## **BROWNFIELD BASICS:**

UNDERSTANDING THE FUNDAMENTALS OF REDEVELOPMENT

#### KENTUCKY BROWNFIELD PROGRAM

# Kentucky Brownfield Staff:

Kiersten O'Leary – Education & Outreach

Annabel McKee – Grants Administrator

Derek Bozzell – Env. Control Manager



### WHAT IS A BROWNFIELD?

Brownfields are properties that are contaminated, or thought to be contaminated, and are underutilized because of concerns with contaminant health effects, cleanup costs or liability.

## **EXAMPLES OF BROWNFIELDS**

- Abandoned or blighted buildings
- Former industries or factories
- Former gas stations
- Former dry cleaners
- Old railyards
- Old schools and hospitals
- Vacant lots



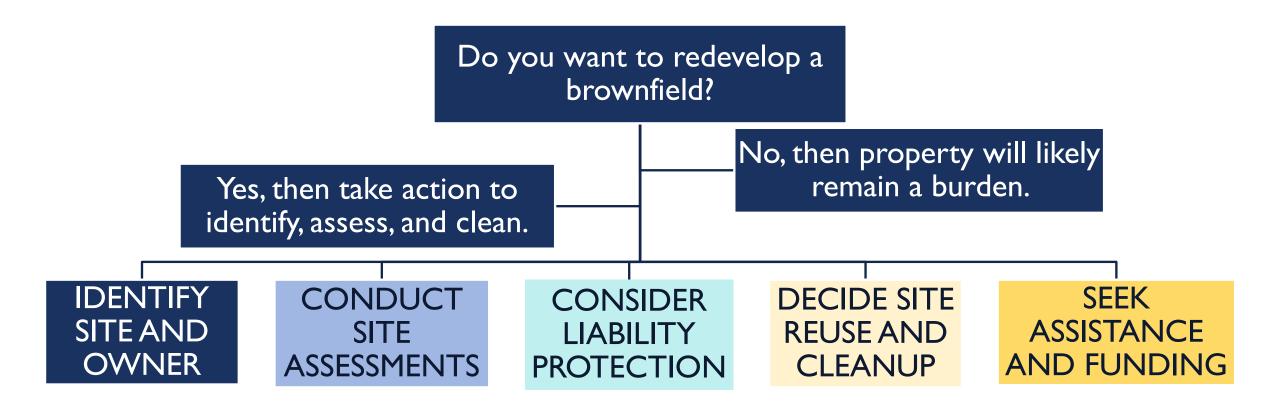


#### WHAT BROWNFIELDS CAN BE

- Park or recreation area
- Entertainment & restaurants
- New retail or commercial property
- Residential housing
- Community Center

\*Benefits of Reuse Strategy in Brownfield Application 10pts (stimulating economic development vs. community benefit)

## **NAVIGATING BROWNFIELD REDEVELOPMENT**



## WHO IS RESPONSIBLE FOR CONTAMINATION?

 Superfund Law – Responsibility generally falls to the person(s) who caused the pollution.

 Brownfield Act – Sometimes the responsible party is not easily identified. To help promote redevelopment of properties, provisions were created to provide liability protections.

## WHAT ARE ENVIRONMENTAL SITE ASSESSMENTS?

- Phase I Environmental Site Assessment (ESA)
- Phase II ESA
- Analysis of Brownfield Cleanup Alternatives (ABCA)
- Asbestos & Lead-Based Paint Surveys

## THE KEYTO BROWNFIELD BENEFITS



Required prior to property transfer for...

- Liability protection
- Cleanup grants
- Cleanup loans
- CCF loans or subgrants

## THE KEYTO BROWNFIELD BENEFITS



- Expire after 180 days
   180 days update report
   365 days new report
- Timing only matters in relation to property transfer

### WHAT ARE LIABILITY PROTECTIONS?

- Designed to ease concerns for potential purchaser(s).
- Require an environmental site assessment (Phase I ESA).
- Can be obtained through state or federal programs.
- Liability protections do not apply anyone connected to the cause of contamination.

# KY'S LIABILITY RELIEF PROGRAM (415 PROGRAM)

Under KY's brownfield law (KRS 224.1-415), a person receives documentation that they will not be held responsible for contamination.

- Prospective Owner
  - Notice of Eligibility
- Current Owner
  - Notification of Concurrence

#### IS IT SAFE? HOW CLEAN IS CLEAN?

- Phase II ESA sampling will determine the types and levels of contamination
- Most contaminated properties can be remediated to reduce or eliminate risk
- Cleanup standards depend on:
  - The type and extent of contamination
  - The intended property use

## **RISK-BASED CLEANUP**

More cleanup needed



## Parks / Green Space Children and adults may frequent areas



Commercial Workers/customers during business hours



Less cleanup needed

**Industrial** Safety controls minimize exposure



Residential Residents spend a lot of time at home

# BROWNFIELD REDEVELOPMENT IN KENTUCKY COMMUNITIES – BIL FUNDED



In FY23, Frontier Housing (a non-profit) was awarded \$2 million dollars for the remediation of the former Hayswood Hospital.



The Yard | Irvine, KY

Steam
Heritage
Corporation
(a non-profit)
was awarded
\$5 million
dollars for the
remediation of
an old CSX
Railyard.

In FY24,

Kentucky

Hayswood Hospital | Maysville, KY

Since FY22, Kentucky has been awarded over \$5 million in assessment dollars in over 10 communities / Area Development Districts.

## **BROWNFIELDS AND ECONOMIC DEVELOPMENT**

- Cleaning up contamination at brownfield sites can help make properties "shovel-ready" for developers or available for public use.
- Redevelopment can create jobs and increase the tax base in a community.
- Brownfield redevelopment projects often serve as a catalyst for other projects.

#### KENTUCKY BROWNFIELD PROGRAM SERVICES



TARGETED BROWNFIELD ASSESSMENTS



TECHNICAL ASSISTANCE



OUTREACH AND PLANNING



FUNDING OPPORTUNITIES



GRANT WRITING ASSISTANCE

Services are offered to local governments, quasi-governmental agencies and nonprofit organizations (501(c)(3))

## TARGETED BROWNFIELD ASSESSMENTS



# TBA's are offered at **NO COST** to qualifying applicants.

- Phase I Environmental Site Assessment
- Phase II Environmental Site Assessment
- Analysis of Brownfield Cleanup Alternatives (ABCA)
- Asbestos and lead-based paint surveys

## **TECHNICAL ASSISTANCE**



- TBA Reports (Phase I and Phase II Reports)
- Site Management (tracking/monitoring property cleanups)
- Liability Protection
- General program navigation from start to end

## **OUTREACH AND PLANNING**



- Education and Outreach Events (Partnerships)
- Community Planning
- Visioning Sessions
- Resource Materials
- Assistance with Public Involvement/Education

## FEDERAL FUNDING OPPORTUNITIES





## FEDERAL FUNDING OPPORTUNITIES



Bipartisan Infrastructure Law:

A historic 5 billion dollar investment in Brownfields.

Only 2 cycles left to apply (FY25 and FY26).

## STATE FUNDING OPPORTUNITIES



- Cleaner Commonwealth Fund (CCF) Loans
  - Seed Funding

KBP staff can suggest funding through other agencies, leveraged resources and in-kind service

## **GRANT WRITING ASSISTANCE**



- Grant Writing Workshops
- Review of Draft Proposals
- General Grant Guidance

## **WHAT'S NEXT?**

If you are pursuing redevelopment efforts in your community, there are several way you can proceed.

## DEVELOPING A BROWNFIELD INVENTORY

There are benefits to developing an inventory of brownfields in your community.

- A chance to get the community involved early in the process
- Prioritization of redevelopment projects
- Available for when you or a community partner prepares an assessment grant
- The owner's permission is required to access the property

### **IDENTIFY SITE AND OWNER**

- You know your community
- Does your community have properties that are abandoned, underutilized, or potentially contaminated?
- Can your city or community purchase or obtain the property?
- Is the owner willing to sell?

### SEEK GUIDANCE FROM BROWNFIELD STAFF

Local officials and community leaders should seek guidance from the state brownfield program.

- Guidance for Getting Started
- Technical Assistance for Site Assessment
- Financial Assistance to help with Project Costs

## **APPLY FOR A FREE ASSESSMENT – PHASE I FIRST!**

- Conducting a Phase I is the only time-critical activity.
  - All other components of the redevelopment process can be addressed as needed once a Phase I is completed.
- The Phase I must be conducted <u>prior</u> to property acquisition to pursue brownfield benefits.

# DETERMINE FEASIBILITY OF PROJECT

A Phase II will help you determine environmental contamination through sampling and analysis.

■ The Phase II findings, as well as a cost benefit analysis, such as an ABCA, will help you determine if redevelopment is feasible.

## **CONTACT THE KY BROWNFIELD PROGRAM**

Our primary goal is to help you navigate the redevelopment process. Whether you need help assessing sites, applying for grants/loans, seeking partnerships, or understanding how to get liability protections, our staff is here to help you!

#### **UPCOMING EVENTS**

Louisville Bankers and Developers Brownfield Summit – September 5<sup>th</sup>

EKY Brownfield Grant Workshop – September 12, 2024

Big Sandy Area Development District – Prestonsburg, KY

# **QUESTIONS?**

#### **CONTACT:**

Kiersten O'Leary

Kiersten M. Oleary@ky.gov 502-782-6360

#### **Annabel McKee**

Annabel.McKee@ky.gov 502-782-5960

brownfields@ky.gov