ITEM # 32 DATE: 08-23-11

COUNCIL ACTION FORM

SUBJECT: DOWNTOWN FAÇADE GRANTS FOR FISCAL YEAR 2011/2012

BACKGROUND:

In May 2011, the City Council directed that all of the applications for Downtown Façade Improvement grants for each fiscal year be reviewed and awarded at one time. To aid in comparing applications, the Council also established a scoring process. The number of grants awarded is based on the number of grant requests, the costs of those improvements, and the budget available for the Downtown Façade Improvement Fund. That funding is \$111,662 for the 2011/12 fiscal year. If all of the funds are not awarded, then a second application process would be available later in the fiscal year.

Under this process, the following grant applications were received by August 1:

| <u>Address</u> | Business or Building Name | Amount Requested | <u>Total</u> <u>Project</u> |
|----------------|------------------------------------|----------------------|--------------------------------|
| 410 Douglas | Pantorium | \$ 4,500 | \$ 9,000 |
| 115 Main | Retail business Design Fees | \$15,000 \$ 450 | \$ 35,752 \$ 450 |
| 215 Main | Emerhoff's Footwear Design Fees | \$14,438 \$ 1,000 | \$ 28,875 \$ 1,250 |
| 217-219 Main | Emerhoff's Footwear Design Fees | \$15,000 \$ 1,000 | \$ 31,300 \$ 1,250 |
| 225-227 Main | American Legion | \$13,601 | \$ 27,202 |
| 226 Main | Moorman Clothiers Design Fees | \$15,000 \$ 1,000 | \$ 34,774 \$ 1,250 |
| 228 Main | Moorman Clothiers Design Fees | \$14,913 \$ 1,000 | \$ 29,825 \$ 1,250 |
| | | \$96,902 | \$202,178 |

All of these projects are located in the two blocks between Kellogg and Duff Avenues. The attached map (Attachment A) and summary sheets (Attachments B - F) provide more information about these projects. Complete application materials are also available for review, if requested. Highlights of these projects include:

- The first project ever proposed on Douglas Avenue, one-half block north of Main Street, restored as historically accurately as possible.
- Total interior and exterior renovation of 115 Main, vacant for many years, for a new retail business.
- New upper windows on the American Legion building, the first step on a major

- renovation project, and preparation to host a statewide conference here.
- New storefront images for two long-term, prominent retailers, Emerhoff's and Moorman, across the street from each other.
- Three façade improvement projects proposed in the 200 block that will add to the six projects already completed in this same block, in addition to another major renovation already funded and underway at the former Lazy M Shoes location.

Three of these projects are planned for implementation this fall, and two for next spring. Current grant guidelines require completion of projects within six months of the Notice to Proceed. Based on experience with past projects, staff would set November 1, 2012, as the completion date for any of these projects awarded grants.

Two owners of businesses and properties on Main Street, along with two City staff, evaluated these grant applications based on the attached scoring criteria (Attachment G). The scorers met and agreed on the following score for each project.

| <u>Address</u> | <u>Business or Building Name</u> | |
|----------------|----------------------------------|----|
| 225-227 Main | American Legion | 42 |
| 215 Main | Emerhoff's Footwear | 52 |
| 226 Main | Moorman Clothiers | 53 |
| 228 Main | Moorman Clothiers | 56 |
| 217-219 Main | Emerhoff's Footwear | 61 |
| 115 Main | Retail business | 70 |
| 410 Douglas | Pantorium | 83 |

Two grant applications each have been received from Emerhoff's and Moorman. Moorman owns and occupies two, interconnected 25-foot building bays (or "fronts"), and Emerhoff's owns and occupies one 25-foot bay plus half of another 25-foot adjacent, but not interconnected, bay. Emerhoff's owns the other half bay and leases it to another retail business. The grant applications include improvements to all of these facades.

In its discussion on April 12, the City Council directed that more points be given to projects that include more than one 25-foot bay in one building, but that multiple grants would not be awarded in these cases. Therefore, the scores shown for each of these four separate applications assumes that both 25-foot bays will be completed if only one grant is awarded in each case. However, the owners have said that the total amount of both grants is very significant to their projects and neither has decided whether the project would proceed with the support of only one grant. If either or both of the projects do not proceed, then the next grant cycle in spring 2012 would award the remaining funds. If an owner proceeds with improvements to only one 25-foot bay, a second grant could be awarded during the second grant round in a fiscal year if funds are still available, but would still be ranked lower than applications for projects never before funded.

If Emerhoff's and Moorman are each awarded one grant for the project with the higher scores, and all of the other grants are awarded as requested, the awarded grants would be as follows:

Downtown Façade Improvement Grants for FY 2011-2012

| <u>Address</u> | Business or Building Name | <u>Grant</u> |
|----------------|----------------------------------|--------------|
| 410 Douglas | Pantorium | \$ 4,500 |
| 115 Main | Retail business | \$15,450 |
| 217-219 Main | Emerhoff's Footwear | \$16,000 |
| 226 Main | Moorman Clothiers | \$16,000 |
| 225-227 Main | American Legion | \$13,601 |
| | _ | \$65,551 |

The \$65,551 total is \$46,111 less than the total funding available of \$111,662. This \$46,111 can be awarded in a second grant cycle later in the 2011/12 fiscal year.

Before existing façade materials are removed, it is often not possible to work out all of the details of the final project. Where these details are important for a completed project to comply with the Downtown Design Guidelines, in order for the grant awardees and the City to agree on the design intent, those intentions have been noted as conditions on the attached images of the proposed façade improvement project.

ALTERNATIVES:

- The City Council can approve the projects listed in the above table "Downtown Façade Improvement Grants for FY 2011-2012" to be completed as described in Attachments B
 - F and in the applications submitted, for a total of \$65,551 from the Downtown Façade Grant fund.
- 2. The City Council can approve an alternative selection of requested façade grants and amounts, to be completed as described in the Attachments and in the applications submitted, and to be funded from the Downtown Façade Grant program.
- 3. The City Council can refer this request to staff or applicants for additional information.

MANAGER'S RECOMMENDED ACTION:

Completing all of these Downtown Façade Improvement Projects is an exciting prospect. The projects as described by Attachments B - F meet the Downtown Design Guidelines. Together they will have a tremendous impact on the Downtown image. The City Council has established a scoring system to provide some guidance on how to allocate the available funds.

Based on that scoring system, it is the recommendation of the City Manager that the City Council approve Alternative #1, thereby approving the projects listed in the above table "Downtown Façade Improvement Grants for FY 2011-2012" to be completed as described in the attached images and in the applications submitted, for a total of \$65,551 from the Downtown Facade Grant program.

Under Alternative #2, the Council may allocate the funds differently to best carry out its objectives for this program.

Attachment A

Downtown Façade Grant Program - Selected Properties





Legend Approved Projects Downtown Façade ImprovementArea

Facade Grant Locations

1. 413 Kellogg Ave (12/2004) 9. 311 Mail Steet (12/2007) 2. 220 Mail Steet (06/2005) 10. 230 Mail Steet (04/2008) 3. 203 Mail Steet (06/2005) 11. 313 Mail Steet (17/2005) 4. 411 Kellogg Ave (01/2007) 12. 400 Mail Steet (06/2009) 5. 216 Mail Steet (07/2007) 13. 413 Nortiwest in (06/2009) 6. 229 Mail Steet (07/2007) 14. 101 Mail Steet (06/2009) 7. 218 Mail Steet (07/2007) 15. 410 5th Steet (06/2009) 8. 547 Mail Steet (11/2007) 16. 426 5th Steet (04/2010)

9.311 Mai Steet (122007) 17.3265ti Steet (02/201) 10.230 Mai Steet (1/2008) 18.134 Mai Steet (i progress) 11.313 Mai Steet (i 1/2008)

(A progress)

Map Crastice

Separation of Planning

Updated November

(2008 Aeriat Photography)

Attachment B

410 Douglas



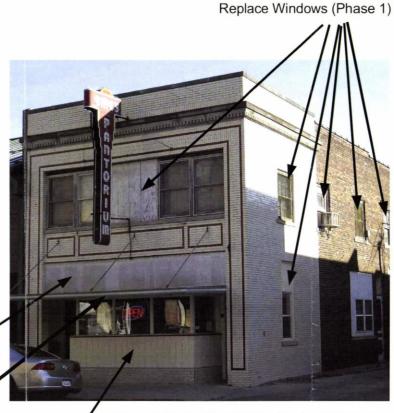
1930-1940 Photo Illustrating full project intent:

- 6 upper story double-hung windows (Phase 1)
- Striped canvas awning with fringe edge (Phase 2)
- Glass transom windows (Phase 1)
- Store-front windows extending to kickplate (Phase 2)

Remove aluminum canopy, Uncover & replace transom windows (Phase 1)

Install canvas awning (Phase 2)

- Phase 1 work now underway
- Following original architectural plans as much as possible
- Colors of operable awning will be typical for the early 20th century
- KHOI Community Radio occupies space



Recent Photo Illustrating Project Changes

Replace store-front windows to full height from header to brick kickplate (Phase 2)

> Ames Pantorium Building Facade Project 7/27/2011

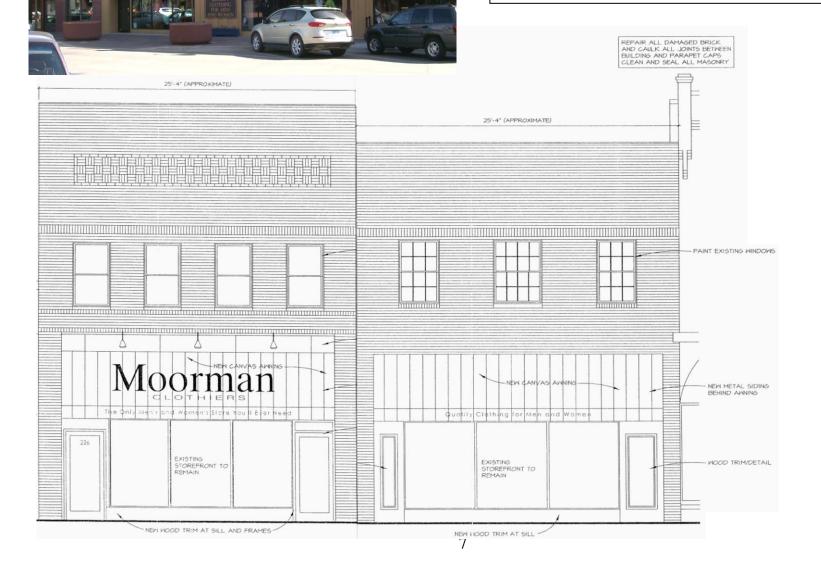
215-217 Main



Attachment D

226-228 Main

 Transom will be restored if feasible, to be determined after wood covering is removed.



TERRITOR TERRITOR

Attachment E

115 Main



Building has been vacant for several years in a block of Main Street where no façade grants have yet been applied. The tenant has been secured and will be announced soon. It will not be a bar.



Attachment F

225-227 Main



- 2nd and 3rd story windows will be replace with wood or metal 1/1 single- or double-hung windows with clear, transparent glass
 Fixed windows will be installed in transom area above windows on 3rd story, with clear,
- transparent glass



Attachment G

Downtown Façade Grant Scoring

| Project Address: | | Total Score: | |
|---|--|------------------------------------|------|
| For each category, please use the f projects that meet more of the criter | <u> </u> | award points, giving higher scores | to |
| VISUAL IMPACT | Score: | Points (30 maximum) | |
| | an one 25-foot wide visual significance b of the building are visible due to its loo | e bay on one façade because: | |
| FINANCIAL IMPACT | Score: | Points (30 maximum) | |
| the building | ents being made to: uilding's structural in enetration rissues arger project that im |): | |
| | space that has be | | лаge |
| EXTENT OF IMPROVEMENTS | Score: | Points (20 maximum) | |
| Base the number points granted in a Downtown Design Guidelines being improved elements deserve more p | j improved (see gra | | |
| HISTORIC DESIGN | Score: | Points (20 maximum) | |
| | | | |

- Project includes historically appropriate materials and restoration techniques
- Project goes beyond basic rehabilitation and re-establishes a more historically accurate appearance than other projects

Elements of an Historic Façade in Downtown Ames

