### **REQUEST FOR PROPOSAL**

## 989 LOONEY AVE.

REDEVELOPMENT OPPORTUNITY IN MEMPHIS, TN





Submission Deadline: February 28, 2025

Vivian Ekstrom,

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## The Uptown Community comprises several neighborhoods in North Memphis, each with a rich history and a bright future.

Over the last 20 years, significant redevelopment and new housing construction have taken place, mainly in the Greenlaw neighborhood which is located immediately adjacent to Downtown Memphis.

Directed by the 2018 <u>Uptown Community Plan</u>, the Community Redevelopment Agency (CRA) is working with residents, property owners, institutions, businesses, and the City to support and facilitate the revitalization of the community. To further community goals related to creating fully occupied residential neighborhoods, preserving and celebrating historic assets, and protecting affordability, the CRA is pleased to offer this RFP for redevelopment of a vacant two-story corner store.



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# I. Reinvesting in North Memphis

The Uptown Redevelopment Area is located immediately adjacent to the northern edge of Downtown Memphis and encompasses a number of different neighborhoods in North Memphis, including: Greenlaw, Uptown, Smokey City, New Chicago, Bickford, Bearwater, Mud Island, and the Medical District.

The purpose of the Uptown Redevelopment Area is to fund affordable housing construction, building repair/retrofit/ rehabilitation, building demolition, site preparation, and infrastructure improvements that will create and ensure the continued economic vitality of these neighborhoods. Over the last 20 years, the Memphis & Shelby County Community Redevelopment Agency (CRA) has been instrumental in the ongoing revitalization of the Uptown area, with 850 homes and apartments built and 30,000 square feet of roads, sidewalks, and alleyways improved.

The CRA's work is guided by the <u>Uptown</u> <u>Community Plan</u>. This plan provides a shared vision for the district and outlines areas of focus, community priorities, and recommended projects. A vital recommendation of the plan is to acquire vacant and unoccupied properties to facilitate an increase in quality housing stock.

This RFP represents an important opportunity to revitalize a vacant commercial building and bring new residential and community-serving uses to the heart of the Smokey City neighborhood. The CRA is excited to partner with experienced development teams to bring this vision to reality.

## **II. Opportunity**

The Memphis and Shelby County Community Redevelopment Agency (CRA) is seeking proposals for 989 Looney Ave.

Redevelopment of the property can include one of the following:

- Full residential one large residence or stacked apartments
- Full commercial will require special use permit or variance
- Live/work ground floor office or light commercial and one or two apartments upstairs (will likely require variance)

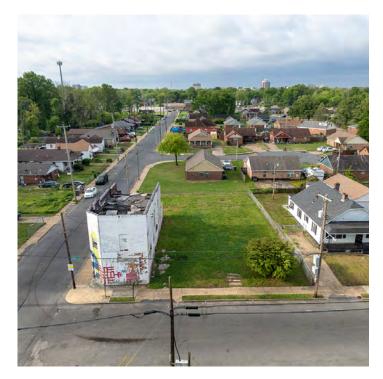
The flexibility of this site allows for a variety of redevelopment potential.

It features running stretch bond brick, with curved arched headers for window and door openings, and weave interlocking pattern at the joints.

Incorporation of a landscaped green space for the use of residents or a commercial/ third place amenity space is also encouraged.

For neighborhoods to maintain a vibrant fabric, healthy community amenities are often needed in addition to housing. Looking back at how towns were developed historically, corner lots often featured an amenity that was within walking distance to residences and helped them care for themselves. The CRA encourages small scale amenities to be infused into developments when possible.





### **III. Project Goals**

The CRA seeks proposals from qualified developers who support and can fulfill the following project goals:

- Implement uses that promote the development of vibrant anchors that are gathering places for the community.
- Facilitate development that honors the distinct neighborhood identity and supports a sense of belonging and neighborhood pride.
- Promote and support the development of local entrepreneurs, local businesses, and local small developers.
- Provide quality, affordable housing for long-term and new residents.
- Provide high-quality architectural design that reflects the scale and character of the neighborhood.
- Incorporate community engagement to assure the project reflects the community's vision.

#### **Thoughtful Design Considerations**

- Promote biodiversity through landscape planning.
- Design housing that is architecturally relevant and contextually appropriate, reflecting the scale and character of the neighborhood.
- Engage the community throughout the development process by interacting with neighbors, presenting plans, and requesting feedback at local advisory committee meetings.

Additional lots are available for consideration. A developer could consider a slightly larger adaptive project. <u>Link to map</u> of parcels.



#### Links & Resources

Thoughtful Design Appendix Page 20

Contextual Design Page 12

#### **Community Use and Design Requests**

In addition to the general goals above, community members have provided more specific suggestions on the desired uses and design for this site:

- A mix of uses is desired: residential use, particularly an affordable option for senior citizens, paired with small commercial space at the corner. Residential uses are desired for the lots at 697 Barrett, 1008, 1009 and 1012 Looney, and 1025 Lagrange.
- Dedicated space for community uses, such as: senior resource center, community meeting space, youth programming and tutoring space.
- Neighborhood sundry market (place to buy various household items and goods).
- Police satellite office or resource center.
- · Health clinic.

#### **Incentives**

 A developer may request a reimbursable grant for select demolition and reuse of the existing structure.



**PARCEL IDS 021011 00026**0.147 Acres/6,403 Sq. Ft.

**021011 00027** 0.055 Acres/2,396 Sq. Ft.

**BUILDING FOOTPRINT** 2,176 Sq. Ft.

## **ZONING**Residential Urban-1 (RU-1)

Residential development in the RU-1 District allows a variety of housing types including single-family detached (conventional, side yard house, cottage) and single-family attached (semi-attached, two-family). Other uses, including live work, will require additional entitlement processes as laid out in the Memphis and Shelby County Unified Development Code.

## IV. Property/ Site Details

Owned by the CRA, 989 Looney Avenue is a 2-story masonry structure at the corner of Decatur St and Looney Ave. Built in 1910 as part of the 'Whitesides' subdivision in Smokey City, the structure is 2,176 sq. ft. and is an unreinforced masonry and wood framed structure. Architectural features of the structure include a true brick wall, slab foundation, wood joists that tie to the brick and create a second floor, parapet with terracotta caps, and a flat roof.

The structure currently sits in a precarious and dilapidated state, with a failed roof, a compromised second floor, and a missing southern wall.



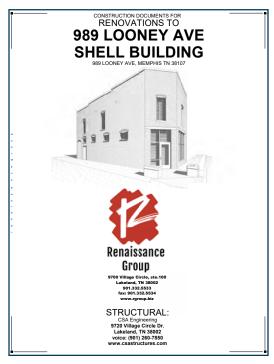
## **Additional Parcels for Consideration**

Property Address	Parcel ID	Lot Area (acres/sq. ft.)	Zoning
697 Barrett Pl.	021030-00016	0.146/6,377	Residential Urban-1
1008 Looney Ave.	021042-00027	0.133/5,793	Residential-6
1009 Looney Ave.	021030-00003	0.126/5,489	Residential Urban-1
1012 Looney Ave.	021042-00026	0.104/4,530	Residential-6
1025 Lagrange Ave.	021029-00004	0.175/7,613	Residential Urban-1

## **Pre-Development**

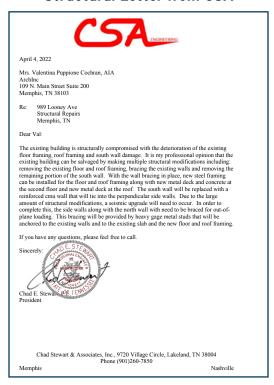
The CRA has conducted and procured pre-development work including: hazardous material survey, stabilization construction drawings, and a structural engineering review.

#### **Stabilization Construction Docs**



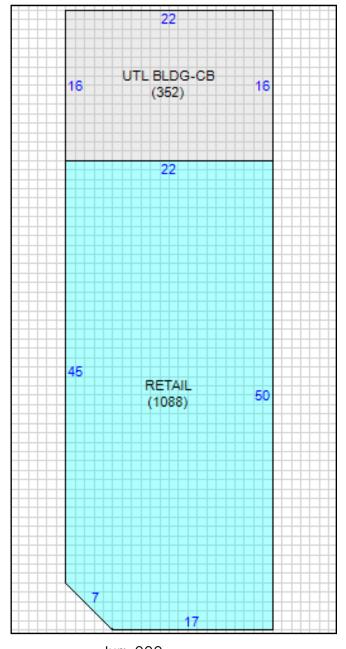
Click image to download the full document

#### Structural Letter from CSA



Click image to download the full document

#### **Building Sketch from Assessor**



Jur: 000

Parcel: 021011 00027

Taxyr: 2022 Card: 1

Code Description Area 034 RETAIL STO.... 1088 RS4 UTILITY BL... 352 081 MULTI-USE... 1088\*

#### Hazardous Materials from Tioga



## **Hazardous Materials Survey**

989 Looney Avenue Memphis, Shelby County, Tennessee May 2023 Project No. 251410.00

#### Prepared For:

Community Redevelopment Agency
PO Box 70386
Memphis, TN 38107

Prepared By:



Click image to download the full document

## **Second Floor Design Concepts**



These floorplans are meant to be conceptual and should be field verified with developers, architect, and engineers of choice.

## **Contextual Design Examples**





Cultivating Hope Corner Store (Cedar Rapids, IA)







Perch (Sioux Falls, SD)





Ravina Variety (Toronto, Canada)



View additional pictures at cramemphis.org/989looney

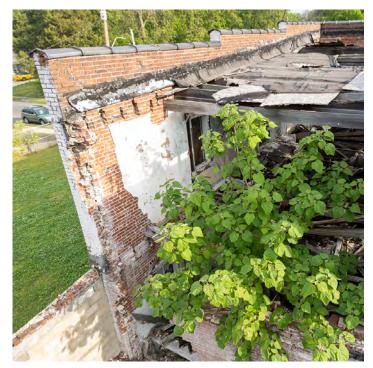
# IV. Financial Assumptions

The selected developer will be expected to identify and secure all necessary predevelopment and, if applicable, property acquisition financing.

The development team will be required to provide financial analysis and a plan of the likely costs required to undertake the proposed project, including the potential sources and uses for the budget. The financing plan must demonstrate a sensitivity and approach in using public funds and resources in the most efficient manner.

If public funding or incentives are required to fill a financing gap, the CRA may be able to provide funding for the project.





#### VI. Evaluation Criteria

Proposals will be reviewed and ranked based on a 100-point scale. Criteria used in evaluation of proposals include, but are not limited to, the following:

## Quality of development concept and alignment with project goals (30 points)

- Proposal meets the project/community goals and requirements outlined in this RFP.
- 2. Overall scope and quality of the proposed development.
- 3. Quality of the design of the proposed development, as well as its compatibility with the surrounding neighborhood.

#### **Project feasibility**

(30 points)

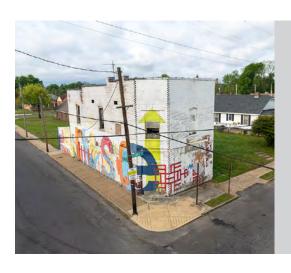
- 1. Project is economically sound and supported by realistic assumptions.
- 2. Proposed capital stack and financing strategy.
- 3. Project may be accomplished in a timely manner.
- 4. Project does not face insurmountable regulatory hurdles or constraints.

## **Developer capacity and experience** (20 points)

- Developer has a track record of delivering high-quality infill projects of a similar scale and level of complexity.
- 2. Proven ability to obtain sufficient financial resources for similar projects.

## **Economic and community inclusion** (20 points)

- Proposal provides a plan that outlines the minority-and women-owned business (M/WBE) and locally owned small business (LOSB) participation in the proposed site development, including a preliminary list of M/ WBE and LOSB consultants, financial institutions, and employees who will be asked to participate.
- 2. Proposal provides a plan that outlines community engagement throughout the design and implementation process that demonstrates an understanding of the collaborative nature of this project and the need for strong community partnership.



#### Proposal must include:

- O Cover Letter
- O Development Team Details
- O Development Experience and Qualifications
- Initial Design Concept, Timeline, and Financial Feasibility
- O Financial Capacity of Developer
- Diversity & Inclusion Plan

## VII. RFP Submission Requirements

The submitted proposal should articulate the vision for the property and explain how the project will meet the evaluation criteria set forth in this RFP. It is understood that the preparation of exact budgets and detailed architectural drawings is not possible or necessary at this point in the process. A successful proposal will include as much detail as practical, with the understanding that architectural drawings will be conceptual and budgets will be subject to further revisions.

Please include the following components:



#### **Cover Letter**

The cover letter should explain your interest in the opportunity, outline the main elements of your development concept, and identify the primary contact person (name, address, phone number and email address).



#### **Development Team Details**

This section should provide information on all members of your team and relevant experience, expertise, and capacity. Identify the development entity's name and contact information, and specify the legal form of the organization (e.g. corporation, partnership, joint venture, other).

Provide relevant experience and qualifications for each team member - including architects, engineers, contractors, financial and equity partners, lenders, or any other consultants or entities. This section should include a resume, a description of previous projects, and the team members' role in the cited project and proposed project. Provide information on whether any of these team members are a certified M/WBE business.



## Development Experience and Qualifications

Provide descriptions for completed projects similar to the proposed project and their respective locations. Include project timelines, showing all pertinent dates of the project development. Include all funding sources utilized for the project. Provide the names and telephone numbers of project references (private and/or public sector) for each project described.



## Initial Design Concept, Timeline, and Financial Feasibility

- 1. Provide a narrative of the proposed development concept and how it addresses the project goals. Identify your team's vision for this project and how it would fit into your overall business strategy. Proposals should illustrate the team's understanding of Memphis, the Uptown TIF district neighborhoods, and the importance of a successful project. Include any conceptual site plans, building elevations, floor plans, or renderings as needed to communicate the concept and design. Applicants shall comply with local development and construction codes. The proposal should illustrate that the developer understands legal requirements and property disposition restrictions.
- 2. Provide an estimated budget indicating the likely costs of the project. This budget should include the purchase offer (this can be nominal) that will be made by the developer to the CRA as well as the estimated hard and soft costs. Provide a summary of the assumptions on which these estimates are based, such as previous comparable projects or estimates provided by contractors.
- 3. Explain the proposed capital stack and financing strategy. If possible, provide a Sources and Uses Statement estimating the amount of debt and equity by source.
- Provide a clear overview of identified/desired CRA funding, if needed, in order to make the project viable.
- 5. Provide a project timeline with key milestones listed. Explain any project phasing, if planned.



#### Financial Capacity of Developer

Provide information that demonstrates the team has the financial capacity and willingness to carry out the proposed project and to initiate construction within 6 months of completing the development agreement. Submittals should include the following information:

- Identify the team's capacity to secure the equity and financing required to construct, market, and sell the proposed development. Include the developer or related entities' financials and holdings.
- 2. Provide a basic pro forma and identify the potential amount of gap financing required and the gap financing resources related to underwriting the cost of development and operations. Define the team's experience with securing sources of gap financing that may be used for the project. The CRA may be able to provide funding for financial gaps identified in the pro forma.



#### Commitment to Diversity & Inclusion

Applicants should include as part of their proposal a Diversity Plan that is both attainable and workable. The Diversity Plan shall identify goals for participation of Minority/Women Business Enterprises (M/WBE) and Locally Owned Small Businesses (LOSB). Suggested percentages or degrees of participation by certified M/WBEs and LOSBs are:

- For all projects, the CRA sets an overall combined goal of 40% M/WBE participation for Professional Services, with a 26% for MBE and a 14% goal for WBE, as defined by Shelby County ordinance.
- 2. Within this overall goal for M/WBE participation, the CRA sets goals for goods and services categories consistent with those of the City of Memphis as outlined in Ordinance 5384, Sec. 2-327, using the ratio of the M/WBE participation goals for each sector. These goals are to be updated when the City of Memphis revises their goals.
- 3. The LOSB participation goals remain at 10%.
- 4. The CRA will monitor its projects, requiring contractors to submit regular reports, and reviewing the goals on an annual basis.

Upon approval, the Applicant will be responsible for implementation of the Diversity Plan and for filing with the CRA staff quarterly reports that reflect the names of the certified firms involved, the amount of money received by such firms and the total amount spent.

## VIII. RFP Submission Process

#### **QUESTIONS**

Submit questions in writing to Vivian Ekstrom via email at <a href="vivian.ekstrom@cramemphis.org">vivian.ekstrom@cramemphis.org</a> using the subject line "989 Looney RFP." Responses to questions will be posted on the CRA website as they are received.

#### SUBMISSION DUE DATE

All proposals to this RFP must be submitted to the CRA by 5:00 PM CST on Friday, February 28, 2025. Respondents must submit a digital PDF of the entire submission via email to vivian.ekstrom@cramemphis.org (subject line should read "989 Looney RFP") prior to the deadline described above. Please format the document to fit 8.5 x 11 size. A maximum length of 20 pages is preferred.

# IX. Other Requirements

#### **EQUAL OPPORTUNITY STATEMENT**

The CRA is an equal opportunity employer and will select a development proposal without regard to age, disability, religion, creed or belief, political affiliation, race, sex, or ethnicity.

## CRA'S DIVERSITY AND INCLUSION GOALS

The CRA requires that a best-faith effort is made to proactively avail any potential contracting or subcontracting opportunities to qualified minority and women-owned businesses and locally owned small businesses. Our minimum overall goal is 40% combined M/WBE participation and 10% LOSB participation. Please reference the Commitment to Diversity & Inclusion section on page 15 for additional details.

#### RIGHT TO REVISE OR REISSUE RFP

The CRA may need to request additional information from the respondents as part of the selection process once finalist firms have been identified. The CRA reserves the right to not select a proposal as a result of this process. In that event, the CRA may, or may not, elect to reissue the RFP if deemed necessary to solicit additional interest in the property.

# X. Timeline and Key Deadlines

#### RFP Published

January 9, 2025

#### **RFP Submittals Due**

February 28, 2025 by 5:00 PM CST

#### **Selection Committee Review**

March 2025

#### **Development Agreement**

May 2025

#### **Start of Construction**

Goal: Q3 2025

Please send questions to: Vivian Ekstrom, Director of Planning and Community Development vivian.ekstrom@cramemphis.org

## **Thoughtful Design Appendix**

#### **Housing Diversity and Innovative Development**

To maximize the potential for housing affordability and promote housing diversity within the Uptown Redevelopment Area, developers are encouraged to consider alternative housing models and innovative development strategies. The following options can be explored:

**Building Smaller:** Embrace the concept of building smaller, compact housing units (700 sq. ft. - 1,300 sq. ft.) designed to be efficient in space utilization and construction costs. Smaller footprint homes can provide affordable housing options for individuals or small families while minimizing environmental impact and reducing overall development costs.

Cottage Court Development: Explore the possibility of developing a cottage court—a cluster of small, detached dwellings arranged around a central courtyard or green space. Cottage courts offer a sense of community and shared amenities while providing individual privacy and autonomy. This approach allows for the creation of multiple housing units on a single lot, maximizing land use efficiency and affordability.

#### Consolidating or Subdividing the Lot:

Consider consolidating or subdividing parcels to accommodate multiple housing units. Reconfiguring lots can facilitate the development of additional housing options, such as single-family homes, townhouses, or duplex/triplex configurations. This approach enables developers to create a diverse mix of housing types that cater to different household sizes and income levels within the community. Creating more units to choose from helps with scale, sustainability, and financial attainment.

Accessory Dwelling Units (ADUs): Integrate accessory dwelling units (ADUs) into the development plan to increase housing supply and affordability. ADUs, also known as granny flats, in-law suites, or backyard cottages, are secondary dwelling units located on the same property as a primary residence. These smaller, self-contained units provide flexible housing options for extended family members, renters, or homeowners looking to generate supplemental income.

Duplex/Triplex Construction: Consider constructing duplexes or triplexes to accommodate multiple households within a single building structure. Duplex/triplex configurations offer the benefits of shared infrastructure and construction costs while providing individual housing units with separate entrances and living spaces. This approach maximizes land use efficiency and promotes affordability through economies of scale.

## Sustainability

Incorporating sustainable design principles and environmentally friendly practices into the development is essential to minimize environmental impact, promote biodiversity, and enhance overall sustainability. In addition, we advise that all erosion control measures during construction are considerate of the native ecosystem and the surrounding residences. The final landscape package for developments should pull from species native to Tennessee, the southeast, or North Americas. We highly recommend consulting these two species lists (1 & 2) produced and provided by the UT extension office.

Developers are encouraged to consider the following strategies:

**Utilize Native Plant Species:** Integrate native plant species that are indigenous to Tennessee or the southeastern region of the United States into the landscape design. Native plants are well-adapted to local climate conditions and soil types, requiring less water, fertilizer, and maintenance compared to exotic species. By incorporating native vegetation, developers can support local ecosystems, provide habitat for wildlife, and enhance the aesthetic appeal of the site.

**Promote Biodiversity:** Design landscaped areas to incorporate a diverse range of plant species, including trees, shrubs, grasses, and flowering perennials. Creating habitat diversity within the site encourages a variety of native wildlife species, such as birds, pollinators, and beneficial insects, to thrive in the urban environment. Incorporating features such as birdhouses, and butterfly gardens can further enhance biodiversity and ecological resilience.

Green Infrastructure: Implement low-impact development (LID) techniques to manage stormwater runoff and reduce the burden on municipal drainage systems. Examples of green infrastructure elements include permeable pavements, rain gardens, and bioswales. These systems help to capture, treat, and infiltrate stormwater onsite, reducing erosion, flooding, and water pollution while replenishing groundwater supplies.

Sustainable Site Design: Optimize site layout and orientation to maximize energy efficiency, minimize heat island effects, and promote passive solar heating and cooling. Incorporate features such as solar panels, rainwater harvesting systems, and energy-efficient lighting to reduce utility costs and environmental impact. Preserve existing trees and vegetation where possible to provide shade, improve air quality, and mitigate urban heat stress.

## Third Place Amenity

If proposing a third-place amenity, describe the concept, its intended use, and how it will benefit the community.

For neighborhoods to maintain a vibrant fabric, healthy community amenities are often needed in addition to housing. Looking back at how towns were developed historically - often corner lots featured an amenity that was in walking distance to residences and helped them care for themselves. The CRA encourages small scale amenities to be infused into developments when possible.