

The deadline to apply for any of the programs for Fiscal Year 2024-2025 is June 26, 2025.

## City of Hallandale Beach / Community Redevelopment Agency District 8 Priority Area Incentives

In March of 2012, the Hallandale Beach Community Redevelopment Agency (Agency) adopted the Community Redevelopment Implementation Plan (Plan). The Hallandale Beach Community Redevelopment Area (HBCRA) is located between Pembroke Road on the north, SW 11<sup>th</sup> Street (County Line) on the South, Interstate 95 on the West, and NE 14<sup>th</sup> Avenue on the east (generally depicted on the map below).

Hallandale Beach Community Redevelopment Area Map

The Agency has created a series of incentive programs (Program or collectively



Programs). Each Program is designed to achieve one or more of the following objectives:

- Achieve/accelerate the goals of the Plan and other planning documents;
- Improve the overall economic vitality and quality of life in the HBCRA;
- Support existing businesses and attract businesses to the HBCRA, with a priority to attract
  businesses most needed in the HBCRA, such as grocery stores, art galleries, clothing
  stores, general merchandise stores, family-oriented restaurants, ice cream shops, coffee
  shops, destination retail, art studios, creative arts business, micro-breweries, professional
  services, small theatres (movies and live performances), and fitness facilities);
- Supports the financial health, expansion, and success of existing businesses in the HBCRA;

- Stimulates new development/investment to the HBCRA;
- Creates a sense of urgency for property owners and investors and/or
- Other objectives specific to each Program.

District 8 has been deemed a Priority Area for the purposes of promoting the renovation of building facades and encouraging the development of such uses, including but not limited to:

- Microbreweries/ Wine Bars
- Specialty Coffee shops
- Trendy urban restaurants
- Specialty Donut shops
- Family-oriented restaurants
- Music Venues
- Art Galleries

The Priority Area designation allows the HBCRA to create incentives that are specifically designed to implement the objectives listed above. The Programs contained within this document are available to all properties and/or businesses within the District 8 Priority Area, subject to specific terms and conditions. However, buildings that contain certain uses, such as massage parlors (unless ancillary to a health club/beauty salon), check cashing stores, pawn shops, liquor stores, or convenience stores, are not eligible for the Programs. Benefits/limits of a Program may be increased, or qualifying criteria for a Program may be reduced in the District 8 Priority Area. Program funding is only available to those property owners or tenants that demonstrate a desire to promote the types of uses described above.

Additionally, in order to receive HBCRA funding, property owners agree to incorporate mutually agreed (HBCRA and property owner/tenant) upon mural art into their projects at their own expense.

Most of the District 8 Priority Area incentives are structured as a grant with ongoing obligations/covenants for five (5) years. If the recipient of a grant award defaults on the obligations/covenants within five (5) years, the grant will be converted to a loan with interest, starting from the initial grant funding and continuing until the entire funded balance is repaid. The ongoing obligations/covenants will be protected by a lien on the applicant's property. Therefore, the property owner (Owner) must be the applicant or co-applicant for Programs that support improvements on the property.

Most Programs require a financial investment of the property owner/applicant (Required Match) to achieve a prudent and equitable balance of public sector investment and private sector investment. It is intended that the property owner/applicant's contribution is reasonable and feasible while mitigating the risk of public investment.



Benefits of the Programs are provided by HBCRA tax increment funds<sup>1</sup>, as available and allocated to any given Program. Awards will be made on a "first come, first served" basis for qualified and approved applications. Programs will reimburse direct costs associated with satisfying the Program requirements/application. However, the <u>Program award must be approved and executed before construction work is performed</u>.

HBCRA staff has created a customized package of Programs to support a comprehensive project - exterior, interior, and specialized improvements. In this case, HBCRA staff will structure the Required Match to achieve a prudent and equitable balance of public sector investment and private sector investment. In cases where the eligible cost(s) of one Program overlaps the eligible cost(s) of a combined Program, HBCRA staff will determine under which Program the eligible cost(s) will be covered, e.g., windows are both an exterior and interior improvement. However, in order to accelerate the growth of a mix of new HBCRA-approved uses in the District 8 area, such as restaurants, coffee shops, music venues, art galleries, and retailers, Applicants will be able to apply for multiple Programs in order to leverage the greatest amount of HBCRA Funding.

Each application will be scored based on varying criteria including but not limited to: location within the HBCRA, how it achieves/accelerates the goals of the Plan, improves the economic vitality and quality of life in the HBCRA, expands the range/quality of goods and services available in the HBCRA; supports the financial health, expansion, and success of existing businesses in the HBCRA; and its potential to attract businesses to the HBCRA. Applications that incorporate sustainable design (reduce/avoid depletion of critical resources, prevent environmental degradation, and create livable environments) and/or specify building materials with green product certification will receive substantial bonus points.

<sup>&</sup>lt;sup>1</sup> Current Year Taxable Value - Base Year Taxable Value = Increment. Tax revenues (95% of taxes levied) on the Increment of taxing districts captured by the CRA Trust Fund = Tax Increment Funds. Currently, the City of Hallandale Beach, Broward County, South Broward Hospital District and Children's Services taxing districts are captured to generate the CRA tax increment funds.



#### **PROGRAMS**

#### Commercial Facade Improvement Grant (CFIG)

<u>Goals/Objectives</u>: Eliminate functional obsolescence, remove deterioration, and update the exteriors of existing buildings, with an emphasis on improving the viability of healthy retail uses and generally increasing the "curb appeal" of the business corridors in the HBCRA.

<u>Eligible Area</u>: All properties within District 8. The District 8 designated Priority Area is defined as:

1. NE 1st Avenue from Hallandale Beach Blvd to NE 5th Street.

<u>Eligible Properties</u>: Existing commercial and mixed-use buildings with commercial elements in the HBCRA with uses permitted by applicable land use codes or approved conditional uses.

<u>Eligible Project Costs</u>: Generally, all costs associated with exterior improvements, restoration, and/or rehabilitation are eligible for consideration (Project). The proposed Project must comply with the Plan, urban design guidelines, applicable land use regulations, and current code requirements, subject to review/approval by the City of Hallandale Beach Planning Division, Code Compliance Division, and HBCRA staff. Eligible Project costs may include:

- Architectural/engineering fees, permits, application fees, and direct costs associated with satisfying the Program application;
- Removal of deteriorated or undesirable exterior alterations;
- Architectural improvements;
- Painting and decorative surface elements;
- Repair, replacement, or installation of:
  - o Storefront windows:
  - Exterior doors;
  - o Roofing;
  - Exterior lighting;
  - Awnings;
- Renewal or installation of new landscaping /irrigation;
- Parking and walkway resurfacing and installation of decorative pavers;
- Exterior wall, fascia, soffit repair;
- Mansard construction, raised parapet;
- Decorative walls and fences:
- Signage; and
- Ancillary improvements, such as dumpster enclosures, bike racks, transit shelters, pedestrian amenities, and other exterior improvements recommended and/or approved by HBCRA staff on a case-by-case basis. Prior elimination of any known code violations is



a required component of the Project. Projects are encouraged to incorporate sustainable designs and specify building materials with green product certification.

<u>Basis/Limits of Benefits</u>: In the case of multiple structures on a single property, the Agency, at its sole discretion, may consider a grant application for each structure subject to the terms, conditions, and limits applicable to the location of the subject property. The Agency, at its sole discretion, may consider increasing the funding limits on a case-by-case basis.

<u>Maximum Award Amount -</u> The HBCRA is making available to commercial and/or mixed-use properties within the HBCRA Priority Area matching grants for improvements up to a maximum grant award as follows:

| Priority Area  | Matching Amount  | Maximum<br>Award |
|--|------------------|------------------|
|  | HBCRA/ Applicant | Dollar<br>Value  |
| NE 1st Avenue from Hallandale Beach<br>Blvd to NE 5th Street | 80/20            | \$75,000         |

<sup>\*\*</sup> For uses that are not defined below in the Commercial Kitchen Grant, such as:

- Microbreweries/ Wine Bars
- Specialty Coffee shops
- Trendy urban restaurants
- Specialty Donut shops
- Family oriented restaurants
- Music Venues
- Art Galleries

<u>Applicant</u>: The property owner (Owner) must be the applicant. A CFIG award will have ongoing obligations/covenants, which will be protected by a lien on the applicant's property.

### Commercial Interior Renovation Grant (CIRG)

<u>Goals/Objectives</u>: Eliminate functional obsolescence, remove deterioration, and improve the "energy efficiency" of existing buildings in the HBCRA, with an emphasis on bringing these buildings up to current building codes and making them more viable for occupancy.

<u>Eligible Area</u>: All properties within District 8. The District 8 designated Priority Area is defined as:

1. NE 1st Avenue from Hallandale Beach Blvd to NE 5th Street.



<u>Eligible Properties</u>: Existing commercial and mixed-use buildings with commercial elements in the HBCRA with uses permitted by applicable land use codes or approved conditional uses.

<u>Eligible Project Costs</u>: Generally, all costs associated with interior improvements, restoration, rehabilitation, and permanently attached fixtures/systems are eligible for consideration (Project). The proposed Project must comply with the Plan, HBCRA urban design guidelines, applicable land use regulations, and current code requirements, subject to review/approval by the City of Hallandale Beach Planning Division, Code Compliance Division, and HBCRA staff. Eligible Project costs may include:

- Architectural/engineering fees, permits, application fees, and direct costs associated with satisfying the Program application;
- Removal of deteriorated or undesirable interior alterations:
- Building construction, reconstruction, and expansion;
- Repair, replacement, or installation of:
  - o Windows;
  - o Interior doors:
  - Walls, ceilings, framing, drywall, insulation, molding, and paint;
  - HVAC systems;
  - Security systems;
  - Plumbing systems and fixtures;
  - o Electrical systems and fixtures;
  - Data/communication networks;
  - o Flooring;
  - o Roofing;
- Other tenant improvements permanently affixed to the Property;
- Rent during construction (if applicable); and
- Ancillary improvements to the primary Project, such as structural stabilization and other
  interior improvements, recommended and/or approved by HBCRA staff on a case-bycase basis. Prior elimination of any known code violations is a required component of the
  Project. Projects are encouraged to incorporate sustainable designs and specify building
  materials with green product certification.

<u>Basis/Limits of Benefits</u>: Depending upon whether a project is within a Priority Area or not, a CIRG award could provide a grant for up to 90% of the eligible costs not to exceed \$90,000. The Agency, at its sole discretion, may consider increasing the funding limits on a case-by-case basis.

<u>Maximum Award Amount -</u> The HBCRA is making available to commercial and/or mixed-use properties within the HBCRA Priority Area matching grants for interior improvements up to a maximum grant award as follows:



| Priority Area  | Matching Amount  | Maximum<br>Award |
|--|------------------|------------------|
|  | HBCRA/ Applicant | Dollar<br>Value  |
| NE 1st Avenue from Hallandale Beach<br>Blvd to NE 5th Street | 80/20            | \$50,000         |

<u>Applicant</u>: The property owner (Owner) must be the applicant. A CIRG award will have ongoing obligations/covenants, which will be protected by a lien on the applicant's property.

Below is an example of the 90/10 matching grant award between a property owner/tenant and the HBCRA.

| _     |        |                  |
|-------|--------|------------------|
| Exar  | $\sim$ | 1_               |
| TX()I | 11()   | 1 <del>( .</del> |
|       |        |                  |

| - Adminiore        |                      |                    |  |
|--------------------|----------------------|--------------------|--|
| Total Project Cost | Owner Responsibility | HBCRA Grant Amount |  |
| \$50,000           | \$10,000(20%)        | \$40,000           |  |

#### Commercial Kitchen Grant (CKG)

<u>Goals/Objectives</u>: The goal of the CKG is to encourage restaurant development within District 8. The HBCRA desires to improve the operating efficiency of existing restaurants in the HBCRA and attract new restaurants to the HBCRA, with an emphasis on creating a dining destination within the City. Funding priorities for the CKG will apply specifically to the following types of businesses:

- Microbreweries/ Wine Bars
- Specialty Coffee shops
- Trendy urban restaurants
- Specialty Donut shops
- Family-oriented restaurants
- Music Venues
- Art Galleries

<u>Eligible Area</u>: The CKG applies to all properties within District 8. The District 8 designated Priority Area is defined as:

1. NE 1st Avenue from Hallandale Beach Blvd to NE 5th Street.

<u>Eligible Properties</u>: Existing properties with retail/commercial food preparation uses within the HBCRA as permitted by applicable land use codes or approved conditional uses, with a particular emphasis on retail restaurants.



<u>Special Conditions</u>: Commercial kitchen design and equipment are unique to the restaurant/food preparation operation they serve. Applicants to the CKG program are required to provide a detailed description of their planned operation and menu.

Eligible Project Costs: Generally, all costs specific to commercial kitchen improvements and permanently attached commercial-grade kitchen equipment/systems are eligible for consideration (Project). The proposed Project must comply with the Plan, urban design guidelines, applicable land use regulations, and current code requirements, subject to review/approval by the City of Hallandale Beach Planning Division, Code Compliance Division, and HBCRA staff. The kitchen design/engineering, construction materials, and equipment/systems must comply with applicable industry standards, such as Dairy and Food Industries Supply Association, Inc. (3-A), United States Department of Agriculture (USDA), Food and Drug Administration (FDA), American Welding Society (AWS), Occupational Safety and Health Association (OSHA), American Society of Testing Materials (ASTM), American National Standards Institute (ANSI), Current Good Manufacturina Practices (cGMPs), and National Manufacturer's Association (NEMA). The kitchen and its equipment will comply with all local health and safety requirements that apply to food produced for sale. Eligible project costs may include:

- Architectural/engineering fees, permits, application fees, and direct costs associated with satisfying the Program application;
- Removal of deteriorated or undesirable interior alterations:
- Construction, reconstruction, and expansion of the kitchen area walls, ceilings, framing, drywall, insulation, molding, flooring;
- Repair, replacement, or installation of built-in systems:
  - Hoods and ventilation systems;
  - Fire suppression systems;
  - Plumbing systems/fixtures;
  - Gas lines/fixtures;
  - Electrical systems/fixtures;
  - Grease traps;
  - Walk-in/reach-in refrigerator space;
  - Walk-in/reach-in freezer space;
- Acquisition/installation of commercial-grade kitchen equipment:
  - o Cooktops range, griddle, grill, stock pot stove, steamer;
  - o Ovens baking, convection, rotisserie, broiler;
  - o Floor-mounted gas deep fryer;
  - o Floor-mounted mixer;
  - o Ice machine;
- Acquisition/installation of commercial-grade prep tables, surfaces, storage space:
  - Stainless steel worktables/shelves;
  - Baker's table;
  - Dry storage cases;
- Acquisition/installation of commercial-grade maintenance/sanitization equipment:
  - Dishwasher/dish sanitizer



- Garbage disposal;
- Stainless steel sinks food washing/prep, hand washing, mop;
- Rent during construction (if applicable); and
- Ancillary improvements to the primary Project, such as structural stabilization and other
  interior improvements, recommended and/or approved by HBCRA staff on a case-bycase basis. Elimination of any known code violations is a required component of the
  Project. Projects are encouraged to incorporate sustainable designs, specify building
  materials with green product certification, and strive to maximize the energy efficiency
  of the kitchen operation.

<u>Basis/Limits of Benefits</u>: Within the Priority Areas, a CKG award will provide a grant for up to 90% of the eligible Project costs not to exceed \$300,000. The Agency, at its sole discretion, may consider increasing the funding limits on a case-by-case basis.

| Priority Area   | Matching Amount  | Maximum<br>Award |
|---|------------------|------------------|
|   | HBCRA/ Applicant | Dollar<br>Value  |
| NE 1st Avenue from Hallandale Beach<br>Blvd to NE 5th Street (FADD) | 80/20            | \$125,000        |

<u>Applicant</u>: The property owner (Owner) and the tenant (restaurant/food preparation operator) must be joint applicants. A CKG award will have ongoing obligations/covenants, which will be protected by a lien on the applicant's property.

Below is an example of the 90/10 matching grant award between a property owner/tenant and the HBCRA.

#### Example

| Total Project Cost | Owner Responsibility | HBCRA Grant Amount |
|--------------------|----------------------|--------------------|
| \$200,000          | \$40,000 (20%)       | \$125,000(maximum) |

#### Tenant Lease Surety / Tenant Rent Subsidy

<u>Goals/Objectives</u>: Accelerate the attraction of new businesses and reduce the vacancy of commercial space in the HBCRA, with an emphasis on energizing ground-floor space and creating job opportunities in the HBCRA. An additional objective is to reduce the risk of developing/constructing speculative commercial space in the HBCRA.

<u>Eligible Area</u>: All properties within District 8. The District 8 designated Priority Area is defined as:

1. NE 1st Avenue from Hallandale Beach Blvd to NE 5th Street.



<u>Eligible Properties</u>: All commercial or mixed-use (containing retail/commercial space) buildings in the designated Priority Area with proposed leases for new office and/or qualified retail (Qualified Retail) uses permitted by applicable land use codes or approved conditional uses. The Agency, at its sole discretion, may change the list of Qualified Retail from time to time. Currently, Qualified Retail includes:

- Restaurant/food service family-oriented restaurant, ice cream shop, coffee shop, microbrewery;
- Merchandise retail clothing store, florist, general merchandise store;
- Destination retail;
- Small theatre (movies and live performances);
- High-tech companies or co-working spaces
- Performing/creative arts gallery, studio, arts-oriented business; and
- Other uses as approved.

Eligible Project Costs: This is not a cost-based program.

<u>Basis/Limits of Benefits</u>: TLS is the HBCRA's guarantee of Thirty-Five (35%) percent of a qualified tenant's financial obligation under a proposed lease for three (3) years. TRS is a grant subsidy that funds the gap between market rate rent and the specific tenant's capability for three (3) years.

<u>Applicant</u>: The property owner (Owner) and the tenant must be joint applicants, each with different obligations to the HBCRA as follows:

- Owner: Provides low-risk lease terms and rates appropriate to the location of the Property during the term of the guarantee.
- Tenant: Provides reasonable assurance to the Agency, by means acceptable to the Agency at its sole discretion, that it can and will meet the obligations of its lease.
- HBCRA may also provide emergency assistance for businesses that experience challenges outside of their control to do City business.



# **District 8 Focus Area Program Application** Date of Application\_ 1. Property Address 2. Name of Applicant: 3. Address of Applicant: )\_\_\_\_\_ Fax: ( Phone: ( Email: 4. Does the Applicant own property? \_\_\_\_\_ Yes \_No 5. Indicate the owning entity of the property (i.e., name on property title) 6. Brief Description of Lease Term: Total Funding Request\_\_\_\_\_ 7. Total Rent Cost\_\_\_\_ Authorized Representative (Business Owner or Agent): Signature Date

**Print Name and Title** 

\*If application is signed by authorized agent, please provide proof through notarized letter, articles of incorporation or some other form acceptable to HBCRA legal counsel.

**REVISED OCT 2024** 

