# ULI Rose Center presents Lessons from the Rose Fellowship: the politics of large-scale land use development

## Redeveloping the Railyards to Strengthen the Urban Core - Sacramento, CA

John Dangberg, Assistant City Manager



- Welcome
- ULI Rose Center
  - Who we are/what we do
- Webinar instructions
- Webinar
  - Rose Fellowship introduction
  - Sacramento, CA: Redeveloping the Railyards to Strengthen the Urban Core

## **ULI Rose Center**

#### Mission:

". . . to encourage and support excellence in land use decision making. By providing public officials with *access to information, best practices, peer networks* and other resources, the Rose Center seeks to foster creative, efficient, practical, and sustainable land use policies."



Daniel Rose Chairman, Rose Associates; ULI Foundation Governor

### **ULI Rose Center**

#### How this webinar works:

Webinar audio information:

Dial-in #: 866.404.3683

Conference code: 1496305939

All callers are muted during the presentation

- To prevent any audio disruption, please mute your individual line by pressing \*6. You can un-mute your line by pressing #6.
- To ask a question-
  - During the presentation, type your question into the *Question* or *Chat* box, the moderator will review and present your questions to the panelists.
  - •There will be time for questions at the end of the presentation.

### **ULI Rose Center**

## Give us your Feedback!

- Email us rosecenter@uli.org
- Complete our survey via Survey Monkey

#### Keep informed and learn more about our programs:

- Rose Center at: <a href="www.uli.org/rosecenter">www.uli.org/rosecenter</a>
- twitter : <u>@ULIRoseCenter</u>
- Facebook : www.facebook.com/ulirosecenter

## Daniel Rose Fellowship

- Four cities selected for yearlong program of professional development,
   leadership training, assistance with a local land use challenge
- Mayor selects 3 fellows and team coordinator
- Participating cities to date: Charlotte, Detroit, Houston, Kansas City, Minneapolis, Nashville, Oakland, Philadelphia, Phoenix, Providence, Sacramento and Tampa





















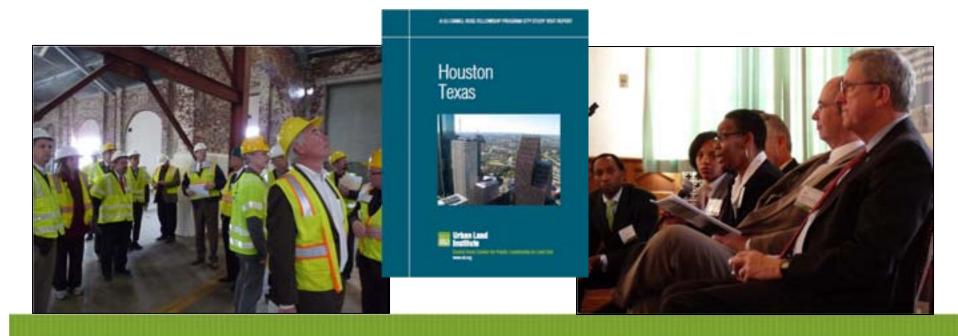






## City Study Visits

- Based on ULI Advisory Services Program
- Assembles experts to study land use challenge
- Provides city's fellowship team with framework and ideas to start addressing their challenge



# Sacramento, California

Redeveloping the Railyards to strengthen the urban core







## Lessons from the Rose Fellowship:

The Politics of Large-scale Land Use Development

# Redeveloping the Railyards to Strengthen the Urban Core

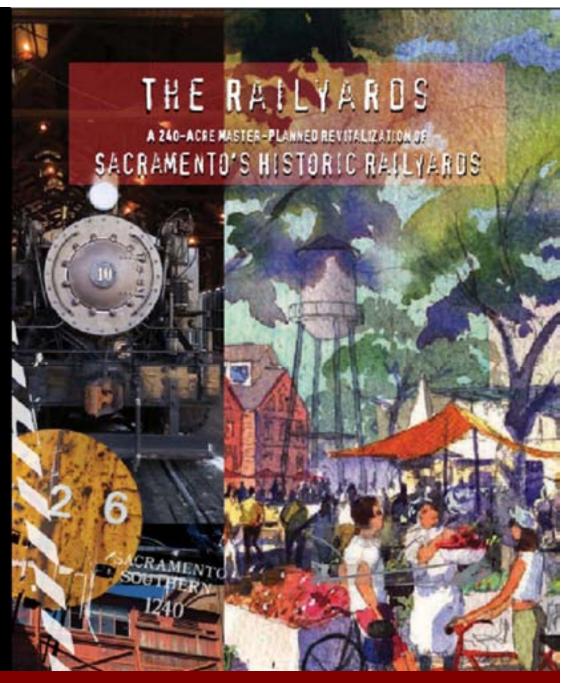


John Dangberg Assistant City Manager City of Sacramento, CA

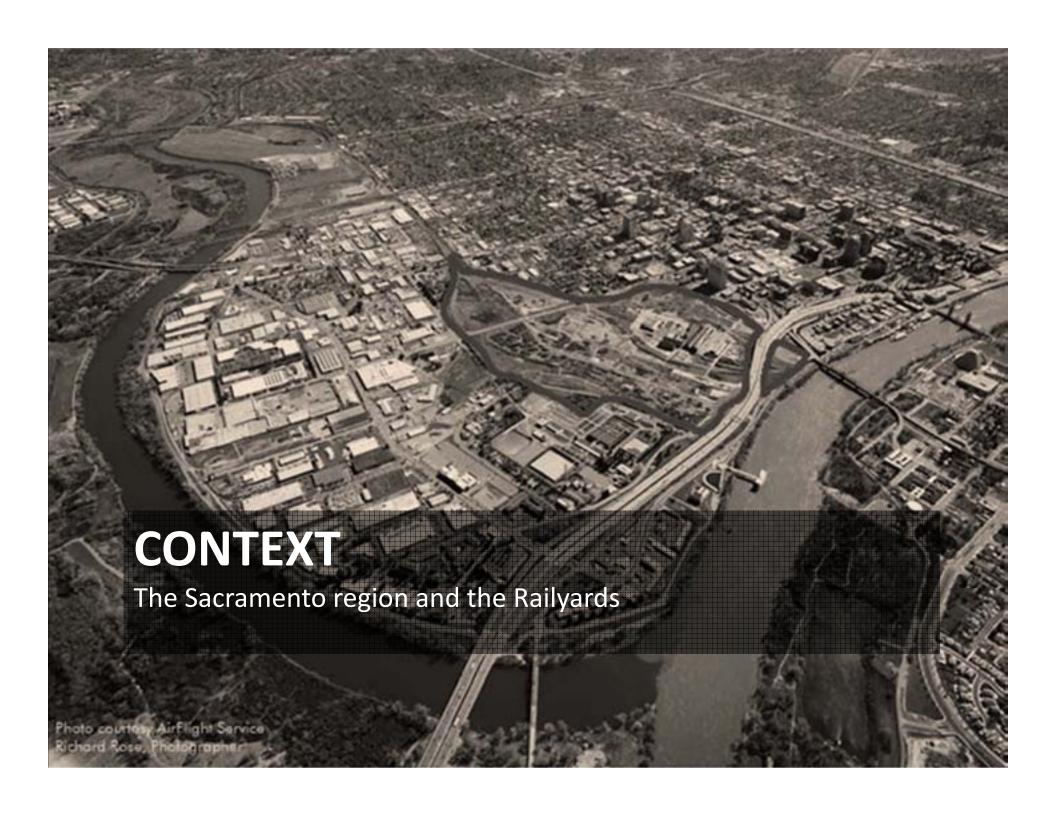


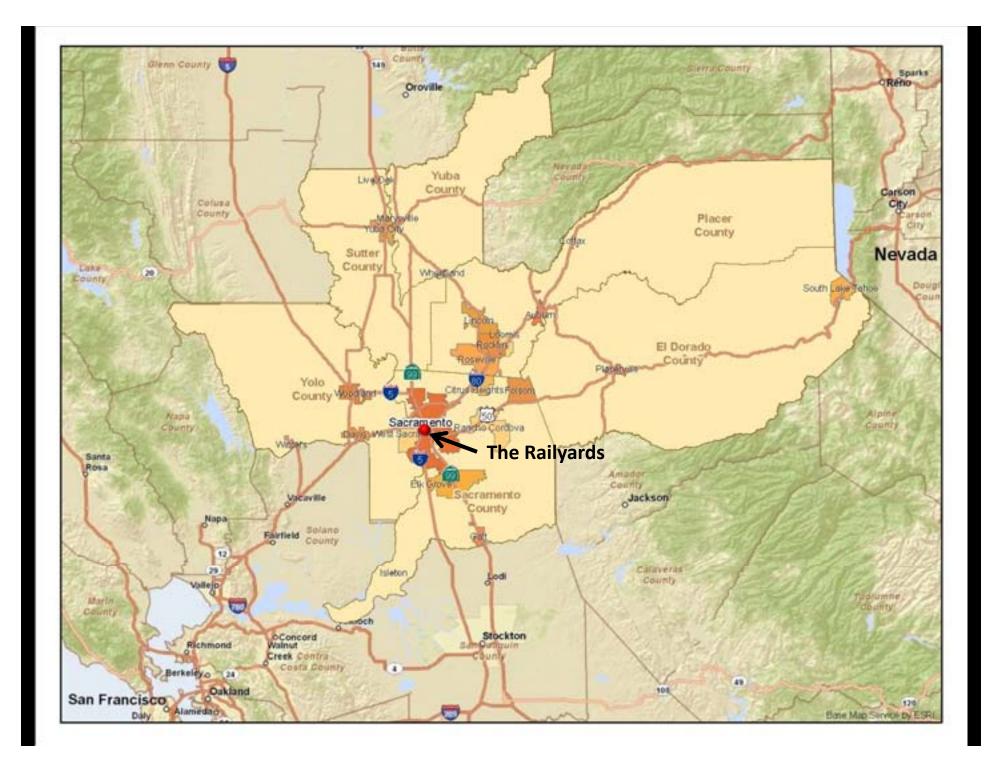
Daniel Rose Center for Public Leadership in Land Use

- Context
- Why the Railyards?
- Background
- The Railyards: Original
   Vision and Planning Efforts
- The Challenge
- ULI Rose Center Review and Recommendations
- Land Use Challenge Part II
- Accomplishments
- Measuring Success
- Lessons Learned
- Next Steps
- Questions

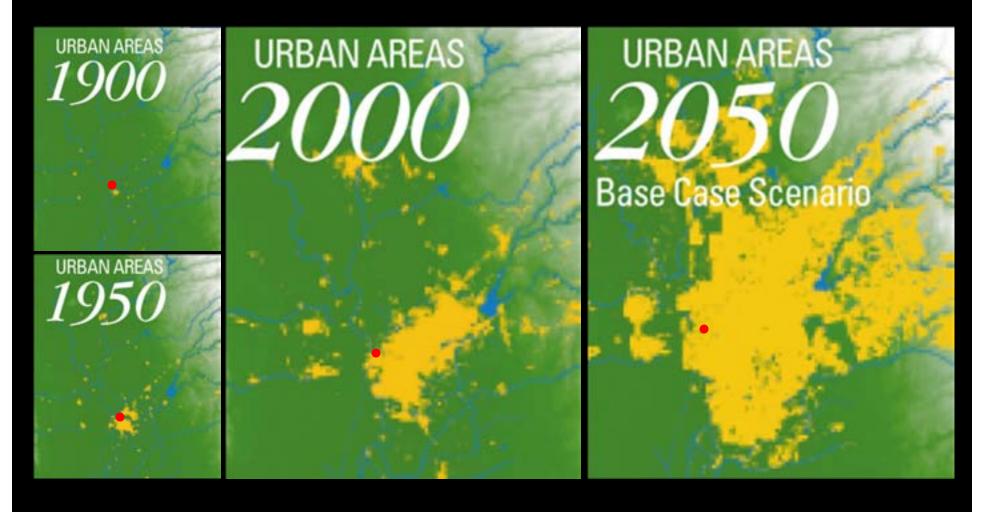


Outline









- Concern over effects of sprawl
- Region adopted SACOG Blueprint in 2005 to guide future growth
  - Regional Emphasis on Compact Development
  - Encourages development near jobs, services and transit
- City's 2030 General Plan
  - 200,000 more people in 25 years
  - Focus on key opportunity areas
- State Legislation: AB 32 and SB 375
  - Designed to reduce greenhouse gas emissions
  - Promote development in Transit Priority Project Areas



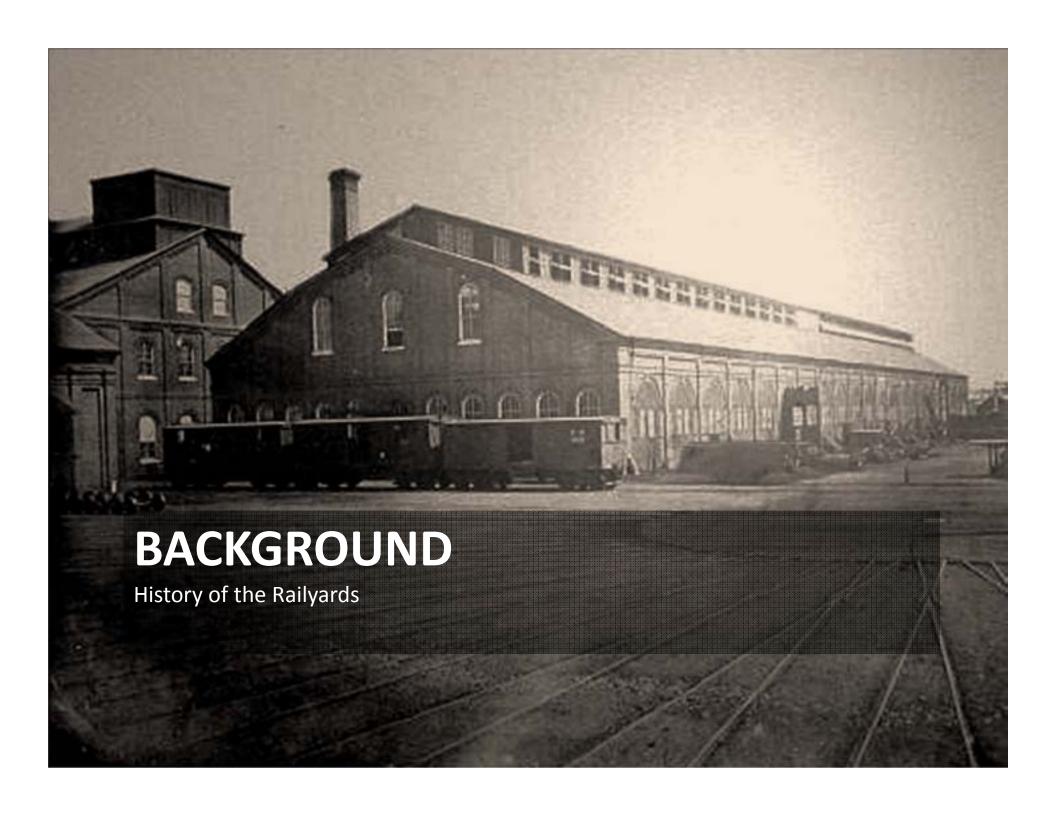


- 244 acres north of Central Business District
- One of the largest urban infill sites in the U.S.
- New specific plan adopted projecting significant development
- What are catalysts that could get the project going on the site?
- How can the City encourage development?
- What is best role for City as steward of site?

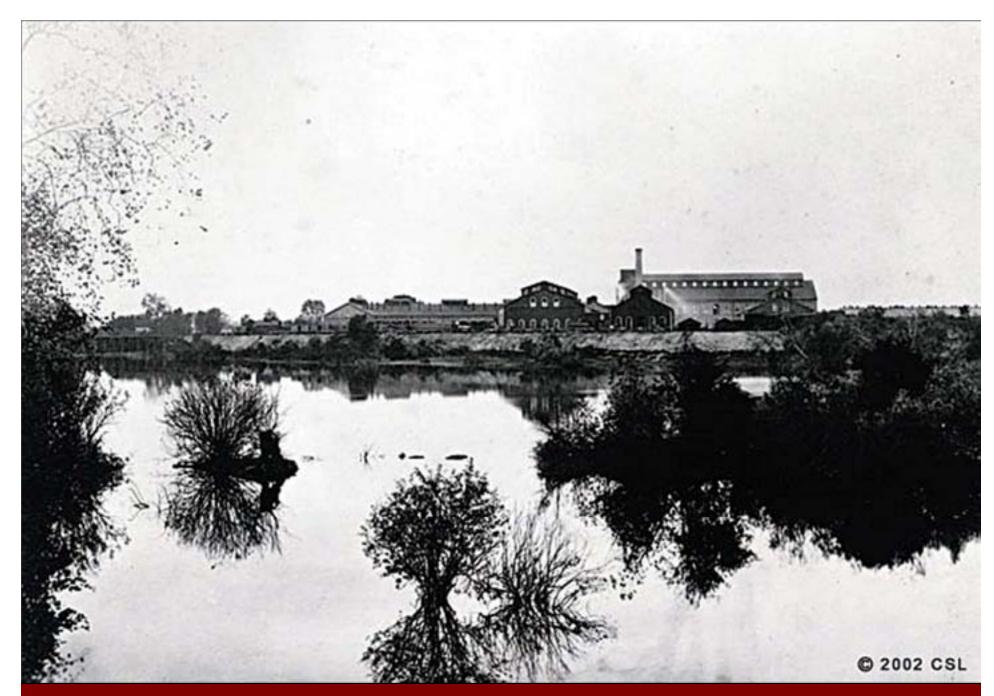
- Rose Center brought national development experts
- Had credibility with elected officials and public
- Needed fresh perspective without political baggage
- Required independent objective view of situation
- Involved complex development issues



- Kick-off Presentation at ULI Fall Conference
  - October 12-15, 2010
- Initial Study Visit and Preliminary Report
  - January 25-28, 2011
- Follow-up Visit and Preliminary Report
  - July 13-14, 2011
- Fellowship Conclusion and Final Report at ULI Fall Conference
  - October 25-28, 2011



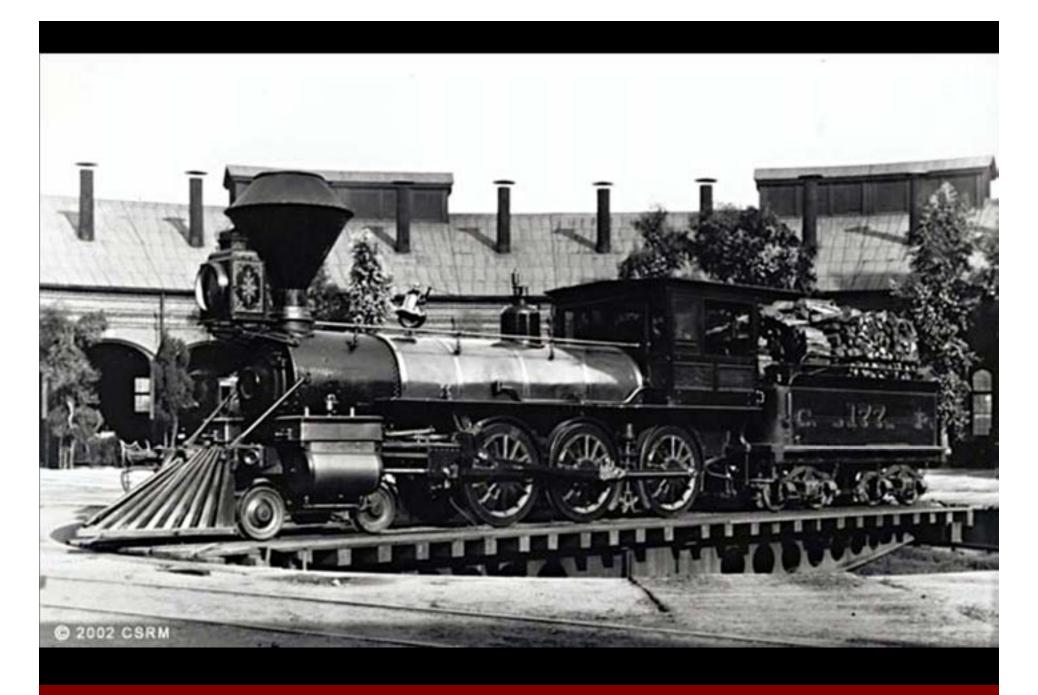
- Terminus of Transcontinental Railroad
- Major job center employing thousands
- Key point of shipment between rail and waterborne transportation
- Produced everything from bolts to dining cars
- All Railyard operations ceased in late 1990s



Railyards circa 1869

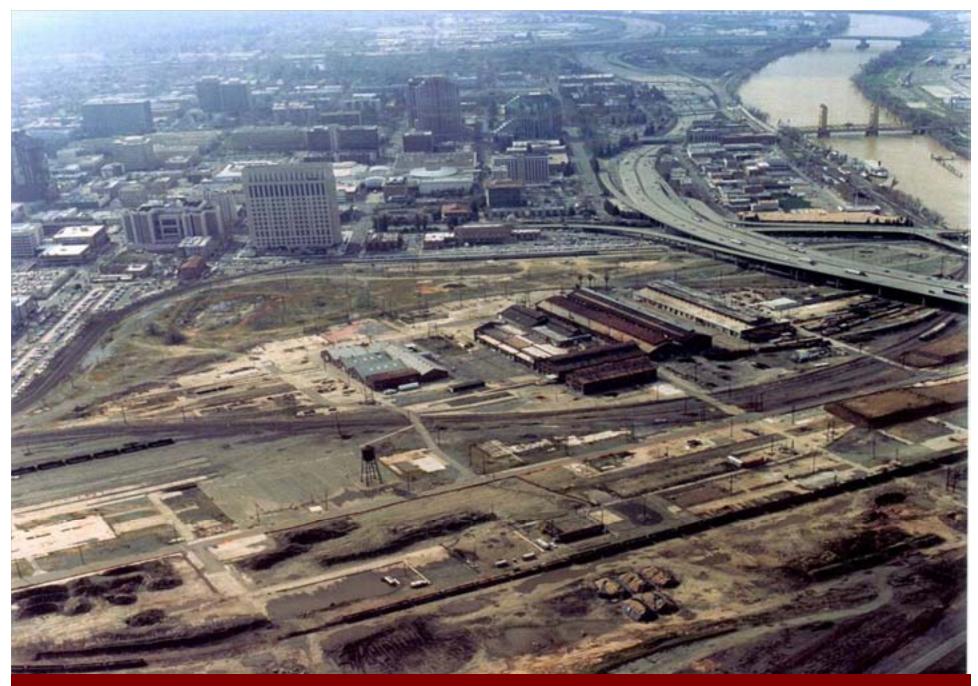


Railyards Central Shops





Railyards circa 1959



Railyards circa 2000 (Brownfield Site)



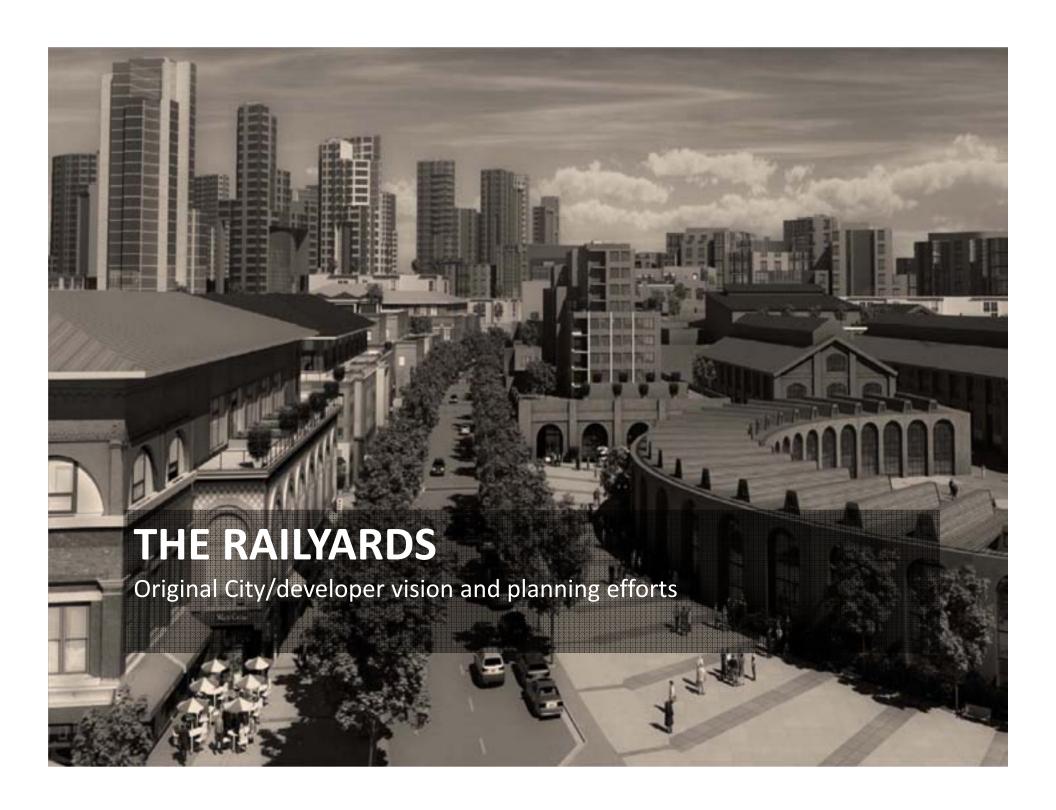
Historic Central Shops in 2000 (Planned Adaptive Reuse)

- Planned intermodal transportation facilities
- Served by light rail, bus, commuter rail, heavy rail and automobiles
- Planned location for streetcar, high speed rail and new transportation infrastructure
- Specific Plan approved in 2007
- Zoned for mix of housing, office, retail and entertainment uses

- Amtrak's Capitol Corridor
  - 3rd busiest intercity route in US
- Light-rail in Sacramento
  - Ridership growing at double the national rate
- By 2025, 15 million annual passengers will use Facility
- Requires Track Relocation and development of Sacramento Intermodal Transportation Facility



- Center of region's transportation network
- To be served by:
  - Amtrak (Commuter Rail and Regional Bus)
  - Regional Transit (Light Rail and Bus)
  - Greyhound (Bus)
  - Regional Buses (Yolo, Amador, Roseville, etc.)
  - High Speed Rail (Future Bullet Train)
  - Streetcar
- Connects Downtown to:
  - Airport (Future Light Rail)
  - San Francisco Bay Area (Capital Corridor)
  - Rest of state and western region

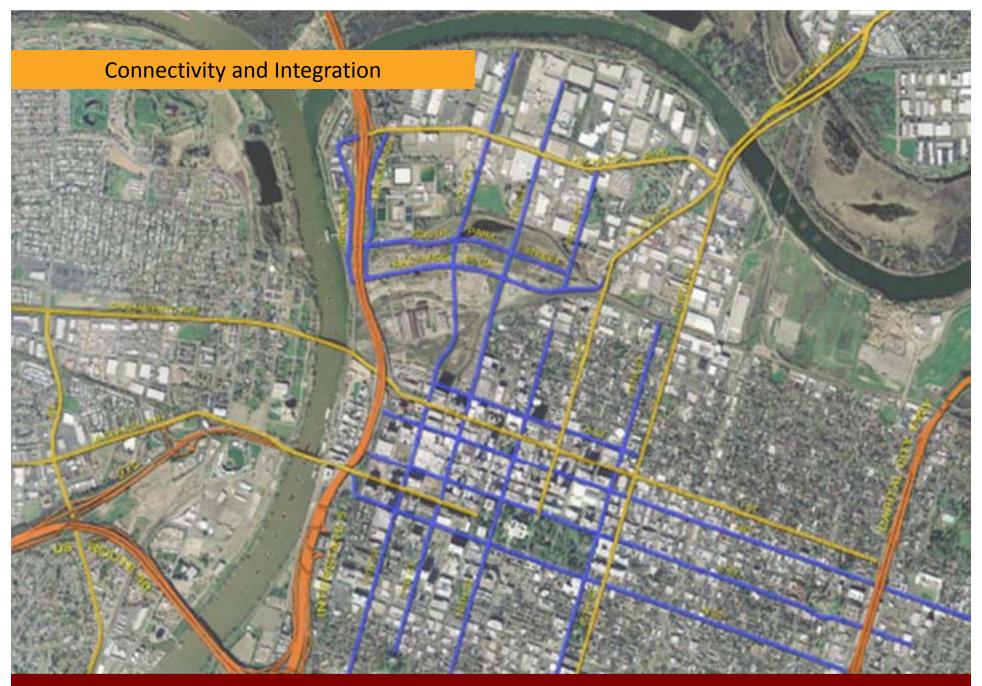


- 244 acre Plan Area
- 10,000 12,100 residential units
- 2.3 million square feet of office
- 1.3 million square feet of retail
- 1,100 hotel rooms
- 491,000 square feet of mixed-use space
- 485,000 square feet of historic/cultural uses

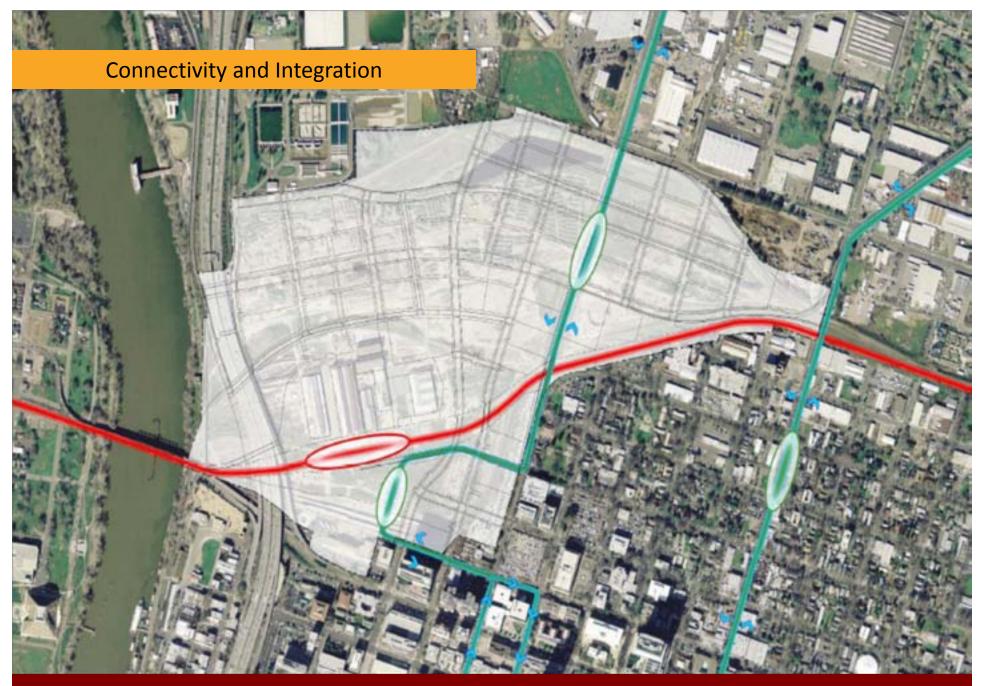
- Extension of Downtown
- Catalyst for Redevelopment and Urban Housing
- Consistent with City's Vision and Guiding Principles
- Public-Private Partnership
- Specific Plan and Streamlined Review Process

Land Use	Acreage
Total Gross Acres	244.00
Road Rights of Way	54.46
Public/Rail Transportation Uses	32.12
Parks and Open Space	41.80
Public Facilities	15.00
Net Developable Acreage for Private Development	100.62

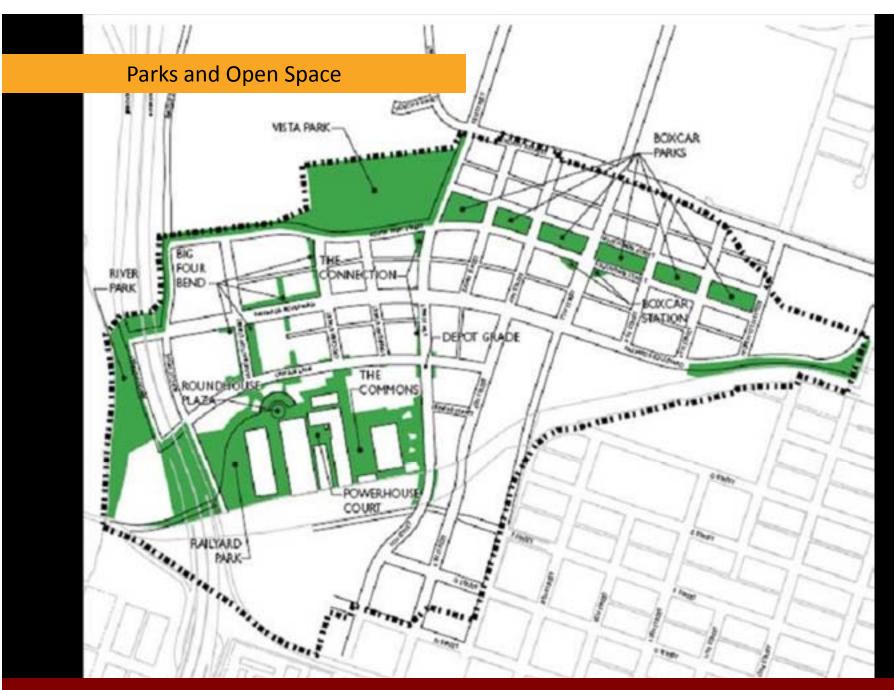
Source of Funding	Amount of Funding
Project-Based Funding (Development Impact Fees and CFD)	\$169 M
City/Redevelopment Funding	\$222 M
Other Funding Sources (primarily State and Federal funding)	\$354 M
Total Estimated Infrastructure/Public Facilities Costs	\$745 M



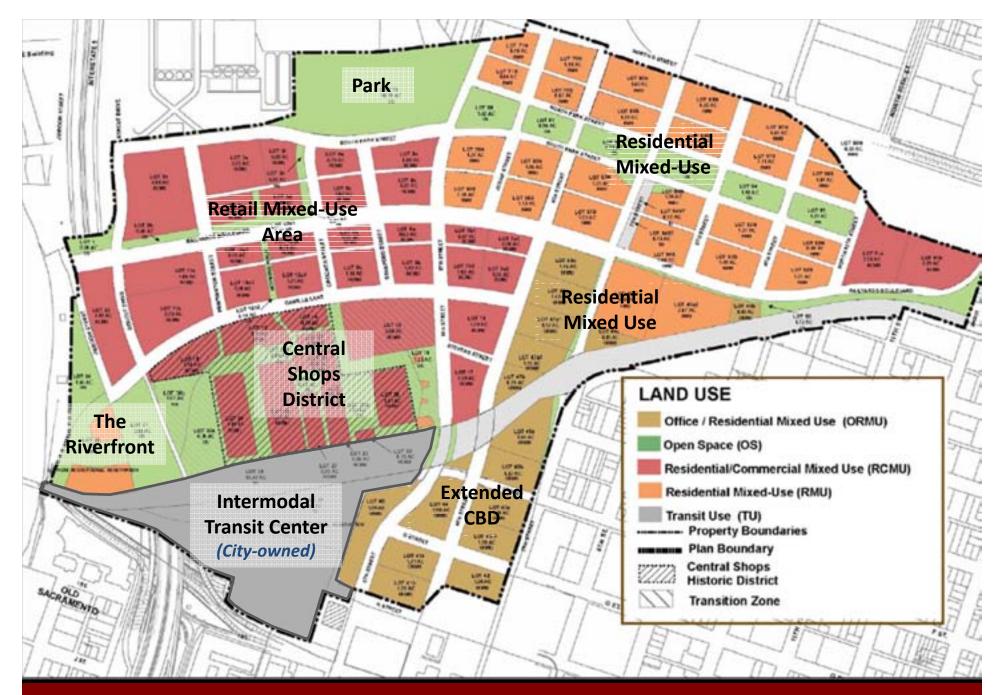
Arterials and Major Roads



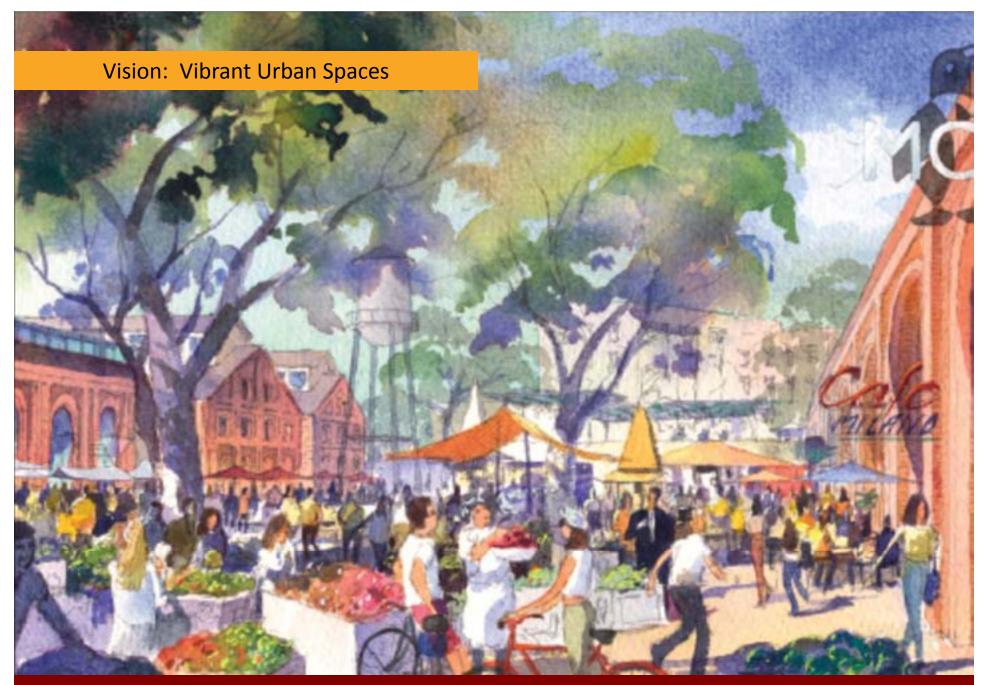
Passenger and Light Rail



**Open Space Network** 



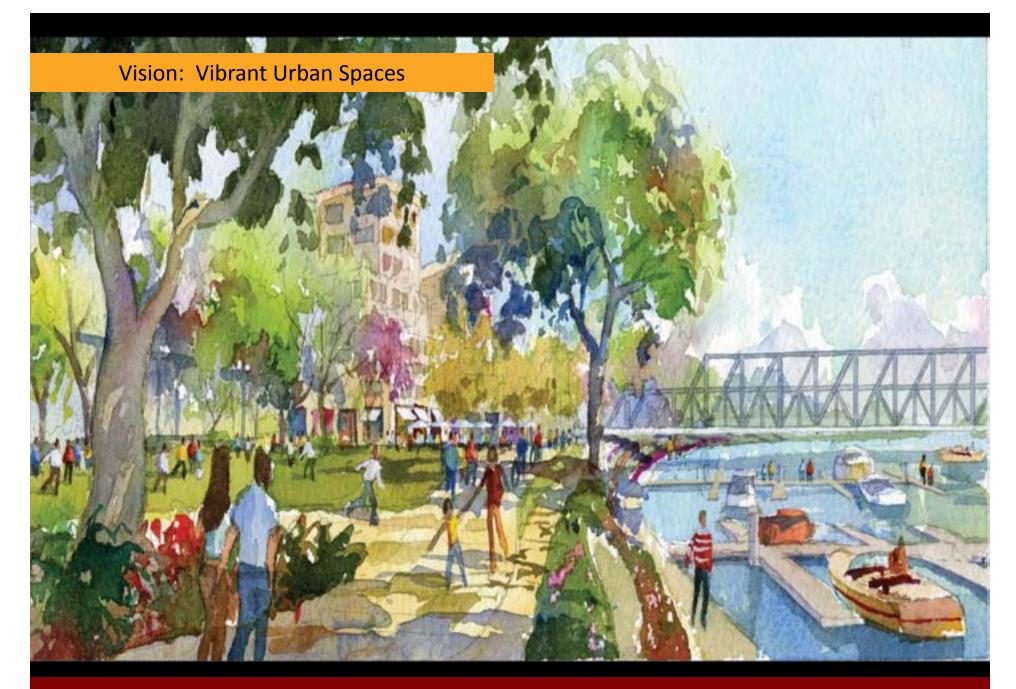
Land Use Plan



Central Shops Plaza

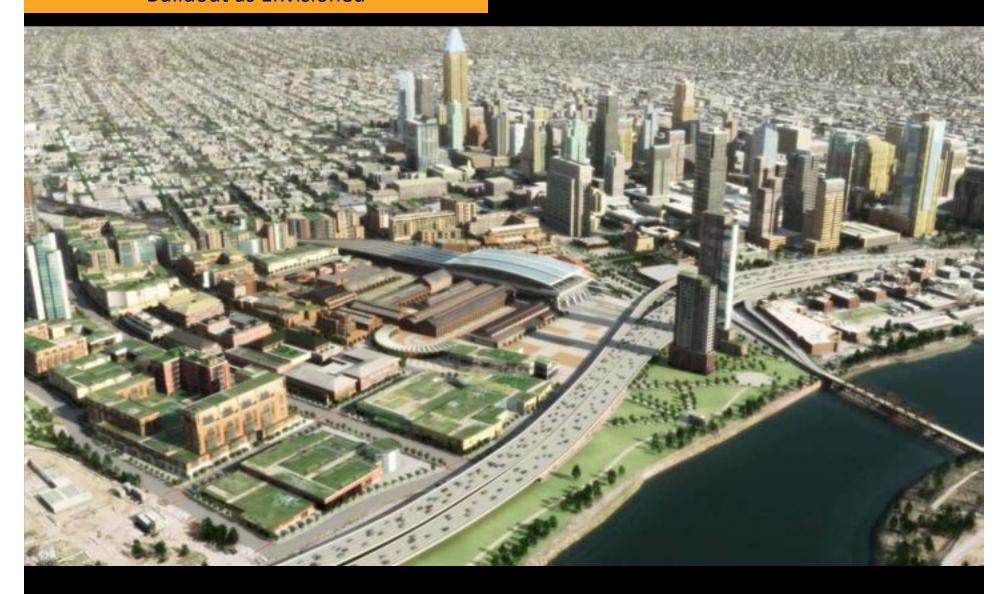


Mixed-Use Neighborhoods

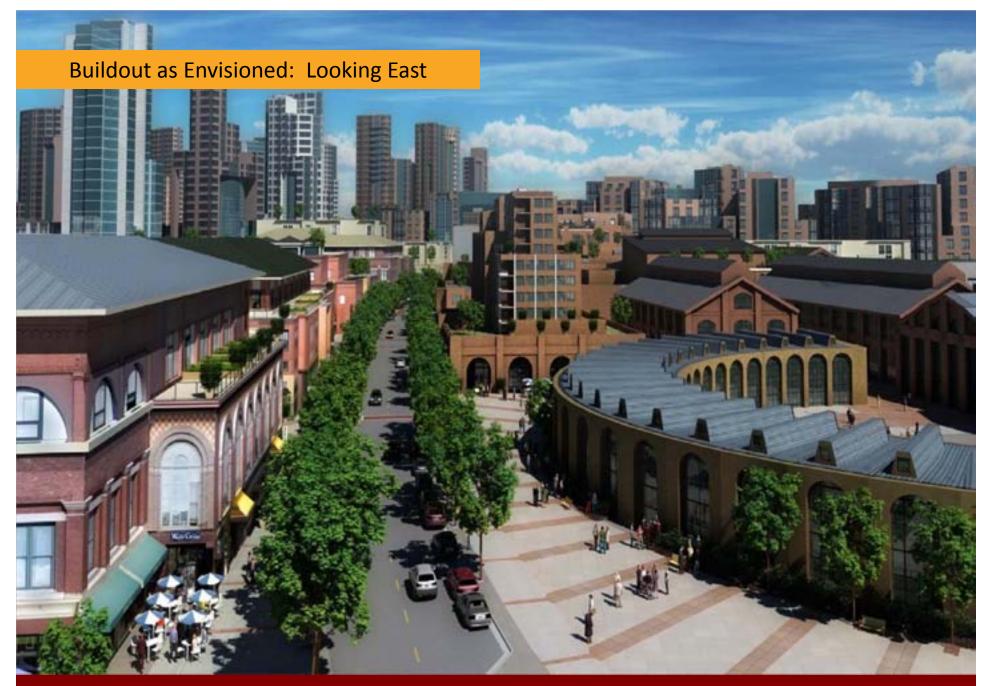


The Waterfront

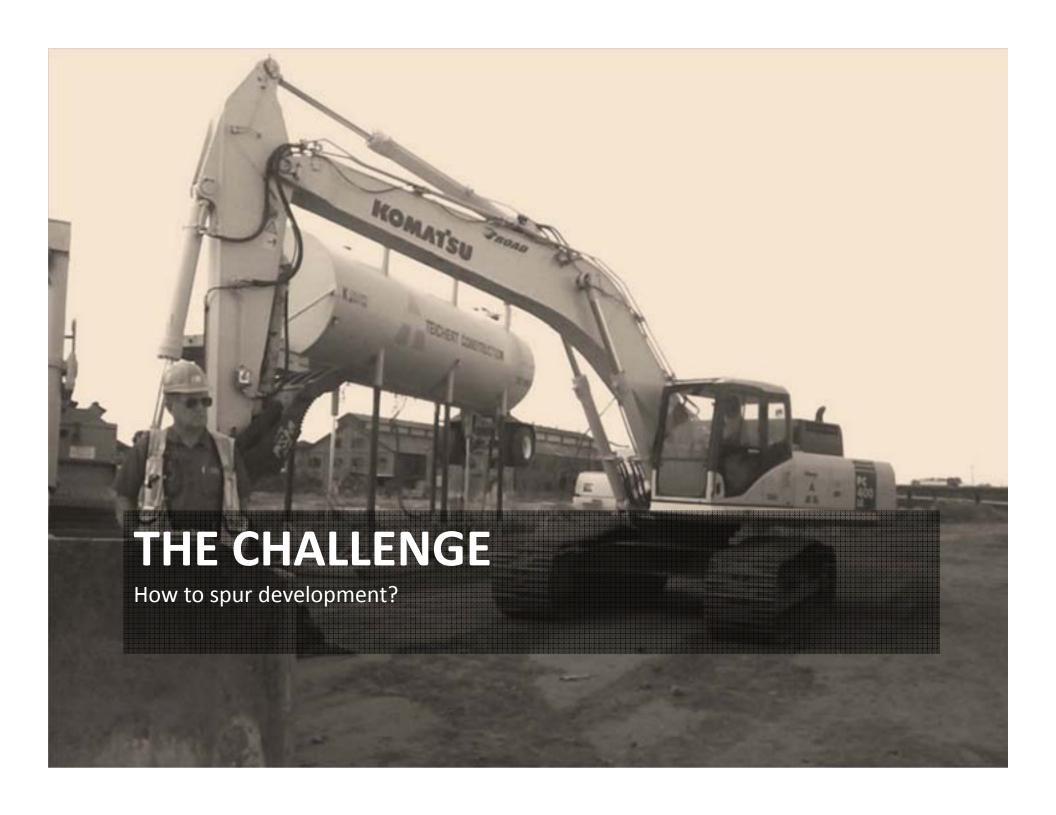
#### **Buildout** as **Envisioned**



Vision: Railyards of the Future



Vision: Future of Camille Lane



- Current market conditions
- Current oversupply of retail in region
- Significant infrastructure needs
- Large affordable housing requirement
- Need for substantial public investment
- Loss of redevelopment funds
- Lack of public and private capital
- Result: The current plan won't be built any time soon



- Specific Plan approved in 2007
- Great Recession hits Sacramento in 2007
- Developer/owner loses property to foreclosure
- Lender assumes control of site
- Redevelopment law/funding proposed for repeal
- State identifies Railyards as one of two sites for new superior courthouse
- Mayor raises possibility of new arena in Railyards



ULI Rose Center Tour of Railyards' Central Shops

- Co-Chair: Andre Brumfield, Principal, AECOM, Chicago, IL
- Co-Chair: Con Howe, Managing Director, CityView Los Angeles Fund, Los Angeles, CA
- Frank Cannon, Partner, Continuum Partners, LLC, Denver, CO
- Marlene Gafrick, Planning and Development Department Director, Houston, TX (Rose Fellow Alternate)
- Mami Hara, Principal, Wallace Roberts & Todd, Philadelphia, PA
- Rob Lane, Senior Fellow, Regional Plan Association, New York, NY
- Danny Pleasant, Transportation Director, Charlotte, NC (Rose Fellow)
- Marja Winters, Planning and Development Department Deputy Director, Detroit, MI (Rose Fellow)

- ULI stakeholder interviews
- Key stakeholders included:
  - Transportation agencies and advocates
  - Preservation agencies and advocates
  - Neighborhood groups from adjacent area
  - Housing and parks agencies
  - Landowners
  - Business groups including Downtown businesses
  - Political officials
- ULI public forum and presentation

- Build incrementally
- Build complete neighborhoods
- Rethink the intermodal station
- Get people on the site (programming)
- Develop guiding principles
  - Based on market realities
  - Connections
  - Celebrate historic significance.



#### Inside out vs. Outside in





## 2. Build Complete Neighborhoods



#### 3. Rethink the Intermodal Station

Not a giant intermodal *facility*An intermodal *District* 

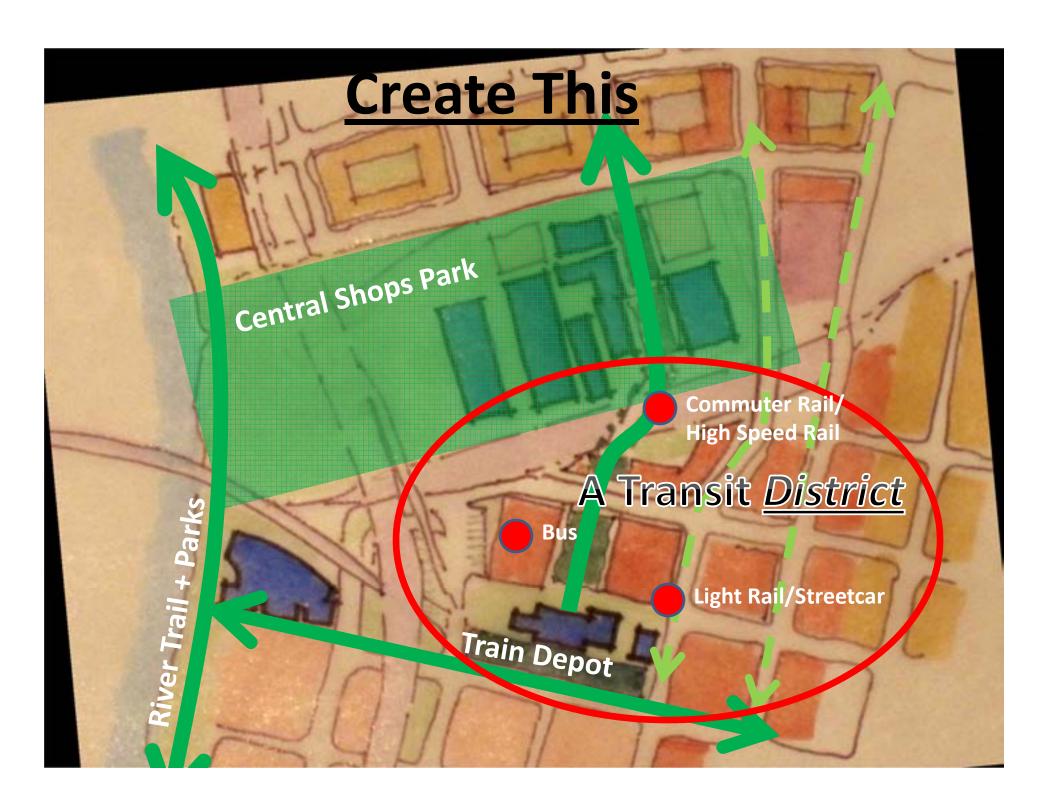
Massing could overwhelm the visual impact of the shops Divides more than it connects Consider:

- Shared use of conventional and high speed tracks in station vicinity, or
- New location for High Speed Rail









## 4. Get People on the Site

- Interim uses such as:
  - Arts and culture
  - Sports/wellness
  - Educational
  - Large-scaled tented events



# 5. Develop Guiding Principles

- Seize the opportunity
- Connects to and complements Downtown,
   Midtown and the River District
- Based upon market realities & conditions
- Local and regional draw
- Urban context
- Celebrates the historic significance

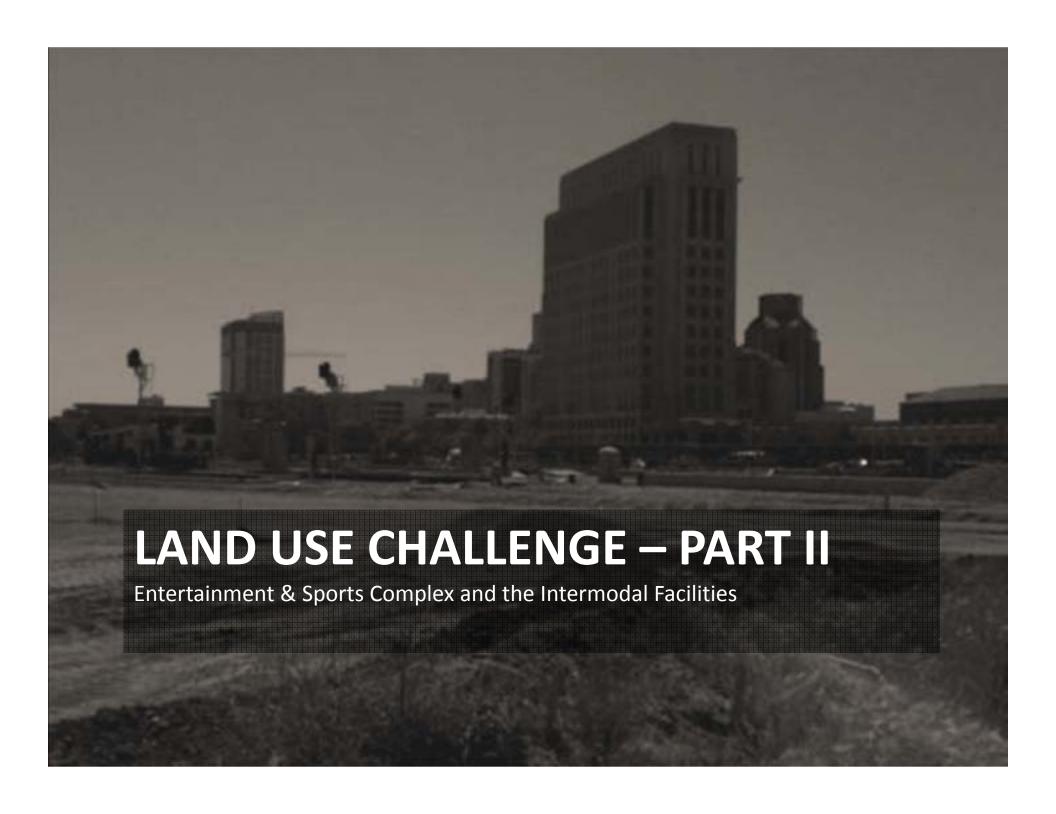
## **ULI Thoughts on Catalyst Projects**

- Several catalytic projects currently being contemplated for different parts of the Railyards:
  - Entertainment & Sports Complex (Arena)
  - County Courthouse
  - Intermodal Facility
- Each should be viewed in larger context:
  - Consider whether or not they add value to the overall experience/draw of the site
  - Consider the impact on future phases of development
  - Consider the return on current/planned investments

- Well received by Mayor, City, community and new owners,
   Inland American
- Positive press coverage
  - Sacramento Bee (article and editorial)
  - Sacramento Press
  - Sacramento Business Journal
  - KCRA News
- Particular support for:
  - Transit District
  - Getting people on the site/interim uses
  - Starting small/ Building incrementally



- Publicity from ULI Panel visit and action of local ULI helped City win Railyards site for new courthouse
- Raised public profile of local ULI
- Resulted in a better plan for the intermodal facility
- Energized staff and validated their work on the project
- Renewed public interest in Railyards
- Helped move arena/transit hub planning process forward
- New community focus on value of Railyards' past and how to realize its future



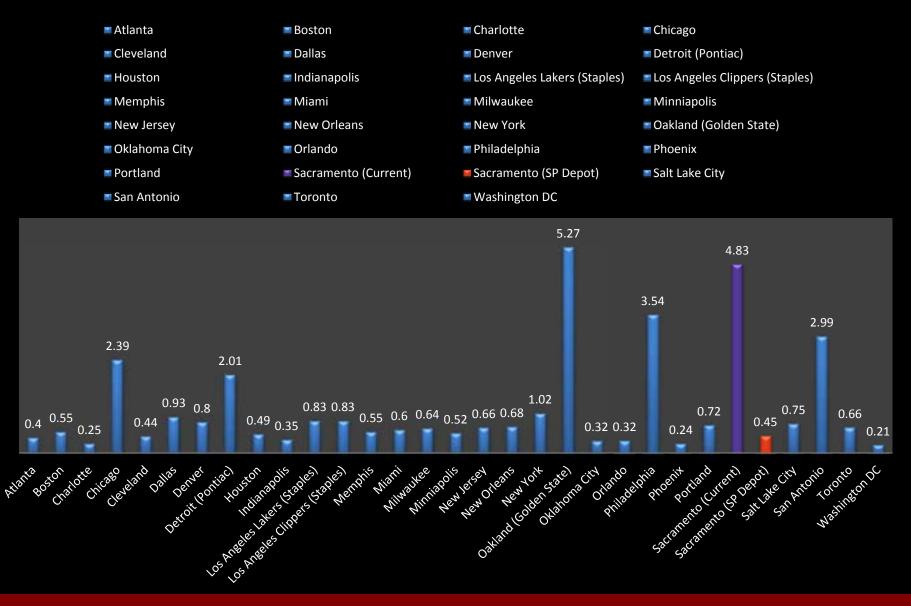
How to plan for a new entertainment & sports complex (ESC) and intermodal transportation facility on the same site?



Follow-up Land Use Challenge

- Current arena outdated and located far from City center
- City-owned site within Railyards adjacent to Intermodal Transit Facilities
- Unique public private partnership between NBA, AEG, Kings and City
- \$391 million overall cost for development of arena
- City contribution to come from parking monetization
- Long-term lease for Downtown parking garages and parking meter revenues
- Public-private partnership between City and investor/operator team
- Upside from increased demand from arena events
- Strong support from business community

#### **Facilities in Relationship to City Center (miles)**



Context: Cities with NBA Teams



Power Balance Pavilion

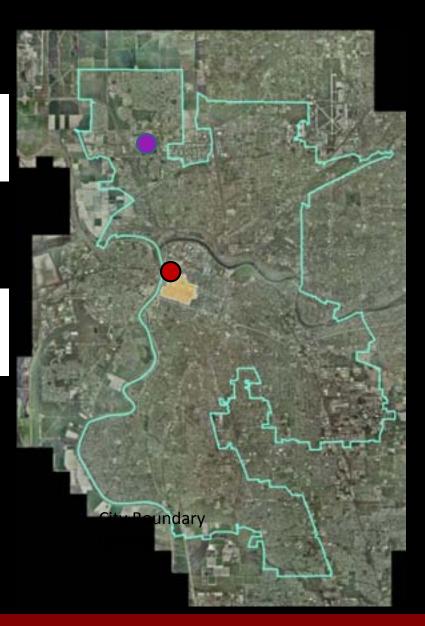
4.83 miles from City
Center



Proposed ESC

<u>0.45 miles</u> from City
Center

Civic Center: Cesar Chavez Park



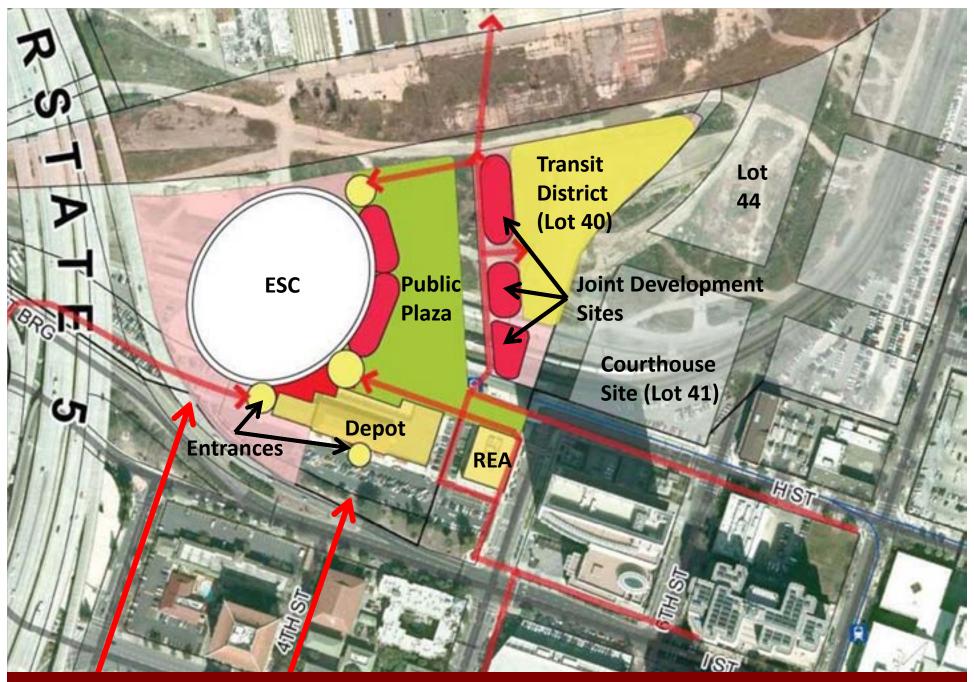
Sacramento: Current and Future Arena Sites

- Co-Chair: Andre Brumfield, Principal, AECOM,
   Chicago, IL
- Co-Chair: Con Howe, Managing Director, CityView Los Angeles Fund, Los Angeles, CA
- William Crockett, National Director of Sports,
   AECOM-Ellerbe Beckett, San Francisco, CA
- Alden Raine, Ph.D, Vice-President and National Practice Leader in Transit-Oriented Development, AECOM, Boston, MA

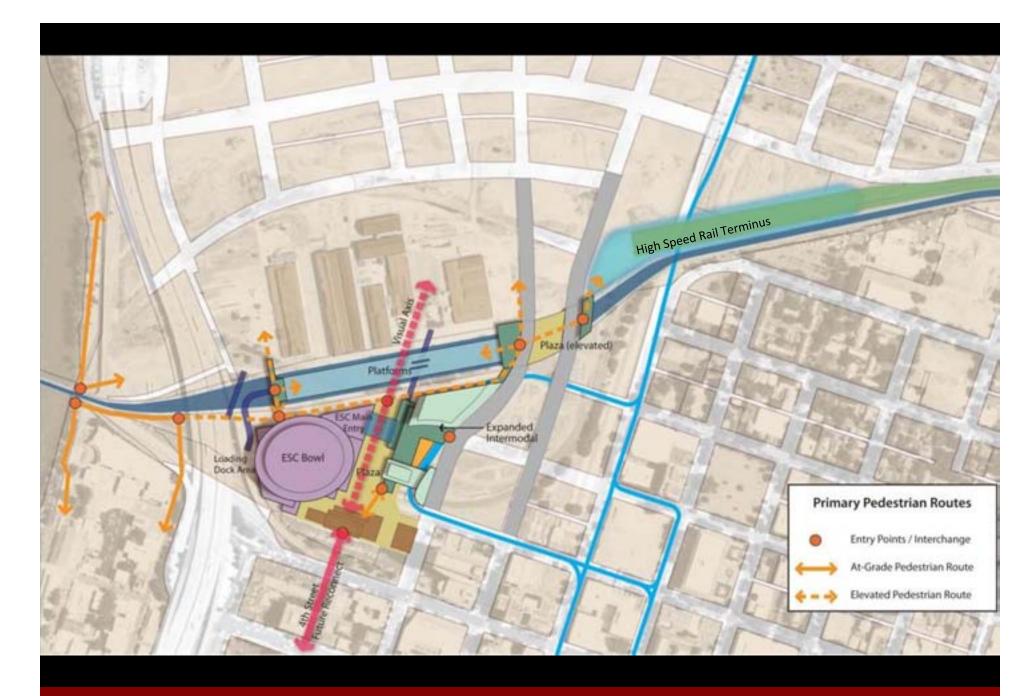
 Both intermodal and arena CAN be accommodated in symbiotic way that creates public space, provides connectivity and achieves synergies with surrounding districts

- Create transit district and move high speed rail east across 6<sup>th</sup> Street
- Move arena west toward I-5
- Move transit district east and use Lot 40
- Lower arena and design it to respect historic context
- Create public space between arena and transit district with development opportunities

- Utilize existing parking to spread economic activity
- Parking and other infrastructure (drainage, detention) should be shared in district
- Do it right or don't do it:
  - Too many design compromises will diminish functionality of the facilities and regenerative potential to the surrounding areas



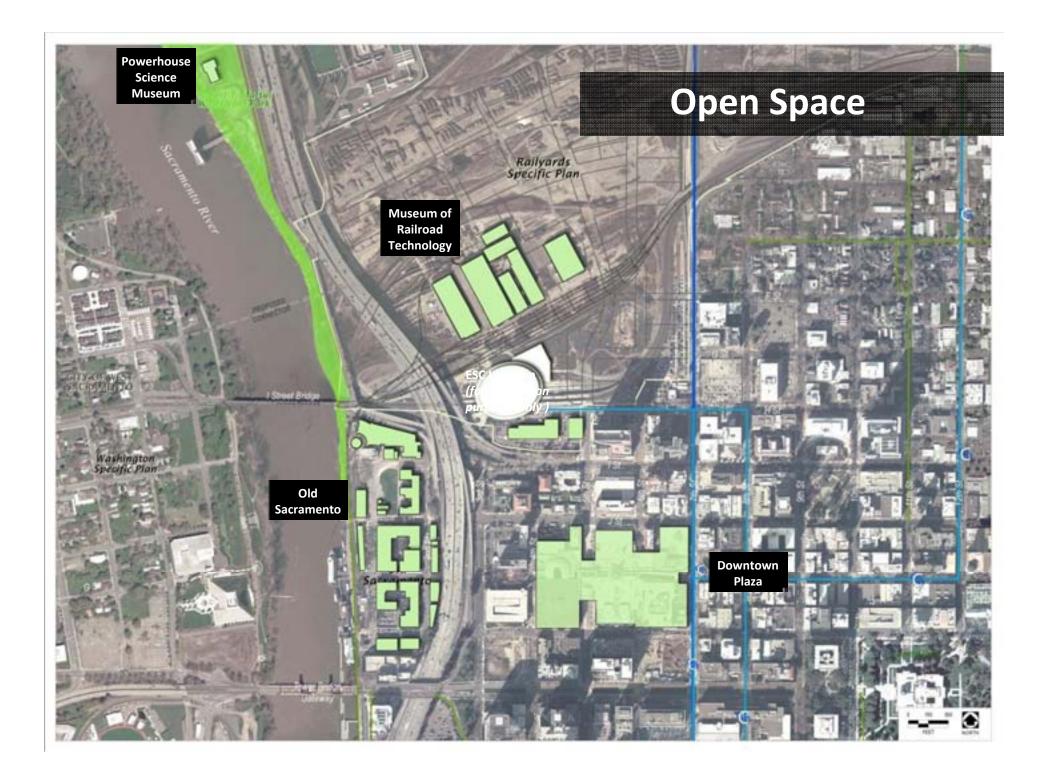
Arena (ESC) and Transit District Concept



- Allow for multiple approaches by pedestrians to site uses, garages, and destinations.
- Provide a positive experience for transit passengers and ESC visitors on site; include pedestrian plazas, paths, and gateway treatments.
- Create visual corridors through the site.
- Plan for Depot functionality (passenger flow to platforms, service/baggage connections to platforms, loading dock, etc).
- Plan for ESC functionality (truck access and parking, premium parking, offices, and limited secure parking for players and team officials, etc).



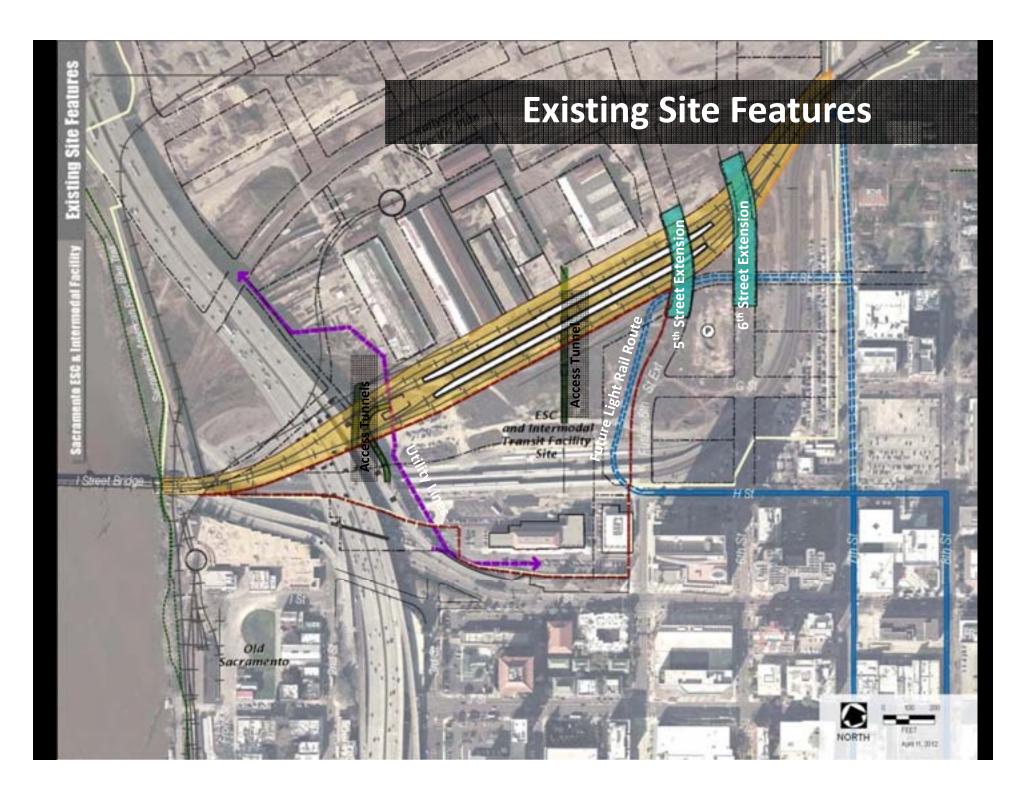


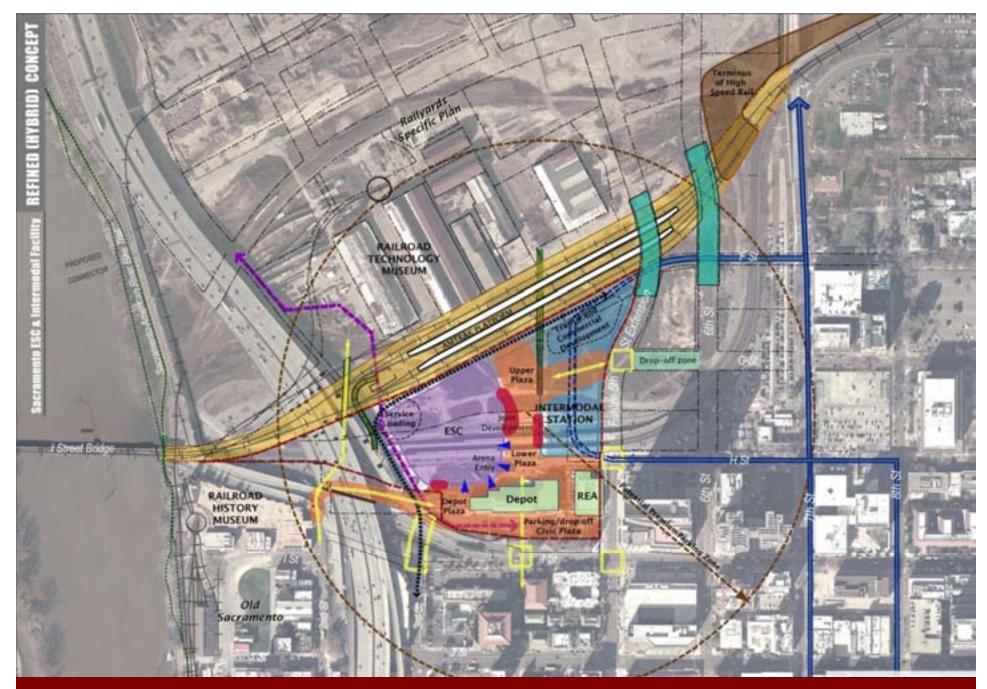






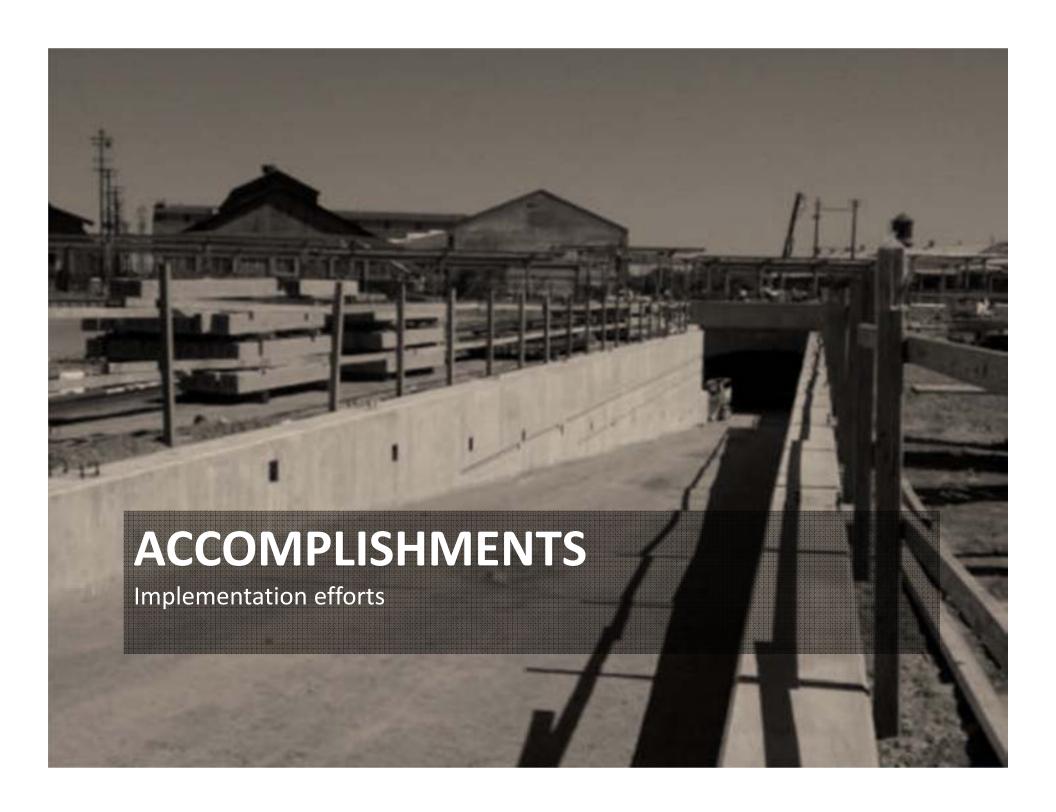






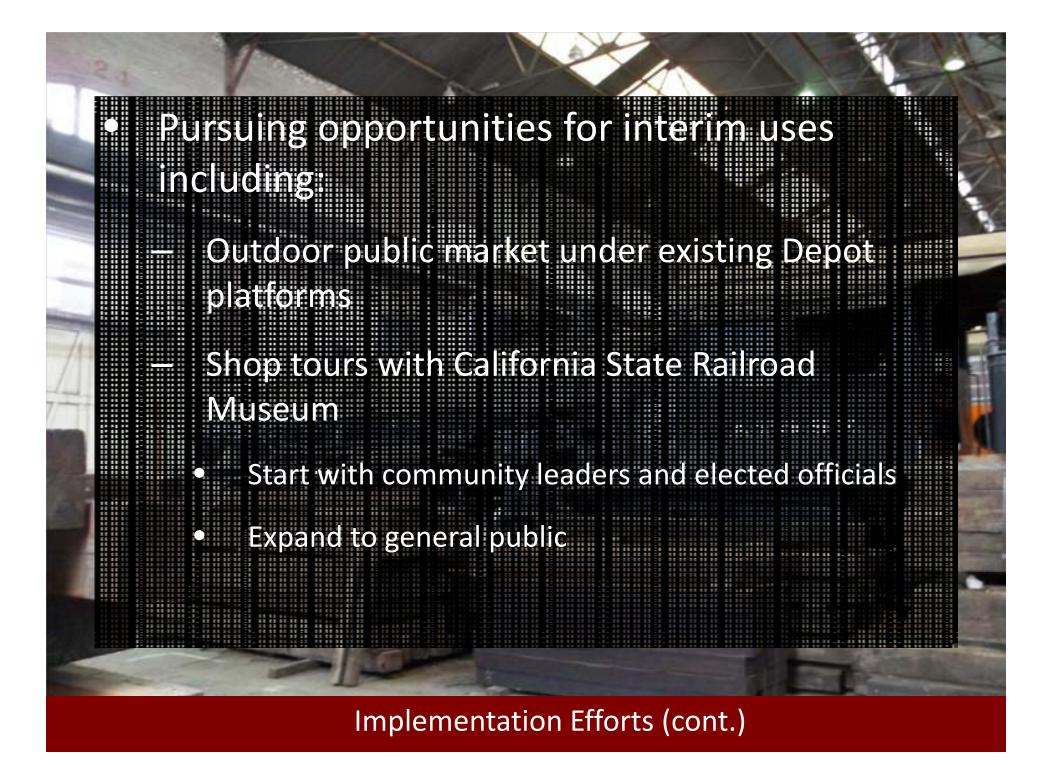
Revised ESC and Intermodal Site Plan

- Arena effort on hold
- Finalizing site plan for intermodal transportation facilities
- Exploring enhanced connections to waterfront, Downtown and Old Sacramento
- Continuing to work with ULI and consultants to develop strategy for next series of investments

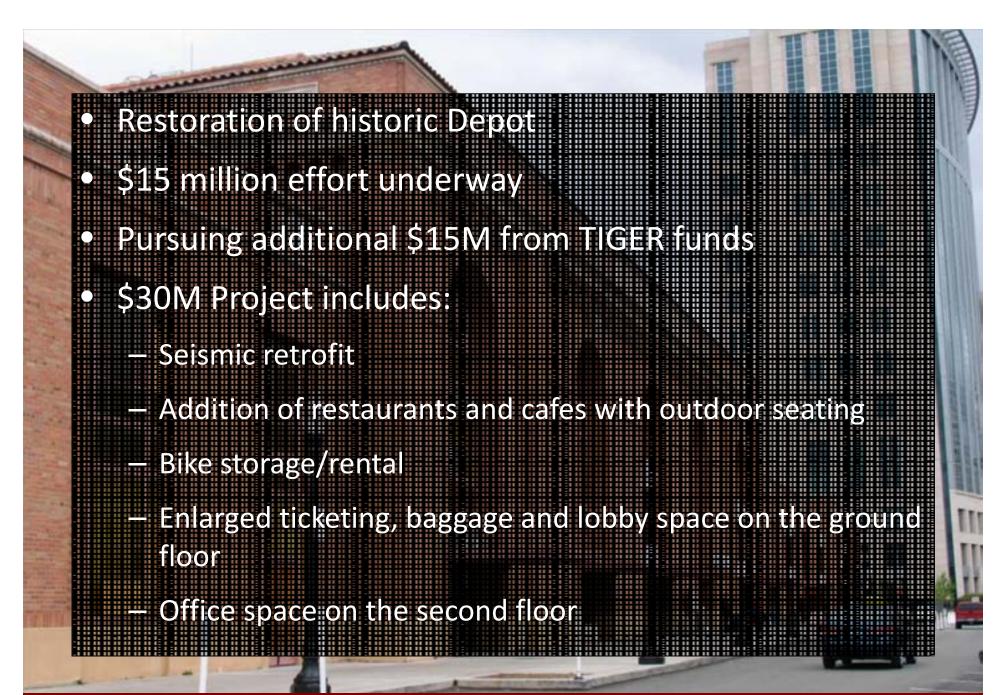


- In concert with local ULI, developed set of principles for courthouse
  - Principles could be used for other future projects
  - Focuses on urban and neighborhood context, access, activity on the street, etc.
- Redesigning intermodal facilities to create transit district
- Completed streetcar study to provide additional link to Downtown/Midtown and West Sacramento

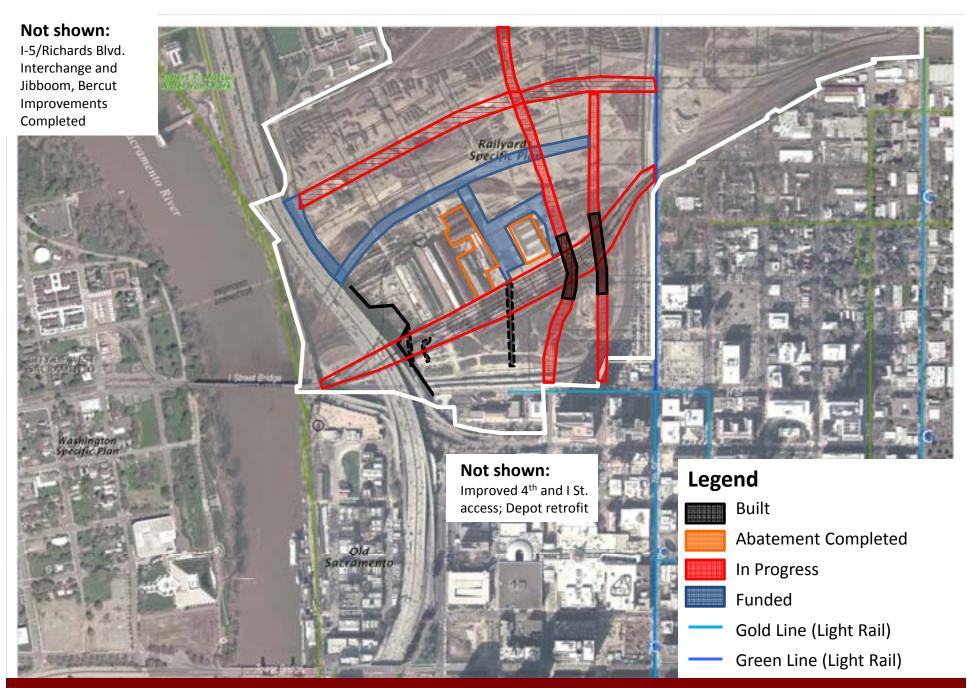




- Clean up of brownfield site nearly complete
- Investing a total of \$225M in infrastructure
  - Nearing completion of \$70M of track relocation and improvements
- Connecting Railyards to the City
  - Completion of three bridges across 5<sup>th</sup>, 6<sup>th</sup> and F Streets
  - Completion of three tunnels to Depot and Old Sacramento



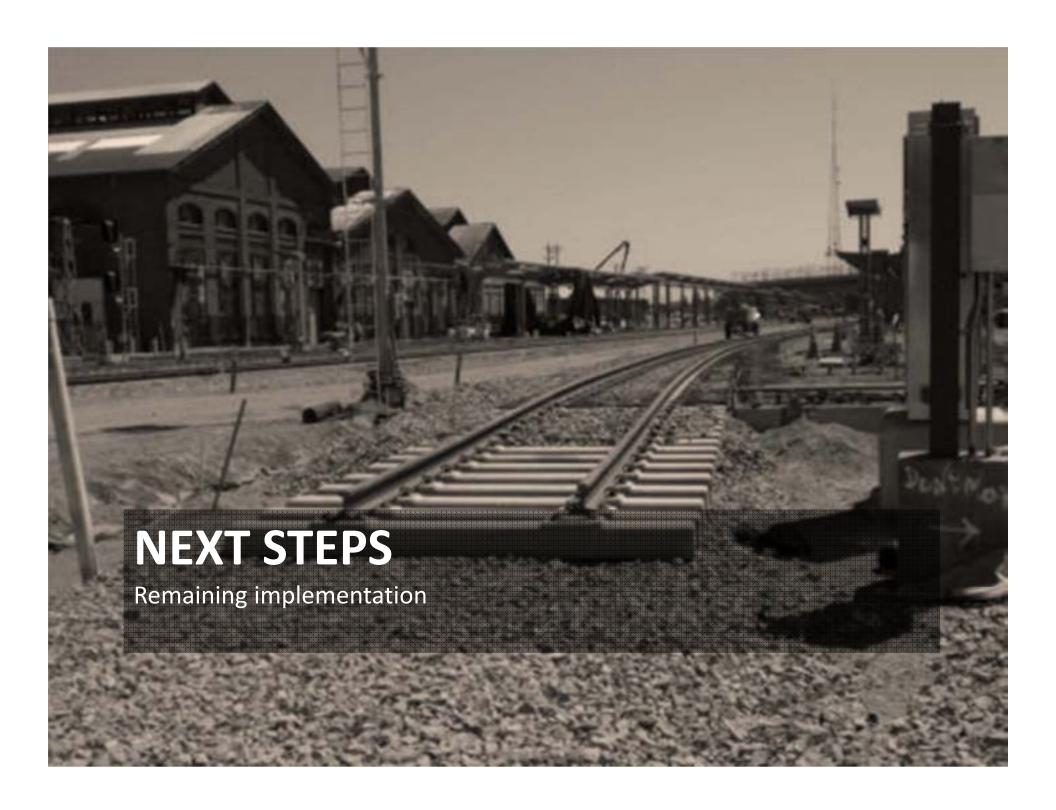
Implementation Efforts (cont.)



Infrastructure Funded, In Progress or Built



- Finalizing district site plan for intermodal transportation facilities
- Connecting Railyards to the rest of the City
- Getting people on the site through interim uses
- Restoring and activating the Depot
- Establishing the Depot as the gateway to new Depot District
- Creating new complete neighborhoods and centers of activity



- Opening of new tracks, platforms, and tunnels
- Restoration of Depot and addition of new retail and services
- Complete intermodal site plan
- Determine sites for interim uses
- Construction of superior court building
- Attracting master developer/initial developer
- Establishment of first neighborhood area
- Pursue catalyst opportunities near intermodal hub (arena or joint development)



- Unvarnished perspective that is invaluable
  - Focus is on substance not politics
  - Credentials of panelists adds weight to recommendations
- Recommendations set stage for better approach to project
  - Even without "silver bullets" City has better plan for intermodal facility
- Supports and energizes City staff and development partners
- Sets stage for community consensus and provides a new path forward
  - Enhances relationships with stakeholders
  - Provides critical momentum

- Well-suited for complex, politically-charged projects
- Need an outside opinion and a broader perspective
- Many stakeholders with divergent interests
- Use to support or augment staff efforts
- Involve key City staff in process not just elected officials
- Need a commitment to implementation
  - Not just a visioning exercise
- Useful to building community support around the concept
- Builds momentum for action

