

CITY OF CONCORD

New Hampshire's Main Street™

Community Development Department

Community Development Advisory Committee

DRAFT Meeting Minutes

September 19, 2025

Committee Members in Attendance:

Chair Jeff Bart; Mayor Byron Champlin; Councilor Jeff Foote; Councilor Judith Kurtz (arrived at 12:11 p.m.); Councilor Stacy Brown (arrived at 12:02 p.m.); Michael Gfroerer; Travis Craig; and Janet Sprague

12 Absent:

13 Councilor Paula McLaughlin; Kalamoh Donzo

15 Staff

16 Tim Thompson, AICP, Assistant Director of Community Development

Mr. Bart called the meeting to order at 12:00 p.m.

Adoption of April 23, 2025 Minutes (Public & Non-Public)

Ms. Sprague moved the approval of both the April 23, 2025 public & non-public minutes. Mr. Craig seconded the motion. The motion passed by a unanimous voice vote.

Councilor Brown arrived at 12:02 p.m.

Community Development Block Grants

Proposals for January 2026 Application Round

 Mr. Thompson summarized the Community Development Block Grant (CDBG) process and application procedures that the City follows as a non-entitlement community under the federal program. He explained that the City can only receive funding for up to \$500,000 for the CDBG Housing Program per application period, meaning that the Committee will need to make a recommendation on one of the 2 projects. He stated that he can work with whichever applicant is selected to seek an alternative means of applying for the program, likely through Merrimack County.

Councilor Kurtz arrived at 12:11 p.m.

Families in Transition (FIT): Proposal to add 4 additional units of affordable housing (serving people or households earning up to 80% of the area median income) to their properties located at 9 – 11 Odd Fellows Avenue and 5 Market Lane (Bicentennial Square). Seeking \$750,000 in CDBG Grant Funds.

 Mr. Thompson prefaced the applicant's presentation by informing the Committee that the request for \$750,000 in supportive housing does not meet CDBG requirements, so FIT is eligible for up to \$500,000.

Erica Diamond, Director of Contract Compliance, and Tyler Huff, Vice President of Property and Housing Development, presented on behalf of FIT.

FIT, and its property management division, Housing Benefits, owns two affordable housing properties in Concord NH, 9 – 11 Odd Fellows Avenue and 5 Market Lane, otherwise known to us as Bicentennial Square properties. Together these properties offer 16 units of affordable housing, along with laundry facilities, community spaces, and space for a commercial business.

Based on the recent architectural study of these buildings (funded by a CDBG Planning Grant provided in 2025), FIT was able to analyze these buildings with the intent to renovate underutilized spaces into new affordable housing units. Based on the study results, FIT proposes to convert an underutilized office space into a one-bedroom residential unit at 5 Market Lane, and convert underutilized conference room and office spaces into 3 two-bedroom units at 9 Oddfellows Av. The units would all meet the CDBG criteria of being leased to families making less than 80% of the area median income (AMI). Nine of the current units in Concord are rented to households with initial incomes at or below 50% of the median area income (per existing funding agreements). Seven units must be rented to households with initial incomes at or below 60% of the median area income. Gross rents for the current units are restricted to 30% of the household income and adjusted for household size.

Mr. Thompson noted that if the project were to move forward, there will likely need to be zoning relief granted to allow the use of 1st floor space for non-commercial use. This will need to be determined during the development review process.

The Committee and applicant discussed the number of families that would be housed in the proposed units, the service area FIT oversees, construction timelines, income guidelines, taxable status of the properties, and the process regarding CDBG when multiple applicants are seeking funding.

Ms. Diamond noted that FIT has the capacity to provide the appropriate funding stack to make the project possible with a \$500,000 grant.

The Committee thanked the FIT staff for their presentation and answering their questions.

• Riverbend Community Mental Health: Proposal to renovate residential facilities (flooring, bathroom facilities, heating/cooling) located at "Twitchell," 111 Pleasant Street. Seeking \$88,000 in CDBG Grant Funds.

Mr. Thompson introduced the Riverbend application to the Committee.

Terry Sturke, Project Manager, and Crystal Welch, Chief Financial Officer, of Riverbend presented their application.

 Riverbend's focus is on improving Twitchell, a 16-bed residence on NH Hospital grounds for severely mentally ill clients. At Twitchell staff support is available around the clock. These clients would not be able to live in the community without the support they receive through Riverbend. With CDBG funding Riverbend proposes to replace the old linoleum and worn carpet in 4 client bedrooms, in the laundry room and in the 1st floor bathroom and also renovate the 2nd floor bathroom with a new shower, toilet, sink,

flooring, fan and light fixtures. Also proposed is replacement of the window air conditioner in the server

room with a mini-split that is both cost and energy efficient. The request is for \$88,000 of CDBG funds to complete these renovations.

In answering staff questions regarding the application, Ms. Sturke understood that funding was previously granted by CDBG for the property, but stated that the age of the facility has necessitated the current request. With regard to the pending closure of their CDBG funded facility on Fayette Street, Riverbend is working to relocate its clients from the Fayette Street property so that it then can be sold. Part of that work includes preparing to pay back any funds owed for previous CDBG work, if necessary. Riverbend would prefer to sell this property to an organization that would house low-income community members in need. Ms. Sturke also stated that Riverbend holds bonds on the Fayette Street property which will need to be paid down when it is sold as well as reimbursement of the CDBG funding and legal and realtor costs. This will result in a very small, if any, return for Riverbend, making it difficult to pay for the upgrades needed to Twitchell. The sale of the Fayette Street facility will support their sustainability as that residential facility runs at a loss of several hundred thousand dollars annually due to the lack of funding for people needing the level of residential care provided there.

The Committee discussed whether the improvements were health and safety related, the cost effectiveness of using a mini-split for cooling the servers and the expected lifespan of such a set-up, and the mechanics of Riverbend's lease agreement with the State of NH as it relates to maintenance responsibilities of the facility.

Ms. Welch stressed the importance of this particular facility in this location given the mental health care needs of the Twitchell residents.

The Committee thanked the Riverbend staff for their presentation and answering their questions.

After discussing the merits of the two applications, Councilor Foote moved that CDAC support and recommend the application from Families in Transition to City Council for CDBG funding of up to \$500,000. Mayor Champlin seconded the motion. The motion passed by a unanimous voice vote.

Mr. Thompson reiterated the Committee's desire to see both projects happen, and committed to working with Riverbend on an alternative means of funding for the project, including potentially partnering with Merrimack County on a CDBG application.

Status Reports / Planning Study Findings

Mr. Thompson summarized the 2 status reports that will be scheduled for a public hearing with the City Council in November, as required by the CDBG requirements.

 Families in Transition (FIT) Planning Grant (\$25,000 / 2024): The Planning Grant for FIT studied the potential for the addition of new affordable residential units at their Bicentennial Square properties (5 Market Lane and 9 Odd Fellows Avenue). The attached feasibility study determined that 4 additional units were possible at the 2 locations. FIT is pursuing CDBG Housing Funds to assist in the development of these new units, as was recommended by the Committee for funding earlier in the meeting.

44 Co

Community Justice Center Planning Grant (\$25,000 / 2024): The Community Justice Center project team (603 Legal Aid, Disability Rights Center-NH, and New Hampshire Legal Assistance) selected and contracted with H.L. Turner for architecture and engineering services to study options for all three organizations to be located in a single facility.

 The Turner Group developed a space plan for the proposed Community Justice Center. They also visited several sites with the project team and considered new construction. Preliminary estimates for all options exceeded \$5 million, which is not feasible for the project in light of current funding opportunities. The project team has currently paused the project. The project team will reconvene in the near future to consider possible options and next steps for completing the project.

Mr. Thompson also summarized other CDBG updates, not part of the November City Council public hearing.

- Concord Coalition to End Homelessness: CDBG funds were used toward acquisition of 6 South State St.
- Property purchased in December 2024. Ribbon cutting was held on September 5 and Certificate of

Occupancy from the City of Concord was issued on September 9. Tenants are moving in during September.

<u>Possible Upcoming Project</u>: CDBG has \$1mil in CDBG-CV funds left to expend quickly. It will likely be offered to programs/projects that address homelessness. Details are still being worked out but it will be a quick project (as funds need to be expended by August). Mr. Thompson requested permission from CDAC to proceed immediately to the City Council should an eligible project be proposed in the City.

 Following discussion, Councilor Foote motioned to authorize staff to engage with CDFA and the City Council on an application regarding the CDBG_CV funds with the condition that CDAC have an informational meeting prior to the City Council public hearing if an application is to be made. Councilor Kurtz seconded the motion. The motion passed by a unanimous voice vote.

<u>Riverbend Fayette Street Project</u>: Riverbend is likely selling Fayette that was recently a CDBG project. The closing was expected for September, but is postponed (new date unknown). Upon sale they will be required to pay back a portion of the CDBG, as was discussed earlier in the meeting.

 CDBG paid \$168,779 on rehab costs at Fayette. The CDBG lien is for 20 years and was registered in December 2021. The CDBG lien decreases \$8,438.95 per year (or \$703.24 a month). Depending on when they close the payback to CDBG will be approximately \$135,000 (unless they sell to another non-profit, then it'll be up to CDBG to determine if a payback is required).

Housing and Community Development Plan Update

Mr. Thompson stated the current Housing and Community Development plan required for CDBG program participation is set to expire at the end of the year. He offered a draft copy of the update plan, which will be good for 3 years and be effective on January 1 if approved by the City Council.

Mayor Champlin moved that CDAC support and recommend the updated Housing and Community Development Plan. Councilor Kurtz seconded the motion. The motion passed by a unanimous voice vote.

Other Business

Revolving Loan Fund Status Report

Mr. Thompson presented the summary of loans and financial statistics for the Revolving Loan Fund.

Adjournment

Councilor Brown moved to adjourn. Councilor Kurtz seconded the motion. The motion passed unanimously.

1 2 3 4 5 6 7 The meeting adjourned at 1:14 p.m. Respectfully submitted,

Tim Thompson, AICP, Assistant Director of Community Development

