

#### The Brownfields Redevelopment Process

- **Background & History**
- **Development Process**
- **Due Diligence**
- **Collaboration & Clean up**



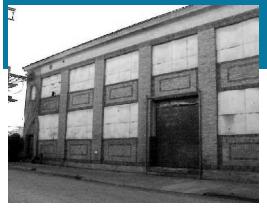


### **CCLR Program Areas**

- **Technical Assistance to Community Developers**
- Policy & Legislative Research

- Training for Redevelopment **Specialists**
- www.cclr.org
  - Resource Center
  - Media Gallery

### **Definition & Overview**







- EPA definition "real property, the expansion, redevelopment, or reuse of which may be complicated by the presence or potential presence of "toxic substances""
  - Estimated 1,200,000 sites nationwide
  - Examples: most vacant or underutilized industrial or commercial property such as gas stations, landfills, transferred military sites, manufacturing, office, etc.

## How the problem evolved?



- Love Canal
- Unintended Effect of Environmental Laws
- Joint and Several Liability
- Enforcement Policies Targeting Lenders
- Lender Liability Laws
- Ignorance of the Science of Contamination
- Local area-wide concerns

## **Brownfields Stigma**

- ♦ Cost uncertainty -- What will I have to pay? ...and when?
- ♦ Legal uncertainty Will I be responsible for contamination I did not cause? Do I really want to buy this property? What does AAI mean?
- Regulatory uncertainty -- What will they want, and when will they want it?
- ♦ Financing uncertainty -- Will anybody finance my project?
- ♦ Time uncertainty -- How long before I can really build?
- ♦ Community uncertainty Will the City like my proposal? Will there be NIMBY, density and other Infill issues?

## **Cost Uncertainty**

- Phase I
  - AAI, Records search, interviews, inspections
  - **-** \$5,000**-**\$10,000
- Phase II
  - Sample collection & analysis soil, groundwater, vapor
  - Compare samples with "remediation goals"
  - \$20,000 \$000,000's depending on size/complexity
- Other Studies
  - Feasibility Study, Risk Assessment, Sampling Plans, Cleanup Plans, Workplans, etc
- Cleanup
  - \$10 / sf > + + + + + +

## **Regulatory Uncertainty**

- U.S. EPA
- Hawaii Department of Health
- County Health

# Periods of Collaboration & Cooperation

- 1st Generation:1980's to early1990's
  - States enact Superfund-like cleanup laws
  - Command & Control from Regulatory Agencies
  - Horror stories create often unfounded fears related to contamination
- 2<sup>nd</sup> Generation: Mid-1990's to 2000's
  - Realization of unintended consequence of strict liability & heavy handed regulation
  - States enact Voluntary Cleanup Programs
  - Client-based, regulators hands-off
  - Private Sector-led redevelopment

# Evolution cont'd...



 Collaboration WITH State Government

- Community-led redevelopment
- 3-E's: Economy, Environment, Equity
- Solving multiple community goals
- Leveraging Resources
- Connection with climate change: HUD/DOT/EPA Sustainable Communities Partnership



# Components of a Brownfields Program

- ♦ Community: obtain City leadership, convene stakeholders, address concerns, incorporate plans
- ◆ Technical: collect and analyze good information
- ♦ Regulatory: coordination, screening criteria, assistance, legal and acquisition strategies
- ♦ Financial: site assessment and remediation assistance loans and grants
  - <u>Seed</u> funding and assistance to local government and communities are available through various programs.

# Rule-of-Thumb Steps in a Brownfields Redevelopment Project

- Determine Nature & Extent Contamination
- Partnership among Community, City, Regulators & Developer
- Incorporate land use in cleanup design
- Incorporate other development strategies

#### **Remediation Considerations**

#### **Before**

- Due Diligence (AAI Phase I, Phase II, etc.)
- Stakeholders & roles
- Public access, access to affected soil and water, activities
- Planning design, acquisition, finance, etc.
- Myths & strategies for soil, vapor and water
- Liability & assurance
- Various ownerships, site control
- Costs

#### **During**

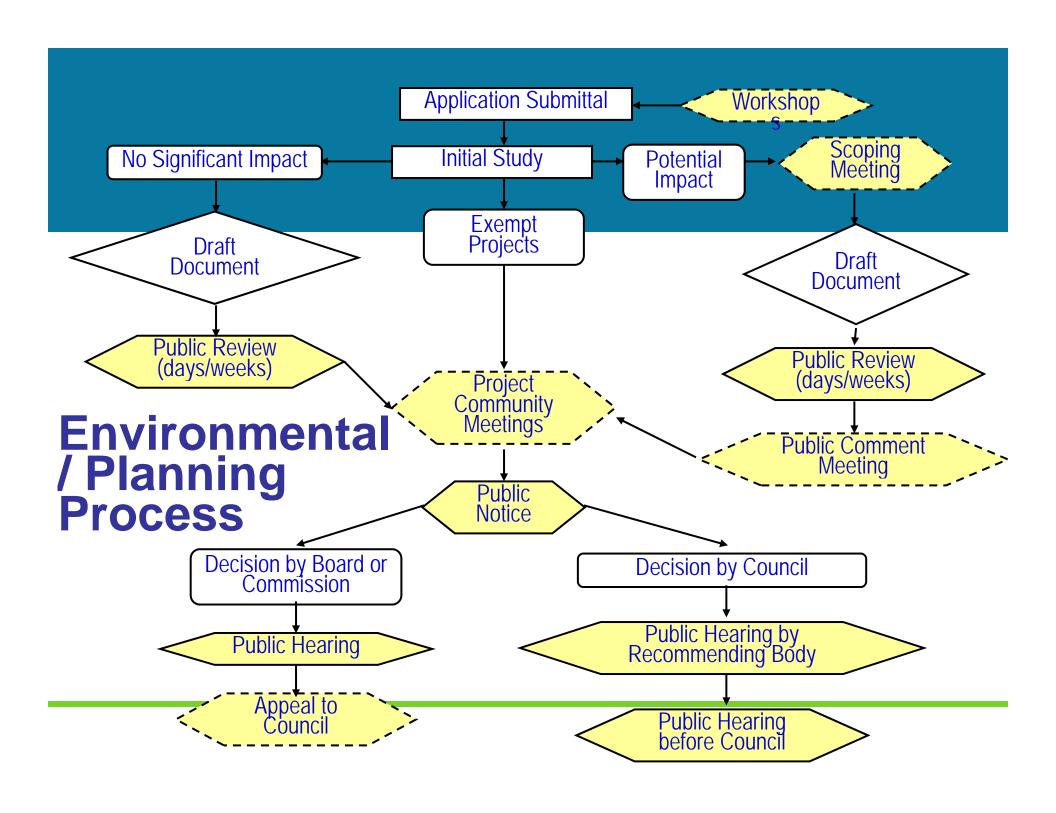
Remediation impacts: Dust, noise, run-off, etc.

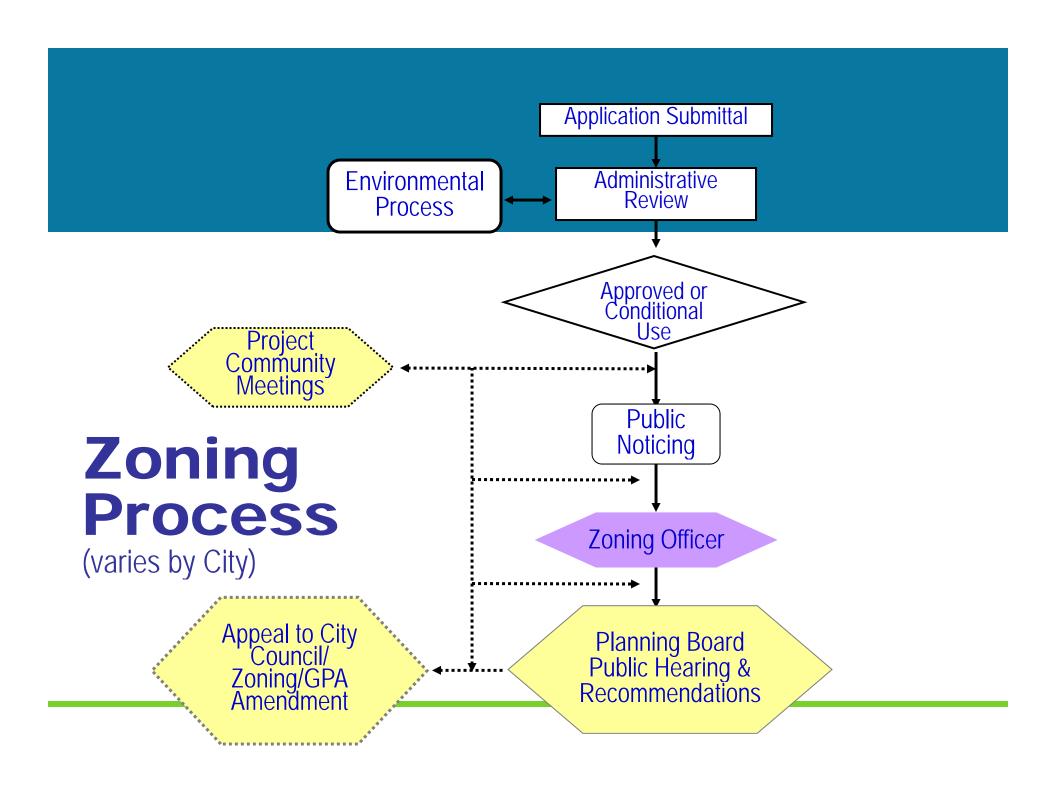
#### After

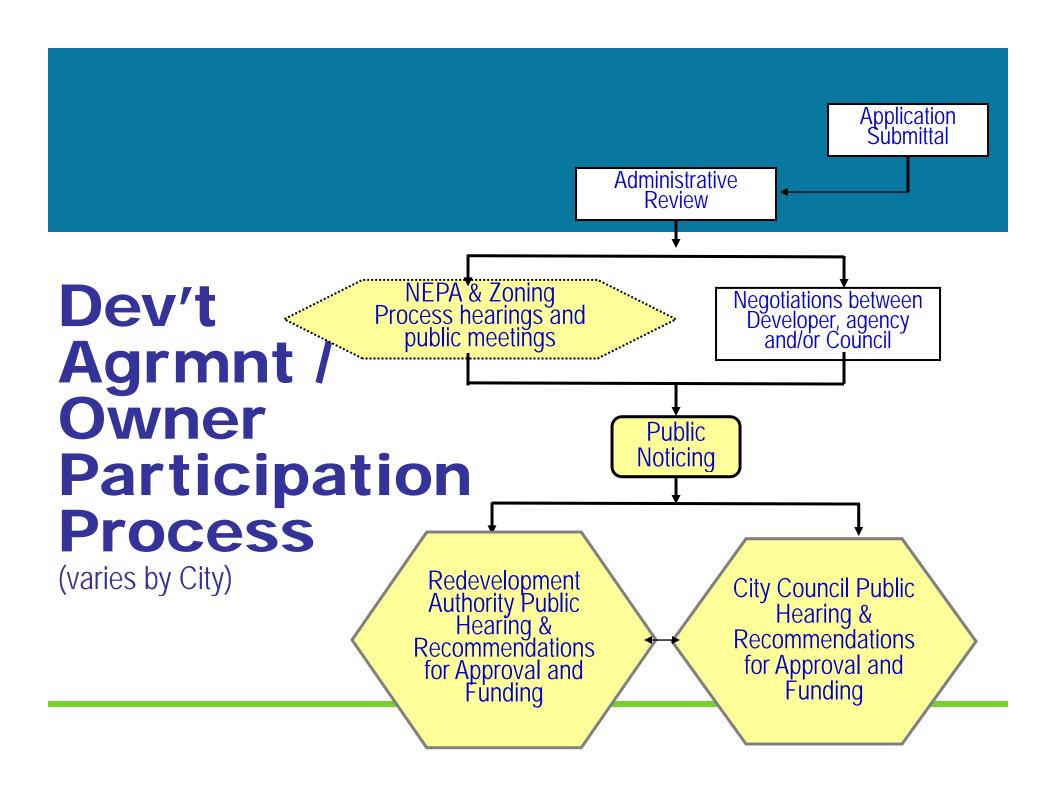
Recording, maintenance & enforcement

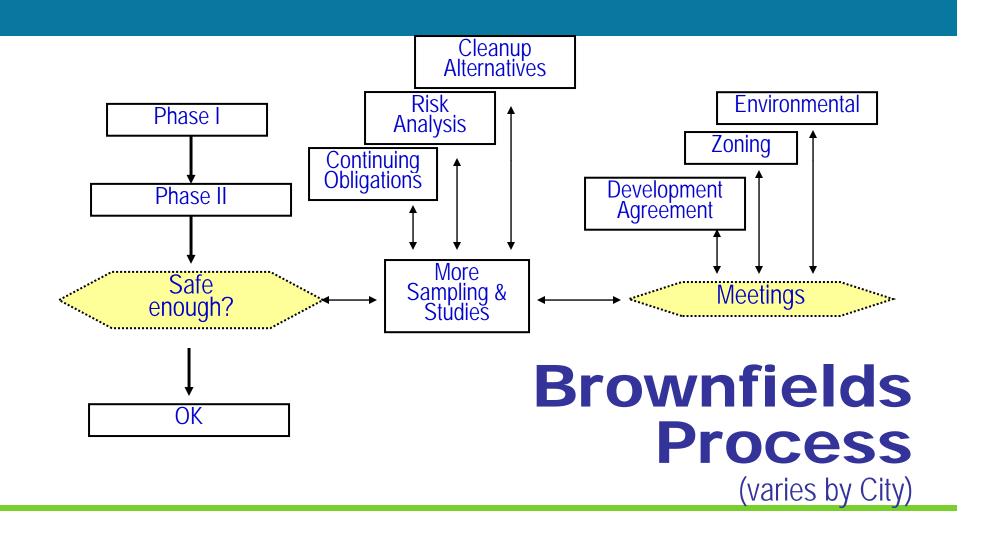
## Remediation Strategies

- For Soil, Groundwater & Vapor
- Remove and dispose
- Limit exposure
- Use controls
- Engineering & institutional
- In-Situ & Ex-Situ Treatment
  - Chemical, Physical or Biologic treatment









# Other Funding & Project Approval Considerations

- Regional authority
- Transportation
- Housing
- Parks
- Flood plain
- Air Board
- Special districts, etc.

## Federal & State Funding

- Sustainable Communities Partnership:
  - Environmental Protection Agency (EPA)
  - Housing & Urban Development (HUD)
  - Transportation
- Economic Development Admin. (EDA)
- Energy
- Agriculture (USDA)
- Other Federal Funds

- Hawaii Brownfields
  Program
  - State 128 funds
  - Hawaii Brownfields
     Cleanup Revolving
     Loan Fund (HBCRLF)

Many require demonstration of public support

#### **Lessons Learned**

- Brownfields projects are real estate projects with a haz mat twist
- If possible, have a reuse plan
- Don't overreact to contamination
- Speak to regulators early
- Expect & encourage collaboration