

Office of the City Manager

CONSENT CALENDAR October 15, 2019

To: Honorable Mayor and Members of the City Council

From: Dee Williams-Ridley, City Manager

Submitted by: Timothy Burroughs, Director, Planning and Development Department

Subject: Mills Act Contract – 2524 Dwight Way

RECOMMENDATION

Adopt a Resolution authorizing and directing the City Manager to enter into a Mills Act contract with NCR Properties LLC/Nathan D. George for the City Landmark property at 2524 Dwight Way.

FISCAL IMPACTS OF RECOMMENDATION

The Mills Act allows owners of historic properties to voluntarily enter into individual contracts with the City in order to obtain property tax reductions in exchange for maintaining and restoring their historic property.

The property tax savings are offered to create an incentive for owners to maintain their historic properties, to designate historic properties that are currently not protected, and to purchase and upgrade already dilapidated historic properties.

Approving the Mills Act contract for the City Landmark property at 2524 Dwight Way would reduce the property tax bills for the owners by an estimated total of \$4,700 in year one, approximately 30% (\$1,410) of which would be diverted from Berkeley's tax revenue (final amounts are determined by Alameda County after contract execution). This will be an annual impact to the City's tax revenue, as the contract runs for ten years (in comparable annual amounts) and automatically renews annually thereafter unless notice of nonrenewal is given. In turn, the work plan commits the owners to spending the anticipated tax savings on restoring the landmarked property. The Mills Act also specifies procedures for cancellation of the contract for a breach of conditions.

Council approval will allow property tax reduction for this property to begin in the 2020-2021 fiscal year.

CURRENT SITUATION AND ITS EFFECTS

On February 24, 1998, the Berkeley City Council passed Resolution No. 59,355-N.S. which authorizes the local use of the Mills Act of 1972, as amended, which is codified in California Government Code Sections 50280-90 and Revenue and Taxation Code Section 439. The Mills Act allows owners of historic properties to voluntarily enter into

individual contracts with the City in order to obtain property tax reduction in exchange for maintaining and restoring their historic property.

On September 13, 1999, the property at 2524 Dwight Way was designated as a City of Berkeley Landmark, making the property owner eligible to take advantage of the Mills Act. The designation included analysis of historic distinguishing features and features to be preserved (see Attachment 2).

On July 2, 2019, the Landmarks Preservation Commission (LPC) reviewed the proposal by the present owner, NCR Properties LLC/Nathan D. George, to enter into a Mills Act contract for 2524 Dwight Way, including a proposed scope of work and maintenance schedule, and voted 6-1-0-1 (Yes: Abranches Da Silva, Adams, Allen, Crandall, Finacom, O'Malley; No: Schwartz; Abstain: none; Absent: Chagnon) to recommend approval of the Mills Act Contract application to City Council, and revise work item B, and remove fence, gate and planting from the Rehabilitation Work Program.

On August 6, 2019, the property owner provided staff with a copy of the revised work plan, consistent with the LPC's direction.

BACKGROUND

The Mills Act provides limited ad valorem tax relief at the discretion of host jurisdictions to encourage rehabilitation and on-going maintenance of historic resources. In Berkeley, owners of those properties designated by the LPC as either a Landmark or a Structure of Merit may apply for a Mills Act contract. The Alameda County Assessor uses a formula, consistent with the provisions of the Mills Act, to determine the amount of property tax reduction, which applies a capitalization rate to the calculated net operating income for the property under the Mills Act contract. The Mills Act application includes a ten-year work plan to restore and maintain the subject property. The total investment in the work plan is intended to equal or exceed the total amount of the property tax relief over the contract period.

In 2011, State law was amended to include more specific requirements regarding inspection, fees, and cancellation. The amendments clarified that the local legislative body may require fees for providing services pursuant to the Mills Act; shall inspect the property prior to a new agreement and then every five years thereafter; and shall cancel the contract if it determines that the owner has breached the conditions of the contract. As a result of these amendments, Land Use Planning fees for the approval and monitoring of these contracts were added in July 2012, and an ongoing inspection program is in place.

RATIONALE FOR RECOMMENDATION

In order to qualify for Mills Act consideration, 1) the property must qualify as historic; 2) the contract must adequately meet the requirements for Mills Act contracts; and 3) the type of improvements outlined in the work plan must meet the City standards, which

require that tax savings be used according to the rules and regulations outlined in the Act.

The property located at 2524 Dwight Way is eligible for the Mills Act contract because it is designated as a City of Berkeley Landmark. The contract format has been reviewed by the City Attorney's Office for conformance to all relevant City and State regulations. Finally, the contract includes a comprehensive work plan that the property owners have agreed to complete within the first ten-year contract period and that provide for the property "use, maintenance and restoration as to retain its characteristics as property of historical significance." The LPC has concluded that the proposed work plan meets the standards adopted by the City Council, and the costs of the proposed improvements are anticipated to equal or exceed the tax savings afforded the owners.

ENVIRONMENTAL SUSTAINABILITY

Approval of the contract would encourage historic resource rehabilitation, materials conservation, and construction and demolition waste diversion.

ALTERNATIVE ACTIONS CONSIDERED

The Council could deny the application if it found that it did not satisfy the requirements of the Act or other criteria for approval.

CONTACT PERSON

Timothy Burroughs, Director, Planning and Development Department, 510-981-7401 Fatema Crane, Senior Planner, 510-981-7413

Attachments:

- 1. Draft City Council Resolution
- 2. LPC Resolution, Landmark Designation, September 13, 1999
- 3. Revised Rehabilitation Work Program, received August 6, 2019
- 4. LPC July 2, 2019 Staff Report

RESOLUTION NO. ##,###-N.S.

AUTHORIZING AND DIRECTING THE CITY MANAGER TO EXECUTE A MILLS ACT CONTRACT AND ANY NECESSARY AMENDMENTS WITH NCR PROPERTIES LLC/NATHAN D. GEORGE, FOR THE MAINTENANCE AND RESTORATION OF A HISTORIC PROPERTY LOCATED AT 2524 DWIGHT WAY, IN RETURN FOR THE OWNER TO OBTAIN A PROPERTY TAX REDUCTION

WHEREAS, on February 24, 1998, the Berkeley City Council adopted Resolution No. 59,355-N.S. which authorized the use of Mills Act contracts; and

WHEREAS, on September 13, 1999, 2524 Dwight Way was designated as a City of Berkeley Landmark and became eligible to take advantage of the Mills Act; and

WHEREAS, on July 2, 2019, the Landmarks Preservation Commission reviewed the proposed projects listed in the Mills Act Contract Application for 2524 Dwight Way, and recommended that the City Council enter into a Mills Act contract with the property owner, and revise work item B, and remove fence, gate and planting from the Rehabilitation Work Program.

WHEREAS, the City of Berkeley Mills Act program requires each contract to be approved by the City Council and signed by the City Manager; and

WHEREAS, the City Council, in light of all evidence, finds that the contract is consistent with the purposes of the Mills Act program.

NOW THEREFORE, BE IT RESOLVED by the City Council of the City of Berkeley that the City Manager is authorized and directed to execute a Mills Act Contract and any necessary amendments with NCR Properties LLC/Nathan D. George for the maintenance and restoration of the historic property located at 2524 Dwight Way and in return offer a property tax reduction for a period of at least ten years, with a recorded copy of such contract and amendments to be on file in the Office of the City Clerk and Alameda County Clerk- Recorder.

CITY OF BERKELEY Ordinance #4694 N.S. LANDMARK APPLICATION

Alexander C. Stuart House

1. Street Address: 2524 Dwight Way County: Alameda City: Berkeley ZIP: 94704

- 2. Assessor's Parcel Number: 055 1842 00200 Dimensions: 55 x 146 feet Cross Street: Regent Street
- 3. Is property on any survey? State Inventory: Yes National Register: No
- 4. Application for Landmark Includes: Building(s): Yes Landscape or Open Space: Yes Other: Entire Property
- 5. Historic Name: Stuart (Alexander C.) House Commonly Known Name: None
- 6. Date of Construction: <u>1891</u> Factual: <u>Yes, California Architect & Building News, June 1891</u>

7. Architect: Pissis and Moore (Albert Pissis and Joseph Moore) Builder: A. H. Broad

8. Style: Queen Anne with Colonial Revival Porch

- 9. Original Owner: <u>Alexander C. Stuart</u> Original Use: <u>Single Family Residence</u>
- 10. Present Owner: <u>Tony Afkhampour</u> Address: <u>18 Botany Court, Redwood City, CA</u> 94062 Present Occupants: <u>Students attending U.C. Berkeley</u>

()

11. Present Use: Residential: Yes Multiple: Yes Current Zoning: <u>R-4</u>

Adjacent Property Zoning: R-4

- 12. Present Condition of Property:
 - Exterior: Good Interior: Fair Grounds: Good

13. Description:

This is a solid looking 2 ½ - story Queen Anne house with a Colonial Revival porch sporting 6 Ionic columns and 2 pilasters. The classical theme is carried out with the use of dentil cornices in various spots and a window frame on the top floor, which ends in scrolls. The first floor is covered in board siding, the second in shingles and the third within the gable end is most elaborate with decorative half-timbering. There is a 2-story bay on the west side and a 1-story section on the east, which is possibly an addition, but is in keeping with the style of the house. The most striking feature is the second story octagonal turret at the northwest corner. It is supported by two decorative brackets and contains five narrow windows, the whole being topped by an 8-sided peaked roof. The original front door has been replaced.

14. History:

The Stuart House was designed by the firm of Pissis and Moore and built by A. H. Broad for Alexander Stuart in 1891.

Alexander Stuart was born in St. Johns, Newfoundland, emigrated to California, and worked for a number of years for the firm of G. T. Marye and Son, mining stock brokers, located at 234 Montgomery in San Francisco (see illustrations). In the 1890 Langley's San Francisco Directory his address is listed as 1902 Broadway. In the 1891 Hustead's Oakland, Alameda, Berkeley Directory he is listed as residing on

Dwight Way near the Narrow Gauge Track. The Hillegass tract on which the Stuart house stands was subdivided in 1886, but was slow to develop. In 1891 Joseph Mason the founder of Mason-McDuffie was

The town was all a wheatfield to Derby Street (from the south) thence a market garden. The Hillegas asked if I could sell their property in lots. I told them I could not in its condition at that time, but if they would open up the streets, macadamize them etc., I would sell the lots.

Mason had been commuting to San Francisco from his Berkeley residence on Channing near Bowditch for some time. After Alexander Stuart moved to Berkeley, he also commuted - possibly using the narrow gauge railway mentioned earlier (see Albert Pissis came to San Francisco, as a child, in 1858. He traveled to Paris at

the beginning of the 1870's to study at the Ecole des Beaux-Arts. He studied at the

atelier of Julian Guadet, passing the entrance examination to the Ecole in 1872 and completing his studies in 1876. In the late 1870's he returned to San Francisco to begin his architectural practice. In 1885, Pissis entered into partnership with William

Moore. Moore was born in Liverpool in 1847 and came to San Francisco in 1880. Pissis is best known for the design of the Hibernia Bank (1892), the Emporium (1895), the Little Sisters of the Poor (1902), the Flood Building (1905) in San Francisco, and the President's House (1901) on the University of California campus in Berkeley.

In contrast to the classical style of the buildings above, Pissis and Moore also designed a number of houses and apartment buildings in the Queen Anne style. The most impressive of these must have been the house designed for Philip Nettre Lilienthal at Clay and California in 1886. According to Nelson [4]: "This was the largest commission Pissis had yet received and was almost twice as costly as the surviving and extravagant Haas- Lilienthal house built the same year and only a few blocks away." (See illustration.)

The builder of the Stuart House was A. H. Broad, a prominent Berkeley contractor

and pioneer civic figure. He was born in Maine in 1851 and came to Berkeley in 1877. He served on Berkeley's first board of trustees in 1881 and later became town marshal.

Broad went into business as a building contractor in 1880. Within five years he was well known for his Eastlake cottages. He often worked as Bernard Maybeck's contractor and his later work reflects the influence of the First Bay Tradition architects.

Four buildings with which A. H. Broad was involved have been designated City of Berkeley Landmarks - the Town and Gown Club (2401 Dwight Way; alterations by Broad circa 1909), the Haste Street Building of McKinley School (2419 Haste Street; 1906), the Bentley House (2683 Le Conte Avenue; 1900) and the George Edwards House (2530 Dwight Way; 1886) one lot east of the Stuart House.

15. Context:

The Stuart House is part of a rich architectural group clustered around People's Park. This includes the Wooley House, the Anna Head School, Casa Bonita Apartments, the Rose Cottage, Maybeck's First Church of Christ, Scientist, Julia

Morgan's Hobart Hall, and the George Edwards House. The area to the north of Dwight was sold to the University of California by the

Hillegass family and was known as the College Homestead Tract. The area to the south of Dwight Way, where the Stuart House stands, remained in the Hillegass

family's possession until 1886 when it was subdivided as the Hillegass Tract. The College Homestead Tract, developed in the heyday of the Victorian era, was the first fully built residential neighborhood south of the campus. This neighborhood extended to the north end of Wurster Hall. The original neighborhood is now largely gone; the few remaining residences are all the evidence left of that thriving

The Hillegass Tract was built up slowly. The process continuing to the turn of the century and beyond. It, too, suffered many losses as older single-family homes have

The Stuart House is probably the best-known representative of the generation of homes that were built on the Hillegass Tract before 1900. Along with the other historical buildings in the district it bears witness to the history of the Southside

16. Significance:

In itself, the Stuart House should be preserved as one of the surviving examples of the Queen Anne style buildings designed by Pissis and Moore. Its historical value is increased by the fact that the design was carried out by A. H. Broad The existence of the Stuart House also makes it possible to compare the classical

style of Pissis' Presidents House to the Stuart House's Queen Anne style, as well as, the Eastlake-Queen Anne style of Broad's George Edwards House located nearby. Finally, the designation of the Stuart House as City of Berkeley Landmark will be a recognition of its contribution to the historical and architectural character of the surrounding district and will make a significant contribution to preserving that character.

Historic Value:

City Yes Architectural Value: Neighborhood Yes City Yes

17. Is the property endangered? No Explain:

Neighborhood Yes

18. Photographs & Illustrations:

Copy of photograph of the Alexander Stuart House in 1939.

Copy of photograph of the Alexander Stuart House in 1974 (Elizabeth Crews). Copy of photographs of the Alexander Stuart House in 1999.

Photocopy of Mining Stock Market Columns in the San Francisco Evening Post.

Photocopy of Delinquent Sales of Mining Stock in the San Francisco Evening Post. Photocopy of Steam Dummy on Telegraph by Edwin Deakin, 1892.

Copy of photograph of Albert Pissis.

Copy of photograph of the Philip Nettre Lilienthal House.

()

19. Bibliography:

- 1. Cahill, B. J. S. "The Works of Albert Pissis", American Builders Review (January
- 2. Emanuel, George Our First 100 Years: The Story of Mason-McDuffie Through the

3. Junior League of San Francisco, Here Today (1968) pp. 87, 90, 280 & 330.

4. Nelson, Christopher H., Classical California: The Architecture of Albert Pissis and Arthur Brown Jr., dissertation, University of California, Santa Barbara, 1986.

5. Architect and Engineer, "The Work of Albert Pissis" (July 1909) pp. 34-69.

6. California Architect and Building News (June 1891).

7. San Francisco Call (Oct. 24 1897) Death Notice of A. C. Stuart.

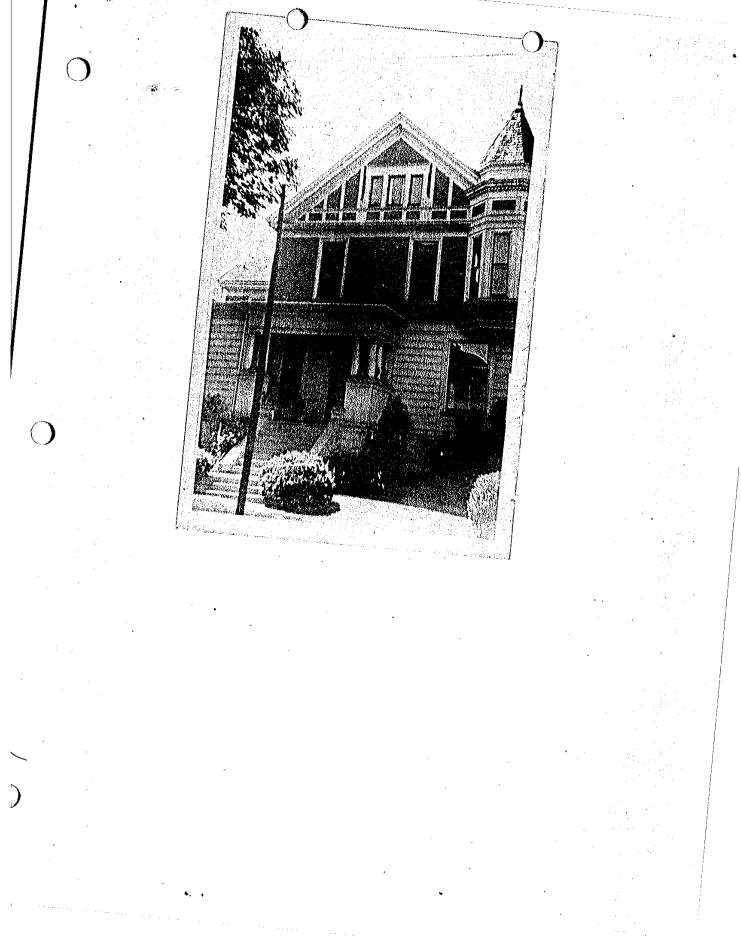
20. Recorder:

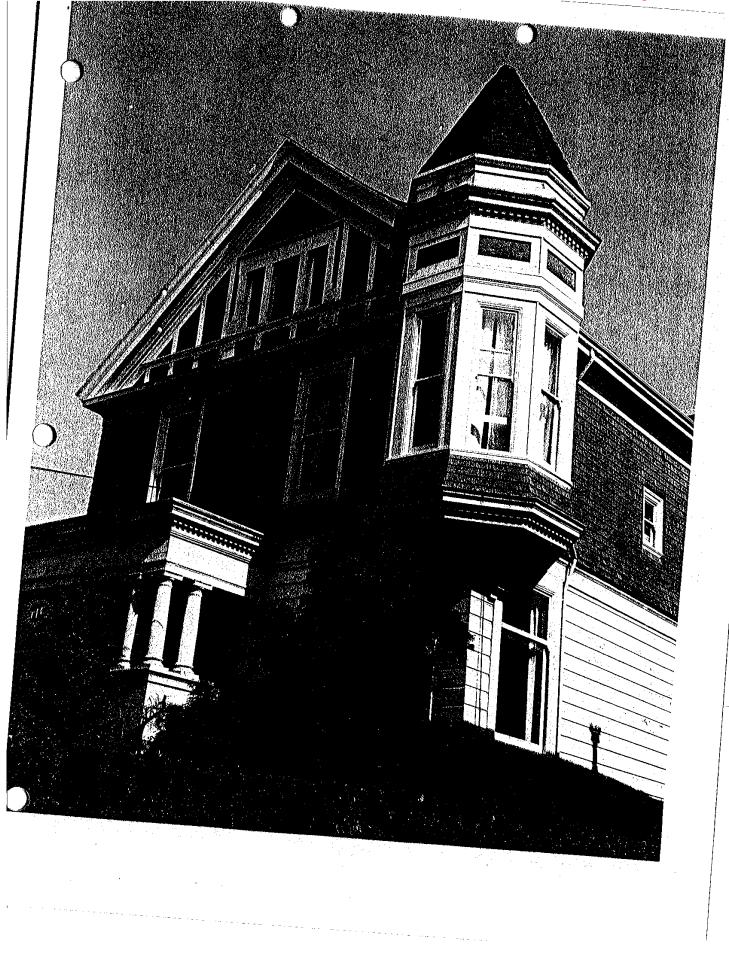
Paul Huizinga, 2530 Dwight Way, Berkeley CA 94704, tel: (510) 549-0417.

21. Recorded:

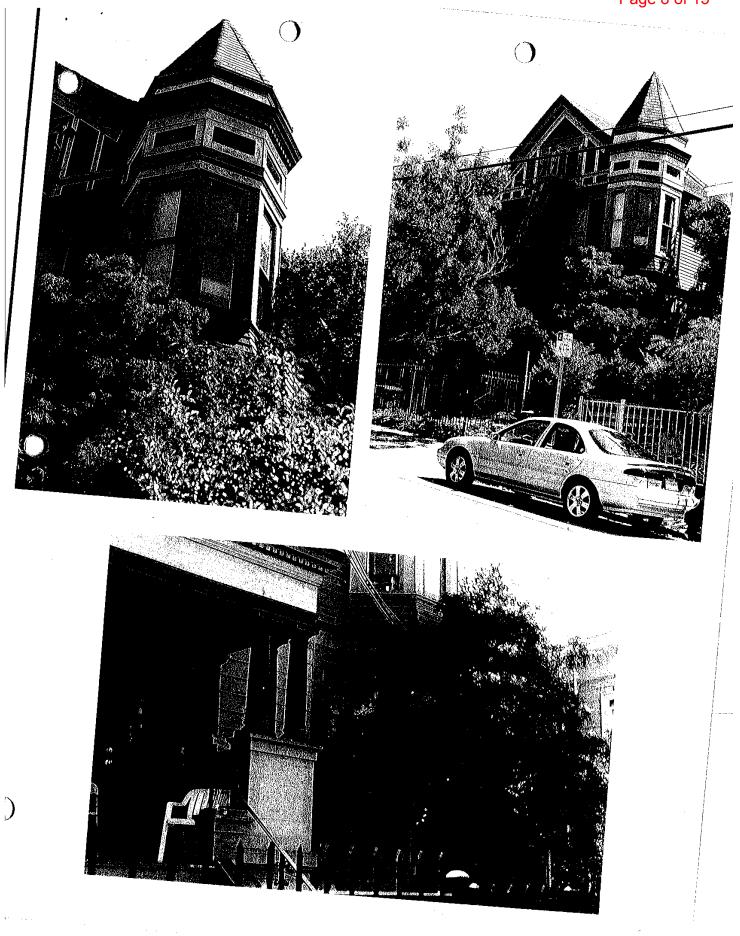
August 1999

ATTACHMENT 3 LPC 07-02-19 Page 6 of 15



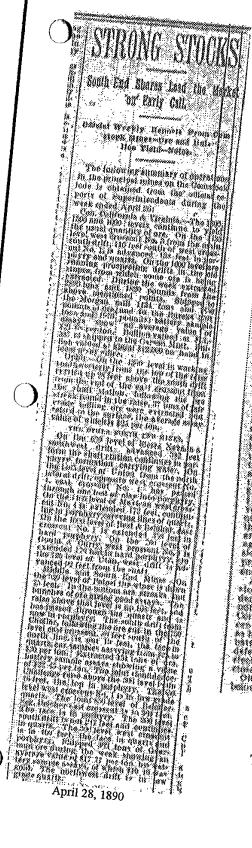


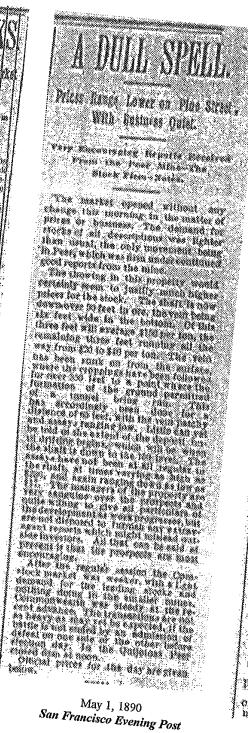
ATTACHMENT 3 LPC 07-02-19 Page 8 of 15



Page 13 of 25

ATTACHMENT 3 LPC 07-02-19 Page 9 of 15





The Mining Stock Market In 1890

DRMER AGAI Constact. Mining Shares Score a Light Advance on Gall, Nupinges Daneration (Jalon 14 the Rosenss-A Valuants field Props

arty-Quijatas Lottors.

The mining markes opened limits on early call, will a light showing of head rest. The travier class of dealers seem to the theory from the marker for the time bains, probably to the bellar that whiles something new forms up and service cannor be schooled until diffine beins in the middle mines of the proper are ready for starting up at the name are ready for starting up at the fitnes of the shoeld in the serve and the stock is for some of the trans of the stock is the solid on the fitnes of the stock is the solid on the fitnes of the stock is the solid for a fitnes of the rates when it is and to be loading remarkably well, serve and the bound by dealers who the stock for the fit of the trans. In process who is serve and the trans of the rates when the serve of the transit the stock is the solid of the trans of the rates when the serve of the transit the redear of the fit of the transit to a stock is the fit of the transit to a stock is the fit of the transit to a stock it is the fit of the transit the fit of the fit of the transit to a stock it is the transite stock of the the stock is the fit of the stock is the fit of the solid or as a stock of the fit of the solid of the transite the fit of the solid of the to a solid the fit of the solid of the the solid to be solid of the the solid to be solid of the the solid to be solid of the the solid the solid to be solid of the the solid to be solid of the the solid to be solid to be solid of the the solid to be solid to be solid of the the solid to be solid to be solid of the the solid to be solid to be solid of the the solid to be solid to be solid of the solid to be solid to be solid to be solid of the the solid to be solid to be solid to be solid of the solid to be the solid to be the solid to be the solid to be

Did. After the resultr session the general matrix, weakened one with business cut formaries noon the reservorse strengtherical in, with a lower range of prices in the Constances. (result quartitions for the day are trengtherical at the beau associed 5 cents The association of co centy per share on Gauss is the delingtions in the loard to-merror.

May 2, 1890

Page 14 of 25

()

#A1.88 o compa tion of

Alla (bistorial ands al (bistoria

Sö ŚŊ

Ûΰ X

ČÔ CÔ çů CO

200228 200228

٩.

80

έ¢. 4,892

ows: No. No. ort:Obare 39

10 20

	0	•	
(С		Post Vonte Vonte Vonte Unitio
			Nor Klog Klog Klog Klog Naryr

ī.

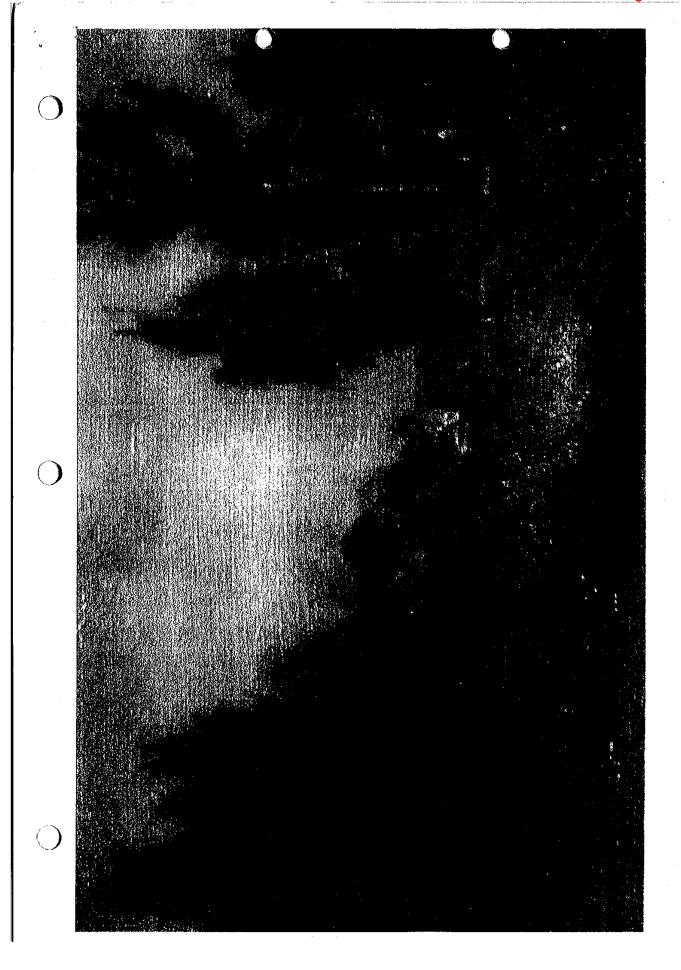
	a a substantia da a construcción de la construcción de la construcción de la construcción de la construcción de
	Contraction of the second s
DELINOUEN'E BALLER.	1 nerivan asy
20018 CONBOLIDATED MINING COM- pairs - Location of principal relates of relivers, ran Francisco, rat. Incation of oras, finite strung District, Rodie, Romo mary, Rodie Strung District, Rodie, Romo mary, Rodie Strung District, Rodie, Romo wars, Rodie Strung District, Rodie, Romo wars, Rodie Strung District, Rodie, Romo Mary, Rodie Strung, Status, Status, Strung Scient of Associations (No. 12) invited a first field Status of Astron. Status, New Enversion struct associations, Status, Statu	Other survey at any other of the second seco
A MARINE A CONCOMPANIAL MARING COMPANY	I CARMIR SULVER MINING O
er hand a beaution of a block of the second of	1 N/ Locallon of principal places of
an way has crantised as to be the second	Pau Francisco, California) horacio
STAT TOTAL OTITIER DISTING BUILD, TOTAL	A Mitching Minding District. Stor
unary Canadalian and the section is dollar.	I filste of Nersita Nation These
went about the fullowing reactions story?	I duent unoh the following desse
a. Storight of an electrophy (NO, 11) herter	1 an account of assessment 78 a. M
I THE ACT SHEET OF COMPANY LOSS AND A COMPANY	I the hit day of Americ that it
	ABOURS AN OWNERS THE PARTY
	i specilyn abamboldora as follows
a second a second s	Names Cort. T. Alkirana, Co. Tr. San U. Casilla C. S. Tr. San K. chill & C. Tr. Colla & Sandorana, Cr. San Colla & Sandorana, Cr. San Colla & Sandorana, Tr. San Colla & San
FURTHER AND A CONTRACTOR OF THE PARTY OF THE P	Namena alla alla a
HIMLA AMERICAN AND AND AND AND AN	I.TTAIMININ A res wet
ariing il L. Tr. balanco (. L. 1942). As [1] 98.	U Cantill & Co. To.
	l Reminada na fia
107100 0 by Tr. Difference, J. 18829(K CABILLA COLUMN
BUI BUE AN AN ATT, INSING AN	A SHA & RANGE STORY AND A SALES
aring it he if, balance, if these is a first	CARL CARACTER AND
mang It L. Pt. Dalanca A Dess. 43, 11 23	
stims it is in bulance. I man, h. 1 m	
HIG & COURSEL TES	A W Poster & Co. Yrs
mp.a sanar 1300, Tra . [Aspa Ma. 28 16	A Martin Martin and A Constant of the State
MIN X. R. S. S. S. S. S. S. HAMR. 108 NO.	The state of the second s
MYARY V. I. Transmith Read Strain Strain	COMPAN. 17
addrow Kiddialara, Tr. 7	LL CHANNEL TRANSMENT STREET
SECAWA CONTINUES, HARRING MADE	WAUDDING DESIGNATION
WAY & W & CO. Try 1 (6856) (16) (3) (6)	& Call Bler & Co. Tre
Net & W & Co. 278. A. L. 18782. Ref. 2. 16	A Country & Co. 116
ster & W & Co. Trr 16747 (120) 25 75	Goldman & Co. Tre
NOTA WAS CONTRACTOR AND A STATE OF A ST	Column a co. Tra Colling and
need Wards and the hold have been start in the	1 O.M. Boomer & da. Yri
URBER N & CO., THE	RU How m
Whiter is a Courtes,	X B Halmen Ty
100 J. Tr	E B Hannes Tr.
Bon J. Tr. Astronomic Line Astronomy States and States and States and States and States and States and States a	R B Hollick W. States Contraction
limit. Training and the second second	A R INTERNAL TO A CONTRACTOR OF
deman & Co. Cra	K B HABBER TO
hill K R. TY	K B Holmes Tv
stat R R. Tr	A H H H H H H H H H
HILL R. R. L. L. Lake Ball, Provide the Day of the State of the State of St	The Heater, The second s
IN BRATES AND	1878 3. 8 4. 1 4.
out F B. The second stands thank in a second second	Manager and Andrew Street and Street
warping in J. Te	[[*]]*].*[*]*[*]*[*]*[*:*]**.*
by Thi Anisten	
BUCK R. Trinsformer and the Lands of the second	A. I. B. W. Lines and a start of the start o
	A. D. M. B. P. Street Street and Market
	T. I. AMON IV VINSING AND AND
	N. 11, 18 133 28, 17
	A DAM & DAY, & AND A DAY AND A
	PARTY & BURREY, Try. Astronomy
nen en	ASING A MARRIES, Tra
Part Connection States Program Connection and States	WWO T MARKE & SAM Pro 1 1 MARK
With a set of possible the set of t	WOT MASSA MILL TAL MILL
a de la companya de l	Uce T Marra & and the
1	ALL PROPERTY & States Ave.
<u>ي</u>	A CARLES AND A CARLE
· · · · · · · · · · · · · · · · · · ·	NIN MATERIA SAMA
	A. H. P. Saler, P. L. A. Yrs. 20211 A. H. P. Saler, P. L. A. Yrs. 20211 H. B. Saler, P. L. A. Yrs. 20212 H. B. Saler, P. L. A. Yrs. 20213 H. B. Saler, P. L. A. Yrs. 20214 H. B. Saler, P. L. P. Saler, P. J. Saler, P. J.
*	See a marche in ann 1820 - 1968 18

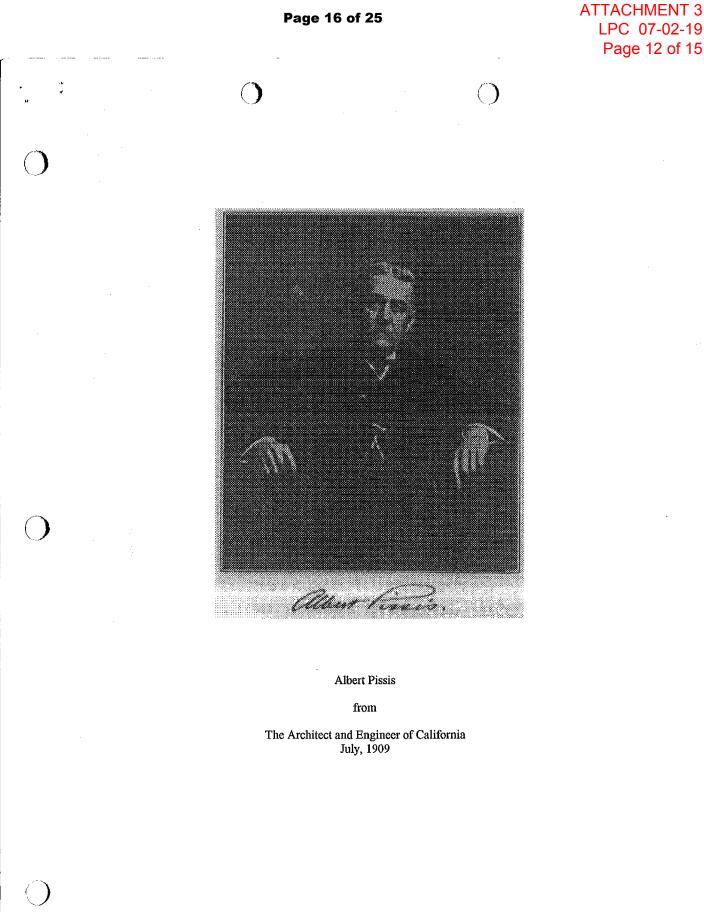
San Francisco Evening Post, July 30, 1890

San Francisco Evening Post, May 8, 1890

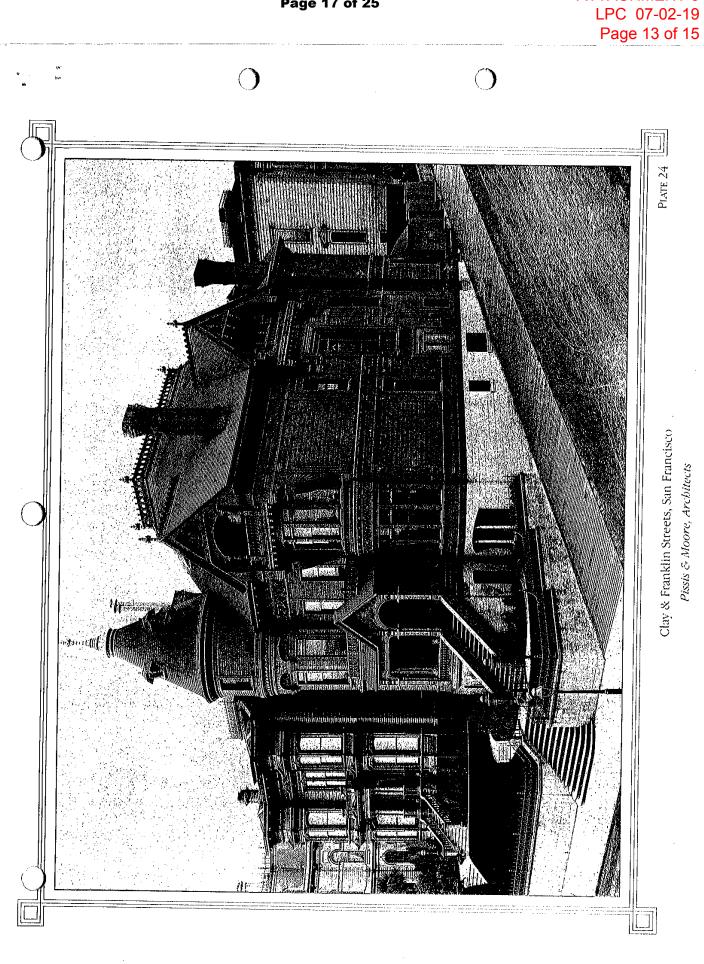
Notices of Sales of Mining Stock with Unpaid Assessments

G. T. Marye and Son, the company for which Alexander Stuart worked, evidently did not believe in paying their assessments until the last minute.





.





City Planning Department Current Planning Division Landmarks Preservation Commission

NOTICE OF DECISION

FOR MEETING OF: September 13, 1999

PROPERTY ADDRESS: ALSO KNOWN AS: OWNER OF PROPERTY: ACTION: APPLICANT: 2524 Dwight Way Alexander C. Stuart House Tony Afkhampour Approval of Landmark Designation LPC

WHEREAS, 2524 Dwight Way has architectural significance as a work by notable architects, Pissis and Moore, built in 1891 by A.H. Broad.; and,

WHEREAS, 2524 Dwight Way is a rare example of the surviving Queen Anne Victorian style buildings designed by Pissis and Moore; and,

WHEREAS, 2524 Dwight Way faces People's Park, a City of Berkeley Landmark recognized in November of 1984; and,

WHEREAS, 2524 Dwight Way is a major contributing building to the historical and architectural history of the surrounding neighborhood; and,

WHEREAS, on September 13, 1999, a public hearing was duly held regarding the above property and the Landmarks Preservation Commission, being fully advised, voted to APPROVE the designation of 2524 Dwight Way as a City of Berkeley Landmark.

Now, therefore, be it resolved by the Landmarks Preservation Commission of the City of Berkeley that the decision is deemed final unless it is reversed, upon appeal, by the City Council of the City of Berkeley.

VOTE: 9-0-0

Aye: Dishnica, Edwards, Emmington, Kehlmann, Marsh, Morse, Olson, O'Malley, Wengraf Nay:

Abstain:

Page 19 of 25

ATTACHMENT 3 LPC 07-02-19 Page 15 of 15

8/25/99 LPC NOD Page 2

DATE NOTICE MAILED: October 1, 1999. THE APPEAL PERIOD EXPIRES (15 DAYS) AT 5 PM: October 18, 1999. File Appeal With City Clerk By This Date.

ATTEST:

M.K.A.M.A. Margaret Kavanaugh-Lynch

Secretary, Landmarks Preservation Commission

cc: City Clerk Property Owner

LEGAL LIMITATIONS:

If you object to this project or any city action or procedure relating to this project application, any lawsuit which you may later file may be limited to those issues raised by you or someone else in the Public Hearing on this project or in written communications presented at or prior to the Public Hearing. The time limit within which to commence any lawsuit or legal challenge related to this (these) application(s) is governed by Section 1094.6 of the Code of civil Procedure, unless a shorter limitations period is specified by any other provision. Under Section 1094.6, any lawsuit or legal challenge to any quasi-administrative decision made by the City must be filed no later than the 90th day following the date on which such decision becomes final. Any lawsuit or legal challenge which is not filed within that 90-day perio7d will be barred.

COMMUNICATION ACCESS:

To request a meeting agenda in large print, Braille, or on audio cassette, or to request a sign language interpreter for the meeting, call (510) 644-6480 (voice) or 644-6915 (TDD); at least FIVE working days notices will ensure availability.

Page 20 of 25 Estimated Work Schedule for Mills Act Application

ATTACHMENT 3

Feature (letters correspond to attached Work Program)	Location	Character Defining?	Condition	Recommended Treatment	Schedule	Budgets (from contractor quotes)
A. Exterior wood sidings and wood trim	All	Yes	Fair	Repair and repaint exterior wood board and shingle sidings and wood trim work at walls, openings and rooflines	Repairs 2020; repaint 2026	\$85,000
B. Exterior Windows	All	Yes	Fair	Repair and replace in-kind	2026	\$20,000
C. Roofs, roof drainage and flashing	All	Yes	Fair-poor	Roof and roof drainage repairs; future reroof, including drainage assembly repair, selective replacement	Repairs 2020; reroof 2029	\$25,000
D-E. Front porch steps, walk and yard	Front	Yes	Fair	Replace wood porch steps and railing; replace entry walkway paving to match (E)	2020	\$13,000

Total\$143,000Estimated10yr. Budget



FOR COMMISSION ACTION JULY 2, 2019

2524 Dwight Way

Mills Act Contract Application #LMMA2019-0003 for a single-family residence and designated City of Berkeley Landmark, The Alexander C. Stuart House.

I. Application Basics

Parties Involved:

- Applicant & Property Owner: NCR Properties LLC/Nathan D. Geo
- Historic Resource Consultant:

NCR Properties LLC/Nathan D. George 1958A University Avenue Berkeley, CA 94704

Mark Hulbert Preservation Architecture 446 17th Street, #302 Oakland, CA 94612



Figure 1: Vicinity Map highlighting nearby historic resources

Landmarks / Structure of Merit; LM,		Parcels
Features		Demolished
Districts	\square	Partially Demolished

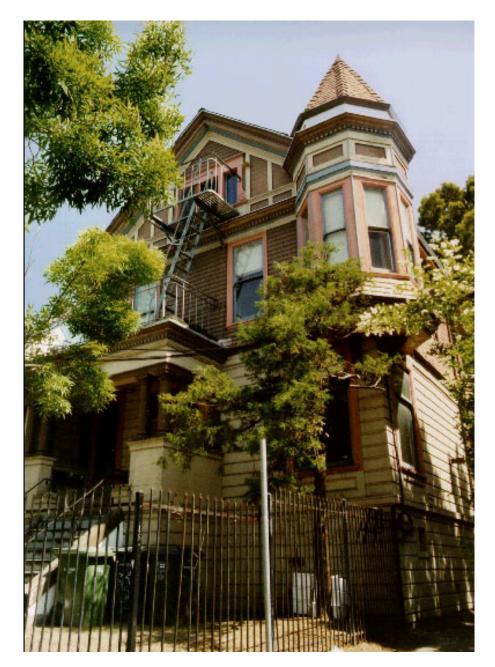


Figure 2: 2524 Dwight Way, current conditions

II. Background

On May 22, 2019, the applicant and owner submitted a Mills Act Contract Application for the property located at 2524 Dwight Way. The application form is provided as Attachment 1 of this report. The historic resource consultant's *Historic Architectural Report for Mills Act Application* is provided as Attachment 2. This document includes the consultant's list of *Character Defining Features* (on page 2), *Historic Architectural Summary and Recommendations* for maintenance and repairs (on page 3), and the City's financial analysis spreadsheet for estimating the potential Mills Act tax savings for this request. Attachment 2 of this report is the proposed ten-year work plan under a Mills Act contract, an excerpt from Attachment 2.

The subject main building at 2524 Dwight Way was constructed in 1891 by Alphonso Herman Broad (1851-1930) and designed by Albert Pissis (1852-1914) and Joseph Moore in the Queen Anne style of the Victorian era. In 1999, it was designated as a City of Berkeley Landmark owing to its architectural merit. A copy of the designation Notice of Decision is provided as Attachment 3 of this report. This property appears on the State Historic Resources Inventory with status code 3S, indicating that the property appears to be eligible for the National Register as an individual property through survey evaluation.

III. Issues and Analysis

The historic resource consultant's rehabilitation and architectural reports (Attachment 2) outline proposed building exterior and site improvements for the subject property over a projected ten-year period. Improvements to the exterior of the City Landmark building include, but are not limited to: repair and repainting exterior wood work (including siding, and shingles and decorative trim detail); repair and selective replacement of exterior wood windows, repair and subsequent replacement of roof and roof drainage assembly; replace front entry stairs and walkway paving; replace fence at front property line; and install new planting.

A new fence at the front property line has been previously approved by the Commission under Structural Alteration Permit #LMSAP2016-0007. However, any other future work on the exterior of the building that would not be considered ordinary maintenance and repairs would require review and approval by the Landmarks Preservation Commission in advance of completing the work.

With the exception of the proposed new plantings, all improvements included in the applicant's *Historic Architectural Summary and Recommendations* (page 3 of Attachment 2) would affect historic, character defining features of the building and site.

The work plan items appear to be justifiable in that they constitute restoration, repair, rehabilitation and continued maintenance of the subject property. Further, they would provide for the property's "use, maintenance and restoration as to retain its characteristics as property of historical significance," as provided for in the Mills Act, Government Code Sections 50280 et. Seq., as authorized by the Berkeley City Council per Resolution No. 59,355 – N.S. For these reasons, staff concludes that the proposed tasks represent improvements that are consistent with the requirements of the Mills Act.

IV. Mills Act Contract Proposal

The intent of the Mills Act is to provide property tax relief so that the property owners entering into Mills Act Contracts with the City will spend the property-tax money that is saved through the Contract on preserving and/or restoring their property. The applicant's proposed 10-year plan of improvements is summarized in Table 1, below.

Feature	Treatment (as recommended by historic resource consultant)		Estimated Year of completion		
Exterior wood A		Repair & maintain wood work	2020		
sidings & trims		Re-paint wood work	2026		
Exterior wood windows	В	Repair & selective replacement	2026		
Roof & drainage	С	Repair & maintain roof and roof drainage assembly	2020		
		Replace roof, including drainage assembly	2029		
Front stairs, walkway and plantings	D & E	Replace stairs & railing; replace walkway pavement & fence & gate; new plantings	2020		

 Table 1: Summary of Ten-Year Work Plan for 2524 Dwight Way

The working financial analysis spreadsheet provided by the applicant at time of submittal, estimates that the cost of the owner's proposed improvements over a 10-year period would be approximately \$148,500 and the estimated total tax savings over the 10-year period would be approximately \$44,000, starting at an annual savings of approximately \$4,700 and then decreasing to approximately \$3,200 by the tenth year of the program.

V. Recommendation

Staff has determined that all work proposed in the Mills Act Contract work plan provides for the properties "use, maintenance and restoration as to retain its characteristics as property of historical significance", and advises the Commission to recommend that City Council approve the Mills Act Contract request for the subject property.

Attachments:

- 1. Mills Act Contract Application & Historic Architectural Report for Mills Act application, prepared by Mark Hulbert, received May 22, 2019
- 2. Estimated [Ten-Year] Work Schedule for Mills Act, received May 22, 2019
- 3. 2524 Dwight Way Landmark designation Notice of Decision (1999)

Prepared by: Fatema Crane, Senior Planner; <u>fcrane@cityofberkeley.info</u> (510) 981- 7413