# QUARTERLY BROWNFIELD ROUNDTABLE

June 2, 2022

Office of Brownfield & Community Revitalization





# Opportunities for NJ's local governments and nonprofits to showcase brownfield redevelopment projects and obtain valuable advice, guidance, and resources

#### Colette Santasieri, PhD

Executive Director, NJIT Technical Assistance to Brownfield Communities Program (NJIT TAB)

Executive Director, NJ Brownfields Assistance Center @ NJIT

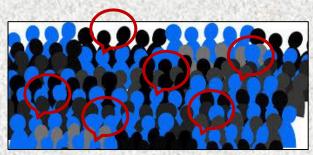




#### NJ IAWG Brownfields Collaborative Forum: July 12, 2022



Showcase your brownfield project; Discuss the challenges you're facing



Obtain valuable advice, guidance, and resources from federal and state agencies/departments



Build/strengthen relationships with these federal and state agencies/departments

For more information, contact
Colette Santasieri
Santasieri@njit.edu

## Calling all NJ local governments and nonprofits!

Do you have a brownfield redevelopment project?

Would you like to obtain valuable feedback from an expert panel of real estate developers, investors, attorneys, and consultants, while also marking that site to potential real estate developers and investors?

Showcase your brownfield redevelopment project at Breaking Brownfields – an Urban Land Institute and NJ Brownfields Assistance Center @ NJIT event.

Contact Colette Santasieri for more information
Santasieri@njit.edu



ULI Northern NJ, in collaboration with the NJ Brownfields Assistance Center @ NJIT invite you to an interactive shark tank-like event where municipal officials will present their brownfield redevelopment projects and challenges to a multidisciplinary panel of experts. That panel of experts will then provide their industry-best technical know-how and advice on how to overcome project challenges, leading to successful redevelopment. Audience participation will also be encouraged. The program includes time for networking.

Tuesday, September 20, 2022 9:00am – 12:00pm

New Jersey Institute of Technology campus

Newark, NJ



## HDSRF Update

- Staffing
  - welcome to our new HDSRF Coordinator Charlotte Leon
- Status of the HDSRF
  - FY22 Uncommitted Balance = \$44,102,220
- HDSRF Recommendations
  - CY22 Recommendations = \$12,037,408

# The Brownfields Redevelopment Incentive Program

Barbara Vadnais, PE

Program Manager, Brownfields and Sustainable Systems, NJEDA bvadnais@njeda.com

June 2, 2022





#### **About the NJ Economic Recovery Act**

Governor Phil Murphy signed the **New Jersey Economic Recovery Act of 2020 (ERA)** into law on January 7, 2021.

The ERA creates a package of tax incentive, financing, and grant programs that will build a stronger, fairer New Jersey economy.

The ERA is made up of 15 programs including the **Brownfields Redevelopment Incentive Program (BRI)**.

EDA is currently developing rules to implement the BRI program

Visit the NJEDA's website at <a href="https://www.njeda.com/economicrecoveryact">www.njeda.com/economicrecoveryact</a> to learn more about each of the programs within the ERA, or to provide general ERA feedback.



#### **Brownfields Redevelopment Incentive Program (BRI)**

Created by the NJ Economic Recovery Act of 2020, BRI will offer developers tax credits for remediation, abatement, and demolition activities to promote brownfield redevelopment and cleanup projects around the state.

#### **KEY PROGRAM FEATURES**



Offers tax credit incentives for developers upon completion of a brownfield remediation project



Program applies to costs of site investigation, assessment, and remediation



Maximum value of \$4 million per project (\$8M for GRM or Qualified Incentive Tracts)



\$50 million in tax credits per year





#### **Brownfields Redevelopment Incentive Program**

#### The BROWNFIELDS REDEVELOPMENT INCENTIVE will pair with the NJEDA's portfolio of brownfields products

## Program Design

- Annual cap: \$50 million
- ▶ **Project cap:** \$4 million (or 50% of the remediation costs whichever is less) and \$8 million (or 60% of the remediation cost whichever is less) for GRM and Qualified Incentive Tracts
- Tax Credit is **one-time tax credit** issued in the year of completion of remediation with **one-time** transfer
- Provides funds for assessment, investigation, and remediation activities, hazardous materials abatement, waste disposal, and structural remedial activities including demolition
- ▶ NJEDA will create evaluation criteria for the competitive application process
- Must demonstrate a project financing gap exists and the project is not economically feasible without the tax credit
- Prevailing wage rates required

### **Benefits to Developers**

- Will catalyze more remediation projects, including smaller projects, increase job creation and economic development, and provide for better budget planning:
  - Compensation for remediation of pollutants from the interior and/or exterior of contaminated building (ex. asbestos, PCBs, lead paint)
  - Integrating the tax incentive into a project's financing strategy can enhance project cash flow





### **Brownfields Redevelopment Incentive Program**

#### **Basic Eligibility**

- Project site is a brownfield
- In good standing with NJDEP, NJ Department of Labor and Workforce Development, and NJ Department of the Treasury
- Letter of support from governing body
- All remediation and construction workers employed paid prevailing wage
- Applicant did not cause or contribute to contamination
- Not economically feasible without the tax credit
- Demonstrate a project financing gap exists

Projects are NOT ELIGIBLE if they have already commenced site cleanup, unless they could not have known the extent of contamination.

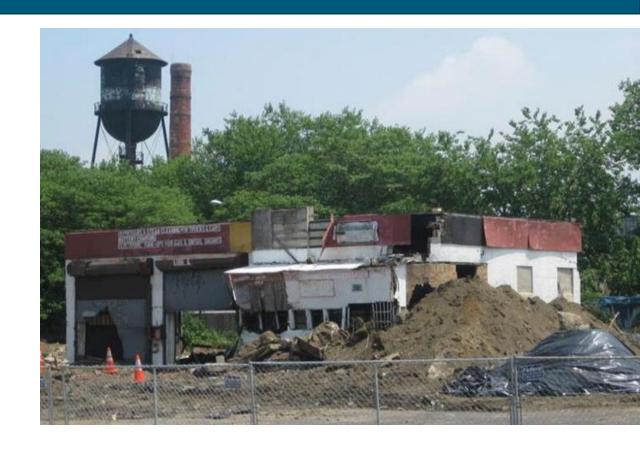




### A - Brownfield Redevelopment Incentive

#### **Eligible Activities**

- Soil, groundwater, and infrastructure investigation
- Hazardous materials assessment and survey
- Site remediation
- Hazardous materials or waste disposal
- Building and structural issues, including:
  - Demolition
  - Asbestos abatement
  - PCB removal
  - Contaminated wood or paint removal
  - Other infrastructure remedial activities





#### Opportunities for Engagement- Executive Order No. 63

Pursuant to Governor Murphy's Executive Order No. 63, the NJEDA is providing opportunities for groups and stakeholders to engage with the NJEDA in crafting rules around the Brownfields Redevelopment Incentive Program.

The NJEDA will be providing opportunities for public input on the draft rules for the BRI Program. Public listening sessions will be scheduled in the coming months on the draft rules. Please email <a href="mailto:bftaxcredit@njeda.com">bftaxcredit@njeda.com</a> to request to receive a notification when listening sessions are scheduled.

#### GENERAL ERA PROGRAM FEEDBACK

Provide general suggestions on one or more ERA programs prior to NJEDA releasing program-specific information.

You can use this website to provide thoughts on the ERA legislation and how NJEDA should implement the ERA programs.

## INFORMAL PROGRAM-SPECIFIC FEEDBACK

Provide specific feedback on draft program regulations, before they are approved by NJEDA's Board.

NJEDA will post additional draft ERA program regulations on this website for public input as they are developed.

#### FORMAL REGULATORY FEEDBACK

Provide formal public feedback on the proposed regulations approved by our Board.

All ERA programs will have a formal APA 60-day public comment period once proposed rules are published.





## CCI UPDATE

Frank Mclaughlin, CCI Manager



# Food Deserts in New Jersey

Vincent Caliguire





#### What is a Food Desert?

- What's the difference between a Food Swamp and a Food Desert
- Food insecurity issues in Rural vs Urban Areas
- Why is this problem so hard to fix?
- Is it all about getting Supermarkets?
- Do food banks and other Non- Profits help solve the big problem?



## Fred Byarm and Invincible City





New answers to old problems



## Salem City

#### Former Collingo's market



#### A New Beginning....





## Questions? or Comments?



## BREAK



## BROWNFIELD GIS LAYER

Joe Stefanoni, Bureau of Information Systems, GIS Specialist Bill Lindner, Office of Brownfield & Community Revitalization, Manager



#### **Contact Info & Links**

William Lindner, Office of Brownfields - William.Lindner@dep.nj.gov

Joe Stefanoni, Bureau of Information Systems - Joe.Stefanoni@dep.nj.gov

Office of Brownfields Webpage - <a href="https://www.nj.gov/dep/srp/brownfields/">https://www.nj.gov/dep/srp/brownfields/</a>

CCI Webpage - <a href="https://www.nj.gov/dep/cci/index.html">https://www.nj.gov/dep/cci/index.html</a>

**Brownfield Inventory GIS Layer –** 

https://gisdata-njdep.opendata.arcgis.com/datasets/brownfield-inventory-for-new-jersey/explore?location=40.153600%2C-74.765750%2C9.33



#### Contact Info & Links Cont.

#### KCSL GIS Layer –

https://gisdata-njdep.opendata.arcgis.com/datasets/known-contaminated-site-list-for-new-jersey/explore?location=40.139150%2C-74.746500%2C8.72

#### SRP Profile in NJ Geoweb Internet Version —

https://njdep.maps.arcgis.com/apps/webappviewer/index.html?id=25d1cd0ae75048b1a7867971392b6995

#### DCA NJ Community Asset Map -

https://njdca.maps.arcgis.com/apps/webappviewer/index.html?id=96ec274c50a34890 b23263f101e4ad9b





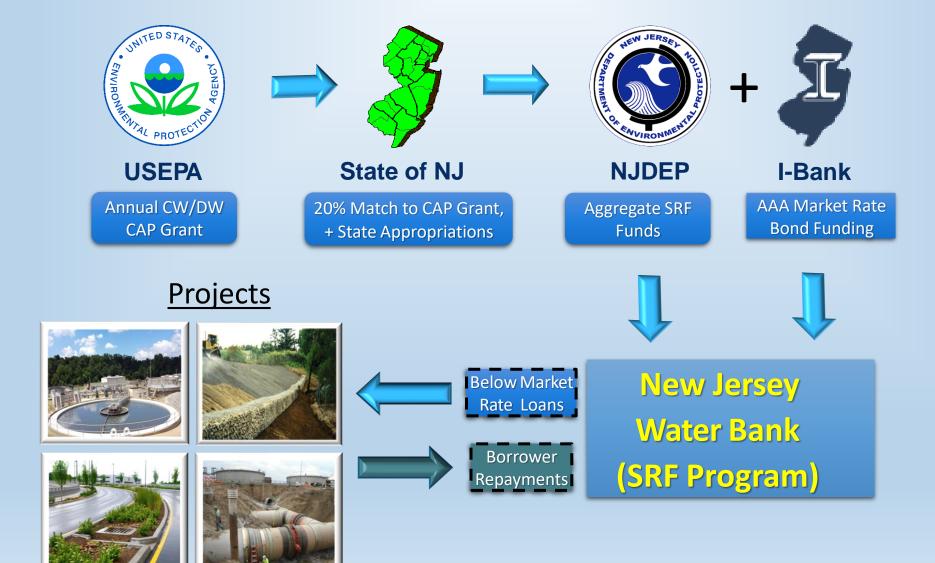
# Clean Water and Drinking Water SRF Funding Programs

Brownfield Quarterly Roundtable - 2022 Q2 June 2, 2022

Paul Hauch
NJDEP, Division of Water Quality
Municipal Finance and Construction
Paul.Hauch@dep.nj.gov



#### **Water Bank Sources and Uses of Funds**



## Water Bank Program Stats (Since 1987)

Over **\$7.6 billion** in low-interest long term loans

**\$2.76 billion** in savings to ratepayers

Average borrower saves \$0.5M in interest expense per \$1M borrowed

Over 140,000 direct construction jobs generated throughout the State

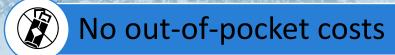
**1,666 projects** financed and completed

\$1.48 billion in shortterm loans to 209 active construction projects



#### **Benefits of Water Bank Loan**





#### **Clean Water**

#### **Eligible Recipients:**

- Local government units, municipal utilities authorities, counties, regional water authorities that own stormwater or wastewater collection and treatment works
- Private entities (through public conduit borrowers above)
- Private colleges and universities (nonpoint source only)

#### **Not Eligible for Assistance:**

- Federally-owned stormwater or wastewater collection and treatment works (i.e. military bases or prisons)
- Privately-owned wastewater and stormwater collection and treatment works





#### **CWSRF Eligible Storm Water / GI Projects**

- Pervious paving
- Rain gardens
- Bioretention basins
- Engineered wetlands
- Rainwater harvesting
- Green roofs / cisterns
- Subsurface storage
- Land conservation
- Urban tree canopy
- Vegetated swales



Elizabeth City CSO / GI Storage Project

## NJWB – Clean Water Eligible projects Stormwater - Green Infrastructure



**Porous Pavement & Rain Garden - Hoboken City** 



Permeable Parking Lot at EPA – Edison, New Jersey



Rain Garden - CCMUA Phoenix Park

# Clean Water Eligible projects Site Remediation – Brownfield, Landfill





**Brownfield Project** 

**Burlington County Landfill Project** 

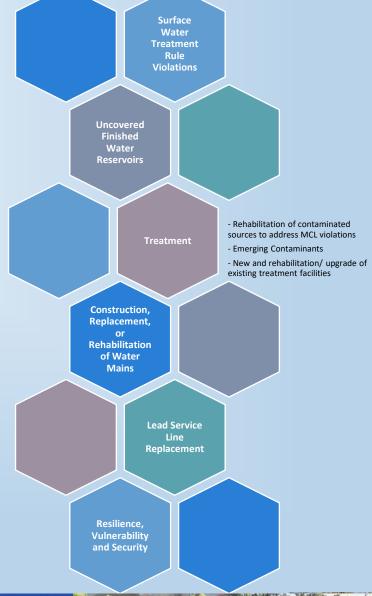
#### **Drinking Water**

#### **Eligible Recipients:**

- Privately-owned (including investor-owned) and publicly-owned community water systems (towns, boroughs, municipal utilities authorities, counties, regional water authorities, other local government units, etc.) with projects that help protect, maintain, or improve water quality are eligible for participation in the Water Bank
- Non-profit noncommunity water systems

#### **Not Eligible for Assistance:**

- Federally-owned drinking water systems (i.e. military bases or prisons)
- For profit noncommunity water systems





#### **Bipartisan Infrastructure Law (BIL)**

#### <u>Clean</u> <u>Water</u>

\$72 million for any eligible clean water project

(49% must be used as PF or grants for projects)

\$4 million for projects that address emerging contaminants

(100% must be used as PF or grants for projects)

# Drinking Water

\$31 million for any eligible drinking water project

(49% must be used as PF or grants for projects)

**\$49 million** for projects to address **lead** in drinking water

(49% must be used as PF or grants for projects)

\$13 million for projects that address emerging contaminants

(100% must be used as PF or grants for projects)

#### Total Impact

first year. Funds will increase and average \$200M per year or \$1B over the 5-year period.

With state match and leveraging, this will result in \$440M/year in project funding due to the new BIL funds

\$440M BIL Program + \$480M Existing Base Program will result in over \$900M available funds per year.

Over \$900M available for project funding each year over the next 5 years!



# How to Use Over \$900M for Water projects - Intended Use Plan

- ✓ Sets the Commissioner's (DEP) funding priorities and establishes funding packages for the year, including Principal Forgiveness
- ✓ Also establishes:
  - ☐ Project Eligibility
  - ☐ Ranking System
  - ☐ Project Priority List
  - ☐ Affordability Criteria
  - ☐ Non-Project Set Asides

#### **Funding Priorities and Ranking**

#### **Clean Water**

- Project Discharge Category
   — Points related to project discharge category for WW treatment facilities. CSOs and SSOs receive the most points.
- Stormwater and Nonpoint Source Pollution Management Facilities Project Categories
- Water Use/Water Quality Points Points awarded based on the designated water uses of the receiving water as well as the existing water quality conditions compared to ambient water quality standards.
- Sustainable Community Planning Activities
- Climate Change & Resilience
- Environmental Justice Communities in Service Area (Economic Criteria)

#### **Affordability/Disadvantage Community Criteria**

A project (CW or DW) meets either of the following two criteria are considered to have satisfied the **State's Affordability Criteria**:

- Project Affordability Score of 80 or less; or
- The project is eligible to receive 80 Environmental Justice Economic Overburdened Community Criteria ranking points.

#### **Project Affordability Score:**

Project (MHI) Factor – Project(UE) Factor – (PT) Factor

### **Environmental Justice Economic Overburdened Community Criteria:**

35% of the households served by the project, on a municipal basis, qualify as low-income households (at or below twice the poverty threshold).

# Clean Water Base, BIL General Supplemental, BIL Emerging Contaminants - PF - \$117M (\$67M new, \$50M carryover)

Clean Water Principal Forgiveness	Projected Amount of Principal Forgiveness Available	Principal Forgiveness Share of Project Costs	Principal Forgiveness Cap per Applicant
CSO Abatement	\$30M	50%	\$5M
CSO Abatement/Affordability	\$30M	<mark>100%</mark>	<mark>\$5M</mark>
Water Quality Restoration	\$6M	50%	\$2.5M
Affordability Criteria	<mark>\$36M</mark>	<mark>100%</mark>	\$2M
Energy and Water Efficiency Projects	\$10M	50%	\$2M
Emerging Contaminants	\$4M	100%	\$2M
Overflow and Stormwater Grant (OSG) CW SRF PF Loans	\$1M	20%	\$0.2M

### **SFY23 Clean Water Funding Packages**

Clean Water Categories	DEP Share	I-Bank Share
CSO Abatement – Grey and Green Infrastructure, Water Quality Restoration, Affordability, Energy and Water Efficiency, Emerging Contaminants Projects*	<b>75%</b> Interest Free Loan and Principal Forgiveness	<b>25%</b> AAA Market Interest Rate Loan**
All Other Water Quality Projects (Base CWSRF)	<b>50%</b> Interest Free Loan	<b>50%</b> AAA Market Interest Rate Loan
Brownfield Redevelopment (Conduit Projects)	25% Interest Free Loan	<b>75%</b> AAA Market Interest Rate Loan

<sup>\*</sup> Costs in excess of \$10 million for these projects will be financed under the Base CWSRF package.

<sup>\*\* 25%</sup> of I-Bank's AAA Market Interest Rate means an effective interest rate no greater than would have resulted from financing with a 25% share of I-Bank's AAA bond funds at market interest rates and a 75% share of the Department interest-free loan funds.

### \$60M for SFY23 DW Principal Forgiveness

Drinking Water Principal Forgiveness	Projected Amount of Principal Forgiveness Available	Principal Forgiveness Share of Project Costs	Principal Forgiveness Cap per Applicant
Nano (Systems serving ≤ 10,000 customers not covered by below)	\$8M	50%	\$500,000
Very Small Water System (Systems serving ≤1,000 population)	\$3M	100%	\$750,000
BIL Lead Line Replacement	\$25M	50%	\$5M
BIL Emerging Contaminants (including PFAS)	\$13M	N/A	\$1M
Systems serving ≤ 25,000 or disadvantaged	\$4M reserved	N/A	\$1M
Other eligible systems serving > 25,000		N/A	\$1M
General BIL Principal Forgiveness	\$15M		
General High Rank Affordability Projects	\$5M	N/A	\$1M
Lead or PFAS*	\$10M	Per above	Per above

<sup>•</sup> Once the principal forgiveness funds for emerging contaminants (\$13 million) and lead line replacement (\$25 million) have been allocated to higher ranked projects, \$10 million in principal forgiveness from the DWSRF Supplemental Funds will be directed in priority ranked order to qualifying lead or PFAS projects in other disadvantaged communities that meet NJ's affordability criteria in Appendix 2.





## Thank you!

### More information:

https://www.nj.gov/dep/wiip/

### **Contact:**

WaterBankInfo@dep.nj.gov Paul.Hauch@dep.nj.gov

## BROWNFIELD SUCCESS STORIES

Rick Lear, Middlesex County Office of Parks & Recreation, Middlesex County *Thomas Mundy Peterson Park, Perth Amboy* 

Rob Russo, City Engineer, CME Associates

Tom Cotter, City of Bayonne

Fitzpatrick Park, Bayonne





# THOMAS MUNDY PETERSON PARK

NJDEP BROWNFIELD ROUNDTABLE

JUNE 2, 2022















A New York City fireboat battling blaze in industrial park in Perth Amboy, N.J.

### Chemicals Explode as Fire Ruins Jersey Industrial Park

### By JOSH BARBANEL

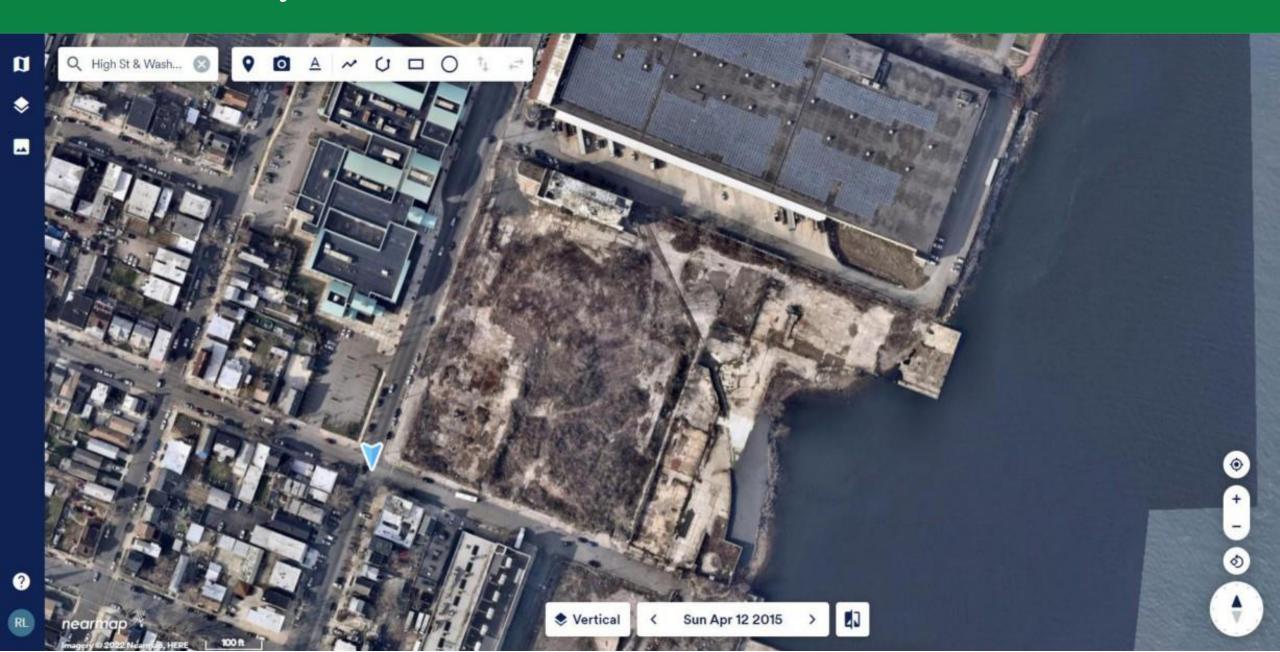
Special to The New York Times

PERTH AMBOY, N.J., July 7 - A fire punctuated by scores of explosions of chemical drums roared through seven

heat and flames when firemen first ar- ski of Perth Amboy. He said that 16 busirived. He said that investigators planned nesses, including a printer, textile firms, to interview two maintenance workers a gunsmith and a metal processing plant, who reported the blaze "to find out what had occupied the four-square-block site.

nitely suspicious" because of the intense out of work," said Mayor George Otlow-





### Thomas Mundy Peterson Park - January 2018



### Thomas Mundy Peterson Park - June 2019



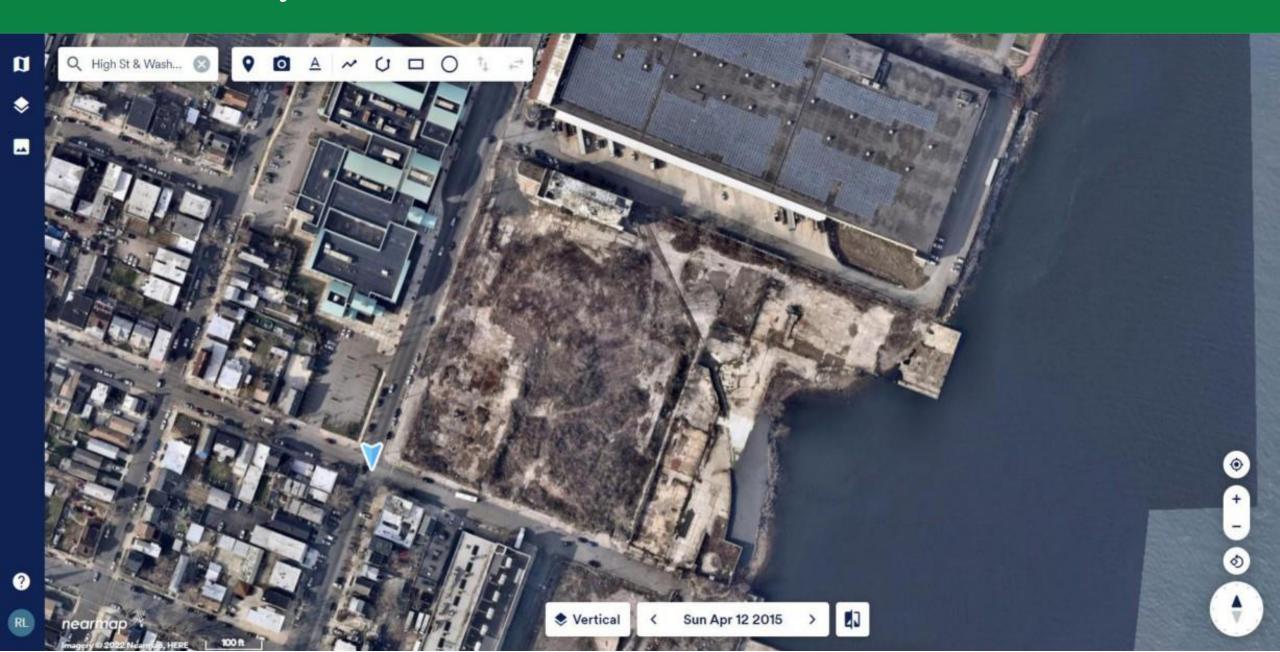
# Thomas Mundy Peterson Park - January 2020

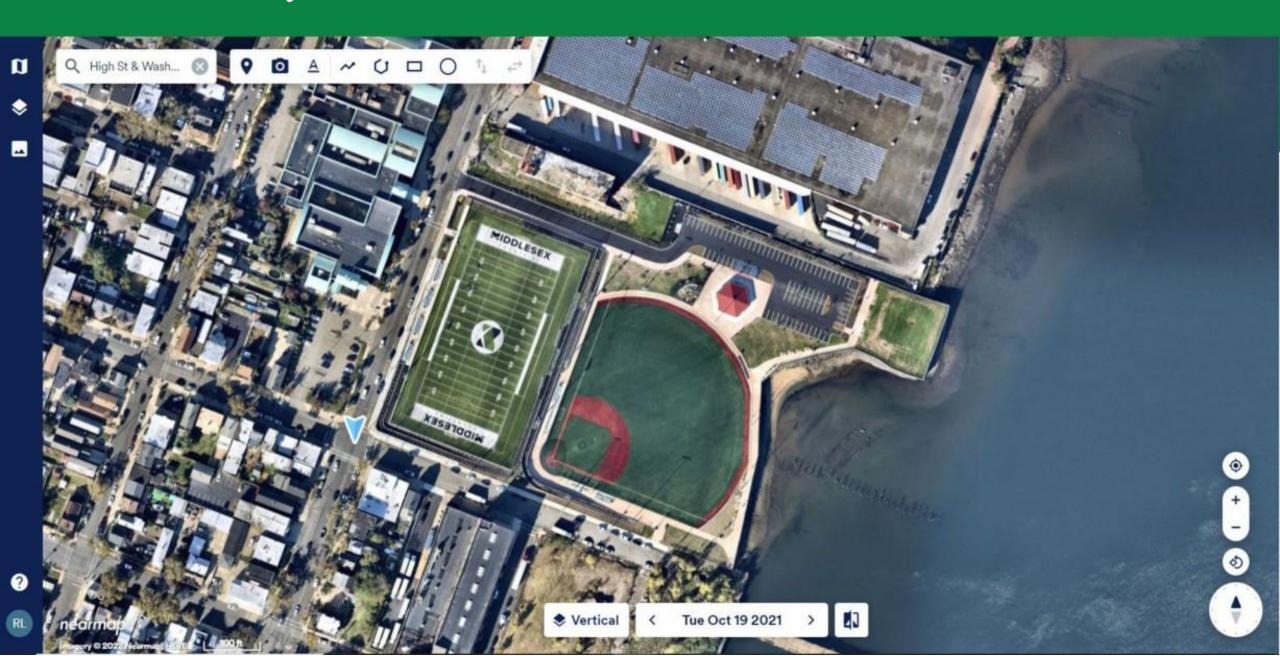
### Thomas Mundy Peterson Park - June 2020



### Thomas Mundy Peterson Park - September 2021







# Thomas Mundy Peterson Park Collaboration & Funding Sources

Overall Construction: \$22,426,223

Hazardous Discharge Site Remediation Fund: \$8,045,394

Green Acres Program: \$2,500,000

Office of Natural Resource Restoration: \$1,354,972



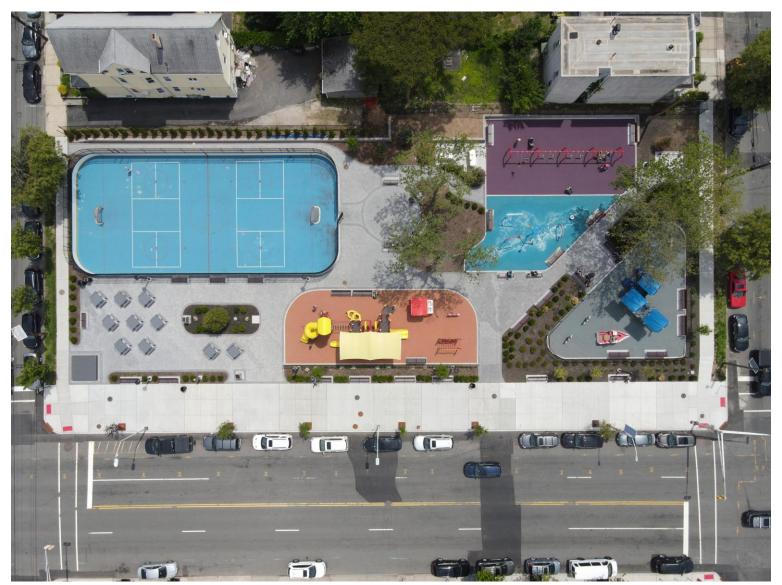




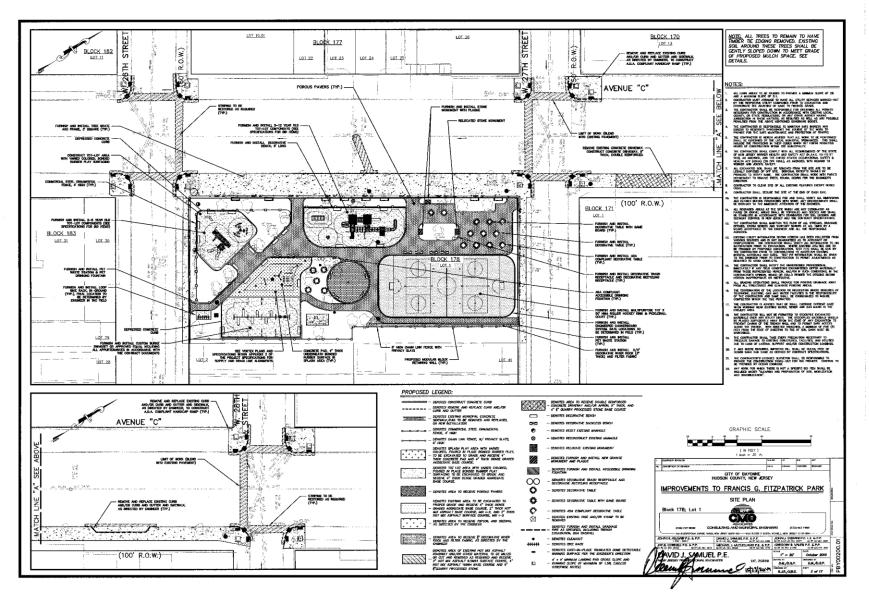
Ronald G. Rios, Director
Shanti Narra, Deputy Director
Claribel A. Azcona-Barber
Charles Kenny
Leslie Koppel
Chanelle Scott McCullum
Charles E. Tomaro



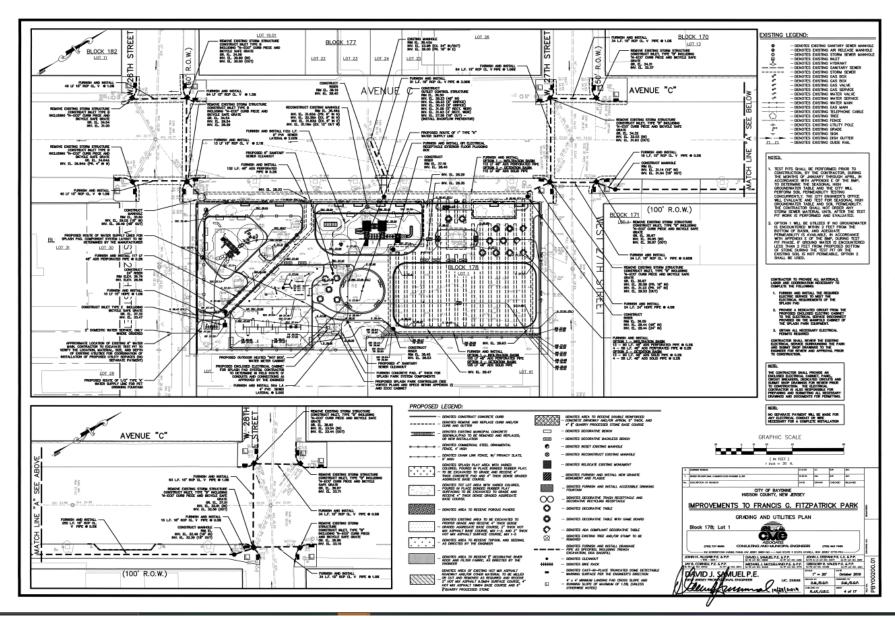
### Fitzpatrick Park, Bayonne



### Fitzpatrick Park Site Plan, Bayonne



### Fitzpatrick Park Grading/Utility Plan, Bayonne



Fitzpatrick Park, Bayonne



## USEPA UPDATE

Terry Wesley, USEPA Brownfield Section Chief





#### UNITED STATES ENVIRONMENTAL PROTECTION AGENCY

REGION 2 290 BROADWAY NEW YORK, NY 10007-1866

### New Jersey Brownfields Quarterly Roundtable Meeting June 2, 2022

Selected FY22 EPA Brownfield Grants Recipients in New Jersey

Offer Application Debriefings for Non-selected entities

• Project Officers to share highlights from application reviewers

Upcoming FY23 EPA Brownfield Grant Programs - Request for Applications

- Job Training (JT)
- Multipurpose, Assessment, Revolving Loan Fund, and Cleanup (MARC)
- CERCLA 128(a) State and Tribal Response

EPA Brownfields Technical Assistance Programs - Contract Services

- · Targeted Brownfield Assessments
- Land Revitalization & Regionally-directed Technical Assistance

Actions involving existing EPA Brownfield Grantees

• No-cost Time extensions

Brownfields 101, Bipartisan Infrastructure Law, and Networking

- · Congressional Staffers
- State UST Program Offices

National Brownfields Training Conference 2022 (https://brownfields2022.org/)

- Housing Reservations Open
- Eligible Cost: Travel expense

# THANK YOU!

