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# City of Detroit CITY PLANNING COMMISSION

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May 4, 2021

# HONORABLE CITY COUNCIL

RE: Request of the Planning and Development Department to amend the Future General Land Use map of the Detroit Master Plan of Policies for the Indian Village area of Neighborhood Cluster 3 for the portion of Gabriel Richard Park containing the Brodhead Naval Armory (RECOMMEND APPROVAL OF PROPOSED MASTER PLAN AMENDMENT)

# NATURE OF THE REQUEST

The Planning and Development Department (P&DD) has submitted a request to amend the Future General Land Use Map of the Detroit Master Plan of Policies for the Indian Village area of Neighborhood Cluster 3 for the portion of Gabriel Richard Park containing the R. Thornton Brodhead Naval Armory (Brodhead Armory) from "PRC" Recreation to "INST" Institutional. The proposed Master Plan change is required for this City-owned property to be sold or leased. The P&DD request is attached for reference. The Administration and the Detroit Economic Growth Corporation (DEGC) has been negotiating with Detroit Parade Company to purchase and redevelop the site, which is expected to be presented subsequently to Your Honorable Body.

### **BACKGROUND**

The Brodhead Armory, located at 7650 East Jefferson Avenue, was built in 1929 and 1930 as a training center and barracks for Michigan's military reserves. The footprint of the existing Armory covers about 87,000 square feet and the property, which extends from East Jefferson Avenue to the Detroit River, contains about 4.7 acres. The existing building includes the following: the front vestibule facing Jefferson Avenue, the center main drill hall, and three-stories at the south end of the building. In 2003, the federal government decided to discontinue use of the building as an armory, and the City agreed to take ownership of the building. The City initially used the building as equipment storage by the Recreation Department. Unfortunately, over the years, the building has been damaged by burst pipes, vandals, and scrappers.

## Current Zoning & 2008 Master Plan Amendment

In 2008, the City, after marketing the property, agreed to sell the vacant Armory to a developer who proposed to renovate the building as an entertainment/sports training facility. The training facility was to include a boxing facility and fitness program, and the entertainment venue was to include a bowling alley, outdoor driving range, etc. In order to allow this redevelopment to move forward, in June 2008, the City rezoned the Armory and adjacent land from a R6 (High Density Residential) zoning classification to a SD4 (Special Development District, Riverfront Mixed) zoning classification. Additionally, in July 2008, the City amended the Master Plan for the Brodhead property from MP (Major Park) to SRC (Special Residential-Commercial).

However, the proposed entertainment/sports training facility never materialized, and the building has remained vacant ever since. In 2009, when the City approved a comprehensive update of Detroit Master Plan of Policies, the Brodhead Armory site was then designated as Recreation (PRC) with the rest of Gabriel Richard Park – it appears the earlier amendment to SRC in 2008 was accidently not included in the City-wide Master Plan update. In this regard the request before City Council represents a corrective measure for the 2009 error. The zoning of the site, however, remains SD4.

# Historic Designation

The Brodhead Armory is listed on the National Register of Historic Places, and, in October 2001, was designated a local historic district. It is one of a small number of Detroit's locally historically designated properties with an interior designation as well. The building houses several historic features including decorative tile work, stonework details, and nautically themed artwork done under the Works Progress Administration (WPA) established as part of President Franklin D. Roosevelt's New Deal. The interior of the building houses the largest collection of federally-funded Depressionera artwork of any building in the state. The historical, architectural, and in particular, the artistic significance of this resource warrants thoughtful and sensitive treatment to ensure its preservation. Any modifications to the building require approval by the Detroit Historic District Commission.

### PUBLIC HEARING RESULTS

The CPC held a public hearing on February 4, 2021 for the subject request. At the hearing, CPC and P&DD staff explained the Master Plan request. Additionally, to be transparent, CPC staff, the Jobs and Economy Team in the Mayor's office, and the DEGC explained the Administration's current plan to sell the Armory to the Detroit Parade Company. It was presented that the Parade Company is requesting to purchase the site from the City, to rehabilitate the north end of the Armory (the vestibule and drill hall), demolish the south end of the building, and to construct a new 2-story addition containing 130,000 square feet. The Parade Company is proposing to salvage the historic interior elements of the south end of the site, where feasible, and to relocate items to the rehabilitated building and new facility. The estimated total project cost is \$36.6 million, and if the development proposal is approved, the Parade Company will initiate a fundraising campaign. If the requisite funds are not secured, there will be no closing and the property will remain in the City's inventory.

At the hearing, CPC staff noted it had received a letter from the Brodhead Armory Preservation Society and the Detroit Art Deco Society opposing any demolition and supporting the entire building and its historic interiors be preserved. Eight persons associated with the Brodhead Association (an organization of military veterans and other supporters) spoke in opposition to the City's proposal to sell the Armory to the Detroit Parade Company. The group indicated it had a plan to save the entire building, to restore all historic features where possible, to create a place for veteran groups, and to build an adjacent residential tower. Five other persons spoke with various comments, including concerns about parking and demolition of the rear of the Armory. CPC staff clarified that the primary focus of the hearing was the Master Plan amendment and technically not the potential redevelopment of the building. The building cannot be sold to anyone without the needed Master Plan amendment as well as a Surplus Declaration of the land.

At the hearing, the Commission raised several issues including:

- The sale price of the Armory?
- How can the City better protect properties that it owns?
- How are City properties marketed and how are selections made, including the Brodhead?
- The real estate climate in Detroit has changed significantly since the last Request for Proposals (RFP) for the Brodhead was issued in 2015.

### PUBLIC HEARING FOLLOW-UP

# Administration Marketing of the Brodhead

During the CPC hearing, the Administration indicated the City had issued a RFP for the Armory site in 2003, 2010, and 2015. The Administration indicates it has been marketing the property for years, and it occasionally has received various inquiries, including from veterans groups. Unfortunately, none of these efforts resulted in a successful proposal - they were not found to be appropriate for the building, viable activities, or financeable. Crain's Detroit Business reported in 2015, when the City through the DEGC issued the last RFP, the City determined that none of the RFP responses at the time provided a viable redevelopment option. Crain's also reported the DEGC, at the time, declined to entertain proposals that required demolition of the existing armory.

In response to questions raised at the CPC hearing, the Mayor's Office submitted a memorandum to the CPC dated February 17, 2021 describing the Administration's general process for City or the DEGC led RFP/RFQ (Request for Qualifications) process.

Furthermore, P&DD submitted a memorandum dated February 17, 2021 to the CPC reiterating the need to amend the Master Plan to again facilitate the conveyance and reuse of the Brodhead Armory. P&DD also stated, with the approval, it would commit to bring back to the Planning Commission, details of the final selected development project.

# Meetings with the Brodhead Association

In response to the Brodhead Association's proposal, the Administration and DEGC have indicated before the CPC and in meetings with the Brodhead Association:

- That the Administration has been negotiating with the Parade Company since January 2018, and it is not its practice to drop negotiations midstream to entertain new proposals, but has done so in this case in response to the veteran assertions as to the viability and readiness of their proposal: and
- That the efforts of Brodhead Association/veteran's groups are appreciated, but they have not followed through on development proposals in the past, and, as a result, the Administration did not think it actually had a viable plan,

However, because of its comments raised at the CPC hearing, the Administration and DEGC agreed to meet with the Brodhead Association on February 9, 2021. At that meeting, the Brodhead Association gave an overview of its proposal, and, at the end, the Administration agreed to provide the Brodhead Association two weeks within which to provide details of its financial capacity. On February 23, 2021, the Administration and DEGC again met with the Brodhead Association to discuss financials for the group's phase one of the project, restoration of the armory. Later the Administration and DEGC notified the Brodhead Association that the financial details were not sufficient to change the Administration and DEGC's position to propose selling the Brodhead to the Detroit Parade Company.

## MASTER PLAN ANALYSIS

# Surrounding Master Plan, Zoning, and Land Uses

As noted earlier, the subject site has a SD4 zoning designation and PRC Master Plan designation. The following lists the Master Plan, zoning, and land uses surrounding the Armory.

**North:** Master Plan (High Density Residential);

Zoning (PD, Planned Development);

Land Use (apartments)

**East:** Master Plan (High Density Residential):

Zoning (R6, High Density Residential);

Land Use (apartments)

**South:** Master Plan (Recreation);

Zoning (R6);

Land Use (riverfront)

West: Master Plan (Recreation);

Zoning (R6 & Parks & Recreation, PR);

Land Use (parkland)

## Community Feedback

In addition to the February 4<sup>th</sup> CPC hearing, the following summarizes community feedback on the proposed request. In early October 2020, CPC staff sent letters, as required by State law, to adjacent cities informing them of the proposed Master Plan change and requesting comments, and the CPC received no comments in response.

On January 26, 2021, the City of Detroit Department of Neighborhoods (DON) District 5 hosted a virtual community meeting to present the proposed Master Plan amendment and sale of the Brodhead Armory. Members of the nearby Charlevoix Village Association asked questions about the project related to the overall total investment and parking. Several veterans from the Brodhead Association spoke in opposition to the land sale indicating the association had a better plan for the building.

On February 16, 2021, the DON District 5 held a second virtual community meeting. One resident from West Village supported the Parade Company as the best chance to save the building. Three area residents raised concerns, including the need to work with veteran groups, the Parade proposal was not the best use along the River, and could parking be accommodated for buses, etc.

### CONCLUSION AND RECOMMENDATION

## Master Plan Recommendation

The Armory building and surrounding land have been vacant and underutilized for a number of years. The current PRC designation is not appropriate, because the City does not plan to use the site for recreational purposes and desires to see building privately repurposed. Presently, the PRC designation prohibits the City from selling or leasing the building to a private party.

The Master Plan states that the Institutional designation applies to educational, religious, health, or public use such as a church, library, museum, public or private school, hospital, or government owned or operated building, structure, or land used for public purposes. The Master Plan for the subject area along East Jefferson includes a mix of Recreation, Commercial, High Density Residential, and Institutional (the former Riverview Hospital) and Water Works Park.

The City amended the Master Plan in 2008 to allow the building to be sold and redeveloped. However, again, that amendment was accidently overridden by the 2009 comprehensive update of the Master Plan. As a result, the CPC finds the proposed Master Plan change is appropriate. As a result, at its meeting on March 4, 2021, the CPC voted to recommend approval of the proposed Master Plan amendment.

# Potential Redevelopment of the Brodhead Recommendation

The CPC, for its public hearing, was not specifically asked to review any proposed sale of the Broadhead Armory or any particular development proposal. However, it is within the CPC's Charter mandated authority to speak to such things if the Commission desires. The CPC appreciates P&DD's commitment, that if the Master Plan is amended, to bring back details of the final selected project to the CPC prior to seeking City Council approval of the land sale.

At its March 4, 2021 meeting, the Commission, apart from the proposed Master Plan amendment, made the following suggestions regarding the redevelopment of the Brodhead for City Council to consider:

- The Brodhead Armory has been vacant for a long time and each day continues to further deteriorate, therefore, time is of the essence to save the building and the art therein;
- Due to the historic nature of the building both interior and exterior, every effort should be made to preserve the entire building and its features;
- At the expense of the City, one of the City's partner agencies or the developer, some assessment of the condition of the building and its features should be conducted by professionals with the necessary expertise to determine the feasibility of preservation/adaptive reuse of the building and restoration of the art;
- If not already obtained, an appraisal of the property should be conducted;
- If current negotiations for sale of the property are not successful, consider issuing a new RFP; and
- Whoever the ultimate developer is, some effort should be made to celebrate the military history of the facility and if possible work with the veteran groups and others as appropriate to that end.

Respectfully submitted,

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Marvel R. LMJ.

Marcell R. Todd, Jr., Director

Christopher J. Gulock, AICP, CPC Staff

## Attachments

cc: Greg Moots, P&DD

Karen Gage, P&DD

Katie Trudeau, Acting Director, P&DD

Donald Rencher, Group Executive for Planning Housing ang Development

Amanda Elias, JET Team

Nicole Sherard-Freeman, Group Executive of Jobs Economy & Detroit At Work

Catherine Frazier, DEGC

Lawrence Garcia, Corp. Counsel