

Presentation

DRAFT Application

Project History

Public Process

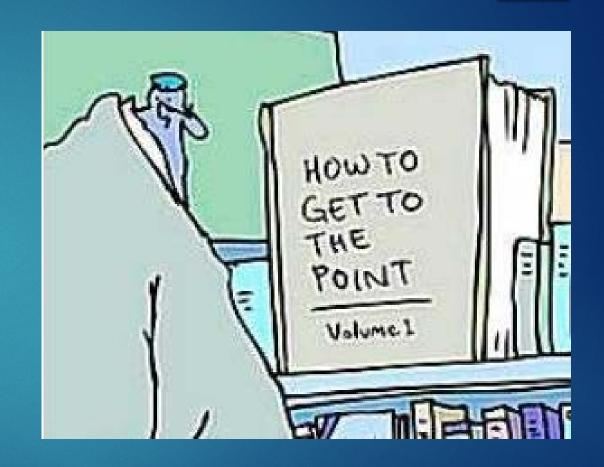
Public Private Partnership

Public Benefits

Private Benefits

Recent FAQ's

Updated Project Schedule



GSA Control Number



SECTION I – REQUEST FOR PROPERTY

To:		Services Adm	inistration Nell Jr. Federal Building	Through:		al Park Service Bonnie J. Ha	
	City:	10 Causeway Boston			Addres		nager, Preservation Assistance
	State:	MA	Zip: 02222		City:	Philadelphia PA	Zip: 19106

The undersig	ned, City of	artsm.	N D		after	ferred t	as the Applicant or Grantee, acting by
and through	John Bohenko	lity Ma g	er F /	at		1 Junkin	wenue, Portsmouth, NH 03801
of the	City of Portsmouth, N		мете	applies	fo. the	onveya	e, without monetary consideration, fo

use for historic monument purposes, from the United States of America pursuant to 40 U.S.C. 550(h), and in accordance with the rules and regulations of the General Services Administration, the following described property:

an improved 2.1 acre site occupied by the Thomas J. Mcintyre building located at 62 Daniel Street (see Exhibit __)

This property is more fully described in the "Program of Preservation and Utilization," attached hereto and made a part hereof. Enclosed herewith is a resolution or certification as to the authority of the undersigned to execute this Application and to do all other acts necessary to consummate the transaction.

The undersigned agrees that this Application is made subject to the following terms and conditions:

- This Application, as approved by the Secretary of the Interior (Secretary) and as accepted by the Administrator of the General Services (Administrator), shall constitute the entire agreement among the Applicant, the Secretary, and the Administrator, unless modified in writing by the three parties.
- The descriptions of the property set forth above are believed to be correct, but any error or omission shall not constitute ground or reason for nonperformance of the agreement resulting from the acceptance of this Application.
- 3. It is understood that the property is to be conveyed "As Is" and "Where Is" without representation, warranty, or guaranty as to quantity, quality, character, condition, size or kind, or that the same is in condition or fit to be used for the purpose intended, and no claim for any adjustments upon such grounds will be considered after this Application has been accepted.
- 4. The Applicant agrees to assume possession of the property within 15 days of any written request given by the Administrator after acceptance of this Application. Should the Applicant fail to take actual possession within such period, it shall nonetheless be charged with constructive possession commencing at 12:01 a.m., local time, of the 16th day after such request by the Administrator. The word "possession" shall mean either actual physical possession or constructive possession.
- 5. As of the date of assumption of possession of the property, or the date of conveyance, whichever occurs first, the Applicant shall assume responsibility for any general and special real and personal property taxes which may have been or may be assessed on the property, and shall pay its part of the pro-ration of any sums paid, or due to be paid by the Federal Government in lieu of taxes.

Historic Surplus Property Program

(a public benefit conveyance)

Application is legally binding, terms include:

- Property will be conveyed "as is"
- City agrees to assume possession following application acceptance
- Preservation and Utilization Plan must conform to Secretary of the Interior Standards, and any changes must have written concurrence
- Any lease must have prior approval Biennial Reports required (audit report)
- Title may revert to U.S. for non-compliance
- All laws re: nondiscrimination apply
- Signage in perpetuity

Brief Chronology

The City and its Congressional delegation have made diligent and intensive efforts to obtain the property over the past 13+ years - during that time, the federal land acquisition process, and changes in building design requirements, tenant needs/project scope, and funding availability all impacted the schedule.

CHRONOLOGY OF FEDERAL MCINTYRE BUILDING RELOCATION

2004-2016

2004:

Mar 1st

Passage of Public Law 108-199 Sec. 408 regarding funds for relocation

of federal building t Chronology McIntyre Building t 2007-2008

Letter from Mayor

to carry out acceptar

Provident Buch's an

McIntyre site.

GSA architectural and construction design work for new building at Pease International Tradenort

2009: Ian14th

Senator Gregg sends response to Deputy City Manager's request for

McIntyre Building Relocation Chronology Feb 12, 2014

Occupy new building January 2014

012: Sept 17th

City contacts Senator Shaheen's office to request update on construction progress. Senator Shaheen's staff coordinates meeting for Sept 26th with

and delegation staff and City staff.

A4—Portsmouth Herald (N.H.), Friday, January 31, 2003

Seacoast / New Hampshire

McIntyre could go to city

Gregg bill w allow Portsmo demolish, rede federal buildin

By Jesse J. DeConto

City outlines priorities for McIntyre redevelopment



R BUY PHOTO

HIDE CAPTION

The city of Portsmouth's draft request for proposals for the Mcintyre Federal Building outlines the city's key priorities for redeveloping downtown site. Among goals are creating public and open spaces. [loanna Raptis/Seacoastonline]

lding Relocation

After no response, second request to GSA for information requested in April 15th correspondence.

Response from GSA Associate Administrator Lisa Austin acknowledging Mayor's request and reporting that GSA is "actively reevaluating options" for tenant agencies in Portsmouth.

Teleconference between GSA and City Council Working Group to discuss process for federal property disposition and opportunity for City to participate in process.

Teleconference between GSA and City Council Working Group to continue discussion on process for federal property disposition and opportunity for City to participate in process.

City Council non-meeting on negotiations and property disposition.

Teleconference between GSA and City Council Working Group to continue discussion on process for federal property disposition and opportunity for City to participate in process.

City Council update memo

Teleconference between GSA and City Council Working Group to continue discussion on process for federal property disposition and opportunity for City to participate in process.

Working Group provides progress update at City Council meeting.

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Teleconference between GSA and City Council Working Group to continue discussion on process for federal property disposition and opportunity for City to participate in process.

Teleconference between GSA and City Council Working Group. City Manager memo update to City Council on federal property disposition process.

Teleconference between GSA and City Council Working Group to continue discussion on process for federal property disposition and opportunity for City to participate in process.

McIntyre (1966) is listed in Portsmouth Downtown NR District

NPS Form 10-900 OMB No. 1024-0018

United States Department of the Interior National Park Service

National Register of Historic Places Registration Form

This form is for use in nominating or requesting determinations for individual properties and districts. See instructions in National Register Bulletin, How to Complete the National Register of Historic Places Registration Form. If any item does not apply to the property being documented, enter "N/A" for "not applicable." For functions, architectural classification, materials, and areas of significance, enter only categories and subcategories from the instructions.

1. Name of Property

Historic name: Portsmouth Downtown Historic District

Other names/site number: N/A

Name of related multiple property listing: N/A

(Enter "N/A" if property is not part of a multiple property listing)

2. Location

Street & number: Multiple
City or town: Portsmouth State: New Hampshire County: Rockingham
Not For Publication: Vicinity:



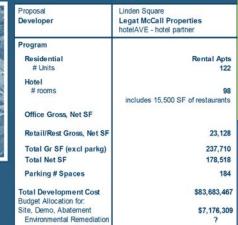
SHEET 4

Letter of Interest RFQ/RFP Process

Letter to GSA: January, 2017



LEGGAT MCCALL – "LINDEN SQUARE"



Budget Allocation for: Site, Demo, Abatement

Environmental Remediation



TWO INTERNATIONAL/ **OCEAN PROPERTIES**







REQUEST FOR QUALIFICATIONS

Development Partnership with the City of Portsmouth

for Reuse & Redevelopment of the Thomas J. McIntyre Federal Property

80 Daniel Street

pursuant to the Historic Surplus Property Program





REDGATE/KANE -"SOBOW SQUARE"

Proposal	NAME OF TAXABLE PARTY.
Proposal Developer	SoBow Square LLC
Bevelopei	Redgate & The Kane Company JV
Program	The realie Company SV
and Control of the Control	
Residential	Condos, THs 50
# Units	- ~
Hotel	
# rooms	
Office Gross, Net SF	_
	43,075
Retail/Rest Gross, Net SF	485000
T-1-10-05 (1)	45,330
Total Gr SF (excl parkg)	149,505
Total Net SF	140,355
Parking # Spaces	75
Total Development Cost	
Budget Allocation for:	\$67,600,000
Site, Demo, Abatement	2
Environmental Remediation	2

239

\$1,300,000

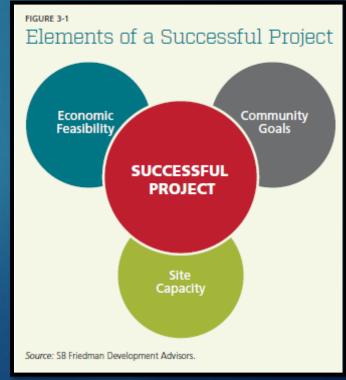
\$500,000

Redgate/Kane Proposal

In January, 2018 the City Council chose as its preferred partner:

- Only proposal received to not include hotel
- Re-uses McIntyre with office space downtown workforce
- Proposal demonstrated due diligence Urban design/architecture/historic preservation
 - Least "developed" of the proposals
 - ► Renowned architecture lead
 - Expert historic preservation





35 Public Meetings in 32 Months

City Council, Public Process, HDC (2), PB (1)

1///19
12/17/18
11/19/18
9/4/18
6/4/18
5/7/18
3/19/18
1/16/18

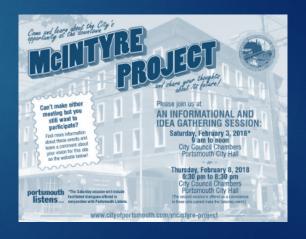
1 /7 /10

12/20/17
11/13/17
9/9/17
7/31/17
7/10/17
6/26/17
1/9/17
8/15/16
6/20/16

1/26/18	2/3/18
2/13/18	2/8/18
3/7/18	2/26/18
3/15/18	3/6/18
4/4/18	3/10/18
5/2/18	3/28/18
9/18/18	4/24/18
10/11/18	



5/7/18 9/12/18 12/20/18







McIntyre Framework



The McIntyre Public Input Blue Ribbon Steering Committee voted to submit its **Report Back to the City Council**. The report back is composed of two parts: the McIntyre Framework and an evaluation of how the Framework has been met by the proposed project as presented on April 24th, as well as Framework objectives that warrant additional consideration.

Appointments to the McIntyre Public

Councilor Chris Dwyer, Chair

Councilor Doug Roberts

Councilor Rebecca Perkins

Former Mayor Tom Ferrini

Phil Cohen

John Formella

Larry Yerdon

The Committee's charge is to: to spor second, assemble the priorities and p used in the crafting of successful app Administration (GSA) to the City und 9 2018



McIntyre Project Public Input Process - ESSENTIAL FRAMEWORK –

A. PUBLIC REALM

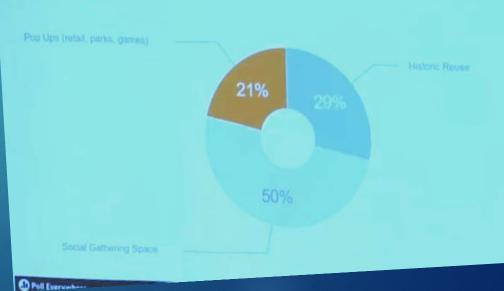
- Include easily adaptable public realm spaces that accommodate modestly-sized indoor and outdoor gathering space and a variety of activities and programming options for all ages. The public realm of the McIntyre should complement existing and planned Portsmouth assets (e.g. Market Square, Prescott Park, Vaughn-Bridge-Worth, etc.).
- Establish a highly walkable project buildout that creates interesting and varied pedestrian experiences (including public art and views) along all property edges and throughout/within the property. Make edges active and inviting.
- Offer an opportunity for the public to access to the expansive elevated views of the downtown and waterfront. Preserve critical viewsheds from the street level experience.



Which image best embodies the most essential feature you'd like to see in a public space at the McIntyre site?

Respond at PollEv.com/mcintyreproj140

Text MCINTYREPROJ140 to 22333 once to join, then A, B, C, D, E...



Public Benefit

- ▶ Historic Preservation
- Mixed Use (no hotel)
 - Small Format/Flexible Marketplace
- ▶ 3 New Outdoor Public Spaces 44% of site
 - Connection to Commercial Alley
 - Connection(s) from Daniel to Bow
 - Connection to Chapel Court
- Indoor Community Space Collaborative Public Programming
- Hazardous Material Remediation
- Ground Lease Rent/Taxes/Excess Income



"THE DEWBERRY" - CHARLESTON, SC







Mixed Use

"Achieve redevelopment of the McIntyre Federal Building site with uses that contribute to the tax base and the vitality of the downtown." – Master Plan 2005



McIntyre Project GROUND FLOOR USES



Outdoor Plazas



Outdoor Plazas







Indoor Community Space

McIntyre Project community space





Hazardous Material Remediation



1 / 1122

PHASE I ENVIRONMENTAL SITE ASSESSMENT WITH LIMITED SOIL SAMPLING

80 Daniel Street Portsmouth, New Hampshire

> Prepared for SoBow Square, LLC File No. 4366.00

> \$1.9 (direct) -\$2.3 (total) million in remediation

HAZARDOUS BUILDING MATERIALS SURVEY REPORT T.J. McIntyre Federal Building 80 Daniel Street, Portsmouth, NH



PREPARED FOR:

SANBORN, HEAD & ASSOCIATES ONE TECHNOLOGY PARK DRIVE WESTFORD, MA 01886

PREPARED BY:

AXIOM PARTNERS, INC.
ONE PLEASURE ISLAND ROAD
WAKEFIELD, MA 01880

AXIOM PROJECT NUMBER 01074.06



Engineering of Structures and Building Enclosures

3 August 2018

Mr. Steve Perdue Redgate Real Estate Advisors, LLC 265 Franklin Street, 6th Floor Boston, MA 02110

Project 180822

Building Envelope Condition Assessment Survey, T. J. McIntyre

Federal Building, Portsmouth, NH

- Re-integrate the site with the urban core through a "live/work/play" mix of uses that enhances the vitality of the downtown neighborhood.
- Create connections through the site, so that it is accessible and inviting to the public.
- Include significant open spaces that will be enjoyed by the public.
- Preserve the essential historic character of the McIntyre Building.
- Make the site sustainable and resilient to promote the City's Eco-Municipality status.

Public Benefit



Title 40 U.S.C. 550(h) authorizes conveyance to any State, political subdivision, instrumentalities thereof, or municipality, ... in the determination of the Secretary of the Interior is suitable and desirable for use as a historic monument for the benefit of the public. Conveyances of property for historic monument purposes under this authority shall be made without monetary consideration to the United States... All income exceeding the cost of repairs, rehabilitation, and maintenance shall be used for public historic preservation, park, or recreational purposes. Deeds conveying any surplus real property under this authority shall be used and maintained for the purposes for which it was conveyed in perpetuity ...

Public Benefit: Financial Plan - TBD

PUBLIC PUBLIC PUBLIC RETURN

PRIVATE PARTNERSHIP PRIVATE RETURN

City must demonstrate capacity & plan should be feasible

Public/private benefits are to be fair and balanced (non-cash & cash)

- Is development proposal feasible from a market standpoint?
- Ground Lease Payment*
- Taxes (\$500,000? To be determined by Assessor
- Surplus Income (beyond "reasonable profit")

Community Benefits	Amount			
Public Realm	\$ 6,150,000			
Community Space	\$ 625,000			
Offsite Utility Upgrades	\$ 400,000			
TOTAL	\$ 7,175,000			

Ongoing Benefits (annual)	Amount		
Proposed Ground Lease Payment*	\$	100,000	
Community Space Free Rent	\$	105,000	
Community Space Operations	\$	37,000	
TOTAL	\$	242,000	

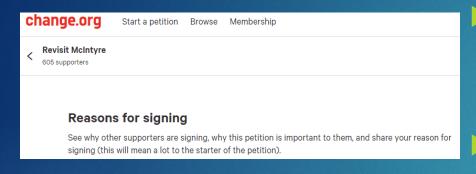
Private Investment/Benefit



- ~ \$60 million project
- 2.1 acres in downtown
- "we will be creating a new destination for downtown Portsmouth"







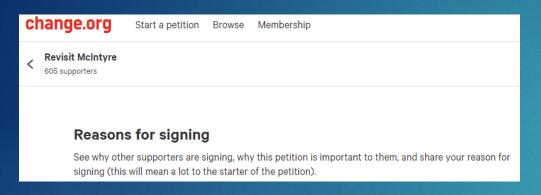


- Q: Let's provide what the citizens have asked for.....1) Open GREEN Space, 2) PARKING, an additional 250 space and 3) POST OFFICE!
- A: The McIntyre Framework resulted from the public input process.

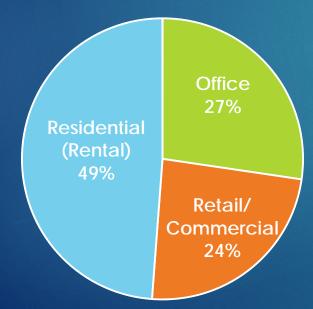
The Post Office is provided a space in the site plan to return to once the construction project is complete.

Parking - Transportation Demand
Management (TDM) will be required in the lease, and discussed with the Planning Board
PPP is a balancing act...





Q: Portsmouth doesn't need another ugly, gigantic hotel, or more luxury condos.



A: The proposed project does not have a hotel, and condos are prohibited.

- ▶ Q: Why not just redevelop the McIntyre building and leave the remaining site a park?
- ▶ A: Three proposers were asked to respond to this scenario –
 - ▶ Not interested
 - ▶ Would consider if City subsidized parking at the Hanover Garage and if the City took on all risk associated with environmental remediation
 - Redgate/Kane diagram shown to the right

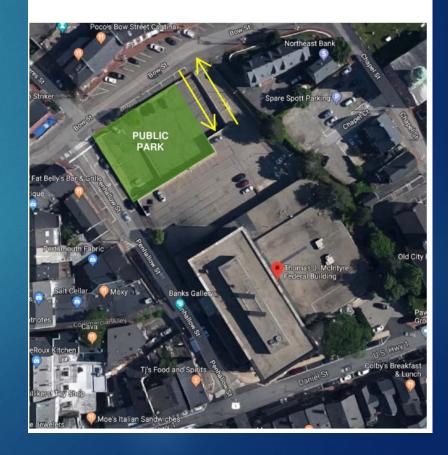


Follow-Up Questions

Development Partnership with the City of Portsmouth-McIntyre Property

APPENDIX A: SCENARIO C DIAGRAM

Redevelopment of McIntyre Building for office/retail with no other major new development on site and an approx. 12,000 SF public open space oriented to Bow Street. Retains garage and plaza parking eliminates at-grade parking.





- Q: \$100,000 in rent is too low. \$500,000 in taxes is too low. The City is getting an unfair deal! If 95% occupancy is required, will the City ever receive rent?
- A: The City is amid negotiation of the details of the Financial Plan, Development Agreement, and Financial Plan.

The has engaged experts to ensure that the deal is fair to both sides. NPS will not recommend conveyance unless they agree.





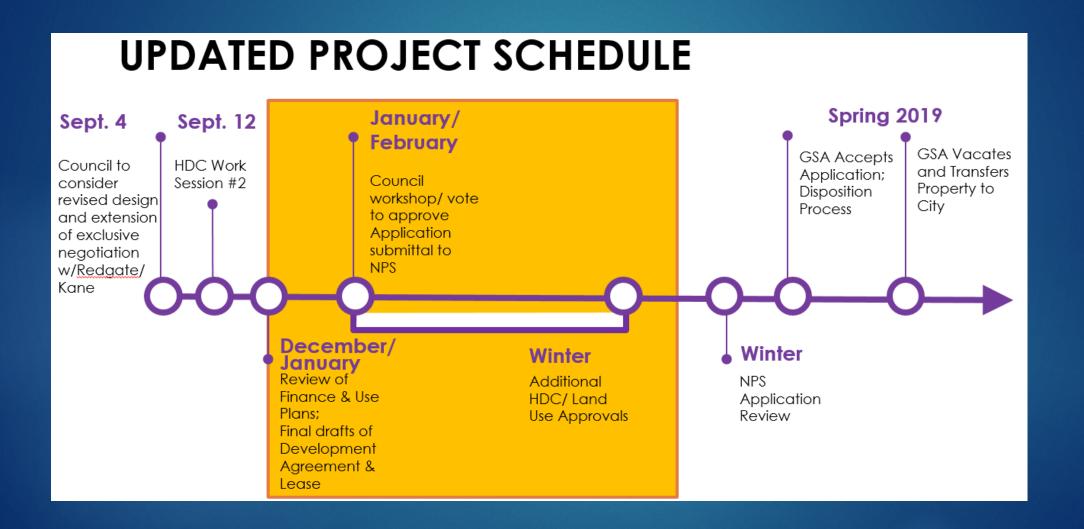
Q: What will happen if Council rejects this application? Will the GSA give us an extension?

▶ A: The GSA's timeframe remains to vacate the building by June, 2019



We do not know if they would allow the City to delay its application; if GSA put the site on the market, historic preservation would be required by a deed restriction.

Future Process/Schedule



Questions?

