Creating affordable housing on formerly contaminated properties

2024 Infrastructure Assistance Coordinating Council (IACC) Conference



Sandra Matthews, Ecology Site Manager & Northwest Region Office Team Lead Affordable Housing Cleanup Grant Program
Washington Dept. of Ecology | IACC Conference | Wed. Oct. 23, 2024





Agenda

Why we are here

Need for affordable housing

Contaminated properties

Cleanup process

Planning

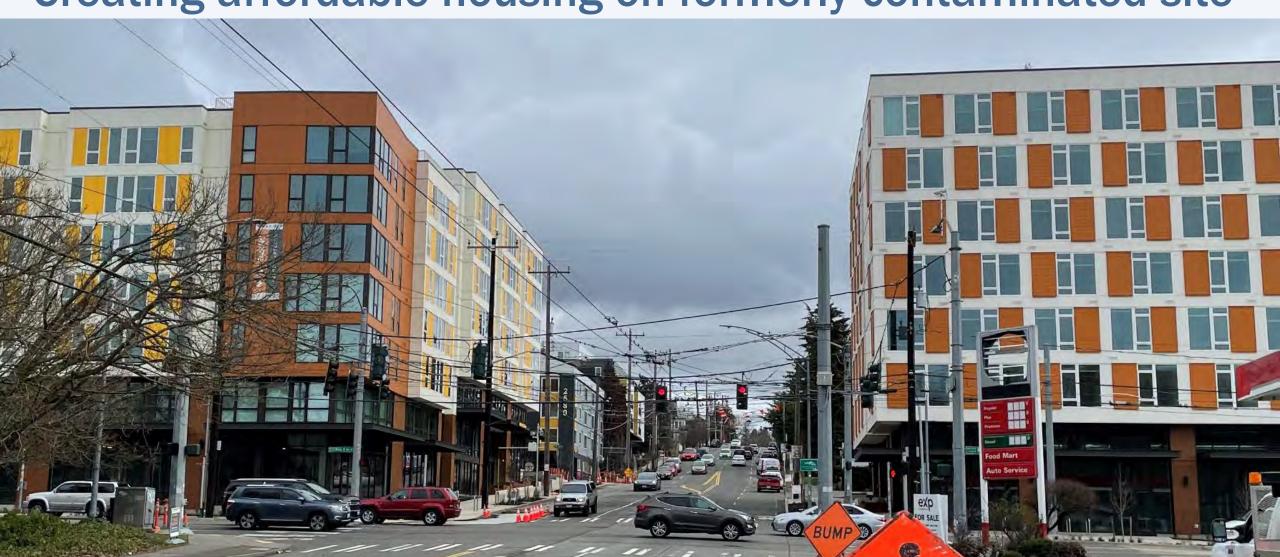
People

Options

Q&A

Here to talk about

Creating affordable housing on formerly contaminated site





We need more housing...

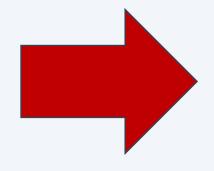
Future housing needs broken down by area median income (AMI) groups





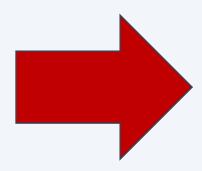
In addition, there will also need to be:

91,357 Emergency housing beds (temporary housing)





We need more housing...



1.1 Million new homes will be needed in the next 20 years

Land is limited

- The Growth Management Act directs jurisdictions to plan for sufficient land capacity for housing needs.
- Development outside of urban growth areas is limited to "non-urban" in nature.
- Previously developed properties are increasingly being reused as affordable and low-income housing.

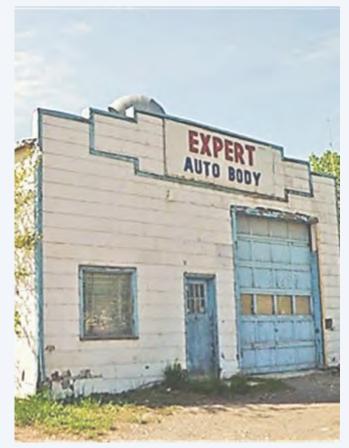


Brownfields



property with known or suspected environmental contamination that hinders redevelopment or full use





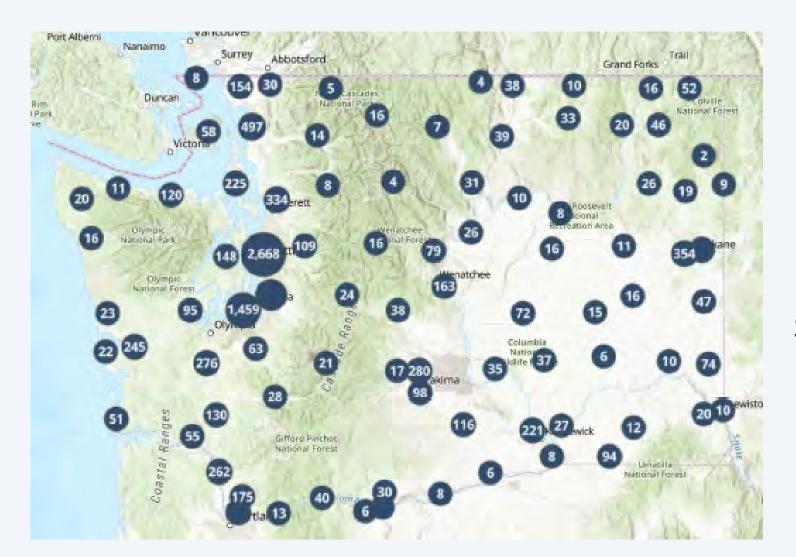








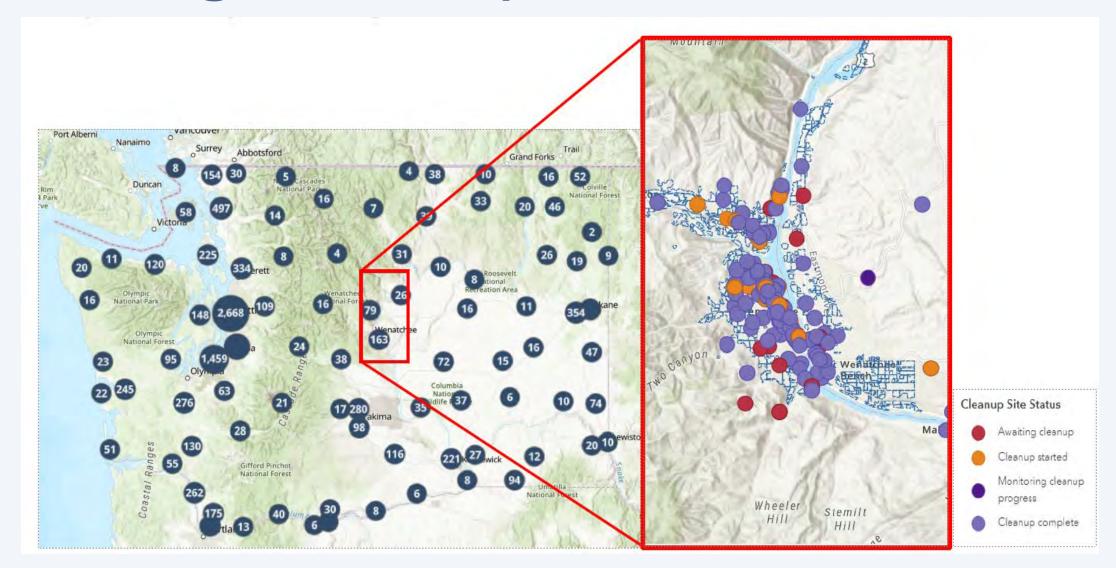
Washington Cleanup Sites



14,000 sites



Washington Cleanup Sites





New housing as infill development

Pros

- Existing infrastructure
- Limits sprawl
- Preserves green space
- Closer to goods and services
- Access to transit
- Reduces blight

Cons

- Uncertainty of cleanup requirements
- Cleanup costs
- Potential liability
- Delayed timelines for construction
- Perception



Tackling the challenges

- 1. Uncertainty of cleanup requirements
 - Little problem or big, simple or complicated
- 2. Cleanup costs
 - Same as uncertainty. How will it impact the bottom line?
- 3. Potential liability

 What will the regulatory agency require
- Delayed timelines for construction
 Construction funding is complicated and on a cycle that does not necessarily correspond with cleanup.
- 5. Perception
 - Environmental and economic justice



Potential liability

Laws vary by state

- New purchasers can be liable for impacts from past uses
- Options for liability defenses
- Settling liability

Due diligence is the first step

- Phase I ESA
- Meet with regulators before purchase, if possible
- Understand risk tolerance
- Legal guidance



Cleanup Variables

Your cleanup costs vary

Type of contaminant(s), media, exposure

Your cleanup timelines vary

Development may happen before cleanup is complete

Hire a professional consultant











Cons	Solutions
Uncertainty about cleanup requirements	Work with your environmental agency. Due diligence.
Cleanup costs	Due diligence. Planning.
Potential liability	Work with your environmental agency. Due diligence.
Delayed timelines for construction	Planning. Communication.
Perception	Work with your environmental agency. Communication.



Benefits of building on brownfields?





What to do for a Brownfield development project...

- 1. Communicate
- 2. Do your environmental due diligence
- 3. Engage an environmental consultant
- 4. Get an environmental attorney
- 5. Talk to Ecology



Cleanup Process

Model Toxics Control Act (MTCA) Cleanup Process



Plan	Assess			Clean up
Planning	Initial Investigation Phase I & II Environmental Site Assessment (ESA)	Remedial Investigation/ Feasibility Study (RI/FS)	Cleanup Action Plan (CAP)	Engineering Design Report (EDR)/ Cleanup

Brownfields funding helps people meet MTCA cleanup requirements

EPA FUNDING

128(a) State Response Program (SRP) Technical assistance

STATE FUNDING

Integrated Planning Grant (IPG)
Affordable Housing
Brownfields Flexible Funding

EPA FUNDING

128(a) State Response Program (SRP) EPA Assessment, Multipurpose Targeted Brownfields Assistance (TBA)

STATE FUNDING

Integrated Planning Grant (IPG)
Remedial Action Grant (RAG)
Affordable Housing
Brownfields Flexible Funding
Commerce Revolving Loan Fund (RLF)

EPA FUNDING

EPA Cleanup, Multipurpose

STATE FUNDING

Remedial Action Grant (RAG)
Affordable Housing
Brownfields Flexible Funding
Commerce RLF and Grant

Interim actions



the site

Initial Investigation



Study the site



Consider options



Plan the cleanup



Design the clean up



Monitor, maintain, and review

Remove from Contaminated Sites List

Planning

| Initial Investigation / Phase I & II Environmental Site Assessment (ESA) | Remedial Investigation / Feasibility Study (RI/FS) | Cleanup Action Plan (CAP) | Engineering Design Report (EDR) / Cleanup

Programs to help with cleanup

Federal

- State Response Program (SRP) Technical assistance
- EPA Assessment
- EPA Multipurpose Grant
- EPA Targeted Brownfields Assistance (TBA)

State

- Integrated Planning Grant (IPG)
- Remedial Action Grant (RAG)
- Affordable Housing Grants
- Flexible Brownfields Funding
- Commerce Revolving Loan Fund (RLF) and grants



Brownfields webpages: ecy.wa.gov/brownfields

Contamination cleanup

Cleanup sites

Sediment cleanups

Underground storage tanks

Dirt Alert program

Rules directing our cleanup work

Cleanup process

Brownfields

Locate brownfields

Why redevelop brownfields

WA Brownfield Conference

Affordable housing

Brownfields in Washington

Brownfields are abandoned or underutilized properties that may have enviro Brownfields are common in communities of all sizes — they may be old gas st industrial facilities, smelters, or former agricultural land.

Negative perceptions of brownfields, along with potential environmental liabi complicate a community's redevelopment plans. Local governments encount plan to revitalize downtowns, make improvements to infrastructure, and redemeet community needs.

Our Brownfields Program helps communities put those properties back into their redevelopment visions to life.

want to...

- Receive emails about brownfields program and resources 😉
- Locate brownfields
- Explore funding opportunities

Where can I find funding and technical as my brownfield project?

Our State Brownfields Team can help match your project to one or more of the wide range of lead and state funding and technical assistance opportunities. Download <u>Brownfields Funding</u>

<u>Opportunities in Washington State</u> for a more comprehensive list.

We conduct outreach through participation in local, regional, and national conferences. Our team can also help you host brownfield workshops focused on a single community or brownfields redevelopment topic.

Ecology funding & technical assistance

Commerce funding

EPA funding

We provide funding for site assessments, environmental cleanup, and reuse planning through our <u>remedial action grant program</u>, including <u>integrated planning grants</u> (IPGs). IPGs help communities make informed decisions about acquiring and reusing a potentially contaminated property.

Ecology can also provide funding to local governments and non-profits for environmental assessments for eligible brownfields using funds from our EPA State Response Program grant.

We provide technical assistance as part of managing cleanups under the <u>Model Toxics Control</u> <u>Act</u> (MTCA). This includes providing technical assistance for projects funded by our partners.

Resources for brownfields come from...

Ecology Integrated Planning Grant (IPG)a State Response Program (SRP) and Brownfields Flexible Funding^b Independent Remedial Action Grant (IRAG) **ECOLOGY** State of Washington **Oversight Remedial** Action Grant (ORAG)d Affordable Housing Cleanup or Planning grante





Integrated Planning Grant

Support the first steps in the cleanup and redevelopment process by helping to create an integrated project plan.

Available to local governments that own or are considering acquisition, cleanup, and redevelopment of a brownfield property or multiple brownfield properties.







Affordable Housing Grant Program

Purpose-

- 1. Reduce cleanup costs to develop affordable housing.
- 2. Target areas in high need of affordable housing in proximity to transit, goods, and services.
- 3. Reduce displacement.



Affordable Housing Grant Program

Two types of grants:

Planning Grants-Initial site investigation, project viability, due diligence, & community engagement. Not under an order or decree.

Funding limit- \$400,000

Cleanup Grants- All phases of cleanup, including cleanup construction. Work done under and order or decree.

Funding limit- None



Brownfields Revolving Loan Fund Program

The program provides **low interest loans to private businesses** and/or grants to local governments, non-profits, tribes, and ports undertaking cleanup of contaminated properties.

EPA RLF Bipartisan Infrastructure Funding New Award: \$3,900,000



Brownfields RLF requirements

- Meet Federal definition of a brownfield (CERCLA section 101(39) [42 U.S.C. section 9601])
 - Includes conducting AAI prior to purchase
- Davis Bacon Endangered Species Act
- Archaeological and cultural resources review (Section 106 NHPA)
- Participation in VCP or other MTCA cleanup process

Advantages of Brownfields RLF

- Non-competitive process, available any time
- Favorable terms-Interest rates are lower than current market rate
- No penalty for repayment
- Funding is available to for-profit businesses

For more info...

https://www.commerce.wa.gov/serving-communities/brownfields-revolving-loan-fund/

Brownfields funding opportunities

(side 1 of 2)

Brownfields Funding Opportunities in Washington State (October 2024)

Available from	Funding type	Who is eligible?	Eligible activities	Cost share?	When is it offered?	Contact
	Integrated Planning Grant (IPG) ^a	Local government	Planning, assessment	None	Competitive, solicitation every two years	Elaine Heim or Ali Furmall Elaine.Heim@ecy.wa.gov Ali.Furmall@ecy.wa.gov
	State Response Program (SRP) and Brownfields Flexible Funding ^b	Local government, Tribes, nonprofit	Planning, assessment, limited cleanup	None	Continuous, based on available funding	Tina Hochwender or Ali Furmall Tina.Hochwender@ecy.wa.gov Ali.Furmall@ecy.wa.gov
DETARTMENT OF ECOLOGY	Independent Remedial Action Grant (IRAG)°	Local government	Assessment, cleanup	25–50%	Competitive, solicitation every year	Laurie Dahmen Laurie.Dahmen@ecy.wa.gov
STATE OF WASTING COST	Oversight Remedial Action Grant (ORAG)d	Local government	Assessment, cleanup	10–50%	Competitive, solicitation every two years	Laurie Dahmen Laurie.Dahmen@ecy.wa.gov
	Affordable Housing Cleanup or Planning grante	Anyone	Planning, assessment, cleanup	0–25%	Competitive, solicitation every two years	Elizabeth Court, AICP Elizabeth.Court@ecy.wa.gov
ONITED STATES	EPA Multipurpose, Assessment, Revolving Loan Fund, and Cleanup Grants (MARC) [†]	Local government ¹ , Tribes, nonprofit	Planning, assessment, cleanup (varies by grant type)	Varies by grant type	Competitive, solicitation every fall	Terri Griffith 206-553-8511 Griffith.Terri@epa.gov
A STATE OF THE STA	EPA Targeted Brownfields Assessment (TBA) services ^g	Local government, Tribes, nonprofit	Assessment	None	Continuous, based on available funding	Molly Vaughan 907-271-1215 Vaughan.Molly@epa.gov
PHG	EPA Brownfields Job Training Grantsh	Local government, Tribes, nonprofit, other organizations	Training	None	Competitive, solicitation varies	Robert Miller or Meredith Lightbody Miller.Robert01@epa.gov Lightbody.Meredith@epa.gov
Washington State	Commerce Brownfields Revolving Loan Fund (BRLF) Loan	Local government, nonprofit, Tribes, private entity	Cleanup	None	Continuous, based on available funding	Bridget Paris 360-870-9288 Bridget.Paris@commerce.wa.gov
Commerce	Commerce BRLF Program Grant	Local government, nonprofit, Tribes	Assessment, planning	None	Continuous, based on available funding	Bridget Paris 360-870-9288 Bridget.Paris@commerce.wa.gov
P L A	Pollution Liability Insurance Agency UST Loan and Grant Program	Owners/operators of underground storage tanks (including private entities and heating oil tanks)	Assessment, cleanup, infrastructure	Varies	Accepting applications for heating oil only every six months	Jamie Hays 360-407-0518 Jamie.Hays@plia.wa.gov

Local Government or Quasi-Governmental Entities, Tribes, Intertribal Consortia, Nonprofit (varies by grant type, refer to the annual grant guidance for more information)

Other Resources

Available from	Resource name	Who is eligible?	Eligible activities	When is it offered	Contact
	Free technical assistance for brownfield communities*	Anyone	Visioning, planning, cleanup, redevelopment, more!	Continuous	Joelle Greenland, AICP Joelle Greenland@cclr.org or info@cclr.org
₩IKIB ^1	Free technical assistance to Tribes working on brownfields	Federally recognized Tribes	Visioning, planning, cleanup, redevelopment, more!	Continuous	Tribal TAB team Tribal-TAB@ksu.edu
THE TWO STATES	Land Revitalization Technical Assistance ^m	Anyone	Planning and reuse assistance, including: labor market and/or economic research, site reuse assessment, financial feasibility and/or implementation plan for site reuse, conceptual site design, Rapid Health Impact Assessment	Continuous	Margaret Olson 503-326-5874 Olson.Margaret@epa.gov
A SMOTHER	Other funding sources, including Tribal Response Program Grants	Varies by grant type	Build strong partnerships and local capacity to prevent, assess, safely clean up and sustainably reuse brownfields	Varies by grant type	Madison Sanders-Curry 206-553-1889 Sanders-Curry.Madison@epa.gov
ECOLOGY	Ecology Grants and Loans	Varies by grant type	Varies by grant type	Varies by grant type	Dawn Drake Ecology Grant and Loan Coordinator dawn.drake@ecy.wa.gov
Washington State Department of Commerce	Commerce Grants and Loans	Varies by grant type	Varies by grant type	Varies by grant type	Central Contracts Office CentralContracts@commerce.wa.gov

a https://ecology.wa.gov/About-us/Payments-contracts-grants/Grants-loans/Find-a-grant-or-loan/Integrated-planning-grants

b https://ecology.wa.gov/Spills-Cleanup/Contamination-cleanup/Brownfields

f https://www.epa.gov/brownfields/types-funding

Brownfields funding opportunities

(side 2 of 2)

https://ecology.wa.gov/About-us/Payments-contracts-grants/Grants-loans/Find-a-grant-or-loan/Independent-remedial-action-grants

d https://ecology.wa.gov/About-us/How-we-operate/Grants-loans/Find-a-grant-or-loan/Oversight-remedial-action-grants-loans

https://ecology.wa.gov/Spills-Cleanup/Contamination-cleanup/Affordable-housing-related-cleanups

https://www.epa.gov/brownfields/targeted-brownfields-assessment-requests-region-10

h https://www.epa.gov/brownfields/brownfields-job-training-grants

https://www.commerce.wa.gov/serving-communities/brownfields-revolving-loan-fund/

https://plia.wa.gov/ust-loan-and-grant-program/

k https://www.cclr.org/

https://www.ksutab.org/tribal-tab

https://www.epa.gov/brownfields/technical-assistance#LRTA

https://www.epa.gov/brownfields/grants-and-funding

https://ecology.wa.gov/about-us/payments-contracts-grants/grants-loans/find-a-grant-or-loan

P https://www.commerce.wa.gov/contracting/

How can you access brownfields resources



Subscribe to <u>Brownfields Program</u>, <u>Site Register</u>, or <u>Remedial Action Grant</u> for solicitation periods



Contact the **Brownfields Team**



Visit Spills & Cleanup grants & loans webpages



Submit a Brownfields Project Inquiry Form when you have a site-specific project

Scan to subscribe to the Brownfields Newsletter!





https://ecology.wa.gov/brownfields-list

Brownfields Core Team



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Arianne Fernandez



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Contact us!













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Thank you

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