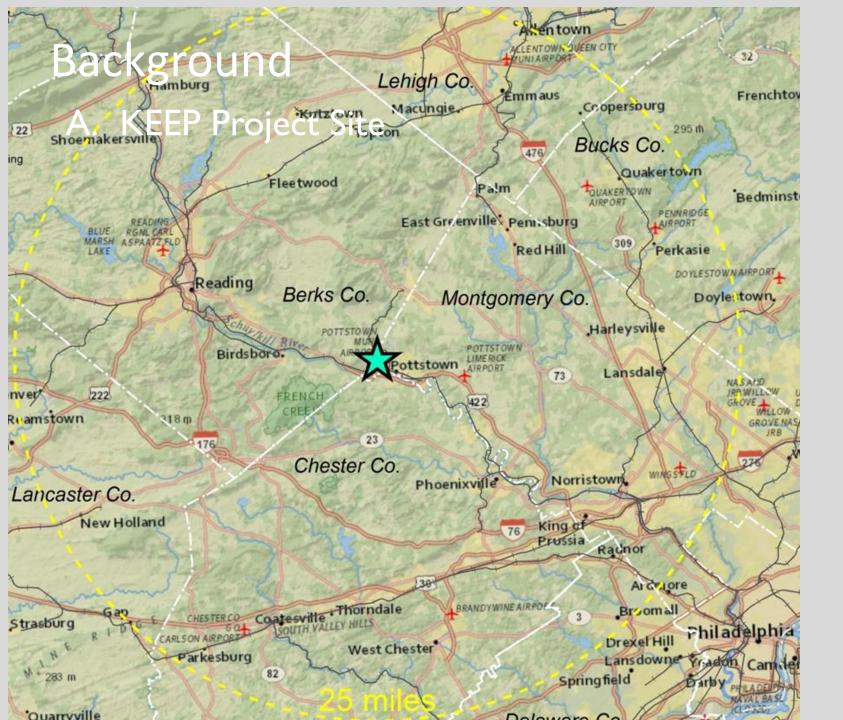
II. Background



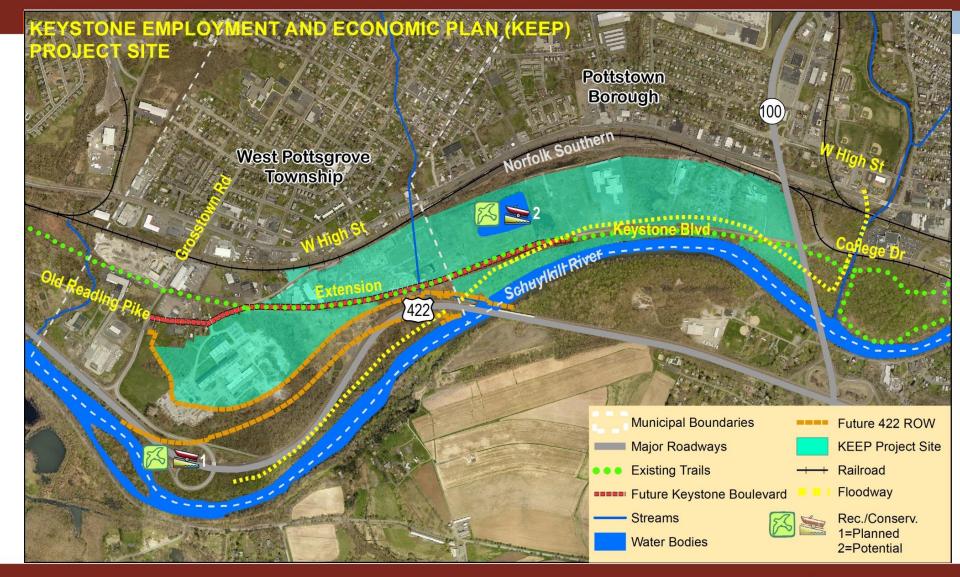








Background: A. KEEP Project Site (continued)

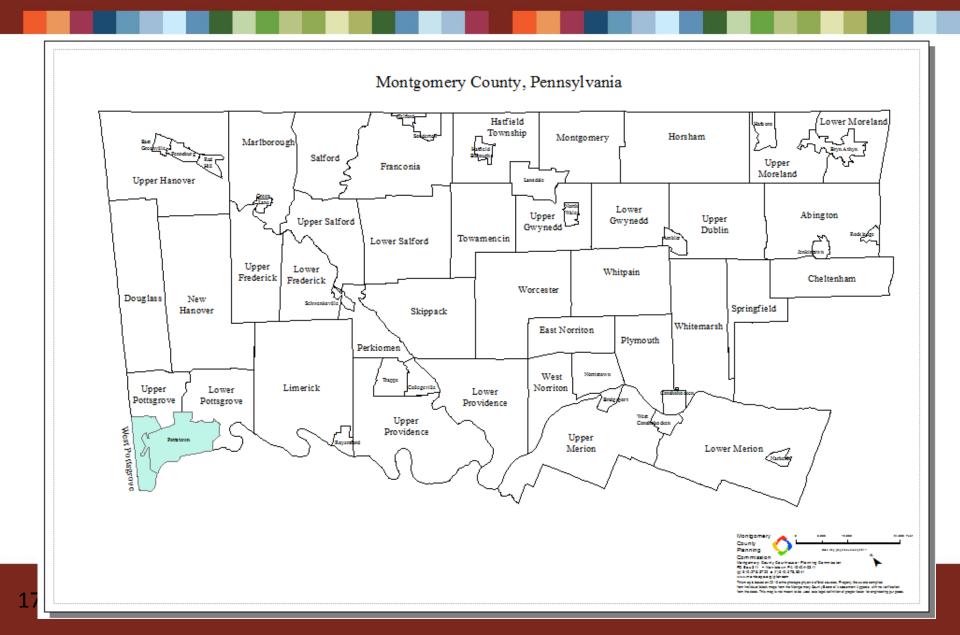




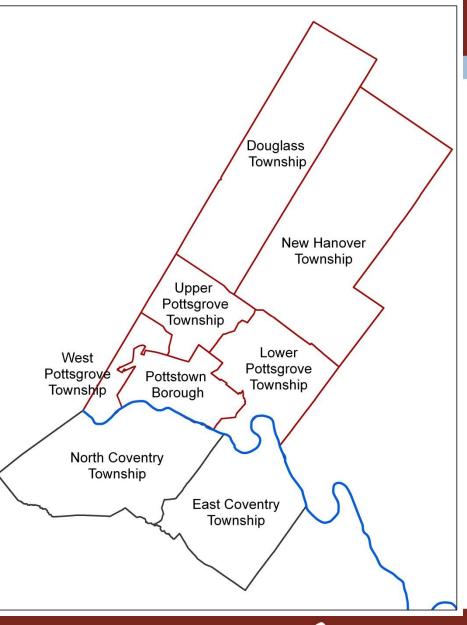
Background: A. KEEP Project Site (continued)

KEYSTONE EMPLOYMENT & ECONOMIC PLAN POTTSTOWN BOROUGH & WEST POTTSGROVE TOWNSHIP - MONTGOMERY COUNTY - PENNSYLVANIA PREPARED BY: BURSICH ASSOCIATES, INC. 2129 EAST HIGH STREET POTTSTOWN, PENNSYLVANIA 19464 PREPARED FOR: POTTSTOWN AREA INDUSTRIAL DEVELOPMENT 152 EAST HIGH STREET SUITE 360, POTTSTOWN PA 19464 JUNE 19, 2017 (8) 6 5 0 (9a) 5 (2) (3) (96) (10) EYSTONE BLU EXTENSION (13) (2) EXTENS FUTURE RELOCATED ROUTE 422 (12) PROPERTY OWNERS STUDY AREA () N/L 400 OLD READING PARCEL 64000382600 BLOCK 27 UNIT 1 DB 5391 PG 1121 BLOCK 58 UNIT 2; BLOCK 27 UNIT 34 PARCELS 160015352004 & 640002368 DB 5672 PD 2243 (96) BLOCK 58 UNIT 29 PARCEL 160015360023 DB SHEET LIST SHEET NUMBER DRAWING NUMBE SHEET TITLE TITLE SHEET CONCEPTUAL ROAD EXTENSION ALIGNMENT CONCEPTUAL ROAD EXTENSION ALIGNMENT CONCEPTUAL ROAD EXTENSION ALIGNMENT 58 UNIT 5 160015356 CONCEPTUAL ROAD EXTER EXISTING FEATURES (12) Stop - Call Before You Dig! nia Act 181 (2007) req v excavators, designers, IDCUMENTS: ITAL OVERVEW FOR KEYSTONE EMPLOYEMENT AND ECONOMIC PLAN IPARED BY A.D. MARBLE, CONSHOHOCKEN, PA DATED AUGUST 2016. (13) BLOCK 58 UNIT 20 PARCEL 160015865 DB 5318 PG 01600 person preparing to disturb the earth's (9a) N/L WELKIE AND A BLOCK 58 UNIT 6 PARCEL 160015360 DB 5552 PG 1754 anywhere OF PROGRESS DRAWINGS FOR SR 0422, SECTION MCORS ENGINEERING DROLP, INC., PHILADELPHIA 5 INDUSTRIAL COMMONS, BLOCK 27 UNIT 29 PARCEL 640003840803 09 5477 PC 2740 Pennsylvania One Call System, Inc. 811 or 1-800-242-1776 J08 NO. BURSICH 1373 POTTSTOWN AREA INDUSTRIAL DEVELOPMENT VEVETONE ENDLOYMENT 152 FAST HIGH STREET

Background: A. KEEP Project Site (continued)



Both Pottstown and West Pottsgrove are part of the Pottstown Metropolitan Regional Planning Committee





- A. KEEP Project Site (continued)
 - I. Pottstown Borough (population 22,715)
 - 2. West Pottsgrove Township (population 3,887)

Source: American Community Survey, 2017



High Street, Pottstown Borough



Stowe, West Pottsgrove Township



- A. KEEP Project Site (continued)
 - I. Assets
 - a. Transportation access
 - b. Location (market)
 - c. Proximity to downtown Pottstown and Philadelphia, Schuylkill River, community college



Montgomery County Community College's Sustainability and Innovation Hub (above) and the Schuylkill River (below)





- A. KEEP Project Site (continued)I. Assets
 - d. Last large undeveloped/ underdeveloped area in borough and township available for industrial uses
 - e. Attractive price
 - f. Much of planning and engineering already done



KEEP Project Site (above and below)





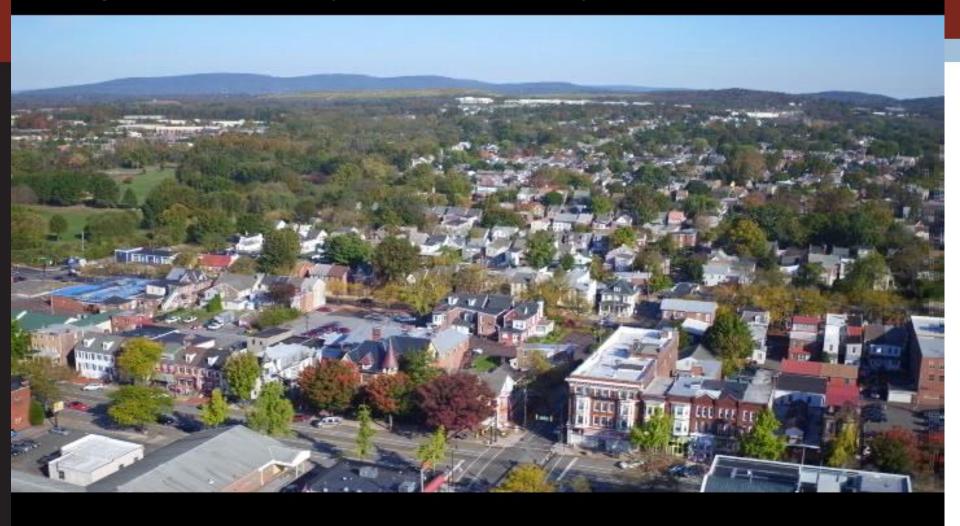
Background KEEP Project Site: Assets (continued)



22 Pottstown is a quintessential, walkable small town, with some of the most wellpreserved, architecturally interesting residential neighborhoods, tree-lined streets.



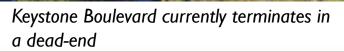
Background: Assets (continued, video)





- A. KEEP Project Site (continued)
 - 2. Challenges
 - a. Site cleanup
 - b. Floodplain and floodway
 - c. Building Keystone Boulevard extension
 - d. Current market demand for site as-is







Background: Challenges: Building Keystone Boulevard (video)



A. KEEP Project Site (continued)

- 2. Challenges
 - d. Current market demand for site as-is. Past uses include
 - Landfill
 - Industrial wastewater treatment plant
 - Iron and brass foundry (Stanley Flagg Co.)
 - Steel foundry
 - Farley Metals
 - Above- and underground storage tanks
 - Manufacturing
 - Salvage yard





Property with pond is site of former Stanley Flagg Co.



- A. KEEP Project Site (continued)
 - 2. Challenges
 - d. Current market demand for site as-is. Current, recent, and considered uses include:
 - Junkyard
 - Scrap metal recycling
 - Cooking oil recycling
 - Hearse company



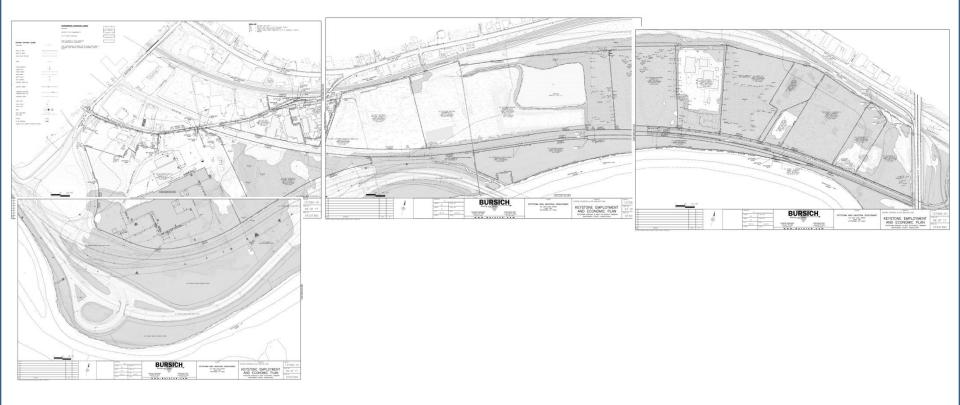
Current uses, Keystone Boulevard



Warehouse, Old Reading Pike, Project Site



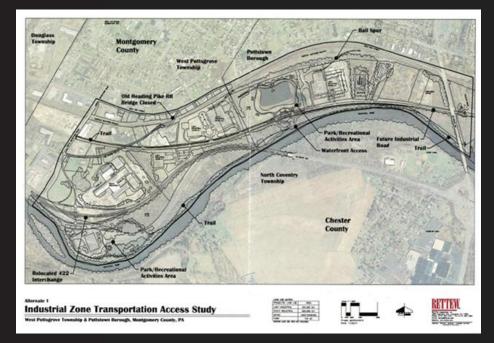
Floodplain (gray shaded area)





Background (continued)

- B. Past planning
 - I. Industrial Zone Access Study (Rettew)
 - a. Recommended road extension
 - b. Recommended
 manufacturing, office,
 hotel, recreation





Background (continued)

B. Past planning

- Market Assessment and Fiscal Impact Study (Tischler Bise).
 Strengths of location:
 - a. Existing, underutilized infrastructure
 - b. Location at center of east coast population mass
 - c. Reasonably priced land
 - d. Industrial could include alternative energy or recreation-related

"The Pottstown Region offers an advantageous location for almost all consumer oriented product assemblage," (based in part on its central east coast location and affordable land). --- Regional Market Assessment



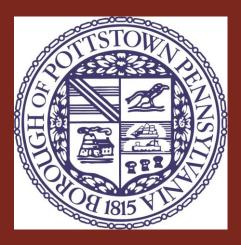
- B. Past planning
 - 3. Urban Land Institute report
 - Led to Pottstown, Pottstown
 School District and Montgomery
 County Redevelopment Authority
 reorganizing PAID
 - PAID now serves to coordinate efforts and establish economic development priorities for Pottstown

*** Panel comments





III. Keystone Employment & Economic Plan Specific Plan









Keystone Employment & Economic Plan: Specific Plan

A. Memorandum of Understanding

- I. Formed steering committee
- 2. Stated goals (including priority land uses)
- 3. Explained implementation method
 - a. Communicate with property owners
 - b. RFI and RFQ, select developer
 - c. Work to build Keystone Boulevard



MEMORANDUM OF UNDERSTANDING

Keystone Employment & Economic Plan (KEEP) of Pottstown Borough and West Pottsgrove Township

The KEEP Oversight Committee, representing Pottstown Borough and West Pottsgrove Township, has drafted the following Memorandum of Understanding (MOU):

A. Purpose.

The purpose of this Memorandum of Understanding (MOU) is to enhance communication and cooperation between the governing bodies of Pottstown Borough and West Pottsgrove Township (collectively, "Participants") in order to bring about economic development for that portion of Pottstown Borough and West Pottsgrove Township that is bounded on the west by South Grosstown Road, on the south by the Schuylkill River, on the east by College Drive at its intersection with Keystone Boulevard, and on the north by the Norfolk-Southerm rail line (see attached map).

B. Goals.

To create a new and vibrant, mixed use employment/residential center located in the municipalities of Pottstown Borough and West Pottsgrove Township that maximizes the redevelopment area's potential through public private partnerships. Redevelopment shall include any or all of the following or similar uses:

- 1. Office
- 2. Light Industrial
- 3. Research and Development (R&D)
- 4. Retail or Hotel
- 5. Apartment or Multifamily Condominiums, when part of a mixed use development
- 6. Supporting Recreation

It is understood that the success of this effort will be affected by the extension of Keystone Boulevard, and by the reconstruction of the Grosstown Road Interchange on U.S. 422.

1



Keystone Employment & Economic Plan: Specific Plan

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It is understood that the success of this effort will be affected by the extension of Keystone Boulevard, and by the reconstruction of the Grosstown Road Interchange on U.S. 422.

Memorandum of Understanding

Designates targeted geographic area

Underscores importance of building Keystone Boulevard extension



Keystone Employment & Economic Plan: Specific Plan

C. Elements of Implementation.

In order to implement the goals of this MOU, the Participants shall form an Oversight Committee. The members of the Oversight Committee shall be comprised of one voting representative from the governing body of each municipality. Each municipality shall also appoint two additional non-voting members—one from its municipal planning commission and one at-large.

The duties of the Oversight Committee are as follows:

- Maintain communication with the study area's existing property owners in order to encourage their participation in the planning process.
- Distribute a Request for Interest (RFI), and modify the Specific Plan according to the feedback provided through the RFI process.
- Create and distribute a Request for Qualifications (RFQ) to select a developer who will assist in the finalization of the Specific Plan and redevelopment of the study area.
- Review responses, select developer proposal that best achieves the objectives of the Specific Plan, and submit to the governing bodies for final acceptance.
- 5. Work to get the extension of Keystone Boulevard built.

D. Understandings and Agreements.

The Participants agree to work cooperatively to form an Oversight Committee. They further agree to work to implement the Specific Plan by its adoption and subsequent modification of municipal codes for consistency with the Plan. The Participants also agree to equally allocate the necessary staff time to sustain the project and actively pursue funding for the extension of Keystone Boulevard. Once decisions are made by the Committee, both

municipalities shall strive to meet agreed-upon deadlines and actions in a timely fashion. Lastly, any subsequent revisions to the Specific Plan shall be generally consistent with the goals and objectives of the Pottstown Metropolitan Regional Comprehensive Plan and will be agreed upon by both Participants.

Memorandum of Understanding

Lists duties of Oversight Committee

Implementation: participants agree to implement plan and modify municipal codes, work to build Keystone Boulevard extension



Keystone Employment & Economic Plan

B. Funding

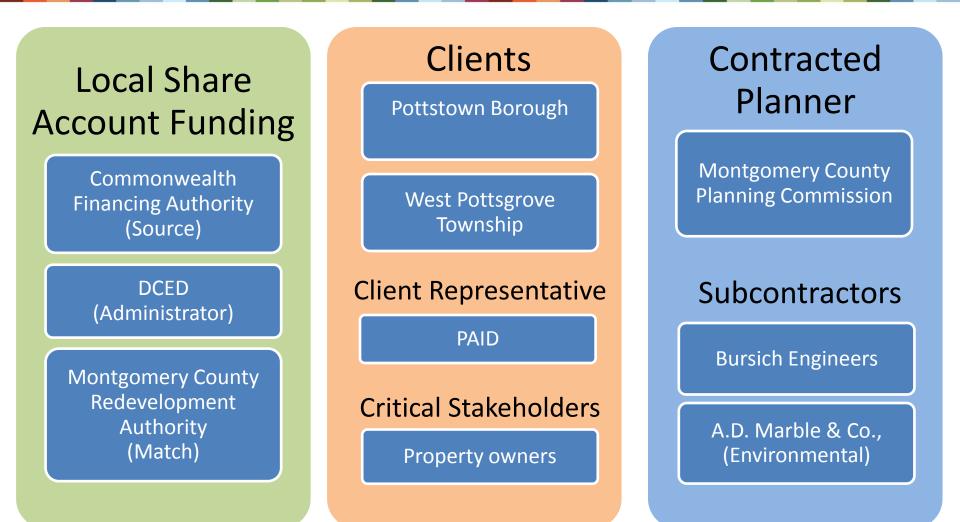
- PAID awarded Local
 Share Account grant
 (\$200,000)
- 2. Match: Montgomery
 County
 Redevelopment
 Authority (\$67,000)
- Administered by
 DCED





Keystone Employment & Economic Plan

C. Parties Involved





- I. Highest and best use
 - a. Current
 - b. Aspirational (change development dynamic)
 - i. Limited industrial
 - ii. Office
 - iii. Research & development
 - iv. Multifamily residential
 - v. Supporting recreational/ retail



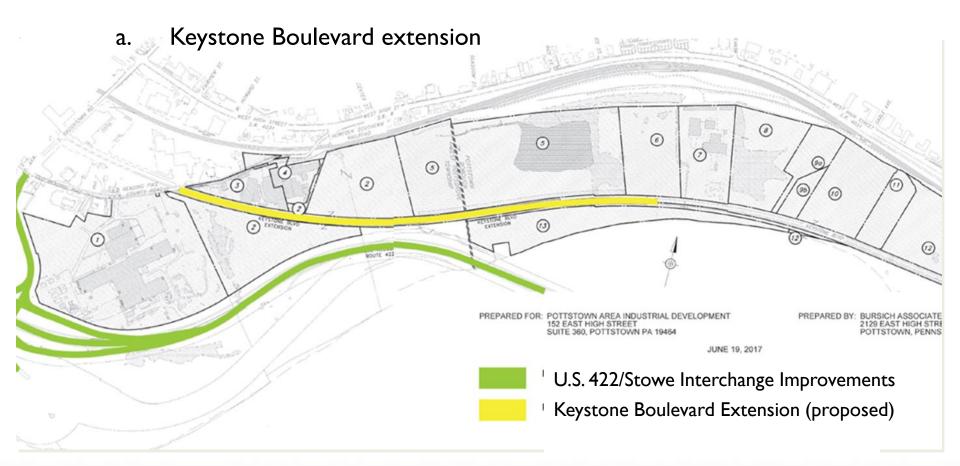
Research & Development, U.S. 422 Corridor



Apartments, Conshohocken

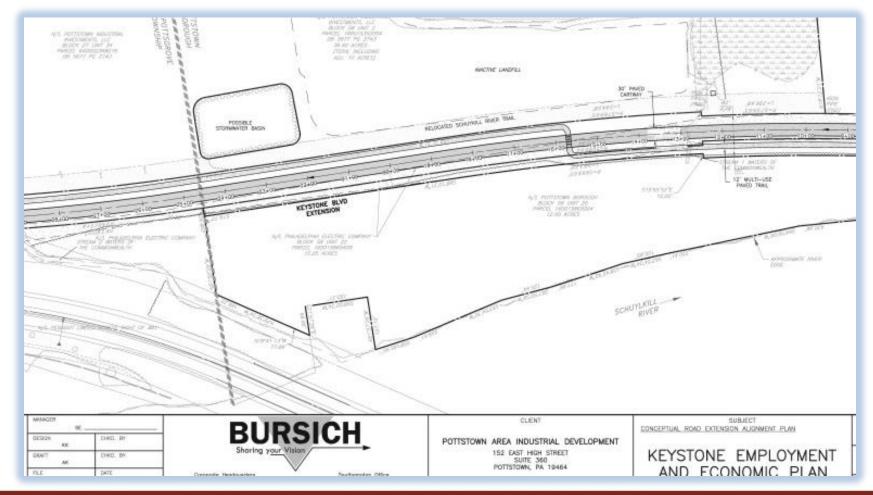


2. Infrastructure recommendations



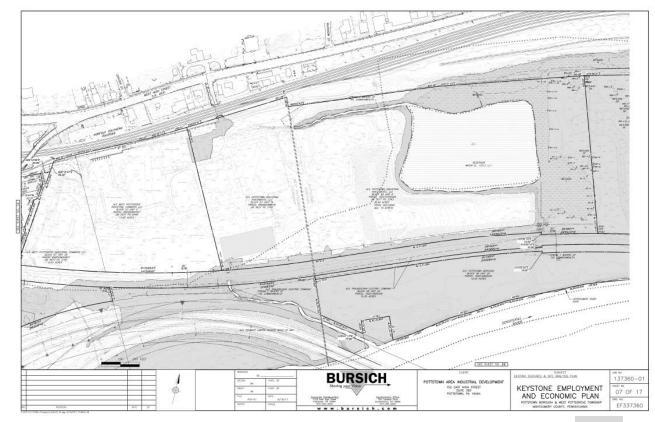


Engineered plans prepared by Bursich show recommended alignment of Keystone Boulevard extension





- 2. Infrastructure recommendations (continued)
 - Building sites to be raised out of floodplain

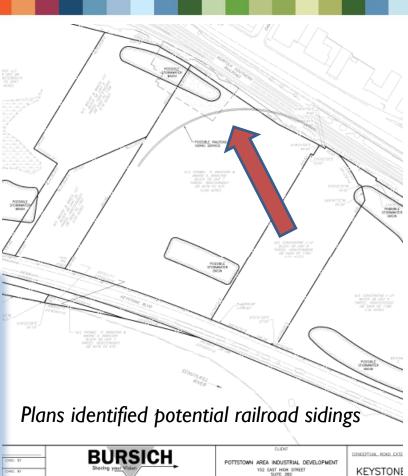


Much of project site is located in floodplain (gray), with parts of road and undevelopable area in floodway



- 2. Infrastructure recommendations (continued)
 - c. Freight rail sidings from Norfolk Southern encouraged; conceptual locations identified on plans

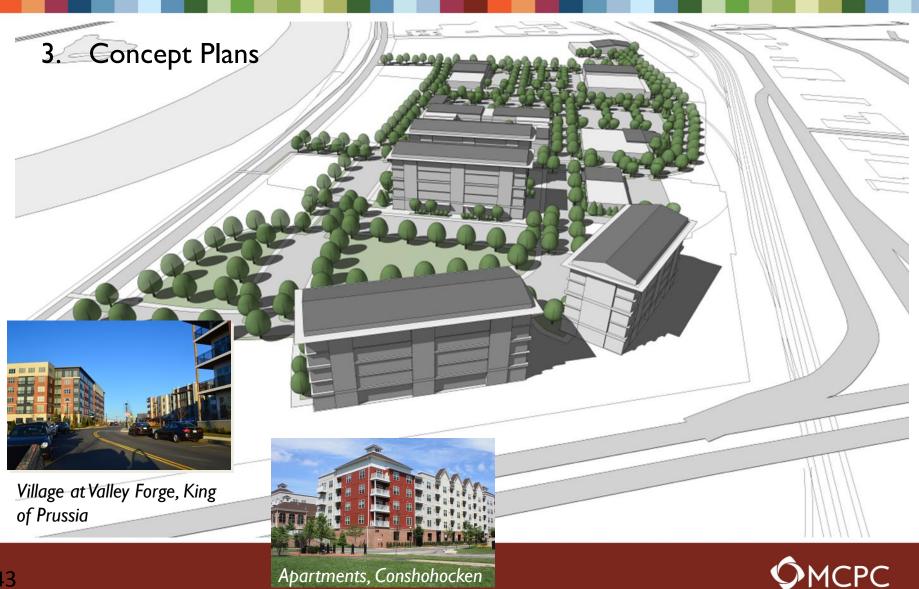






AND EC

Norfolk Southern railroad approaching KEEP site





3. Concept Plans (continued)



ILLUSTRATIVE PLAN

CONCEPT PLAN MCPC 10.17.17

KEYSTONE EMPLOYMENT & ECONOMIC PLAN







FLYOVER VIEW

CONCEPT PLAN MCPC 10.17.17



KEYSTONE EMPLOYMENT & ECONOMIC PLAN

- 3. Concept Plans
 - (continued)

Purple = Light industrial, office, research & development

Yellow = Midrise residential





4. Return on investment (public)

- School districts:
 - Pottstown: \$4.6 million
 - Pottsgrove: \$3.2 million
- Municipal
 - Pottstown: \$1.2 million, 3,100 jobs
 - West Pottsgrove: \$200,000, 2,300 jobs
- Montgomery County: \$700,000



Concept sketch, looking west from PA 100



- 4. Return on investment (private)
 - Significant uncertainties
 - Cleanup costs
 - Wetland mitigation costs
 - Floodway fill costs
 - Potential archaeological resources
 - Changing technology in manufacturing sector



Above: KEEP Project Site, Below: wetland on KEEP Project Site





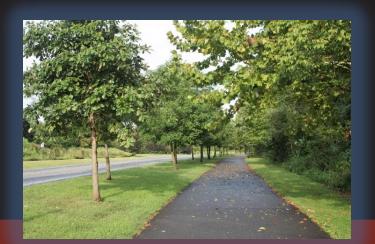
- 4. Return on investment (private)
 - "Cost premium"
 - Indicates additional cost to developer to locate on KEEP site rather than greenfield, not located in floodplain or floodway, with no significant fill costs and with all infrastructure in place

"The "cost premium" is the amount that would need to be eliminated, in total, or to a large extent, with public financing or innovative financing mechanisms." --KEEP Specific Plan

TOTAL COST PREMIUM, KEEP AREA	IN	CLUDING FILI	_	IF FILL IS FREE
Cost Premium, KEEP Area	\$	12,239,562		\$ 6,408,396
Cost Premium per Acre (based on 103.32 Developable Acres)	\$	118,463		\$ 62,025
Cost Premium, KEEP Area (excluding Keystone Blvd costs)	\$	7,081,095		\$ 1,249,928
Cost Premium per Acre (103.32 Ac, excluding Keystone Blvd costs)	\$	68,536		\$ 12,098



- 5. Principles for development
 - a. Intentionally broad
 - b. Serve as guidance for future zoning
 - c. Response from developers likely to require further refinements or added details to Specific Plan/zoning



Outline

- 1. Intent
- 2. Land Uses and Mix
- 3. Dimensional Criteria
- 4. Building Design
- 5. Sidewalk, Trails and Bicycling Provisions
- 6. Common Open Space
- 7. Signage
- 8. Parking
- 9. Landscaping
- 10. Lighting
- 11. Bonuses Encourage Green Site Design



Schuylkill River Trail, KEEP site

Keystone Employment & Economic Plan: Adoption

POTTSTOWN BOROUGH.

Adoption 2019 by public hearings in each municipality (January-February)

A RESOLUTION OF THE BOARD OF COMMISSIONERS OF WEST POTTSGROVE TOWNSHIP, MONTGOMERY COUNTY, PENNSYLVANIA, APPROVING THE A RESOLUTION OF THE BOARD OF COMMISSIONERS OF WEST POTTSGROVE TOWNSHIP, MONTGOMERY COUNTY, PENNSYLVANIA, APPROVING THE TOWNSHIP, EMPLOYMENT AND ECONOMIC PLAN SPECIFIC PLAN DATED KEYSTONE EMPLOYMENT AND ECONOMIC PLAN SPECIFIC PLAN DATED TOWNSHIP, MONTGOMERY COUNTY, PENNSYLVANIA, APPROVING THE KEYSTONE EMPLOYMENT AND ECONOMIC PLAN SPECIFIC PLAN DATED MAY 23, 2018, FOR THE INTENDED REDEVELOPMENT OF THE KEYSTONE KEYSTONE EMPLOYMENT AND ECONOMIC PLAN SPECIFIC PLAN DATED MAY 23, 2018, FOR THE INTENDED REDEVELOPMENT OF THE KEYSTONE BOULEVARD CORRIDOR LOCATED IN WEST POTTSGROVE TOWNSHIP AND MAY 23, 2018, FOR THE INTENDED REDEVELOPMENT OF THE KEYSTONE BOULEVARD CORRIDOR LOCATED IN WEST POTTSGROVE TOWNSHIP AND POTTSTOWN BOROUGH. RESOLUTION NO. 2019-

A RESOLUTION OF THE COUNCIL OF THE BOROUG APPROVING THE KEYSTONE ECONOMIC PLAN (HEREINAFTE PLAN DATED MAY 23, 2018, FOL REDEVELOPMENT OF THE KEYS CORRIDOR LOCATED IN POTTSTOW WEST POTTSGROVE TOWNSHIP.

WHEREAS, the Borough of Pottstown in conjunction with West Pottsgrove Township have prepared a proposed "Specific Plan" pursuant to Section 1106 of the Pennsylvania Municipalities Planning Code, specifically identified as the Keystone Employment and Economic Plan dated May 23, 2018; and



A. Efforts to secure construction fill

- I. Meetings held with construction contractor for nearby U.S. 422 reconstruction
 - a. To obtain free fill (savings \$9.8 million for 278,000 CY)

INCLUDING FILL

IF FILL IS FREE

TOTAL COST PREMIUM, KEEP AREA

- Cost Premium, KEEP Area
- Cost Premium per Acre (based on 103.32 Developable Acres)
- Cost Premium, KEEP Area (excluding Keystone Blvd costs)

Cost Premium per Acre (103.32 Ac, excluding Keystone Blvd costs)

\$ 12,239,562
\$ 118,463
\$ 7,081,095
\$ 68,536

\$ 6,408,396
\$ 62,025
\$ 1,249,928
\$ 12,098



- A. Efforts to secure construction fill (continued)
 - I. Meetings held with construction contractor for nearby U.S. 422 reconstruction
 - b. HEC-RAS study required to model the impact of development on river flow

"HEC-RAS": (U.S. Army Corps of Engineer's Hydrologic Engineering Center's River Analysis System)



- B. Request for Information (RFI)
 - I. Released 2019
 - 2. Has drawn developer interest
 - Qualified Opportunity Zone (QOZ) has helped
- C. Zoning
- D. RFQ: to select developer who will assist in finalization of plan

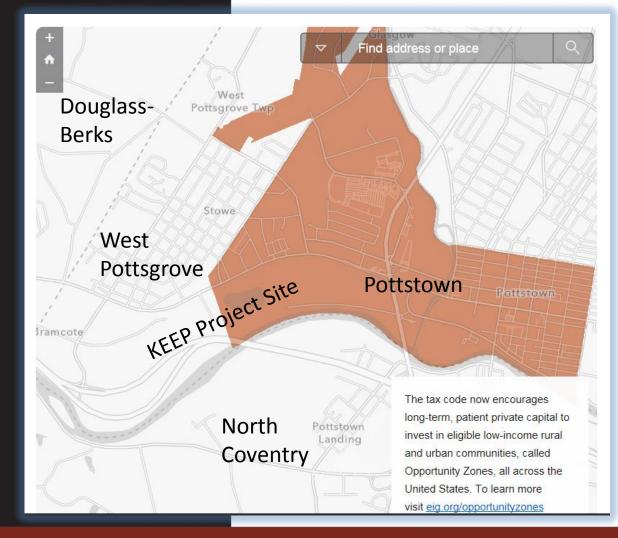


Request For Information RFI Keystone Employment & Economic Plan (KEEP)





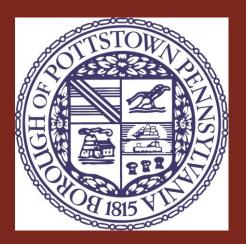
Qualified Opportunity Zones: Investor may defer capital gains tax on sale of asset by investing in zone, per Tax Cut and Jobs Act of 2017





MONTGOMERY COUNTY PLANNING COMMISSION

END Questions and Comments?









10.21.2019