

AGENCY OF COMMERCE AND COMMUNITY DEVELOPMENT DEPT. HOUSING & COMMUNITY DEVELOPMENT

Community Planning + Revitalization Division

The CP+R team uses a collaborative, place-based approach to land-use planning and community development that empowers state and local leaders to plan for and build vibrant, inclusive, and resilient downtowns, villages, and neighborhoods.



Act

181

FUTURE LAND USE PLANS

DESIGNATION PROGRAMS

REGULATIONS

(Act 250 and Municipal)

Modernized Process & Platform

Aligning Best Practices for Good Outcomes

State

Regions

Municipalities

Goals

Plans

Regulations

Investments



Better Designations

Improved access and better benefits



Community Investment Board

Reformed Oversight & Stewardship Body for Designation

- 16 members: representatives from State agencies, local government, regional planning commissions,
- Replaced the Downtown Board on July 1, 2024
- Expanded Board now includes State Treasurer, Bond Bank, Regional Development Corporations, and Office of Racial Equity
- Increased focus on implementation and infrastructure investments through cross-government and cross-agency coordination
- Will continue to confer place-based benefits (like tax credits)



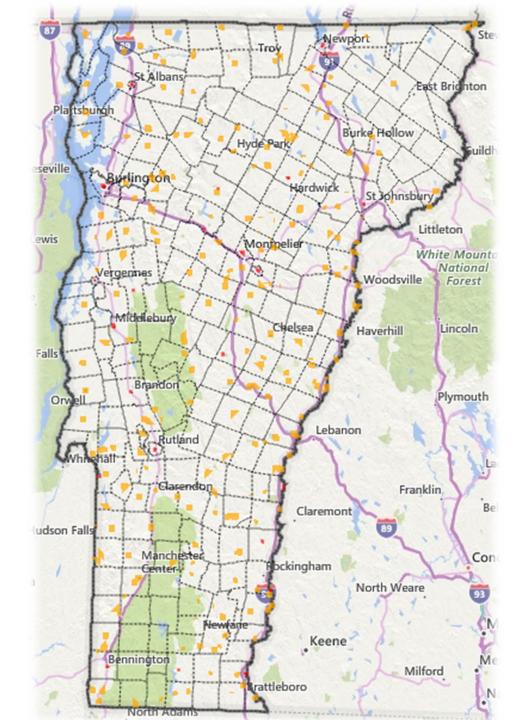


Related Work

Report on Designation-based Municipal Technical Assistance & Rural Capacity due December 31, 2025

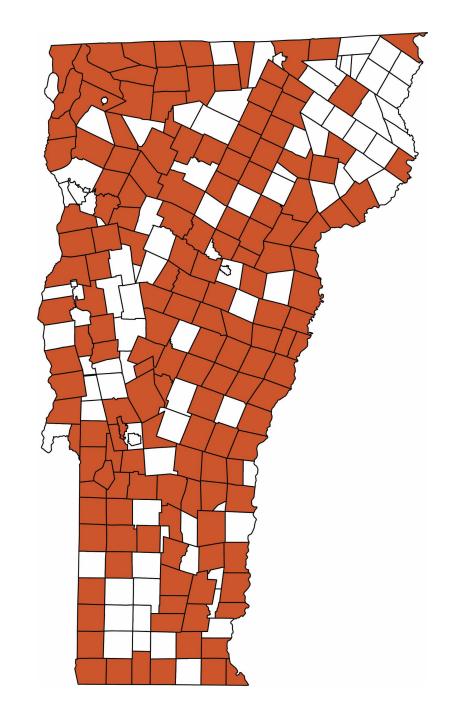
State Designation

- 25 Years
- 295 designated areas
 - Every county
 - Every region
- A coordinating platform for shared priorities & investments
- Used as a proxy for state land use
- Rooted in Vermont's common goals and smart growth principles



Designated Village Centers

250



The 5 Designations Today

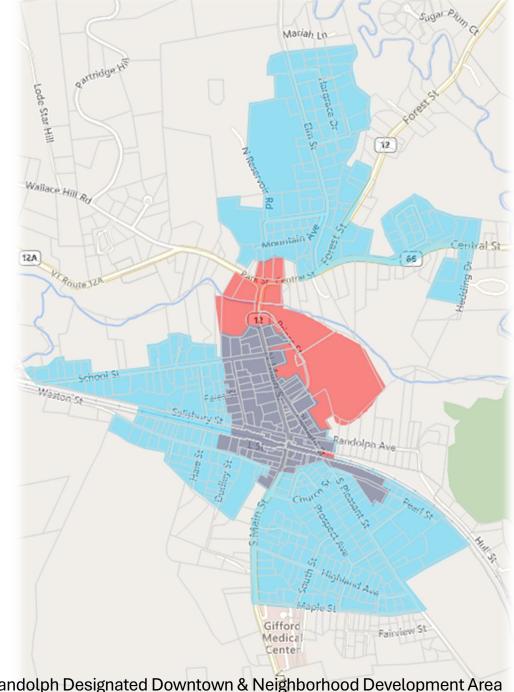
Distinct requirements & benefits

3 CORE DESIGNATIONS

- 1. Village Centers
- 2. Downtown Centers
- 3. New Town Centers

2 ADD-ON DESIGNATIONS

- 4. Growth Centers
- 5. Neighborhood Development Areas



New Designations Established by Regional Maps

- From 5 to 2 designations
- New designations continue to have requirements & benefits
- New designation established by regional maps; more and larger areas expected



Act 181 Reforms

CENTERS

Step 1: Beginner Starter Village

Step 2: Intermediate Growing Village

Step 3: Advanced

Downtowns

(Main Street Program)

NEIGHBORHOODS



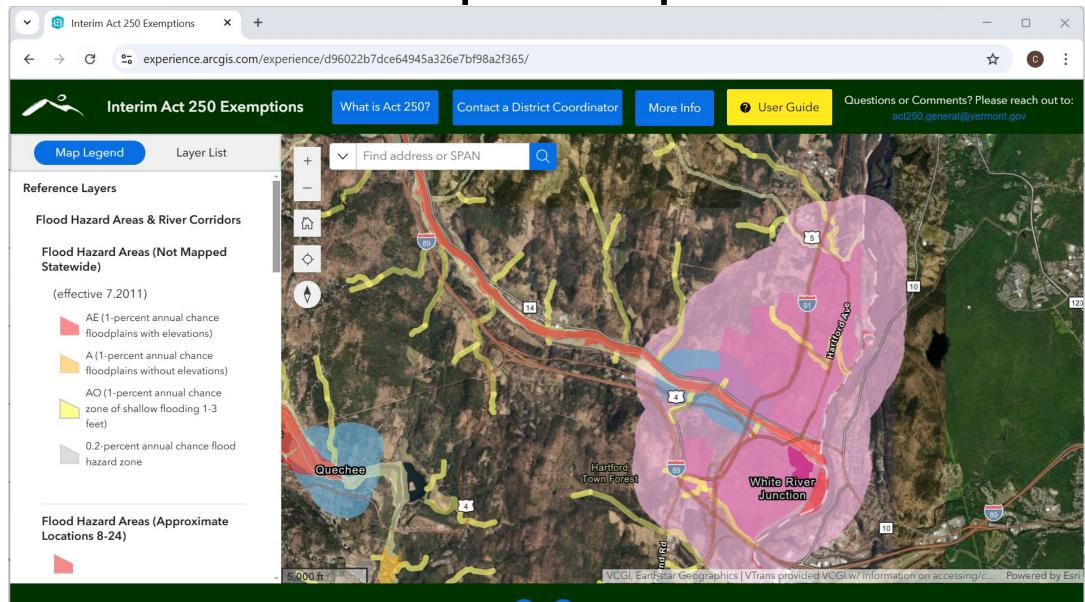
NEIGHBORHOODS

Transition for Legacy Designations

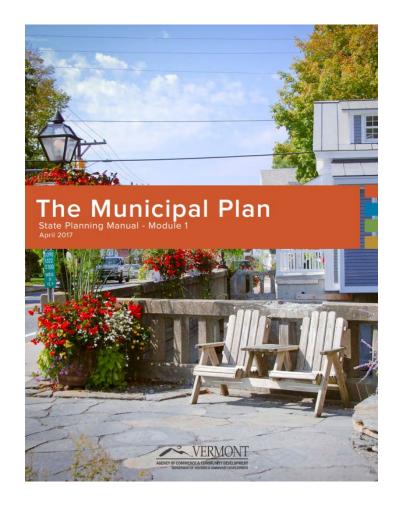
- Legacy designations recognized by regional maps
- Smooth transition into new framework:

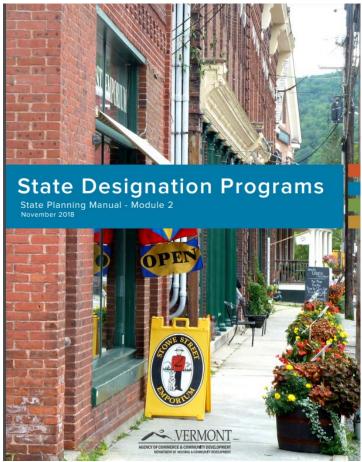
Villages > Step 2 Center	
Downtowns > Step 3 Center	Centers
New Town Centers > Step 2 Center	
Neighborhood Development Areas >	Neighborhoods
Growth Centers >	Neighborhoods

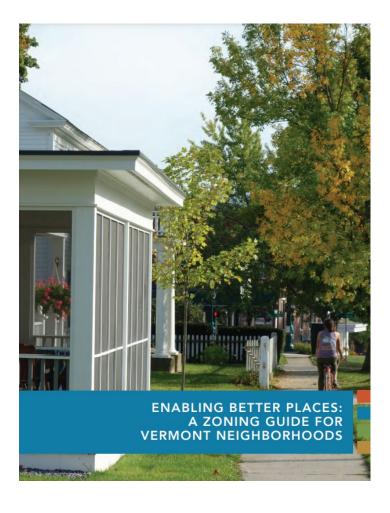
Interim Act 250 Exemption Maps



Planning Manual Update







Municipal Planning Grants

Match requirements waived for communities that need zoning and subdivision regulations

Applications are due March 31, 2025

By the Numbers [2020-2024]



\$4.6 m in grant funds requested



\$2.8 m in grant funds awarded



\$538,064 in local match funds



160 municipal planning grants awarded



386,163 people engaged in the planning process



99% of survey respondents say MPGs are important to achieve planning goals

Program Overview



Municipal Planning Grants

Awarded annually and administered by the Department of Housing and Community Development (DHCD), the program works to strengthen Vermont communities. Since 1998, the Municipal Planning Grant Program has provided over \$15 million to 240 cities and towns across Vermont to help breathe new life into communities, plan for future growth and investment, and improve the quality

This year's Municipal Planning Grants range from \$3,857 to \$45,000 with total requests exceeding \$1,272,985. Competitively awarded, 57 total applications were reviewed with 31 recipients selected.

Funded projects range from capital improvement and village streetscape plans, to housing inventories, flood resiliency studies, regional cultural plans, and amending zoning rules to expand housing choice using the Enabling Better Places neighborhood zoning guide. Grants continue to help towns revitalize by adopting useful and relevant municipal plans and capital infrastructure and facility plans, charting the way for strong communities and a better future.

FY 2024 Grant Recipients

- Bennington Brattleboro
- Chester

- Hinesburg
- Hvde Park
- Isle La Motte

- Maidstone
- Mendon
- Montpelier

- Orange
- Poultney
- Putney
- St. Johnsbury "Municipal Planning Grants connect people to their priorities

Roxburv

Rutland City

Sheffield

Springfield

Town

St. Albans

Shaftsbury

and organize communities for action; they jumpstart local

projects."

2023 Planning Survey Response

Swanton

Village

Winhall

Winooski

Waitsfield

By the Numbers [2020-2024]





\$2.8 m in grant funds



\$538,064 in local match



160 municipal grants awarded



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of survey respondents say MPGs are important to achieve planning goals



For more information, please contact: Jacob Hemmerick: jacob.hemmerick@vermont.gov 802.828.5249



Thank You

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Downtown and Village Center Tax Credit Program





State Designation Program

The Vermont Downtown and Village Center Designations recognize and support local revitalization efforts across the state with dedicated staff and funding to help designated municipalities build and foster strong communities.

24 designated downtowns 249 designated village centers new town centers

neighborhood development areas

growth centers















Downtown & Village Center Tax Credits

By the Numbers [2021-2025]



173 projects awarded



84 communities served



\$21.2 m awarded tax credits



\$698.3 m in private investment

- Program was created in 1998
- Awards \$3 Million in credits annually
- Applications are competitive
- Building must be over 30 years old
- Must be located within a Designated Downtown or Village Center
- Applicants have 3 years from date of award to complete project



Historic Credit:

- Property must be listed in the National Register of Historic Places
- 10% credit for all exterior and interior work.
- Must have an approved federal RITC application



Smith Block, Brandon







Façade Credit

- 25% credit for façade repairs
- Cap of \$25k in credit
- Work must meet preservation standards

Wallingford Block & Chapman's Store, Fairlee



Code Credit

- 50% credit for code improvements
- Elevators up to \$75K in credit
- Sprinkler systems up to \$50k in credit
- "Other code improvements" up to \$100K in credit

Craftsbury General Store & Odd Fellows Building, Ludlow











Flood Mitigation Credit

- Added to the program in FY 2023
- 50% credit for flood mitigation improvements
- Cap of up to \$100,000 in credits
- Helps flooded properties build back better, and encourages proactive improvements

Positive Pie in Montpelier, Bennington High School



Downtown & Village Center Tax Credits

- Credits can be carried forward up to nine years
- Can be sold to banks or insurance companies for cash, debt reduction, or favorable loan terms
- Non-profits are eligible, but not municipalities or single-family homes



East Calais General Store



Downtown & Village Center Tax Credits

Legislative Ask:

- Currently the program is funded at \$3 million annually
- Governor's proposed budget increases this to \$5 million annually

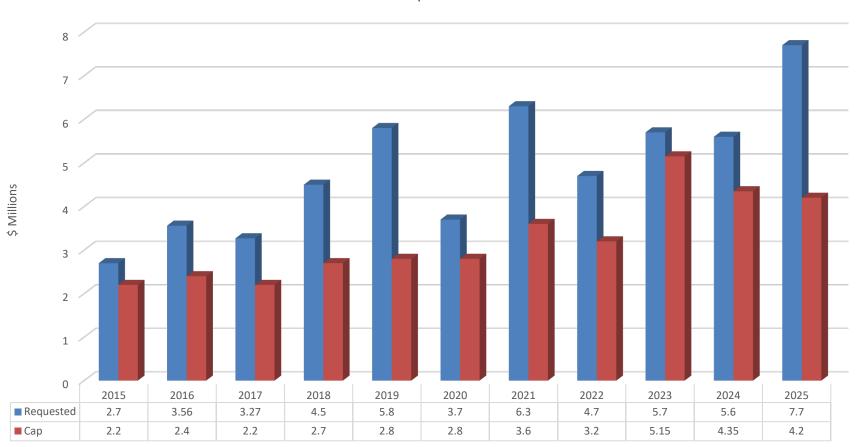
Customs House, St. Albans





Program Demand

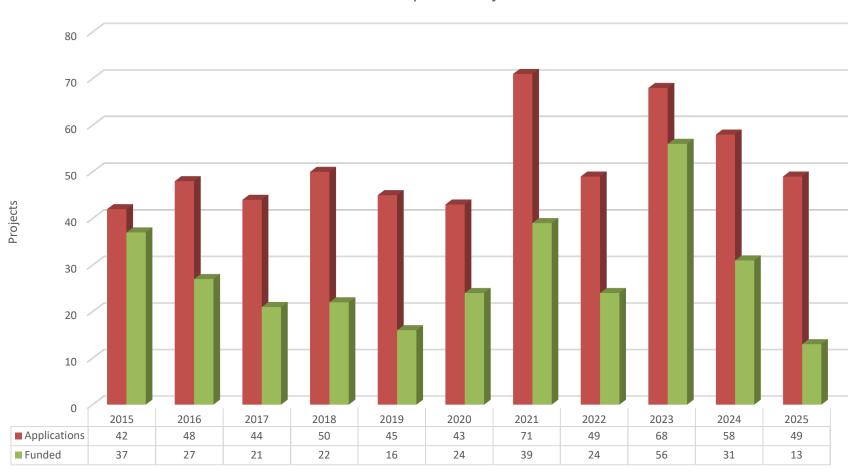
Oversubscription - Dollars





Program Demand

Oversubscription - Projects





Project Examples





Emerson DeWitt Warehouse, Brattleboro

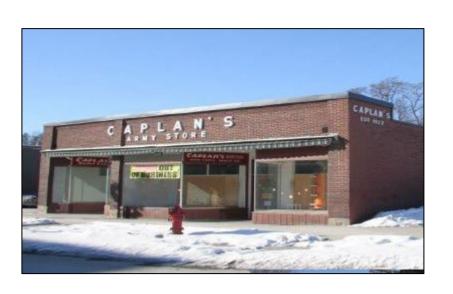
\$10.3 Million Project

\$1.7M in Federal RITC funding \$408,100 in State Historic Credits

\$2.1 Million - Total Tax Credits



Project Examples





Former Caplan's, St. Johnsbury \$680,000 Project

\$16,225 - 25% State Façade Credit \$50,000 - 50% State Code Credit

\$66,225 Total Tax Credits



Project Examples





Northfield, Grey Building

\$23,392 Project

\$11,696 – 50% Other Code Credit

\$11,696 Total Tax Credits

