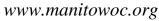


## **CITY OF MANITOWOC**

## WISCONSIN, USA





October 29, 2020

To: Mayor and Common Council

From: Paul Braun, City Planner

Subject: PC 33-2020: Canam Trust / Glastonbury Holdings LLC / Evergreen Real

Estate Group: Request for a Conditional Use Permit for an Adaptive Reuse Pursuant to 15.370(29) located at 1127 & 1133 S. 16<sup>th</sup> Street

At the October 28, 2020 meeting of the Manitowoc City Plan Commission, the Commission recommended to the Common Council the following action:

Approve the Request for an Adaptive Reuse Conditional Use Permit to Evergreen Redevelopment LLC for property's located at 1127 & 1133 S. 16th Street for the establishment of a 76 unit senior living facility under the following conditions:

Evergreen Real Estate Group Attn: David Block 566 W. Lake Street Suite 400 Chicago, IL 60661 Canam Trust / Glastonbury Holdings LLC Attn: Tim Martinez 2480 Victoria Drive Manitowoc, WI 54220

Granicus #: 20-1051

Attachments: Application Letter, Map & Conditions

## REQUIREMENTS FOR ADAPTIVE REUSE CONDITIONAL USE PERMIT (CUP) APPROVAL FOR EVERGREEN REDEVELOPMENT LLC 1133 AND 1127 S. 16<sup>TH</sup> STREET 11/16/2020

Re: PC33-2020: The adaptive reuse CUP is granted exclusively to Evergreen Redevelopment LLC (EVERGREEN) or a yet to be formed LLC created by EVERGREEN pursuant to Section 15.370(29) of the Manitowoc Municipal Code ("Code") for property located at 1133 & 1127 S. 16<sup>th</sup> Street (Property"), and shall hereinafter serve as authorization for the location and operation of a Senior Independent Living Residential development. The area of the CUP is identified on the attached map and shall hereinafter be referred to as the "CUP Area". The CUP Area is defined as Tax Parcels # 000-292-260 & 000-292-150.

EVERGREEN is required to comply with the following conditions:

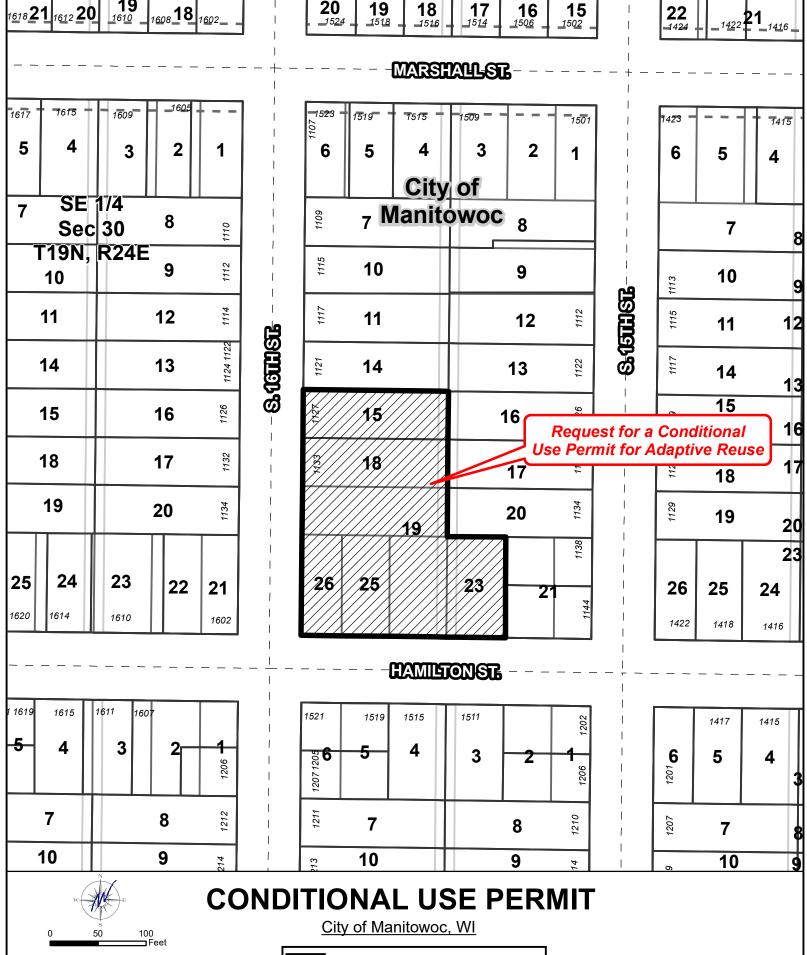
- 1. The CUP authorizing the siting and operation of EVERGREEN in the CUP Area shall not become effective and binding until the Common Council approves the CUP as outlined herein and all applicable permits, licenses and authorizations are in place.
- 2. Evergreen shall not assign or transfer its interest in the CUP to any party without the written approval of the Manitowoc City Plan Commission and Manitowoc Common Council. In the event the CUP Area is sold or leased to a party other than an entity in which Evergreen has a controlling interest, the CUP shall then terminate effective the date of conveyance and the subsequent owner shall reapply for a new CUP.
- 3. Compliance with all federal, state and local regulations, licensing and Code requirements.
- 4. The maximum number of dwelling units in the building allowed is 76. Evergreen shall provide at least 39 off-street parking spaces for the residents.
- 5. All exterior lighting from the CUP area shall be contained to the site and shall not extend over the property lines onto adjoining properties. Light emitted from the site shall not exceed 0.1 foot candles at the adjoining or abutting residential property line.
- 6. Evergreen shall submit a site plan for any exterior parking lots, said parking lots shall have a site obscuring fence, hedge, barrier or similar structure in between the parking lot and any residential use. Evergreen shall work with the Community Development Department on the site plan.
- 7. Garbage receptacles / dumpsters, when stored outside, shall be leak proof, secure against rodents and have permanent, tight fitting covers. Garbage receptacles / dumpsters shall be stored in an unobtrusive area and shall be screened from off-premises view with a site obscuring fence, wall or evergreen hedge and gate. The Community Development Department shall approve

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dumpster/garbage locations and the site obscuring treatment.

- 8. A maximum of up to 1,000 s.f. of the first floor may be used for public retail or business uses, said uses shall be compatible to the neighborhood. Said uses shall be similar to a coffee shop, bakery, salon or other traditional neighborhood type uses. There shall be no exterior display of products or services other than signage.
- Non-compliance with the terms of the CUP may result in the modification of the terms and conditions of the CUP, issuance of citations and financial penalties, or immediate revocation of the CUP.
- 10. Exterior signage for the building shall be up to a maximum of 100 square feet. The type and location of the signage shall be approved by the Community Development Department prior to installation. Animated or electronic message signs shall not be permitted. All building and sign lighting shall not create a nuisance for the neighboring properties.
- 11. The building uses shall be limited to residential uses or the limited retail uses as mentioned in #8 above. I-1, Light Industrial uses shall not be allowed unless approved by the Plan Commission and Common Council.

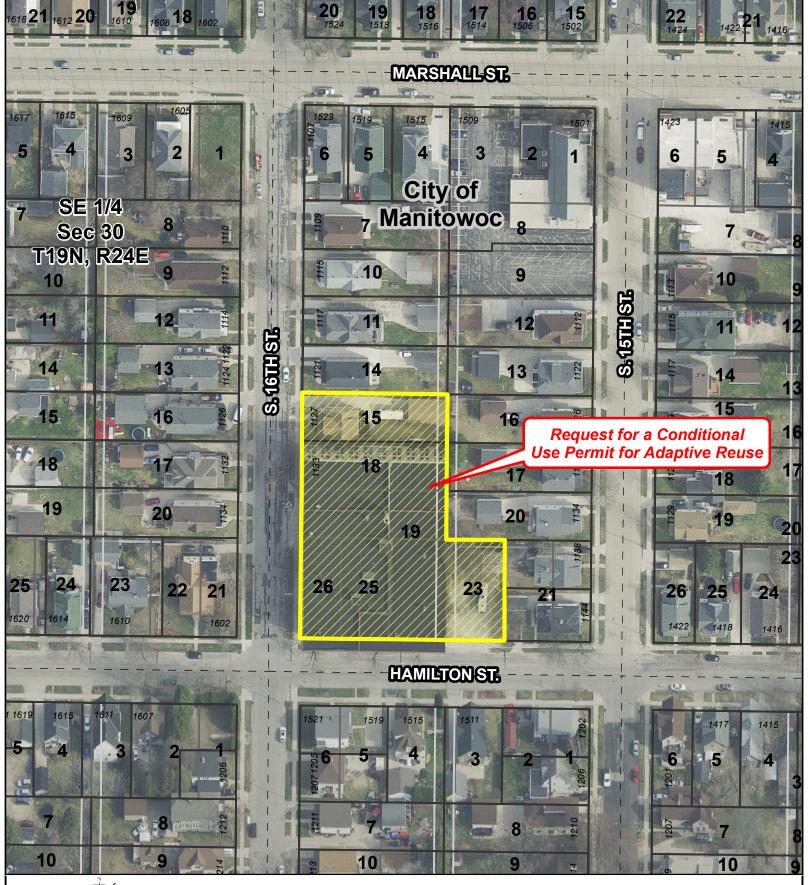
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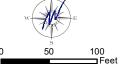


DISCLAIMER: Maps and associated data are believed to be accurate, but are not warranted. This information is not intended for legal, survey, or other related uses. Please obtain the original recorded documents for legal or survey information. Prepared by City of Manitowoc Community Development Department www.manitowoc.org

are not ed uses. jon. Area of Conditional Use Permit for Adaptive Reuse

PC 33-2020 1127 & 1133 S. 16th St.





## **CONDITIONAL USE PERMIT**

City of Manitowoc, WI

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PC 33-2020 1127 & 1133 S. 16th St.



October 13, 2020

Mr. Paul Braun and Mr. Adam Tegen City of Manitowoc Community Development Department 900 Quay Street Manitowoc, WI 54220

RE: Conditional Use Permit Request – Adaptive Reuse of former National Tinsel Manufacturing Building

Dear Mr. Braun and Mr. Tegen:

Evergreen Real Estate Group is requesting an Adaptive Reuse Conditional Use Permit for the redevelopment of 1133 S. 16<sup>th</sup> Street, Manitowoc, WI, also known as the former National Tinsel Manufacturing building. We request this Conditional Use under Section 15.370 (29) of the Manitowoc Municipal Code (the "Code"). This building meets criterion (b)(3) of this Section: "Buildings individually listed in the National Register of Historic Places, or 'contributing' structures identified in the 'Manitowoc Intensive Resource Survey Final Report' dated June 1988, and as may be amended from time to time", as the National Tinsel Manufacturing building is listed in the 1988 Manitowoc Intensive Resource Survey Final Report. When the project is completed the project will also be listed on the National Register of Historic Places. 1127 S. 16<sup>th</sup> Street will also be part of this project, though we anticipate only minor changes to that parcel to incorporate additional parking spaces for the primary development.

Evergreen Real Estate Group is a dynamic residential development, property management, and construction company with an experienced leadership team and a fresh outlook on the challenges of affordable and mixed-income housing development. The development team within the Evergreen Real Estate Group develops, finances, constructs, and operates high-quality affordable multifamily housing developments in a range of communities, from the heart of Chicago to the heartland communities around the Midwest. Evergreen Real Estate Group has received more than 80 LIHTC awards for its projects and boasts a portfolio over 10,000 units owned and managed, serving 15,000 residents in 9 states.

The National Tinsel Lofts will be a \$15 million adaptive reuse of the historic National Tinsel Manufacturing building located at 1133 S. 16<sup>th</sup> Street. The project will redevelop the notable building into a senior independent living residential development containing approximately 72 units of one-bedroom and two-bedroom apartments, with 39 total parking spaces, designed to serve seniors aged 62 and up. All units will be for area residents who are at or below 60% of the area median income, though as a practical matter our research indicates that the higher end of the restricted rents are currently at market rate in Manitowoc. The rents will range from \$367-\$743 for 1-bedroom units and \$775-\$892 for 2-bedroom units. The property will include on-site laundry, on-site storage, a fitness room, a resident community room, as well as a business center for the residents. The apartments' finishes will have a contemporary, loft-like appearance, and amenities will be in line with market rate rental units in the area.

Phone: 312-382-3259

Fax: 312-382-3220



Additionally, we intend to develop a community space on the first floor of the building to act as a place for local community members to use for neighborhood meetings, small parties, and other local gatherings and events, in order to keep this historical building accessible and provide tangible benefit for local community members. The redevelopment plan also includes 1127 S. 16<sup>th</sup> Street a single-family home directly north of the National Tinsel Manufacturing building. We will incorporate this property into the project potentially as a home for the property manager of National Tinsel Lofts, or we will rent the property at market rates or with a restricted rent.

The redevelopment will maintain historic elements of the building including the exterior façade, some windows, and other interior building elements as required by the Secretary of the Interior's Standards for Historic Rehabilitation. Building systems including electrical, plumbing, and HVAC, and roof will be fully restored, repaired, or replaced as appropriate. The development will generate more than 100 construction jobs, as well as create one new full-time and one part-time property management and building maintenance positions.

The building is currently serving as a light industrial and office space, having been fairly active until commercial activities ceased there some years ago. This property is located in a quiet, quaint, and primarily residential neighborhood and the building is obsolete for modern industrial and office users to locate there. With the project targeting the senior citizen population, there will be reduced parking and traffic congestion to the neighborhood, eliminating large commercial truck traffic as well. The building is past its functional life in its current form and has potential to serve and benefit the neighborhood and City of Manitowoc for the long term.

We believe the National Tinsel Manufacturing Building meets both of the criteria listed in Section (c) of the Code: "(1) the reuse of a building is made more difficult to the extent that the marketable value of such properties may be substantially diminished; and (2) the adaptive reuse of a building furthers the promotion and conservation of the economic value of such buildings and thereby protects and improves the City's tax base." The building is functionally obsolete for its original intended purpose as a manufacturing facility, and as the lines around the block have shown during the liquidation sale for the Christmas-themed merchandise now being sold at the property, the building is not well-equipped from a parking or access perspective to serve as a retail or office property, nor is the location for such uses appropriate at the heart of a residential neighborhood. The redevelopment of the former National Tinsel Manufacturing building will increase the value and reposition the property to its highest and best use. Based on comparable properties within the City of Manitowoc, it is anticipated that the taxes collected on this property when redeveloped will increase substantially from their current level.

The project intends to demolish the small loading dock structure to the east of the main building to provide additional parking spaces; the parking lot east of the building will continue in its current function as off-street parking. Additional parking spaces will be introduced inside the building, and on the property at 1127 S. 16<sup>th</sup> Street immediately to the north of the National Tinsel building. A total of 39 parking spaces, several more than the required one parking space for every two age-restricted units, will be provided. No additions to the building's footprint are currently planned. The redevelopment plan will likely extend one or both of the building's existing stair cores and one of the elevator cores to the roof level, allowing us to develop a roof terrace for the use of residents and visitors.



The National Tinsel Lofts project will submit for an allocation of both State of Wisconsin and Federal Low Income Housing Tax Credits through the Wisconsin Housing and Economic Development Authority (WHEDA) in early December 2020. We will also be pursing State of Wisconsin Historic Tax Credits, as well as Federal Historic Tax Credits to fund this project. We have begun the process of the Federal Historic Preservation application, as well as other preliminary predevelopment activities, including an environmental assessment and market study. WHEDA will announce the projects awarded tax credits in April 2021. It is anticipated that the project will begin construction in late 2021 or early 2022 and complete construction in late 2022.

We are very excited about the potential of this project and the benefit it will bring to the City of Manitowoc. We look forward to a favorable review by your department and the City Plan Commission and/or the City Council.

Please feel free to call me at (312) 382-3259 if you have any questions.

Thank you for your assistance with this important project.

Sincerely,

David Block AIA AICP Director of Development

Cc: Tim Martinez, Realty Executives (representing ownership)
Javonni Butler, Evergreen