

Town of Amherst, NH BOARD OF SELECTMEN MEETING MINUTES Barbara Landry Meeting Room 2 Main Street Monday, June 15, 2020 6:30PM

1 2	The Amherst Board of Selectmen, per NH RSA 41:14-b, hereby announces to the citizens of Amherst the convening of a Public Hearing to take input on the adoption		
3	of the proposed Impact Fee Schedule.		
4			
5	Chairman Peter Lyon called the meeting to order at 6:30 p.m.		
6			
7	Attendees by Zoom conference call: Chairman Peter Lyon, Selectman Dwight Brew,		
8	Selectman Reed Panasiti, Selectman John D'Angelo, and Selectman Tom Grella.		
9	Also, present: Town Administrator Dean Shankle, Minute taker Kristan Patenaude.		
10			
11	Other attendees and the public accessed the meeting via Zoom.		
12			
13	Chairman Lyon explained that, pursuant to the State of Emergency declared by the		
14	Governor as a result of the COVID19 pandemic and in accordance with his Emergency		
15	Order #12, this meeting is authorized to take place electronically. There is no physical		
16	location to observe and listen to this meeting. However, in accordance with the		
17	Emergency Order, we are:		
18	Utilizing Zoom teleconferencing for this meeting. All members of the Board have the		
19	ability to communicate during the meeting through this platform and the public has access		
20	to contemporaneously listen and if necessary, participate in the meeting by dialing +1 312		
21	626 6799 and using a webinar ID of 854-1216-4007 or by using the link contained in the		
22	agenda posted at amherstnh.gov.		
23			
24	Notice of the meeting and means to access it were previously posted in accordance with		
25	law. If anyone has a problem accessing the meeting, please call 603-440-8248 for		
26	assistance. In the event the public is unable to access the meeting, the meeting will be		
27	adjourned and rescheduled.		
28			
29	All votes will be taken by roll call and for ease, in alphabetical order.		
30	Lastly, the meeting is being recorded and will be replayed on ACATV.		
31			
32	The Board started by taking a roll call vote and stating if they were alone.		
33			
34	Roll call vote: Selectman Brew – present; Selectman D'Angelo – present; Selectman		
35	Grella – present; Selectman Panasiti – present; Chairman Lyon – present. All noted		
36	themselves as being alone.		
37			

38 Chairman Lyon explained that this public hearing is to gather input from the public regarding the implementation of impact fees as part of the town's zoning ordinance. He 39 40 stated that the Board previously received an impact fee report from Bruce Mayberry and accepted the content of that report at the last meeting. The Board heard three different 41 residential options for assessing the fees and agreed to proceed utilizing the square footage 42 option at this time. The Board also agreed to a residential cap of 3,000ft². 43 44 Town Administrator Shankle explained that he and Bruce Mayberry worked on a one-45 page summary of the proposed fee schedule, which was posted on the town website and 46 also linked to through the agenda. 47 48 Town Administrator Shankle noted some recommended changes from Bruce Mayberry 49 50 since the last meeting. He explained that there was a question regarding two different columns in the report for school facilities; one listed as K-8 and one listed as K-12. He 51 explained that the way the impact fee report is currently written, the column will cover all 52 of the school facilities. He also noted some changes to the definitions of the housing types. 53 54 55 Selectman Brew suggested that the school districts might want the fee schedule broken 56 out with reasonable apportionments. 57 In response to a question from Selectman Brew, Town Administrator Shankle explained 58 59 that the intent of one of the clarifications is that an accessory unit on the side of a house will not count as part of the main square footage of the house, in terms of the 3,000ft² cap. 60 61 62 Selectman Brew suggested that the housing types be listed out in a more concrete, numerical order, so as not to be confusing. 63 64 Selectman D'Angelo explained that the way the accessory dwelling unit (ADU) section is 65 written seems to be the exact opposite of what the Board discussed last week; that the 66 square footage of an ADU counts towards the total square footage of a unit. He also stated 67 that he believes the impact fee schedule should not apply to affordable housing units, if 68 the intent of affordable housing is to keep the price low for buyers. 69 70 71 Selectman Panasiti stated he would like to discuss the impact fee schedule not applying to senior housing as well. 72 73 A MOTION was made by Selectman Panasiti and SECONDED by Selectman D'Angelo to 74 75 enter the public hearing. By roll call vote: Selectman Brew – ave; Selectman D'Angelo – ave; Selectman Grella – 76 ave; Selectman Panasiti – ave; Chairman Lyon – ave. Motion carried unanimously. 77 78 79 Public Comment: 80 Tom Quinn, 30 Christian Hill Road, stated that he has some concerns regarding the 81 3,000ft² cap. He believes that developers could use the cap to build apartments or larger senior housing developments as a de facto way to not pay impact fees. 82 83

- The Board discussed the wording of the fee schedule and whether it notes that the cap is applied to "each unit" or to "all units."
- 86

89

95

99

102

107

115

117

123

- Town Administrator Shankle stated that he could change the wording to "each residentialunit."
- Steve Coughlan, Souhegan School Board member, questioned if the Board has asked the
 school districts how they would like the fees divided. He believes it is better for the
 allocation distribution to be worked out before impact fees are collected. He stated that it
 is important to decide how these funds are allocated between the governing bodies and the
 taxpayers they represent.
- Town Administrator Shankle stated that he wouldn't want any of the funds to be tied up
 so that they can't be used on projects for either school district, because they are set to only
 be distributed in a certain way.
- Steve Coughlan stated that he would like to see the procedure written up and agreed to byboth parties ahead of time.
- Selectman Brew stated that there are two different sets of taxpayers involved in the two
 school districts, and that he'd like to make sure that the Amherst impact fees for the
 Souhegan School District are a source of Amherst revenue only, and do not offset Mont
 Vernon responsibility.
- In response to a question from Steve Coughlan, Town Administrator Shankle explained that, if there is a project in the works for the school districts and impact fees are assessed that can go towards the project, the Finance Office will use the formula to portion out the correct amount of money to the districts. One district could end up losing money for a project if the funds are portioned out a certain way and only one district is working on projects at a given time. Town Administrator Shankle suggested that the districts should work the split of funds out amongst themselves.
- 116 Kelly Mullin, 48 Christian Hill Road, questioned the 3,000ft² cap.
- 118 Chairman Lyon explained that impact fees will be assessed per residential unit up to the 119 cap of 3,000ft²; any unit that goes over the cap will be assessed up to the maximum fee at 120 3,000ft², depending on the housing type. This was agreed to by the Board because data 121 shows that a house larger than 3,000ft² doesn't necessarily impact the town any more so 122 than one that is 3,000ft².
- Kelly Mullin stated that she watched the last Board meeting, and that Bruce Mayberry seemed to indicate that he did not encourage any exceptions to different categories of housing (affordable, senior, etc.), and that most towns don't have these exceptions. She feels that exemptions of this sort may encourage builders to only push through affordable or senior housing developments in order to avoid impact fees. She supports Bruce Mayberry's comments that no exemptions be applied.
- 130

131 Tom Quinn, 30 Christian Hill Road, questioned why there isn't a cap on the low end of a unit's square footage as well. He noted that a small unit might have the same number of 132 133 residents as a larger unit. 134 135 Chairman Lyon stated that the Board had not discussed that, and that the intention is to make sure that the assessed fees appropriately line up with the impact a development has 136 137 on the town and schools. 138 139 Town Administrator Shankle explained that the Board could have decided on a per bedroom or per unit impact fee schedule, instead of the square footage schedule, but it was 140 determined that Amherst has a unique situation of differing housing sizes. The advantage 141 of using a square footage schedule is that smaller units will pay a smaller cost. 142 143 Tom Quinn noted that an unintended consequence seems to be that very small and very 144 large units will be encouraged by this type of schedule. The middle-ground for house 145 sizes, in which the majority of people in town live, is not the encouraged method of 146 construction because they have the highest impact fees. 147 148 149 Town Administrator Shankle stated that the Board of Selectmen will review the schedule each year to look for any of these unintended consequences. 150 151 Tom Quinn noted that, while the town of Milford uses the square footage method, most 152 other towns appear to assess impact fees per unit. 153 154 155 Town Administrator Shankle explained that house sizes in Amherst vary so widely. It doesn't seem fair for a 4,000ft² unit to pay the same amount in impact fees as a 400ft² unit 156 because the smaller unit would have less impact. 157 158 Tom Quinn noted that the impact from each of those sized houses could be the same to 159 the town though. 160 161 162 Will Ludt, 3 School Street, questioned the impact fee schedule chart and whether one of the parameters would stay static for a number of years or vary based on economic 163 conditions. 164 165 Chairman Lyon explained that Bruce Mayberry suggested the schedule will be 166 reevaluated regularly, and the town ordinance requires that it at least be reevaluated 167 168 annually. 169 Town Administrator Shankle noted that the following changes will be made to the 170 document: that the fee schedule will read, "...only the first 3,000ft² per dwelling unit..." 171 and that the order of the housing types listed will be changed to a more logical numerical 172 173 structure. 174 A MOTION was made by Selectman D'Angelo and SECONDED by Selectman Panasiti to 175 close the public hearing at 7:13pm. 176

177 By roll call vote: Selectman Brew – ave; Selectman D'Angelo – ave; Selectman Grella – ave; Selectman Panasiti – ave; Chairman Lyon – ave. Motion carried unanimously. 178 179 Chairman Lyon explained that the Board would now discuss the following items: accessory dwelling units in regard to the 3,000ft² cap, and possible exceptions to senior 180 181 and affordable housing units. 182 183 Selectman Brew stated that he would also like to discuss the school district split of impact 184 fees. He explained that the Amherst School District and Souhegan School District are two 185 separate legal entities. The SAU itself is not an uber-board on top of the two. He is not interested in the two equal boards fighting over the distribution of money or for the Board 186 of Selectmen to need to arbitrate this. The Souhegan and Amherst districts both have 187 needs and he would like to have information on how they want to divvy up the funds, if at 188 189 all possible. 190 191 Selectman Brew noted that he wants assurances that impact fees collected in Amherst will 192 be used to offset the burden that otherwise falls to the Amherst taxpayers. 193 194 Selectman D'Angelo explained that deciding how to divvy up the school portions of the 195 impact fees is not included as part of the impact fee schedule. This is part of the distribution policy, but not the fee schedule itself. 196 197 198 Selectman Brew stated his concerns regarding Steve Coughlan's indication that in the district's Articles of Incorporation only tax dollars need to be raised according to the 199 formula, but other funds may be apportioned before deciding on the Amherst/Mont 200 201 Vernon split of funds. 202 203 Town Administrator Shankle explained that the Finance Department would look at Amherst's portion of any estimated project costs based on the figures for capital 204 improvement given by the school district. The schools would have to give a breakdown of 205 the project costs and the Finance Department would then only apportion out the Amherst 206 207 amount. 208 In response to a question from Selectman Panasiti, Chairman Lyon explained that this 209 discussion is aimed at making sure that any impact fees distributed for the Souhegan 210 School District would only be used to offset impacts born by Amherst taxpayers. That is 211 the intent of the impact fee structure; this conversation is just to make sure that intent is 212 clear. 213 214 Chairman Lyon asked if the Board was comfortable having impact fees collected on a 215 grade K-8 and 9-12 basis. 216 217 In response to a question from Selectman Panasiti, Town Administrator Shankle explained 218 that the Planning Board will look at the columns in the report to decide what the impact 219 220 fees apply to in each case. All of the impact fees collected must be set up in different funds for each column listed. Town Administrator Shankle noted that it might be just as 221 confusing to have the K-8 and K-12 split listed because if the Planning Board decides to 222 utilize the K-12 column, the K-8 projects will only have access to a portion of those funds. 223

224 225 Selectman D'Angelo explained that, if the fee schedule is left as it is now (K-12), and nothing is ever specifically collected for grades 9-12 that no collected impact fees might 226 go to that district at all. 227 228 229 Selectman Brew noted that two checks are issued, one to each of the school districts, each 230 month from the town. 231 232 Selectman D'Angelo explained that he's not sure that the school districts' input is needed in order to adopt the fee schedule, but that it can rather be incorporated at a later time. 233 234 235 Selectman Brew stated that he would like to know how the school districts would like the funds split by next Monday's meeting because he wants assurances that the impact fees 236 will only be used to offset Amherst expenses. This information could influence his vote on 237 the fee schedule. 238 239 Town Administrator Shankle stated that he will contact Superintendent Adam Steele to 240 ask the question. He would hate to see the fee schedule held up by this question so that no 241 242 impact fees are able to be collected for upcoming projects. 243 244 Chairman Lyon read a memo from Bruce Mayberry to the Board dated June 3, 2020; 245 regarding ADU's and the proposed impact fee cap of 3,000ft². It notes that the assessment of impact fees to an ADU will be applied to the net increase of the living area. 246 247 248 In response to a question from Selectman D'Angelo, Chairman Lyon agreed that a new unit with an ADU would apply towards the cap, and an existing unit with a retrofitted 249 amount of square footage into an ADU would also apply towards the cap. 250 251 Selectman Brew noted that he believes finishing unfinished space in a unit would add 252 square footage to the unit but converting already finished space would be a net zero 253 254 increase in living area, and thus not incur an impact fee. 255 Selectman D'Angelo agreed that an increase in square footage to a unit should incur an 256 impact fee but repurposing existing space should not. 257 258 259 In response to a question from Selectman Panasiti, Chairman Lyon noted that an ADU doesn't necessarily always include a separate address from the main dwelling unit, and it 260 261 could potentially add a person/s to the dwelling. 262 Selectman D'Angelo noted that some people rent out rooms in their house. This would 263 add a person to the dwelling but not increase the square footage. 264 265 Town Administrator Shankle explained that the assessment of impact fees is kicked off 266 267 once a building permit is pulled. 268 269 Town Administrator Shankle read from the zoning ordinance F.1.a(iii) – "In the case of 270 development created by a change of use, redevelopment, expansion, or modification of an

- existing use, the capital facilities fee shall be based upon the net positive increase in the
 impact created by the new use as compared to that which was or would have been
 assessed for the previous use."
- Selectman D'Angelo stated that he interprets that to mean that an additional amount of
 square footage added to a unit would draw an impact fee, but that a repurposed area would
 not. Chairman Lyon disagreed.
- 278

282

286

290

302

274

- Chairman Lyon stated that he believes Bruce Mayberry intended that impact fees are to
 recapture the cost created by building a new unit. There would be no new cap cost if
 adding, for example, 500 ft² to a unit.
- Selectman Brew then questioned why if there was no impact fee for increasing a dwelling
 from 2,500ft² to 3,000ft² why a new 2,500ft² dwelling was not charged the same impact
 fee as a 3,000ft² dwelling.
- Chairman Lyon stated that he doesn't want the Board's desire for this schedule to be
 perfect ruin the chance for the impact fee schedule to do some good for the town. He
 requested that Bruce Mayberry come before the Board again to answer certain questions.
- Selectman D'Angelo noted that it might be useful to have Planning Board members weigh
 in as well.
- 294 In regard to the possible affordable housing exemption, Selectman D'Angelo noted that a 295 recent NRPC study showed that Amherst is light on senior and affordable housing. If the town wants to incentivize those types of housing, one way might be to waive impact fees. 296 He believes that Bruce Mayberry was speaking generally in regard to not exempting any 297 certain type of housing, without knowing that Amherst is light on these two types. While 298 some residents may not want these types of housing developments, he believes that 299 importance is in identifying the types of housing the town needs and trying to make sure 300 301 that it sought.
- Chairman Lyon read a statement from Bruce Mayberry. Chairman Lyon explained that he
 believes Bruce Mayberry sees impact fees as part of the cost of doing business for
 developers. Other suppliers and contractors in the building realm don't reduce their costs
 for different types of housing.
- 307
 308 Selectman Panasiti stated that he would like to reach out to the state and the Municipal
 309 and County Government Committee to hear their views.
- Selectman Brew explained that an impact fee of \$4,000 to \$6,000 added on top of an
 affordable home costing \$250,000 and financed over 15 or 30 years would change the
 monthly payment by 2% or 3%. He believes that the impact to the town should be
 identified for each development and then fees should be collected on that impact. Impact
 fees should not be used to encourage or facilitate any particular type of housing.
- 316

317	Selectman Panasiti noted that he agrees with what Selectman D'Angelo said for affordable		
318	housing, but in terms of senior housing. He will research this at the state level and discuss		
319	it with other towns too.		
320			
321	A MOTION was made by Selectman Grella and SECONDED by Selectman Brew to refer		
322	the impact fee report to the Planning Board for its comments and then receive it back to		
323	the Board of Selectmen.		
324	By roll call vote: Selectman Brew – aye; Selectman D'Angelo – aye; Selectman Grella –		
325	aye; Selectman Panasiti – aye; Chairman Lyon – aye. Motion carried unanimously.		
326			
327	Town Administrator Shankle agreed that he would send this document to the Planning		
328	Board, including the two small changes mentioned earlier this evening, for its review. He		
329	will also try to get information from the schools regarding the potential split of funds		
330	between the districts.		
331			
332	A MOTION was made by Selectman D'Angelo and SECONDED by Selectman Panasiti		
333	to adjourn the meeting at 8:00pm.		
334	By roll call vote: Selectman Brew – aye; Selectman D'Angelo – aye; Selectman Grella –		
335	aye; Selectman Panasiti – aye; Chairman Lyon – aye. Motion carried unanimously.		
336			
337			
338	NEXT MEETING: Monday, June 22, 2020		
339 340			
340 341 342	SIGNATURE ON FILE	07.13.2020	
343	Selectman Reed Panasiti	Date	