

Thriving Communities Network (TCN) Learning Series

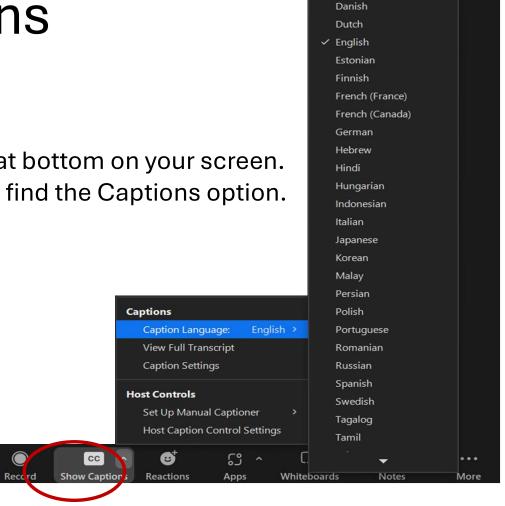
November 20, 2024

Establishing Anti-Displacement Strategies Through HUD TCTA

<u> ThrivingCommunitiesNetwork@dot.gov</u>

Accessing Captions in Zoom

- 1. Click on "Captions" in the menu at bottom on your screen. You may need to select "More" to find the Captions option.
- 2. Click on "Caption Language."
- 3. Select your desired language.



Cantonese

Czech

Chinese (Simplified)
Chinese (Traditional)

What is the TCN?

For decades, communities have requested resources and tools to successfully compete for federal funding.

The Thriving Communities Network (TCN) is a federal interagency effort that coordinates place-based technical assistance (TA) and capacity-building resources for urban, rural, and Tribal communities experiencing a history of economic distress and systemic disinvestment.

TCN was established in response to disadvantaged communities' request for tools and resources to successfully compete and obtain funding that can address their economic, climate, and infrastructure needs.

These federal resources include grant and financial management support, pre-development assistance, community engagement, planning, and project delivery support.

TCN Agency Partners

- Co-chaired by USDOT and EPA
- 12 participating federal agencies
- TCN's newest partner: National Oceanic and Atmospheric Administration (NOAA)

























What is HUD Thriving Communities TA?

Thriving Communities Technical Assistance (TCTA) supports jurisdictions in **designing and deploying infrastructure investments** in ways that **support equitable development** and benefit residents and businesses through a coordinated approach to **connect transportation with other crucial investments** like housing.





Presentation Team





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Session Goals

- Lean about tools and strategies to address displacement around transportation.
- Learn about practices to address displacement innovated at the local level.
- Build capacity to develop anti-displacement strategies in a hypothetical scenario.

Run of Show

- Introduction
- Problem Statement
 - Interactive Exercise
- Formulating An Anti-Displacement Strategy
 - Understanding Displacement Risk
 - Engaging
 - Tips on Policies
- Lessons Learned from the Redmond Community
- Small Group Exercise
- Wrap Up

Stay Tuned: Mitigating Displacement Around Transportation Investments Tool

What Does The Tool Contain?

- Guidance on formulating a strategy.
- · Guidance on data and engagement.
- Details policy actions for residents and businesses.
- Self-assessment on needed actions based on geography, market pressure, type of place.

Who Is The Audience?

Local governments and TSP agencies.

STAY TUNED FOR RELEASE!

Discussion Question: What do you want to learn about displacement today?



Scan the **QR Code**

OR

Join at menti.com and use code 3908 8825



Understanding Displacement: An Illustrative Scenario

In a bustling city, the struggle to keep pace with **growing** demands for affordable housing is palpable. Once a vibrant and diverse community, it now faces mounting challenges as rapid urban growth strain its limited resources. The City recently began construction of a new light rail system, which will serve commercial corridors with lower density strip malls and industrial parks. The corridor is seeing redevelopment of these sites into transit-oriented development, and long-time residents and businesses are moving out.



The city's government, working with a tight budget and under immense pressure, is finding it increasingly difficult to implement effective, market-driven anti-displacement strategies and ensure long-term affordability for its residents and businesses.

Discussion Question: What do you think is the most effective first step to address displacement?



Scan the **QR Code**

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Join at menti.com and use code 3908 8825



Formulating An Anti-Displacement Strategy



Formulating an Anti-Displacement Strategy













Step 1 Understand Displacement Risk

Evaluate how transportation projects can impact displacement.



Conduct a thorough assessment of your community's current displacement risks.

Step 3 Form Partnerships And Collaborate

Form partnerships with local organizations, community leaders, and stakeholders.

Step 4 Select Your Actions

Choose specific actions to address displacement.

Step 5 Adopt Strategies from Other Communities

Adopt and adapt best practices from other communities to fit your community's unique needs and context.

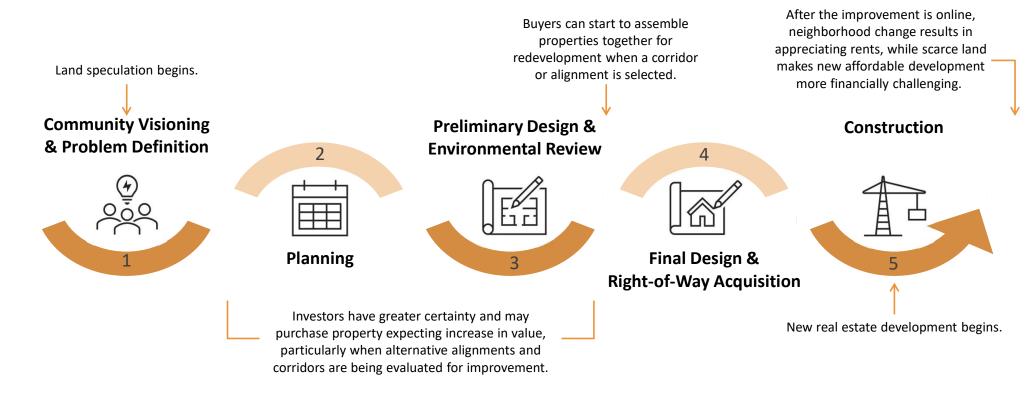




Understanding and Assessing Displacement Risk



Displacement Within Transportation Planning Process



How Does Displacement Affect Residents and Businesses?

Residents





Businesses

Affordable housing decreases due to the redevelopment of existing residential properties.

New residential development targets higher income earners and includes family-sized units.

Rents rise and tenants lose housing (eviction or end of lease).

Home values rise, property taxes increase, and long-time residents are forced to sell.

Business is hurt by infrastructure construction that disrupts customer traffic.

Affordable commercial spaces are lost due to redevelopment of retail sites and industrial buildings.

Businesses lose their space due to building owners increasing rents or declining to renew leases.

Small businesses look to relocate but new retail development isn't affordable or well-configured.

How Do We Plan Ahead for Displacement?

4 Phases of Anti-Displacement Strategy









Phase Description

Community planning ahead for displacement.

Market reacting; development underway. Development complete; market putting upward pressure on prices.

Residents and small businesses losing their homes and spaces.

Anti-Displacement Actions Assess risk and plan for response.

Create financial tools and take actions to expand supply of housing and retail.

Create tools and strategies to protect against speculation.

Take action to stabilize existing residents and businesses.





Bringing Residents and Partners Together

Engaging Residents About Displacement

Residents know their pressures better than government. They lack the resources, which government can facilitate. Good engagement brings these together.

Meet people where they are

in their community, at institutions, and at events.



Be honest about past harms

using specific examples of projects that have caused disparate impacts.

Ask them about their needs

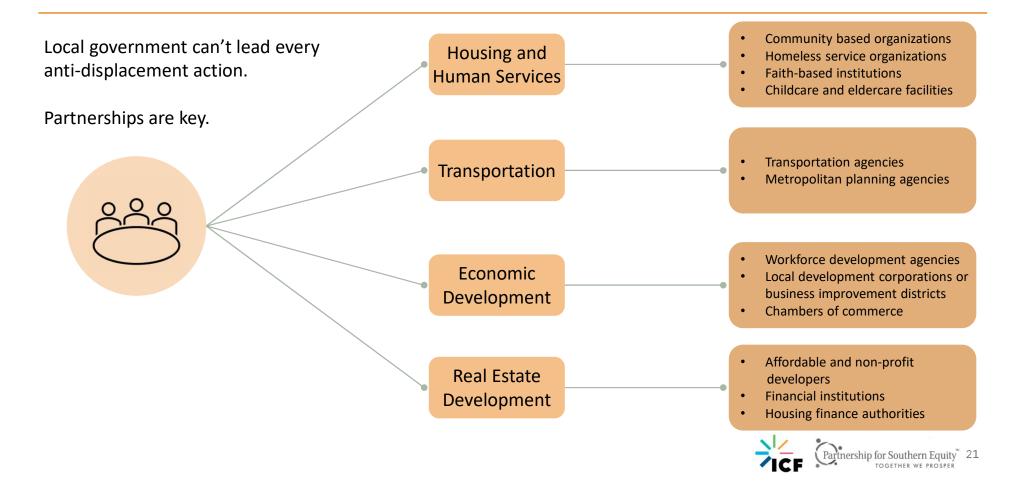
through surveys and events.

Create accountability

through regular follow up on community benefits achieved.



Who Should Be At The Table?



Create The Right Partnership Structure

PARTNERSHIP

STRUCTURE

Partnerships convene, agree to goals, and align around needs.

Community Advisory Group

Convenes community members to provide input on specific projects or policies.

- Review development plans
- Assist in public outreach

Work Group

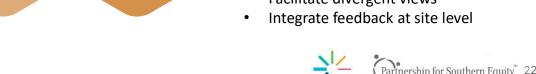
Convenes mix of technical experts and community representatives to review and refine anti-displacement strategies.

- Foster open communication
- Create accountability measures

Collaborative Workshops

Convenes community members, business owners, and others to develop solutions for site.

• Facilitate divergent views



Prioritizing Anti-Displacement Policies

There is no panacea.

Layer multiple actions into a strategy.

Overview and Examples of Housing Actions

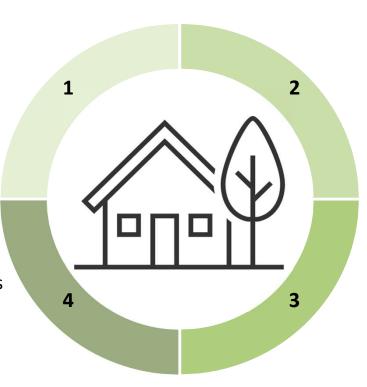
Increase

Overall Housing Supply Through Land Use and Zoning Reforms

- Allow increased height/density
- **Accessory Dwelling Units**
- Missing middle housing

Protect and Support **Existing Tenants and Homeowners**

- **TOPA Programs**
- "Right to return" points
- Landlord-tenant protections



Create

New Income-**Restricted Housing**

- Redeveloping public land
- Inclusionary zoning
- **Utilizing CLTs**

Preserve Affordable Housing

- **Demolition fees**
- Home repair programs
- Rental regulation programs



Overview and Examples of Small Business Actions

Increase

Supply of Affordable **Commercial Space**

- Small business incubators
- Pop-up markets
- Home based businesses

Protect Commercial Tenants

- Relocation assistance
- Targeted tax abatements
- Lease negotiation support



Establish

Anti-Displacement Regulations

- Requirements for ground floor retail
- Store size caps

Establish

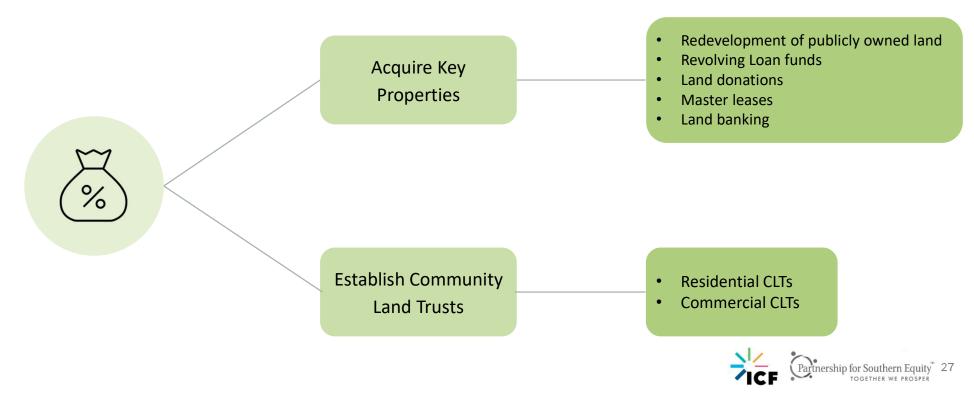
Business Support Systems

- Technical assistance
- **Property Improvement grants**
- **Business Improvement Districts**



Overview of Site Control Actions

Public entity and/or a community partner can control sites and work together to include affordable housing and commercial spaces within a mixed-use or transit-oriented development.







Addressing Displacement 11/20/2024





redmond.gov/Redmond2050



Planning and Community Development Department



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From Suburb to City

Redmond:

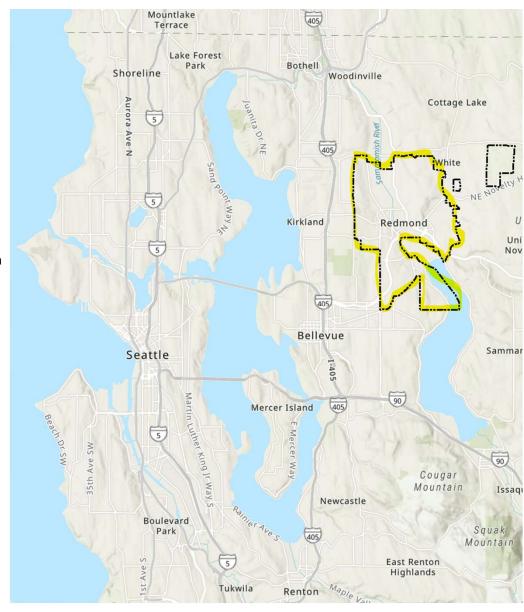
- King County, Washington State
- Seattle Metropolitan Area
- Growth is allocated to us through processes in state law and regional planning agreements.
 - Redmond decides where and how to accommodate growth in our community.

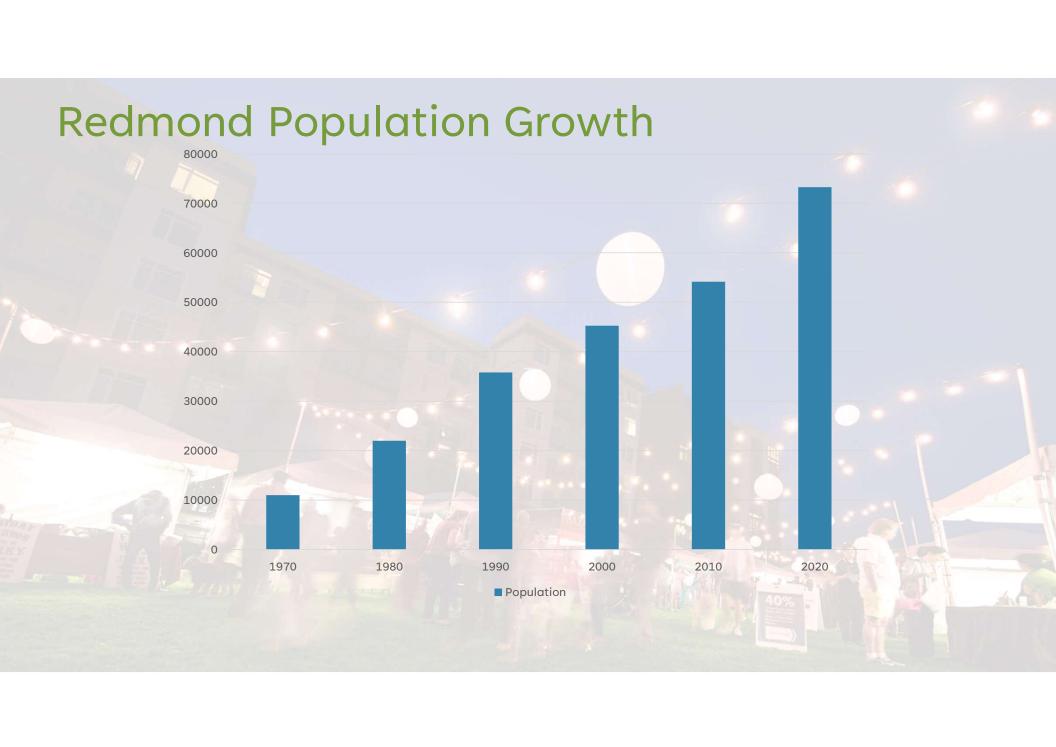
Redmond Now:

- •73,256 residents (Census, 2020 Decennial)
- •31,738 homes (WA Office of Financial Management, 2020)
- •97,905 jobs (PSRC 2020, Covered Employment)

Redmond in 2050:

- +25,000 homes
- +30,000 jobs





Redmond Housing Context

- Most growth occurred after 1970
 - After explicit exclusionary racial covenants were outlawed
- More growth in 1990s tech boom
 - Home to Microsoft Campus
- Redmond housing now
 - ~40% of housing units are DSFH
 - Most developable land has been developed
 - Many high-income households
- Predominantly <u>economic</u> displacement
- Much displacement already happened
 - How undo displacement



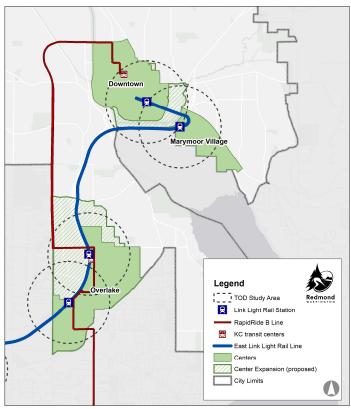


Redmond Trends and Changes

>REDMOND 2050

Transit-Oriented Development (TOD) Study Area

- Implement transit-oriented development (TOD) on a large scale
 - Opening 4 new light rail stations
 - Two of station areas expected to be rebuilt almost entirely
- Loss of retail as older strip malls and office become mostly housing with minimal/nominal non-residential on first floor
- Rising Costs even in areas not redeveloping



Community Vision

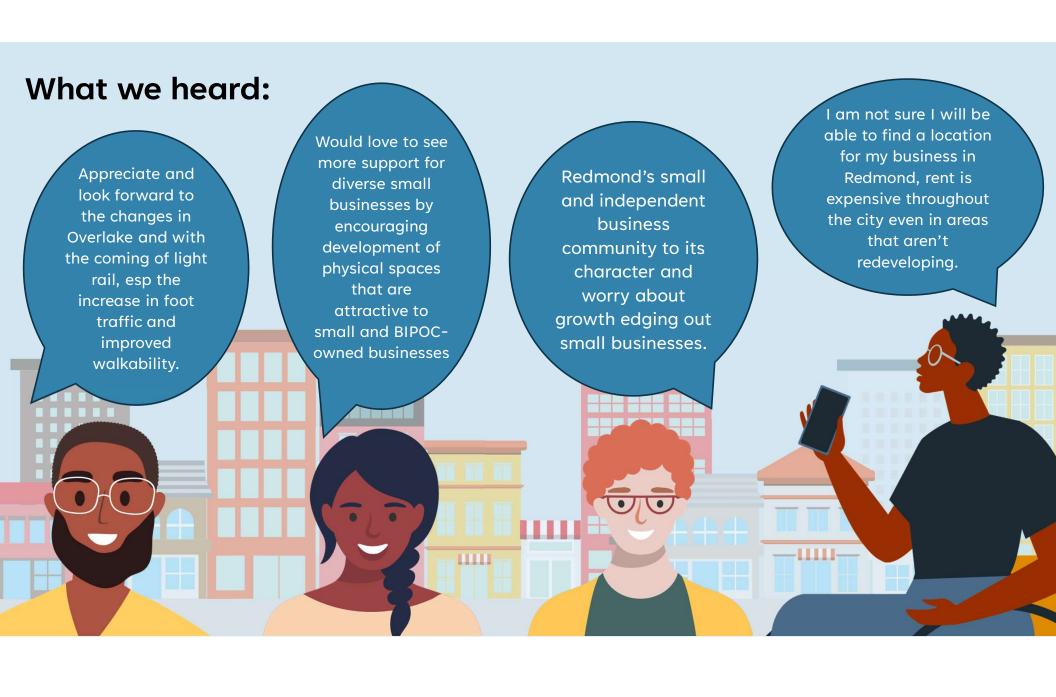
- Inclusive and Welcoming Community
- Sustainability & Resiliency
- Affordability & Displacement (housing and commercial)
- Local & Regional Accessibility
- Vibrant Centers & Neighborhoods
- Complete Neighborhoods





Local Considerations

1	Market	Consider the unique dynamics in your market. • Why is displacement happening? • What is the time horizon?
Ö	Meaning	 Consider the words you choose to describe the problem and solutions. Anti-displacement or business retention? Commercial v. Small Business v. brick and mortar retail? Retail = restaurant, services and retail.
<u>lih.</u>	Metrics	Consider what you are measuring and what is not being measured. If you start to measure retail square ft— what do you discover? How do you define need and set targets?
• • •	Money	Consider who is paying or has ability to pay. • Business, City, Developer? • What opportunity costs and colors of money are available or not available?
-	Motivation	 Consider intent and value proposition for different stakeholders What are the city priorities and developer opportunity costs? Where is there expertise or need for additional resources and support?



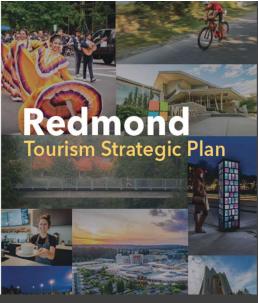
What is Redmond doing?

- 1. Intentional and Aligned Planning
- 2. District Development
- 3. Development Incentives
- 4. Creative Opportunities
- 5. Business Support



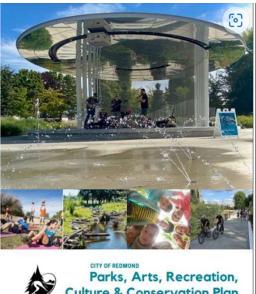














> REDMOND 2050
From suburb to city

Collaboration and Planning

- Interdepartmental communication & teams
- Shared definitions
- Data sharing
 - Qualitative and Quantitative
 - Retail Vacancy and Space shrinkage
- Shared solution identification

Cultural Districts

Redmond is committed to safeguarding the historical, social, and economic value of its neighborhoods to strengthen understanding and appreciation of our significant places and cultures, including partnering with local tribes.

As part of Redmond 2050, the City established Cultural Districts, including the new Overlake Intercultural District and the Marymoor Village Arts & Cultural District.



New Incentive Program



Points based menu of options

Stackable bonuses based on outcomes TOD Focus
Areas have
different
priorities and
greater
incentives

Adds equity, antidisplacement, and other Redmond 2050 goals and priorities

BIPOC business protections, preservation



First few years get the most benefit, highest incentive



Triple incentives for mass timber projects for first few projects, hoping for mass timber tower in Overlake

Incentives

Other incentives offered include:

- Support for BIPOC-owned businesses in Overlake Intercultural District and Arts and Cultural Businesses in Marymoor Village Arts & Culture District
- commercial kitchens, food courts, farmers markets to help support alternatives for small business
- inclusive design features to ensure spaces and places are accessible for all ages and abilities
- arts & cultural related incentives as part of our inclusive and welcoming community goals

Small Business / Affordable Commercial Spaces

Small Commercial spaces (offers coop spaces or other varieties of spaces)

micro spaces - less than 600 sq ft

small spaces - 600 to 2000 sq ft

Small Commercial condo/ownership bonus

Affordable Commercial (20%+ non-res space at 20% reductions from market rents)

5-9 years

10 or more years

In perpetuity/ Life of building

Displaced Business Bonus

Shell building enhancements to Minimize TI Improvement Costs

Buildout for restaurant uses in shell (grease traps, venting, etc.)

Displacement Assistance

Displaced business relocation (includes design of spaces to limit tenant improvement costs)

Relocation package offering financial assistance to off-set the cost of moving, tenant improvements, and/or impact fees for a new business location

First right of refusal for new spaces offered to existing on-site residents/businesses

Community Services Co-location / Affordable Commercial Spaces

Childcare Facilities (10% reduction in market rents)

Co-location agreement with School District(s) or other educational organization/business

Co-location agreement with social services, cultural or art organizations, or other non-profit (with affordable commercial package)

Co-location of child-focused or child-friendly business (wordsmith this) - karate, dance, music, gymnastics, study/tutoring, indoor playground, children's museum, theater, etc.

Emergency Management Staging/Storage Agreement with city or other emergency management agency

Housing Developer Support: Encourage & Maximize Mixed-Use Potential



- Market Data
- Retail Real Estate Advising
- Displaced Business Matchmaking

Creative Opportunities

New Mixed-Use Zones / "No Net Loss" in UMU zone

Complete neighborhoods

Food truck / Pop-Up Retail Uses

Accessory Commercial Allowances

Matchmaking





Small Businesses and Entrepreneurship Resources

www.Redmond.gov/1935/small-business-support



































Case Studies and Connections



In 1990, Together Center founders recognized the need for owned and controlled space to offer low-cost space to other agencies. The founders purchased a failing strip mall in downtown Redmond for \$1.6 million became one of the first nonprofit multi-tenant centers in the nation.

Overlake TOD

Nearly 10,000 sq ft of ground floor space dedicated to a coalition of partners serving businesses in East King County and beyond, including a space for business assistance providers, a shared commercial kitchen, incubation retail space and more.



Supports jurisdictions in designing and deploying infrastructure investments in ways that support equitable development and benefit residents and businesses through a coordinated approach to connect transportation with other crucial investments like housing.



The City of Redmond is promoting a "Passport Challenge" to encourage local holiday shopping & dining. The program's goal is to support Redmond's small businesses.



The BCO Fund secures fixed, affordable rents for business owners. This financial stability keeps current neighborhood businesses in place and brings displaced business owners back to their communities



SBAN includes policymakers, nonprofit advocates, technical assistance providers, real estate developers, financial institutions, scholars, and small business owners who work to prevent displacement of BIPOC- and immigrant-owned businesses. We share knowledge and collaborate to advance innovative policies and practices that keep small businesses in place.



Register now and join us November 14

The Summit on Community Ownership hosted by the Small Business Anti-Displacement Network, will be a virtual, day-long event focused on long-term solutions that allow community members and stakeholders to control commercial assets, land, and enterprises.

antidisplacement.org/2024-summit/





Helping small businesses learn how to build and own their spaces for long-term stability

Incremental Development grows the capacity of regular people to develop hard-working, loveable small buildings in their neighborhoods.

We offer **aspiring small business owners and developers** training and mentorship to help them take the first steps toward their small-scale real estate development projects.

We coach **civic leaders** how to cultivate patient, healthy real estate development at scale accessible to locals, starting with supportive regulation.

https://www.incrementaldevelopment.org

Incremental Development Alliance

Upcoming Events

nov O5	Small Bites: Market Deep Dive for New Carlisle 12:00 PM - 1:00 PM CST Virtual Session Presented by Sharon Woods
12	Southern Indiana: Small Scale Development Lecture 1:00 PM - 2:30 PM EST FREE Virtual Session
14	Small Scale Development Workshop 9:00 AM - 5:00 PM Indianapolis, IN Englewood Community Development Corporation
nov 21	Small Bites: Cost vs. Value 12:00 PM 1:00 PM CST Virtual Session Presented by Jennifer Krouse
dec O3	Virtual Small Scale Development Workshop Dec 3rd - Dec 12th Four 2-hour sessions
dec 10	Small Bites: Mixed-Use Buildings 12:00 PM 1:00 PM CST Virtual Session Presented by Richard Price
^{feb} 25	Virtual Small Developer Boot Camp February 25th - March 25th Five 3-hour sessions

https://www.incrementaldevelopment.org/events



Learn More and Connect

City of Redmond

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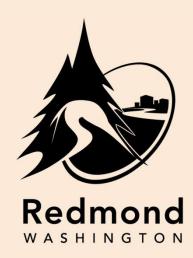
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Place-based Scenarios for Engagement & Collaboration

Test Your Knowledge

Read the vignette and complete the following using a Mural board:

- 1. Identify the **partnership structure(s)** that you would recommend to bring the right people to the table.
- Identify at least one housing action that could produce new housing, preserve existing housing, or protect tenants and homeowners.
- Identify at least one small business action that could produce new affordable commercial space, preserve existing businesses, or protect commercial tenants.

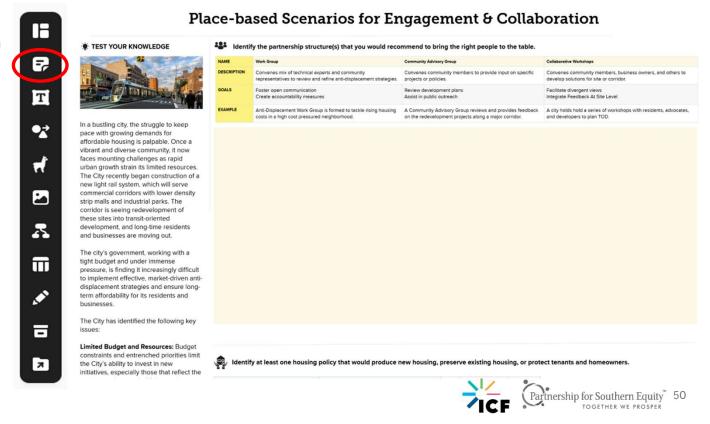
Place-based Scenarios for Engagement & Collaboration

Mural Instructions

 Click on the Mural link provided in the chat or scan the QR code and enter as a visitor.



- Select the post-it icon to add to the board.
- Choose a color and type your response.
- Place the post-it note in your desired location.



Contact for More Information

Stay Tuned for HUD TCTA Anti-displacement Tool!

Contact Information

- Kyle Smith, ICF: <u>kyle.smith@icf.com</u>
- Jennifer Cobb, Partnership for Southern Equity, jcobb@psequity.org
- Philly Marsh, Redmond, WA, pmarsh@redmond.gov
- Ian Lefcourte, Redmond, WA ilefcourte@redmond.gov

TCTA Website

https://www.hudexchange.info/programs/tcta/



find redmond logo and update this corner Sanchez, Sara, 2024-11-08T01:22:51.643 SS0

Thank you for your participation!



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