

#### CONSIDER THE UNC HEALTH CARE EASTOWNE DEVELOPMENT AGREEMENT PROPOSAL

**STAFF REPORT** 

TOWN OF CHAPEL HILL PLANNING DEPARTMENT Ben Hitchings, Director Judy Johnson, Operations Manager Michael Sudol, Planner II

John Richardson, Community Resilience Officer

**PROPERTY ADDRESS** 

US 15-501 and Eastowne Drive

**BUSINESS MEETING DATE** 

February 20, 2019

APPLICANT

**UNC Health Care** 

### STAFF'S RECOMMENDATION

That the Council adopt Resolution A, agreeing to pursue a negotiated Development Agreement for the Eastowne Redevelopment project, adopting principles, and forming a Council Subcommittee.

## **BACKGROUND**

In September 2018, the Council approved Medical Office Building-1 at the Eastowne Campus. UNC Health Care is beginning work on a Master Plan for the 48-acre property.

### **DECISION POINTS**

- Enter into a Development Agreement negotiation process;
- · Endorse and offer support for:
  - o Council Principles;
  - Tentative schedule;
  - Public involvement;
  - Development Agreement fee structure.

# **PROCESS**

At the Council Work Session on <u>February 6, 2019</u><sup>1</sup>, the Council discussed options for negotiating a Development Agreement with UNC Health Care.

In Chapel Hill, development agreements have generally been used to address large, complex, multi-year projects, and/or projects for which both the developer and the Town make infrastructure improvements and other investments. Development Agreements are governed by State Statutes G.S. 160A-400.20 through 160A-400.32.

The Development Agreement process consist of multiple opportunities for public involvement including public comment periods at Advisory Board meetings and Council meetings and Public Information Meetings. A rezoning process would also be required to allow the use of a Development Agreement. A formal public hearing would be required prior to any final vote on a proposed rezoning and Development Agreement.



#### **ATTACHMENT**

- 1. Staff Memorandum
- 2. Resolution
- 3. Town of Chapel Hill Eastowne Development Agreement Principles
- 4. UNC Health Care Eastowne Development Agreement Principles
- 5. Development Agreement proposed schedule
- 6. Summary of other Town of Chapel Hill Development Agreements

 $<sup>^1 \</sup> https://chapelhill.legistar.com/LegislationDetail.aspx?ID=3852081\&GUID=513AE52F-0FD0-41B9-B2F6-D8FCB73B061E\&Options=\&Search=$