1			ZONING BOARD OF ADJUSTMENT
2			268B MAMMOTH ROAD
3			LONDONDERRY, NH 03053
4			
5	DATE:		JANUARY 21, 2015
6			
7	CASE NOS.:		11/19/2014-4
8			11/19/2014-5
9			11/19/2014-6
10			
11	APPLICANT:		FIRST LONDONDERRY ASSOCIATES, LLC
12			80 NASHUA ROAD
13			LONDONDERRY, NH 03053
14			,
15	LOCATION:		30 STONEHENGE ROAD AND 113 HARDY ROAD, 12-120 & 131, AR-I
16			, , , ,
17	BOARD MEMBERS	S PRESENT:	JIM SMITH, CHAIRMAN
18			
19			JACKIE BENARD, VOTING MEMBER
20			JIM TIRABASSI, VOTING MEMBER
21			ANNETTE STOLLER, VOTING ALTERNATE
22			BILL BERNADINO, NON-VOTING ALTERNATE
23			NEIL DUNN, ACTING CLERK
24			
25	ALSO PRESENT:		RICHARD CANUEL, SENIOR BUILDING INSPECTOR/HEALTH/ZONING
26			OFFICER
27			DAN DRAMER, ASSITANT BUILDING INSPECTOR/DEPUTY HEALTH OFFICER
28			JAYE TROTTIER, ASSOCIATE PLANNER
29			
30	REQUESTS:		REHEAR CASE NOS. 11/19/2014-4, 11/19/2014-5 AND 11/19/2014-6 (SEE
31		ORIGINAL RE	EQUESTS BELOW)
32			
33			/19/2014-4: VARIANCE TO ALLOW 24 DWELLING UNITS PER MULTI-FAMILY
34		BUILDING W	HERE A MAXIMUM OF 16 UNITS IS ALLOWED BY SECTION 2.3.3.7.3.1.2.
35			
36			<u>1/19/2014-5</u> : VARIANCE TO ALLOW THE PERCENTAGE OF WORKFORCE
37			NITS IN A MULTI-FAMILY WORKFORCE HOUSING DEVELOPMENT TO BE
38		LIMITED TO	50% WHERE A MINIMUM OF 75% IS REQUIRED BY SECTION 2.3.3.7.1.1.4.
39			
40		<u>CASE NO. 11</u>	<u>/19/2014-6</u> : VARIANCE TO ALLOW PHASING OF A PROPOSED WORKFORCE
41		HOUSING DE	EVELOPMENT OVER THREE YEARS WHERE OTHERWISE LIMITED BY SECTION
42		1.3.3.3, AND	TO EXEMPT SUCH DEVELOPMENT FROM FUTURE IMPLEMENTATION OF
43		GROWTH CC	INTROL REGULATIONS AS PROVIDED IN SECTION 1.4.7.2.
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45	JIM SMITH: Do w	e have any comm	nents or observations from?

47 NEIL DUNN: Well, I you know we get motions to re-hear a lot of times, and it's always good to re-hear them to see if we missed anything and to make sure that we did our due diligence, but in the application that was 48 49 submitted, I do have some concerns that every time anybody talks about the financial viability of a project that 50 somehow the Board has to approve it. I'm wondering if we can get some guidance from Town Council or 51 somebody on where do we draw that line. I'm not a lawyer. You know, I have a day job, but it seems like the 52 bulk of the argument is first of all maybe we can only listen to expert witnesses. We maybe have to discount 53 stuff unless they're experts is what I kind of got out the Fougere letter, and that kind of concerns me, so I'd 54 also like some direction on that, and then also can we get some direction on...we can't possibly be responsible 55 for every project put in front of us financially viable, so I would like to get some guidance on that if we can, but 56 I'm fine with doing a rehearing.

5758 JIM SMITH: Anyone else? Yeah.

ANNETTE STOLLER: On some of the commentary I was reading, and they weren't our assertions, but for example that Fougere letter there was some assertions that we not true; for example, that everybody went along with your statistics, etc., on the Board all seemed to agree – I totally disagreed, so I wasn't in that all. You know that's an example. There were several things that if we left them on the record, we really have to get them corrected.

66 JIM SMITH: Okay.

67 68 NEIL DUNN: So, I think I'm really looking for guidance there to because what this bulk of it was to paraphrase 69 it was that the only expert testimony that was presented was presented by the applicant and because there 70 was no other expert testimony that basically we can't consider anything else whether it was my own research 71 because we didn't have anything, or anybody's statements from the crowd, so I'm trying to get some guidance 72 on that. My thought was, and the guidance from the courts was the reason we're on the Board is because we 73 know the local area. We know the character and the type of stuff the Town is after and so to the point you 74 know there's some misstatements in the application, and I would like those cleared up myself, but I would also 75 look for some guidance from the Town Council on that.

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- 77 ANNETTE STOLLER: Yeah, may I Mr. Chair?
- 79 JIM SMITH: Yeah.
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81 ANNETTE STOLLER: In response, or further commentary on that there were other expert witnesses that were 82 hires of the applicant, so there were several other expert witnesses. If we you, if we would consider them 83 expert witnesses.

- 85 JIM SMITH: Okay, ah.
- 8687 RICHARD CANUEL: Mr. Chairman, if I could interject?
- 89 JIM SMITH: Sure.
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91 RICHARD CANUEL: In a previous variance application for a similar workforce housing project, the Board recalls 92 there was the issue of economic feasibility and the Board actually requested that a fiscal analysis be done and

93 be presented to the Board to verify what that feasibility was, and it may be beneficial for the Board to go back

94 and review those minutes of that case and see what information was provided and maybe duplicate that, and

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another issue is possibly get some guidance from our Town Council along with our Legal Counsel regarding
 workforce housing units. I know that was part of the discussion as to whether we met our quota or not
 without having hard data; it's difficult for the Board to say if the variances should go forward or not.

99 JIM SMITH: Okay, I think we need to be careful about what we're attempting to do on this case because when 100 we are looking at especially the first two (2) variances; one was on the number of units in a building and the 101 fifty (50) percent vs. seventy five (75). Those were two (2) of the criteria which the Planning Board is 102 supposed to use in determining whether or not this type of, whether or not for them to issue a conditional use 103 permit. I think we're, one of the things I take out of what I've read and what I've seen about this is the very 104 fact that this ordinance is on the books means that the Town Planning Board and Town Council made a determination that the Town needs this type of housing, and it's really their prevue to either change that 105 106 ordinance, or withdraw that ordinance, or make a further determination on whether or not the Town makes that, has that need, and it's really not up to use as the Zoning Board to make that determination. 107

- 109 RICHARD CANUEL: Well the Planning Board is going through that process now.
- 110111 JIM SMITH: Right, I understand that.

112 113 NEIL DUNN: If I may, Mr. Chairman? I understand where you're going with that, but I don't know why even if 114 we did meet based on some study that came through that said we meet or didn't meet the ordinance. If we met it there's no reason to eliminate the ordinance because someone still might want to build workforce 115 116 housing and that would still be the codified ordinance that we have, and so as soon as they come in front of us as a Zoning Board and say we want to reduce what's been codified, and yes the Planning Board has to do the 117 118 conditional use, now you have to convince me as a Zoning Board member who's fiduciary responsibility is to 119 ordinance in the Town why I should go along with the reduction, and so if we're meeting it and we know that 120 there's other properties in Town that are doing it without those lesser requirements then that's part of what 121 helps me form my opinion whether I agree with providing the variance, so I understand where you going. It 122 really goes a step passed here, but in order to convince me as a Zoning Board member and my responsibility to the Town and everything else those/that's part of the information that I use, and if I'm wrong well then 123 124 we'll let the courts settle it out, but I don't think we are that's why we have the Zoning Board here and that's why it's of local character and we have our local input because we know the Town better than some body 125 126 down in Rockingham or whether they'd be going next and so it kind of gets back to what is, we look at numbers and you know numbers you can make them say almost anything you want so to my point, I have no 127 trouble with rehearing it, but I do think it is pertinent when we go to change from seventy five (75) to fifty (50) 128 129 percent that we know if we're in compliance or not, or what our opinion should still be counted, and based on what we are reading from the rehearing thing, I don't think it should be discounted and all thrown at the 130 131 Planning Board, I guess is my point. If they want me to reduce it from seventy five (75) percent to fifty (50), 132 you have to convince me why, and it has to hit all five (5) point not just one (1). Just because it's not financially viable if it's not in the spirit or something else that's beyond me as far as my responsibility to the 133 134 ordinance as it's written. No different than it would be interpreting an electrical code, or a plumbing code. It's codified text. 135

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JIM SMITH: Here's where I go back to. When you read the purpose of this part of the ordinance, the first sentence says "the purpose of this section is to encourage and provide for the development of workforce housing within Londonderry", and if you have constructed the ordinance in such a manner when you look at the RSA which deals with this section, it says you can't put things in that same ordinance which discourage the building of it, and I think again I'm going back to what our Legal advice was that he was basically saying those numbers were arbitrary.

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144 NEIL DUNN: Everything is arbitrary unless you have the original text of how the thing was, what the rational 145 was on the process when they wrote the ordinance. The ordinance is not that old, we did hear people testify, 146 give testimony last month to the fact that...

- 148 JIM SMITH: Okay.
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NEIL DUNN: So all's I'm saying is those are things that do matter to me when I'm zoning, and we all have differences of opinion and that's what it's all about, so I'm in favor of that, but I would for some guidance from Town Council and we can address some of these issues more at the rehearing if we choose to do that.

- 154 JIM SMITH: Okay, anybody else?
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ANNETTE STOLLER: In reference to that looking for guidance. I think we have to be very specific number one who we are asking for guidance and what exactly we are asking for guidance for otherwise it's just out there in the cloud voting.

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160 NEIL DUNN: And so to my point where is our, can we get some guidance on what we have to make financially viable, we can't be responsible for every project in Town because someone says it's not viable. There's got to 161 be better guidance that that, so that would be my specific interest in that point, and it could even be in 162 reference to the case in general, and then the second point is talking about the misstatements of what I feel 163 are misstatements in the motion for rehearing, aren't we allowed to use our local knowledge and our own 164 165 research, or does everything have to come from some kind of expert witness. It's a general statement, it doesn't have to be big and long, but I would think that's why the Zoning Boards are in place in our local 166 167 Boards. I just don't understand that so I don't know how to get more specific than that other than if someone in a crowd is guote-un-guote is not an expert witness and they you know we heard people saying that the 168 Southern New Hampshire Planning thing has coming down we're down to seventeen (17) units or something 169 170 and the numbers are changing, we can't take that into consideration? Some guidance on that kind of thing in 171 a general sense.

- ANNETTE STOLLER: So what did, sorry, what are you asking for? I'd say if we could get it specific, we might
 get an answer.
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176 NEIL DUNN: Well, and I could go through every point in the rehearing motion, but basically there was a 177 statement in the Fougere letter or however you pronounce that that the only expert witnesses that were 178 called and presented were that of the applicants.

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- 180 ANNETTE STOLLER: Correct.
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NEIL DUNN: And essentially that's all we're supposed to base our ruling on, and to me that is not accurate, we have people in the crowd who brought up different points, technical points what they felt was the existing housing stock that's been approved that wasn't used in the expert testimony from the applicant. Those numbers weren't in there. What's been approved already just because they said they're not built yet. Well, we could approve, what we were supposed to approve them until they get built and then we can...no I'm, so I don't know how to get more specific other than are we allowed to accept that testimony from outside and consider it good enough.

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- 190 JIM SMITH: I think we can.
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- 192 ANNETTE STOLLER: You can.

- IIM SMITH: But again, I think we need to be clearer on what we're talking about. I think one of the big
 problems that we really shouldn't get too far in to...
- NEIL DUNN: Right, that's why I was trying to leave it more open so that the Town Council could say here's a general guidance. I mean here's what's been published. I know that some of the rulings that have been referenced in the past refer to the local Board's knowledge of the Town and the community, and what they're really looking at is legal procedures. Did you somehow not perform your legal duty, or your fiduciary responsibility? I mean, I think the Town Council could kind of answer that in a generic sense, or something like more without...
- JIM SMITH: Okay when you say Town Council are you taking about legal representation, or...
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- NEIL DUNN: Interpretation of the letters that were put, but with the specific things to... 207
- 208 JIM SMITH: Okay, you're talking about our Town lawyer.
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 210 NEIL DUNN: I don't know who I'm talking about. I don't know if it's our Town lawyer, or who it is. Yeah, I
 211 would imagine that's who it would go to, yes.
- JIM SMITH: Okay, well at this point, all we have to determine whether or not we have sufficient grounds to
 grant a rehearing on these three (3) cases.
- 216 NEIL DUNN: Right.
- JIM SMITH: I think based upon what our Town lawyers have submitted to us, I think we are in a position where we should be able to make that decision.
- NEIL DUNN: Oh, absolutely, but I was trying to be proactive and get guidance from the Town lawyers because of the some of the items that were brought up in the motion to rehear. I'm comfortable with a motion to rehear, but also I think it would help guidance, I mean we can wait until next month and do it, but that is what I would need before I feel comfortable.
- 226 JIM SMITH: Okay.
- 227228 NEIL DUNN: I don't know, you can reach out and, or not, but that is my thought.
- 229230 JIM SMITH: Okay, anybody else?
- JIM TIRABASSI: I do have a question, and it's based continuously on the economic hardship principle.
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- 234 JIM SMITH: Okay.
- JIM TIRABASSI: What is it that deems it an economic hardship? If this is a factor. Is it a business that doesn't make money from day one (1), or make money in day sixty five (65), or is it that it has from day one (1), or else it's...that's one of the biggest parts is the economic part because that's the part that's pointed to continuously, and there's no clear definition of is the Board supposed to make it a profitable project, and does it relate to a business as opposed to a personal relationship.
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242	JIM SMITH: I think when you review, or take a look at the Board, I mean the RSA what it's saying is for the
243 244	Town ordinance to meet the intent of that RSA it has to provide a means for an economically feasible project to be undertaken.
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246 247	JIM TIRABASSI: I understand that, right, right, right.
248 249	JIM SMITH: Okay, so we're just talking about a particular project.
250 251	JIM TIRABASSI: Right, right.
252 253 254	JIM SMITH: If it's not, if there is rules put into the ordinance that make it impossible for anyone to have an economically feasible project under that ordinance, it's doesn't meet the intent of that RSA.
255 256 257 258	JIM TIRABASSI: Right, but the point being the projections they presented show that if they weren't granted the variances they would not be [Overlapping]. It would not be financially feasible until point "x". They wanted it financially feasible from point "y".
259 260	ANNETTE STOLLER: Correct.
261 262 263	JIM TIRABASSI: Is there a point at which we don'tit will be financially feasible, butis opposed to be looking to have us create it so it's financially feasible before it begins? That's what the financial statements are asking.
264 265 266	JIM SMITH: WellI think what it, it has to be set up in such a manner that if the person undertakes the project.
267 268	JIM TIRABASSI: Right.
269 270 271 272	JIM SMITH: If the project goes through to the end, it's going to be an economically feasible project. It's not saying it has to make money on day one (1), but it has to be able to make money at some point. Otherwise, if the person is in business he can't make a profit why is he going to do anything you know?
273 274 275	JIM TIRABASSI: No, I understand that they ultimately need to make money. That's why I'm saying is there a point because that particular financials provided that they would make money after year five (5). They just wouldn't make it in year one (1) to five (5).
276 277 278	JIM SMITH: Right, but again
279 280 281	JIM TIRABASSI: And they're saying it's an economic hardship if they could only make money starting in year (5), but not in year one (1).
282 283	[Overlapping Comments]
284 285 286 287	JIM TIRABASSI: They are asking for the relief of expedited development because they would incur an economic hardship by having to increase their manufacturing costs instead of being able to do it over a period of time and lay those costs out over time.
287 288 289	ANNETTE STOLLER: Mr. Chair.
289 290	JIM SMITH: Yeah.

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- 291
- ANNETTE STOLLER: It was stated by their attorney basically that they can only make a narrow margin of profit. It is not our charge to determine what margin of profit they can make, as long as we are not dooming them and dooming their financial investment, I don't think the amount of profit should really concern us.
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- JIM SMITH: Okay, I think going to your point, I think what they were saying was if they had to go over five (5) years, they couldn't get the financial backing to even start.
- ANNETTE STOLLER: Right, the banks wouldn't do it.
- JIM TIRABASSI: Okay, but they rolled it into two (2) because their costs would be that much greater is why they...
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JIM SMITH: Okay, well, well, I think it went even further than that. If they went to a bank [Overlapping Comments], and the bank looked at this and say this is going to take five (5) years, we don't want any part of it. [Overlapping Comments]. So I think that's part of what the argument of the three (3) years vs. the five (5).

- 307308 JIM TIRABASSI: Correct, that was, there were two (2) components rolled into one (1).
- 309310 JIM SMITH: Right. It just takes, it's not, okay, so...
- 311 312 NEIL DUNN: And so that is why I was looking for guidance. I don't know how the Town Council would want to 313 address it. We don't, I can't see how we can possibly be responsible to make every project in front of us viably 314 financially viable, so I'm looking for guidance. There's got to be some place where we can draw the line, and 315 that the Town Council can say, no here's give us a better understanding of these questions.
- 316 317 JIM SMITH: Okay, I think what Richard suggested, we did get some information along that line and that 318 previous case.
- 319320 NEIL DUNN: Um, hum, so that would be first then continuance.
- JIM SMITH: That would, I think and answer some of that question.
- 323324 NEIL DUNN: Absolutely.
- JIM SMITH: And, I think that would be something that we could review, and just for the overall record. I think one of the things that we have as a Board with the procedures that we have in places, we have an application that lists the five (5) points of law, and in the past we've always asked the applicant to give us a nice run down of each of those five (5) points and to follow that procedures, and I think it makes it much clearer for us as a Board to work with information presented in that format. I'm must throwing that out for general information. Having said all that, I guess we have to vote on each of three (3) cases separately?
- 332333 NEIL DUNN: Mr. Chairman, I'd like, let's see how did he request it? Did he, he request them individually, yes.
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- 335 JIM SMITH: Yeah, because they are different.
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- 337 NEIL DUNN: Yeah, Mr. Chairman, I'd like to make a motion to grant a rehearing on case number
- 338 11/19/2014-4.
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340	JIM SMITH: Do I have a second?					
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342	JACKIE BENA	ARD: Aye.				
343		Lachia accound All these in forcer?				
344 345	JIIVI SIVITTH:	Jackie second. All those in favor?				
345 346	ALL: Aye.					
347	ALL. Aye.					
348	IIM SMITH:	Okay, motion on case five (5).				
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350	NEIL DUNN:	Mr. Chairman, I'd like to make a motion to grant the rehearing of case 11/19/2014-5.				
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352	JIM SMITH:	Jackie?				
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354	JACKIE BENA	ARD: I second that.				
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356	JIM SMITH:	All those in favor?				
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358 359	ALL: Aye.					
360	NEIL DUNN.	Mr. Chairman, I'd like to make a motion to grant the rehearing of case number 11/19/2014-6.				
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362	JACKIE BENA	ARD: I second that.				
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364	JIM SMITH:	All those in favor?				
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366	ALL: Aye.					
367						
368	RESULTS:	CASE NO. 11/19/2014-4: THE MOTION TO GRANT A REHEARING OF CASE NO. 11/19/2014-4				
369		WAS APPROVED, 5-0-0.				
370						
371		CASE NO. 11/19/2014-5: THE MOTION TO GRANT A REHEARING OF CASE NO. 11/19/2014-5				
372		WAS APPROVED, 5-0-0.				
373						
374		CASE NO. 11/19/2014-6: THE MOTION TO GRANT A REHEARING OF CASE NO. 11/19/2014-6				
375		WAS APPROVED, 5-0-0.				
376						
377	RESPECTFUL	LY SUBMITTED,				
	2 1/					
	Mailh	hum				
378						
379	NEIL DUNN,	NEIL DUNN, ACTING CLERK				
380	TYPED AND	TYPED AND TRANSCRIBED BY NICOLE DOOLAN, PLANNING & ECONOMIC DEVELOPMENT DEPARTMENT				

381 SECRETARY

APPROVED (FEBRUARY 18, 2015) WITH A MOTION MADE BY NEIL DUNN, SECONDED BY JACKIE BENARD AND
 APPROVED 5-0-0.

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