

DELANCO TOWNSHIP'S PURCHASE OF 401 CREEK RD





401 CREEK ROAD FACT SHEET

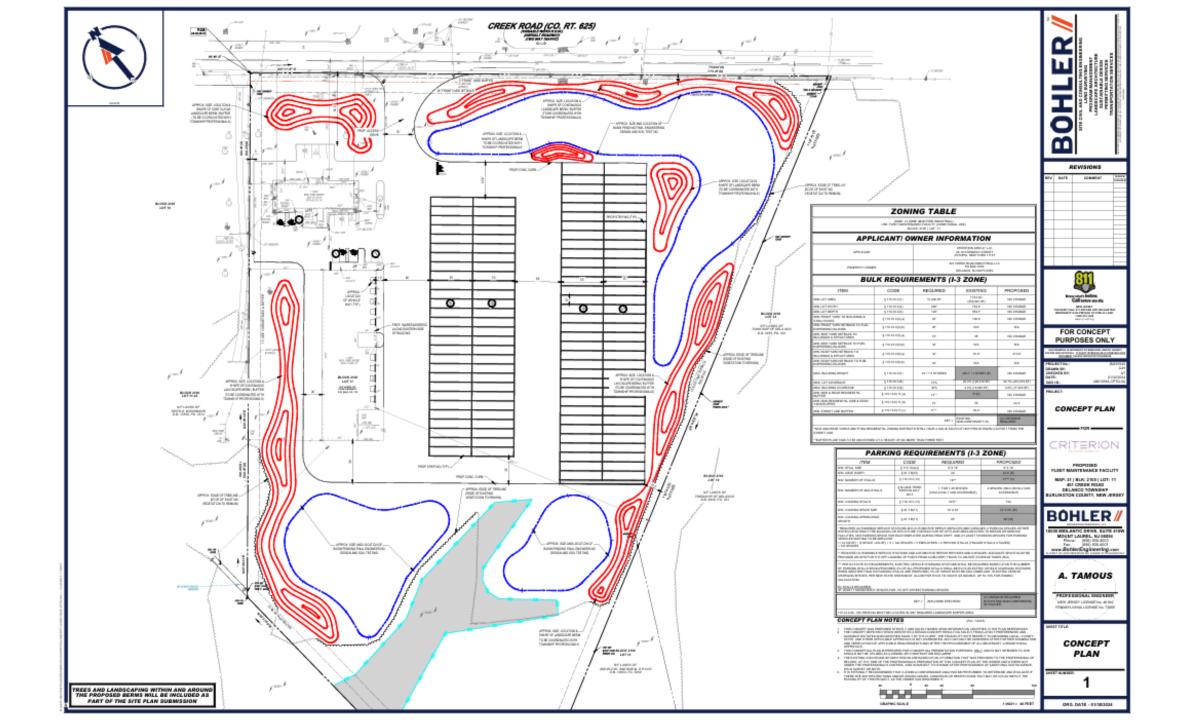
- 401 Creek Rd is an 11.54 acre property that is currently Zoned Industrial (I-3).
- Property borders Delanco's Field of Dreams Park, residential properties, and abuts the County's Rancocas Greenway Trail.
- Was the only property not included in the earlier planning of the redevelopment of that area adjacent to the Creek.
- Criterion Group, a New York based Real Estate Company that specializes in Commercial Outdoor Truck Storage, purchased the property in 2021 for \$2M (part of a 3 parcel purchase. Deemed unusable by tax office. 450 & 500 Creek also owned by Criterion.
- Currently, two businesses are in operation; a machine shop and a power washing company.
- Property was rezoned by Delanco Township in 2023 from I-2 to I-3, which does not permit warehousing.
- Redevelopment settlement agreement was reached in February 2024, in response to litigation that was filed by Criterion Group and Faropoint in August 2023, because of the rezoning changes.

Truck/Trailer Facility

 Criterion Group received approvals from the Delanco Joint Land Use Board in October 2024, to build a Truck/Trailer Repair Facility and accessory outdoor trailer storage.

• Plans include clearing the lot of over 700 trees, paving a large parking lot to accommodate 124 parking spaces for trailers, 19 car parking spaces, 10 vehicle service/repair bays, rehabilitation & demolition of 2 existing buildings, and installation of 4 drainage basins per new NJ DEP Stormwater regulations.

 Trucks <u>ARE</u> permitted to be "dropped off" by tow trucks during the hours of 11p-7am





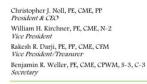


<u>Timeline</u>

- Criterion Group received approval for truck/trailer repair facility from the JLUB in October 2024.
- Township approached Criterion about purchasing the property, October 2024
- December 16, 2024, Ordinance and Public Hearing 2024-26 adopting the Ordinance for the purchase of property. <u>Fitzpatrick, Suess, Templeton, Bartlett voted YES. Ouellette voted NO.</u>
- February 3, 2025, Resolution 2025-37 authorizing the execution of agreement of sale for the purchase of 401 Creek Rd, <u>Bartlett, McFadden, Suess, Ouellette voted YES, Fitzpatrick was</u> <u>absent.</u>
- February 10, 2025, Delanco Township is under agreement with Criterion Group to purchase the property for <u>\$3,500,000</u>. Due diligence period of 95 days to perform inspections etc.
- April 7, 2025, Ordinance and Public Hearing 2025-4 Bond Ordinance authorizing the acquisition of land and improvements for 401 Creek Rd in the amount of \$3,600,000.
 <u>Fitzpatrick, Suess, Bartlett, McFadden voted YES. Ouellette voted NO.</u>
- The purchase price is well below the written appraised value of \$5.3M (as of February 2025).

Timeline (continued)

- A petition to protest against incurring of indebtedness of Ordinance 2025-4, was submitted to the Municipal Clerk on April 28, 2025. It was certified by the Municipal Clerk on May 1, 2025.
- May 5th Township Committee Meeting- 2025-75 RESOLUTION ESTABLISHING BALLOT QUESTION AND SPECIAL ELECTION DATE IN RESPONSE TO PETITION FOR REFERENDUM ON BOND ORDINANCE 2025-4, WHICH AUTHORIZED FUNDING FOR ACQUISITION OF 401 CREEK ROAD.
- At the May 19th Township Committee Meeting, RESOLUTION 2025-83 AUTHORIZING AN EMERGENCY APPROPRIATION FOR \$70,000, IN THE 2025 BUDGET PER NJSA 40A:4-48, was adopted.
- Special Election Scheduled for Tuesday, July 29, 2025, 10am-8pm





Joseph P. Orsino, Jr. CET, *Vice President* Harry R. Fox, NICET III G. Jeffrey Hanson, PE, CME Joseph R. Hirsh, PE, CME, CPWM C. Jeremy Noll, PE, CME, CPWM Marc H. Selover, LSRP, PG

May 15, 2025

#390000

Richard Schwab Township of Delanco 770 Coopertown Road Delanco, NJ 08075

> Re: Soil and Groundwater Investigation Results 401 Creek Road Block 2100, Lot 11 Delanco Township, Burlington County, New Jersey

Dear Mr. Schwab:

Environmental Resolutions, Inc. (ERI) has prepared this letter to summarize the results a soil and groundwater investigation completed at the above referenced site. The investigation was limited to the collection of five (5) surficial soil samples, three (3) subsurface samples, and one (1) groundwater sample. Sampling locations are depicted on the attached **Sample Location Map**.

Soil samples S-1 through S-5 were collected from a depth of 0 to 0.5 feet and were analyzed for arsenic, lead, and Target Compound List (TCL) pesticides. Samples S-1 and S-3 were further analyzed for Extractible Petroleum Hydrocarbons (EPH), TCL Semivolatile Organic Compounds, TCL PCBs, and Target Analyte List (TAL) Metals. The detections reported by the laboratory did not exceed applicable New Jersey Environmental Protection (NJDEP) Soil Remediation Standards.

Soil samples SB-1 through SB-3 were collected from depth of 4 to 4.5 feet from borings advanced at the septic field location. The samples were analyzed for TCL Volatile Organic Compounds and EPH. No detections were reported by the laboratory.

A groundwater sample was collected from a temporary well point installed at the septic field and was analyzed for TCL Volatile Organic Compounds and TCL Semivolatile Organic Compounds. No detections were reported by the laboratory.

Please call if you have any questions regarding these results or if we can be of further service.

Sincerely,

Environmental Resolutions, Inc. Marc H. Selover, LSRP, PG

ERI SOIL & GROUNDWATER INVESTIGATION RESULTS MAY 15, 2025

FOUND NO AREAS OF CONCERN OR REMEDIATION NECESSARY

815 East Gate Drive • Suite 103 • Mount Laurel • New Jersey • 08054

Phone (856) 235-7170 • Fax (856) 273-9239 • www.erinj.com



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Why Purchasing 401 Creek Rd is Beneficial for Delanco Township

- The Township, with input from our residents, will control the future of the property and its use!!
- No additional Tractor Trailers on our roads!!
- No truck/trailer repair & storage facility will be built!!
- Preserve the quality of life for the residential areas in the immediate area of the property and throughout the township.
- Maintain and preserve the Field of Dreams Park and Sports Complex. The children and families deserve to have nice facilities that are not next to an industrial truck facility.
- Purchasing the property 34% below written appraisal value.
- Preserve trees and wildlife. Over 700 trees are slated to be removed by the current owner.
- Preserve the wooded area located directly next to the county owned Pennington Park and Rancocas Greenway Trail visited by many residents.
- No Truck Pollution and noise from a repair facility.
- No risk of contamination to the site and sensitive areas along the Rancocas Creek from a truck repair facility.



<u>CONS</u>

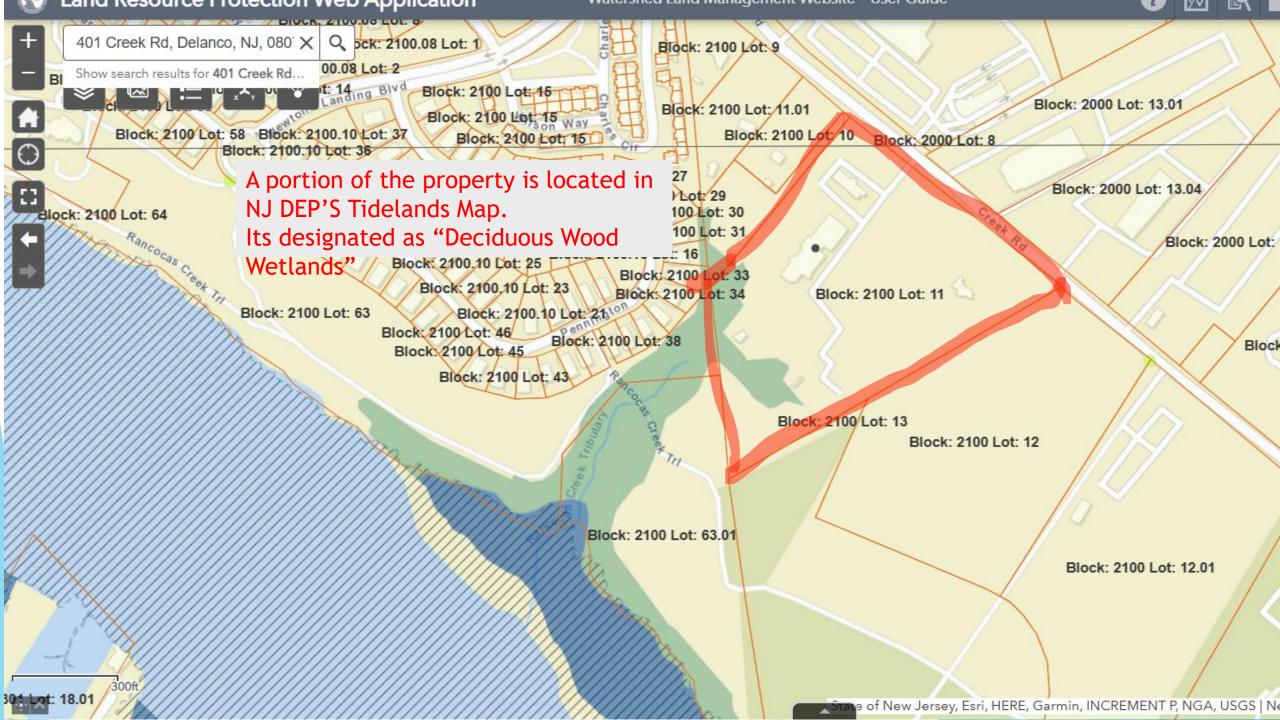
- Minimal property tax increase to residents (2026 OR LATER).
- Short-term Property Maintenance
- Loss of annual tax revenue of <u>\$23,317.31</u>, (but potential return to market at greater tax revenue in near term).

Additional benefits

•Potential land swap agreement with county for wetlands buffer and adjacent county lot.

•Opportunity for all existing Township debt to be bundled with this bond for a lower interest to save taxpayer's money.





2025 Budget significant changes vs 2024

Appropriatons

- Salary Expense Increase of 6.4% or \$200,000 (additional Police Officer, new full-time administrator)
- Health insurance/benefits increase \$80,000 (rate increases & additional employees)
- Trash collection/disposal increase of \$35,000

Parks/Grounds Maintenance Salary of \$130,000 in Operating Expenses not paid from Open Space Fund.

- Public Library-Aid to Delanco Library increased \$21,400 (paid to Delanco School District for utilities etc.)
- Increase in reserve for Uncollected Taxes \$17,000 (state calculated formula) (to cover the amount for those who do not pay their taxes, whether its for Twp, County, School or Fire District.)
- Centennial Celebration Fund \$25,000
- 20% Increase in Utility Costs (BPU approved rate increases for PSE&G)

2025 Budget significant changes vs 2024

Revenues

- Virtually NO increase in Rateables this year as all new housing and new warehouses were added in the last few years. Therefore, the budget does not have the benefit of having the Tax Levy spread out over a larger tax base to help moderate the tax increase.
- NJ State Aid reduced \$42,121 (same amount as 2022 state aid)
- Permit fees down. Line item reduced by \$51,000
- Other License/Fees reduced by \$10,000
- Delinquent taxes lowered \$24,000

				Delanco Township				ADDENDU	M #5A			
		20 Year History										
		Municipal (local purpose) property tax rate					comparis	on				
							Tax					
	Year		Tax Levy	\$ C	Change	% Change	Rate	\$ Change	% Change			
1	2005	\$	1,969,916	\$	197,725	13.56%	0.815	0.020		*	Open Space Tax of	f.02 began
2	2006	\$	2,440,889	\$	470,973	23.91%	0.529	-0.286	-35.09%	**	Revaluation	
3	2007	\$	2,724,446	\$	283,557	11.62%	0.580	0.051	9.64%	***	Open Space Tax of	f .02 suspended for 1
4	2008	\$	3,031,425	\$	306,979	11.27%	0.609	0.029	5.00%			
5	2009	\$	3,125,925	\$	94,500	3.12%	0.618	0.009	1.48%			
6	2010	\$	3,128,319	\$	2,393	0.08%	0.628	0.010	1.62%			
7	2011	\$	3,249,146	\$	120,828	3.86%	0.656	0.028	4.46%			
8	2012	\$	3,413,540	\$	164,394	5.06%	0.704	0.048	7.32%			
9	2013	\$	3,596,373	\$	182,833	5.36%	0.917	0.213	30.26%	****	Re-assessment	
10	2014	\$	3,690,602	\$	94,229	2.62%	0.942	0.025	2.73%			
11	2015	\$	3,859,175	\$	168,573	4.57%	0.980	0.038	4.03%			
12	2016	\$	4,043,804	\$	184,629	4.78%	1.021	0.041	4.18%			
13	2018	\$	4,164,583	\$	120,779	2.99%	1.033	0.012	1.18%			
14	2019	\$	4,198,996	\$	34,413	0.83%	1.056	0.023	2.23%			
15	2020	\$	4,246,831	\$	47,835	1.14%	1.061	0.005	0.47%			
16	2021	\$	4,345,982	\$	99,151	2.33%	1.076	0.015	1.41%			
17	2022	\$	4,569,181	\$	223,199	5.14%	1.097	0.021	1.95%			
18	2023	\$	4,815,481	\$	246,300	5.39%	1.126	0.029	2.64%			
19	2024	\$	5,150,137	\$	334,656	6.95%	1.147	0.021	1.87%			
20	2025 (proposed)	\$	5,400,335	\$	250,198	4.86%	1.202	0.055	4.80%			
	Total 20 yr chge			\$	3,628,144	119.42%		\$ 0.407	EA CON			
	Ave annual chge			\$	181,407	5.97%		sector and sector being the sector of the se	54.68%			
	the unital cige			Ş	101,407	5.97%		\$ 0.020	2.73%			
	2005				Open Space Tax of .02 began							
	2007				aluation							
	2008		***	Ope	pen Space Tax of .02 suspended for 1		<i>μ</i> τ.					
	2014		****		assessment							

Delanco Township

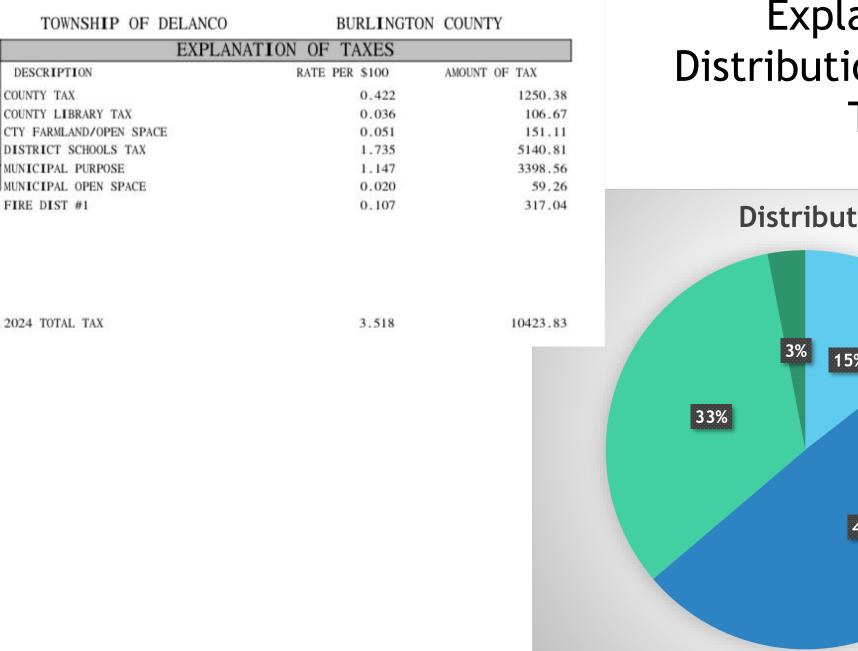
ADDENDUM #5

Prior Year Actual Compared to Current Year Proposed

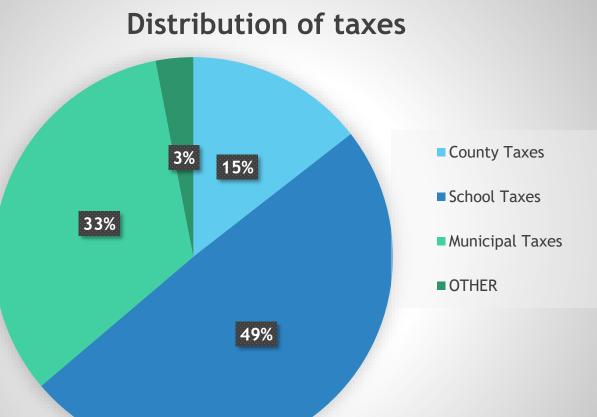
Municipal (local purpose) Property Tax Rates and Impact

			Prior Year		ar	Current Year					
			Actual Actual		Proposed	Proposed					
	Asse	essed value	Rate	Tax		Rate	Tax		<u>\$ Change</u>		% Change
			\$ 1.147			\$ 1.202			\$	0.055	4.80%
	\$	100,000		\$	1,147	er i tre mer onar en vroginer	\$	1,202	\$	55.00	
	\$	110,000		\$	1,262		\$	1,322	\$	60.50	
	\$	120,000		\$	1,376		\$	1,442	\$	66.00	
	\$	130,000		\$	1,491		\$	1,563	\$	71.50	
	\$	140,000		\$	1,606		\$	1,683	\$	77.00	
	\$	150,000		\$	1,721		\$	1,803	\$	82.50	
	\$	160,000		\$	1,835		\$	1,923	\$	88.00	
	\$	170,000		\$	1,950		\$	2,043	\$	93.50	
	\$	180,000		\$	2,065		\$	2,164	\$	99.00	
*	\$	190,000		\$	2,179		\$	2,284	\$	104.50	
	\$	200,000		\$	2,294		\$	2,404	\$	110.00	
	\$	210,000		\$	2,409		\$	2,524	\$	115.50	
	\$	220,000		\$	2,523		\$	2,644	\$	121.00	
	\$	230,000		\$	2,638		\$	2,765	\$	126.50	
	\$	240,000		\$	2,753		\$	2,885	\$	132.00	
	\$	250,000		\$	2,868		\$	3,005		137.50	
	\$	260,000		\$	2,982		\$	3,125		143.00	
	\$	270,000		\$	3,097		\$	3,245		148.50	
	\$	280,000		\$	3,212		\$	3,366		154.00	
	\$	290,000		\$	3,326		\$	3,486		159.50	
	\$	300,000		\$	3,441		\$	3,606	\$	165.00	
		*	Township	wic	le avera	age					

(residential property only)



Explanation & Distribution of Property Taxes



Previous Township Initiatives to protect quality of life in Delanco

- 2700 Burlington Ave (Warehouse on river) Was slated to be a ship cargo container port facility. Township spent money to fight the proposal to make sure our Township did not become a port town similar to what Gloucester City is today.
- Winzinger proposed a recycling facility for demolition debris, wood, concrete, asphalt, masonry, bricks, tree stumps and tires. (concrete crushing/dump site) The Township fought to make sure this did not get built. (currently located 1704 Marne Hwy, Hainesport, Mt Holly By-pass) Currently that site in town is now a solar field farm.
- 2005-Purchase of Zurbrugg Mansion for \$2.1M. The Township purchased the property and eventually rezoned to an area in need of redevelopment. There was a Juvenile facility for troubled youth that was proposed for that parcel when the Township decided to purchase it. Today, it is home to 27 low-income senior apartments. The Township kept the waterfront lot and that is now Historic Waterfront Park.
- Fought the DEP to protect West Ave Dunes from continuing to be a dredge spoils dumping site.
- 2020-Purchase 414 Rancocas Ave (lot next to Gateway Park) \$60,000 for park expansion.
- 2020-Purchase of 200 Ash Street \$200,000 Demolition and Engineering costs \$209,630
- Acquired lots on **Hawk Island** to prevent them from being developed.
- 2024-Historic Waterfront Park Seawall installation and park (project that has been in the works for 18+ years). Several Bonds was approved for a total of \$1.2M. This does not include the legal, design, engineering and permitting costs.

What's the Plan?

- The Township is permitted to purchase property particularly in the rehabilitation and redevelopment context, to ensure that a property is put to its appropriate use.
- Purchasing the property does not mean we have to hold onto it forever or even a year. The
 Township can rezone the property to a more appropriate use, likely some form of residential use
 with no impact to schools. We do not intend to keep it in an industrial zone.
- This is no different that what happened with the Zurbrugg Mansion property in 2005. The Township prevented a negative use and eventually returned all but the waterfront to the market.
- There is NO intent to preserve or otherwise permanently restrict the Property as Open Space.



THANK YOU

We appreciate you taking the time to gain a better understanding as to why the Township thinks purchasing 401 Creek is a benefit to our residents.