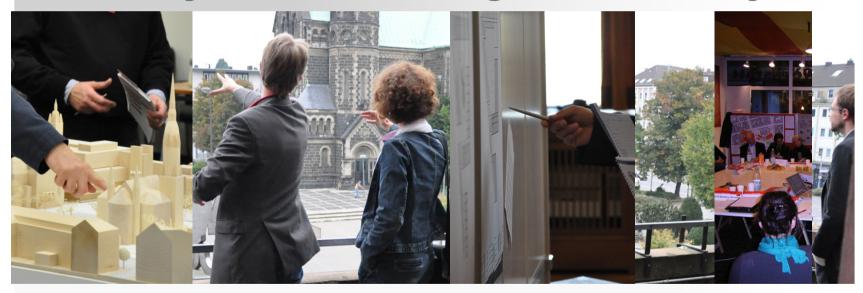
# Learning from the Experience of other European Cities

- City Renewal Strategies in Germany



Dipl. Ing. Torsten Stamm SRL - German Association of Town-, Regional and State Planning

# The German Association of Town, Regional and State Planning (SRL)

- Non-governmental organization (NGO);
- Founded in 1969 by planners of different spheres;
- Currently 2.000 planners in the civil service, private offices, associations and other institutions in the range of planning;
- Considering its principal task as to show commitment to the recognition and the necessity of planning and a highly sophisticated planning culture;
- This requires procedures, which orientate towards features such as:
  - professional and social involvement,
  - responsibility for nature and man,
  - safeguarding the future.

# The German Association of Town, Regional and State Planning (SRL)

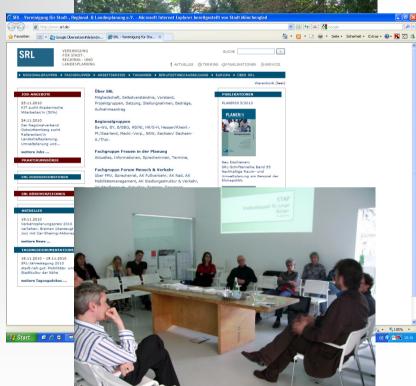
### The general mission of the SRL:

- The SRL encourages the formation of opinion and the exchange of views of all participants in planning area.
- Therefore, the SRL intends to cultivate, to strengthen and to broaden democratic manners.

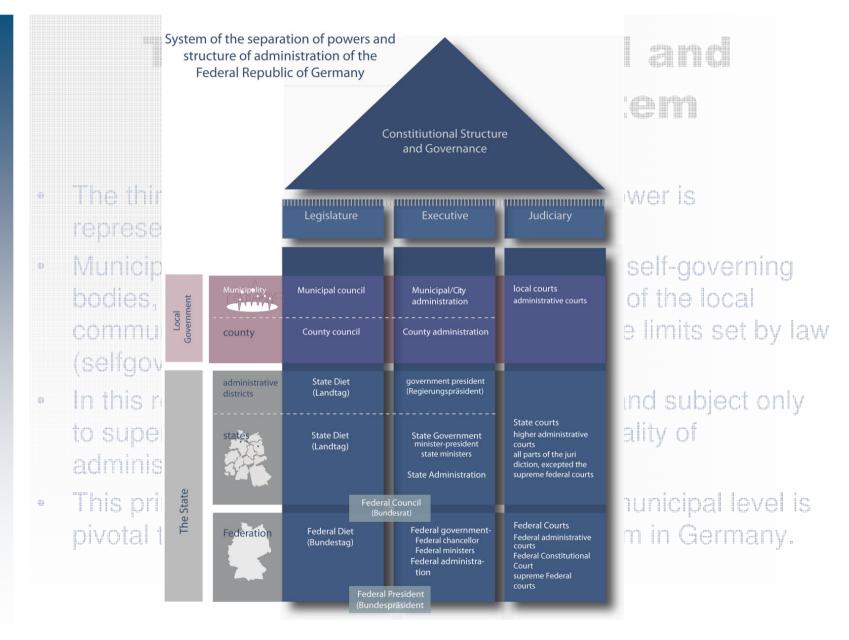
# The German Association of Town, Regional and State Planning (SRL)

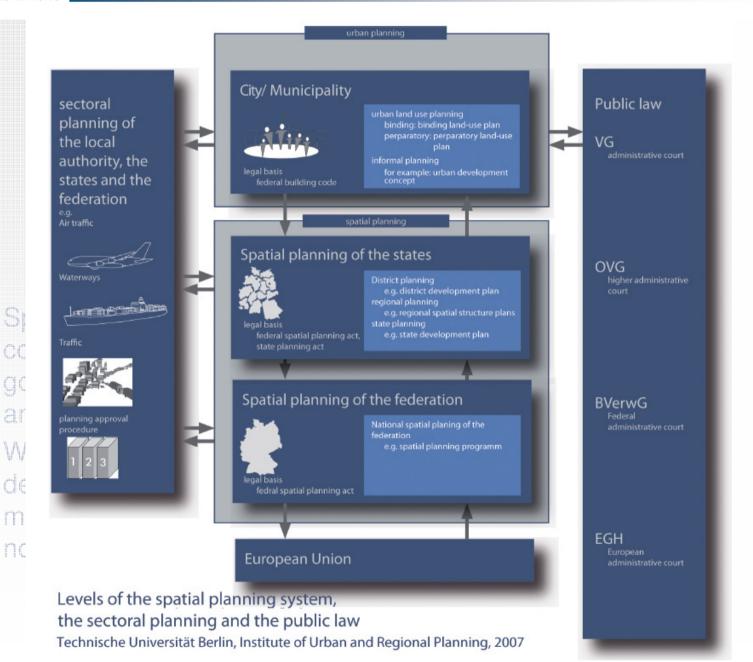
### The platforms to exchange views:

- Working groups, conferences, workshops on national level;
- Regional branches with regionalized thematic focus;
- German planning journal "Planerin";
- Website "www.srl.de"









## **The German Spatial Planning System**

- Federal spatial planning is limited essentially to the development of:
  - guiding principles and principles of spatial planning which also provide the legal basis for state spatial planning and
  - superordinate specifications for sectoral planning.



Federal spatial planning

models for spatial development and principles of spatial

Planning instrument Content of plan principles and guidlines for spatial planning as well as guiding principles for spatial

Legal basis state planning act **Policy Maker** Conference of Ministers for Spatial Planning

Legal Impact Binding effects for all Scale



# The German Spatial Planning System

- State spatial planning authorities have to ensure
  - that the goals and principles of national spatial planning and state spatial planning are respected and taken into account in local government planning;
  - the acceptance of suggestions from local authorities and the required coordination of the local development goals with superordinate planning goals within the system of mixed topdown / bottom-up planning.



Planning instrument Content of plan

state development plan, state spatial planning programme, state development programme (varied from state to state)

State spatial planning

Content of plan Representation of the desired spatial and structural development for the territory of the state and plan includes comprehensive, state-wide, aims of spatial planning Legal basis Policy Maker

spatial planning act and

state planning act

state diet or state government

Legal Impact

Scale

ca.1: 50.000

nment planning authorities

TU Berlin, Institute of Urban and Regional Planning

Binding effects for all



## **The German Spatial Planning** System

- Regional planning (as a part of state spatial planning) is concerned with
  - the detailed elaboration, sectoral integration, and implementation of the goals of state spatial planning;
  - the mediation between state spatial planning and local urban land-use planning;
  - the adjustment of regional planning with federal and state spatial planning.

Legal basis

state planning act

# The German Spatial Planning System

- Local urban land-use planning
  - is a formal tool on the basis of the Federal Building Code;
  - prepares and controls the use of land for building or other purposes;
  - has its aims and principles laid down in the form of planning guidelines:
    - sustainable urban development and a socially equitable utilisation of land for the general good of the community;
    - contributing to a more humane environment and to the protection and development of natural resources;
    - preservation and development of the urban cultural heritage.
  - is carried out on two levels: the preparatory land-use plan and the binding land-use plan.

Local planning								
Planning level local authority	Urban land-use planning	Planning instrument local development plan	Content of plan Arrangements for urban development and order in the form of legally binding designations for specific parts of the municipal territory	Legal basis Federal Building Code in connection with Land Utilisation Ordinance and Plan Notation Ordinance	Policy Maker Municipal council	Legal impact Legal by binding for everyone, legal basis for building projects and issuing building permits	Scale ca.1: 500 - 1: 1.000	
		Preparatory land-use plan	Represents in basic form the type of land uses envisaged for the entire municipal territo- ry in accordance with the intended urban development	Federal Building Code in connection with Land Utilisation Ordinance and Plan Notation Ordinance	Municipal council	Binding effects for all planning authorities	ca.1: 10.000	
			The state of the state of the state of		© TU I	Berlin, Institute of Ur	ban and Regi	onal Planning

# City Renewal in Germany – in practice

- ...can be roughly characterized through two types of approach:
  - Initiatives driven by subsidies and therefore mostly initiated by the city council, involving the public within the process.
  - Initiatives of the private sector (mostly homeowners, local business etc.), supported by the city council and administration.

# Initiatives of the Public Sector

- City of Gelsenkirchen
- City of Moenchengladbach

# City Renewal in Germany – in practice

- "Stadtumbau West", which means "Urban Restructuring in West Germany", is a promotion programme initiated by the German Federal Government and the state governments;
- Central pillar of urban development funding since 2004;
- "Stadtumbau West" is a reaction to the impact on urban development and housing caused by demographic and economic structural changes;
- The programme stretches out the positive effects of a restructuring programme for the cities in eastern germany to foster their shrinkage after the german re-unification onto the former prospering regions in West-Germany.

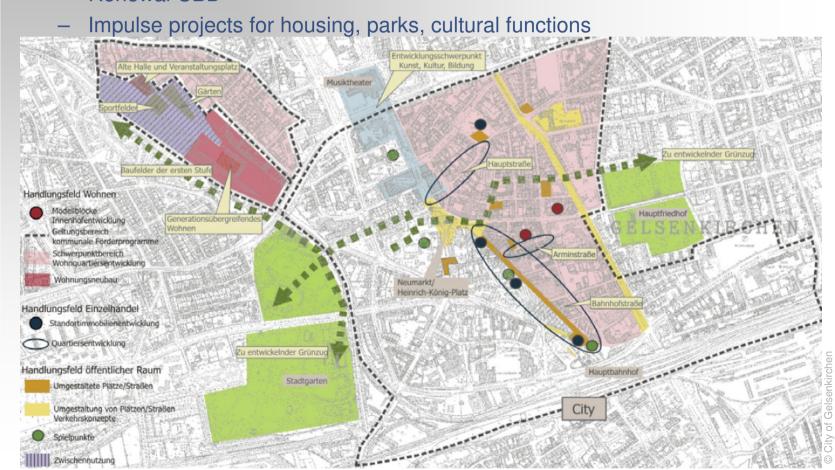
# City Renewal in Germany – in practice

- The priorities for the financial aid in the "Stadtumbau West" programme are as follows:
  - Strengthening inner cities and town centres
  - Revitalising industrial locations/urban derelict land or brownfields
  - Furthering development schemes for residential areas
- More than 300 cities and local authorities in west Germany are taking part in the urban restructuring programme "Stadtumbau West".
- The municipal experience will be illustrated by presenting the example of the city of Gelsenkirchen:



## City Renewal in Germany in practice Example 1: Gelsenkirchen

- Main Target: Redevelopment of the city-center;
  - Renewal CBD



## City Renewal in Germany in practice Example 1: Gelsenkirchen

- 1st step: Re-organisation of the municipality:
  - Installing a "city renewal board" as a steering committee;
  - Newly founded "city renewal-unit" as executive unit;
  - Out of this unit one renewal team per renewal district;
  - External "City renewal company", run as a private sector company, to carry out real-estate businesses and rebuilding of houses, preparation of brownfields etc.
- 2nd step: Involving the public:
  - Installation of a advisory board on a the large scale, consisting of local politicians, associations (retail, services, ethnic groups, homeowners, tenants, etc.);
  - Installation of small scale stakeholder groups per street or per measure;
  - Public relations measures;

## City Renewal in Germany in practice Example 1: Gelsenkirchen

Fassadenprogramm







## City Renewal in Germany in practice Example 2: Moenchengladbach









## **City Renewal in Germany in practice Example 2: Moenchengladbach**







#### Impulse für die City

#### 1. Innenstadtfor 12. Juni 2007 in der Stadtha



#### 2. Innenstadtforum 14. November 2007 in der Stadthalle Pineyat Auffälligkeiten und Besonderheiten

19,00 Uhr - Einlass

19.30 Uhr - Einführung in die Veranstaltung: Helmut Hormes, Techn. Belgeordne ter Dezernat Planung und Bauen

19.45 Uhr – Vortrag zum Innenstadtkonzept: Prof. Kunibert Wachten, scheuvens+wachten 20.30 Uhr - Diskussion der Entwicklungs

21.30 Uhr – Ende der Veranstaltung



Projektzeitung zum 2. Innenstadtforum

Innenstadtkonzept





## Rhevdt



#### Zukunftsaufgabe Innenstadtentwicklung!

Gemeinsam den begonnenen Weg weitergehen

5. Juni 2008

Floritalisierung des Morktplotzes Selte 2-3

#### Einladung zum dritten Innenstadtforum

Seite 3 Schlüsselprojekte Seite 4-5

WÖNCHENGLADBACH

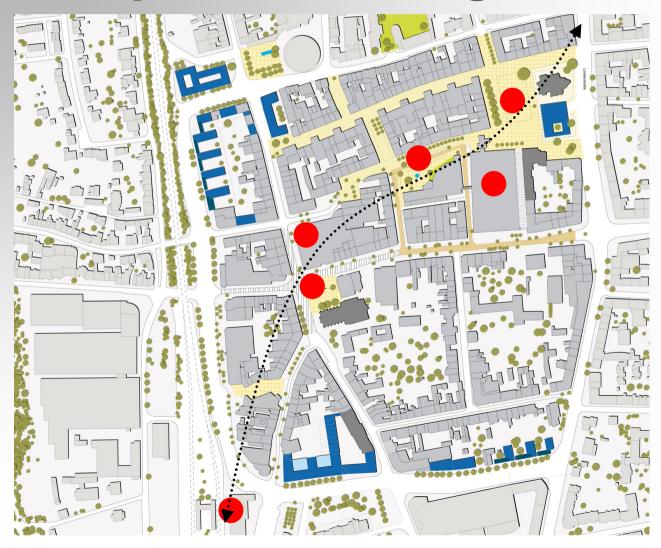
Inhalt

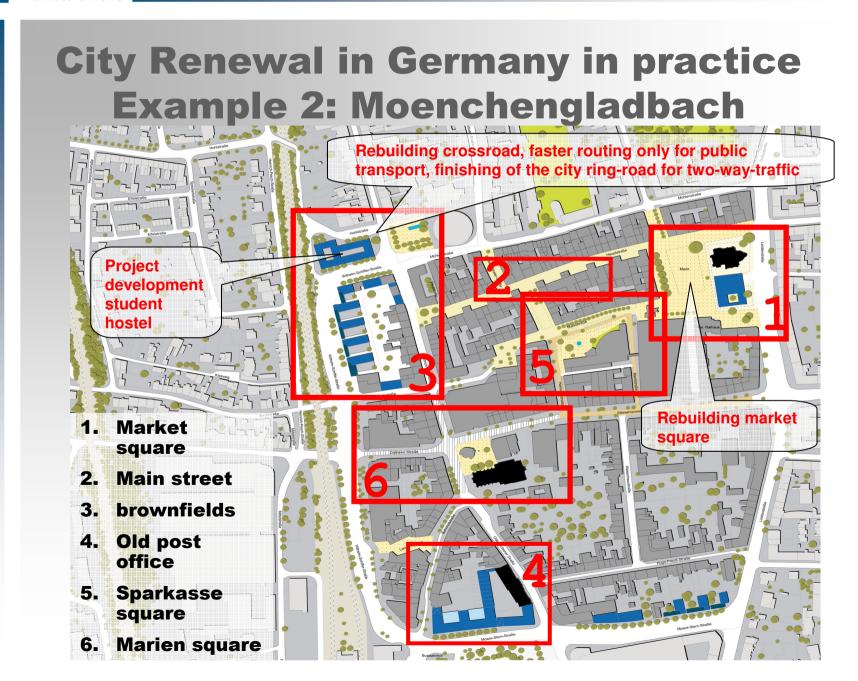


### 3. Innenstadtforum

Präsentation der Ergebnisse zum Innenstadtkonzept Rheydt

## City Renewal in Germany in practice Example 2: Moenchengladbach





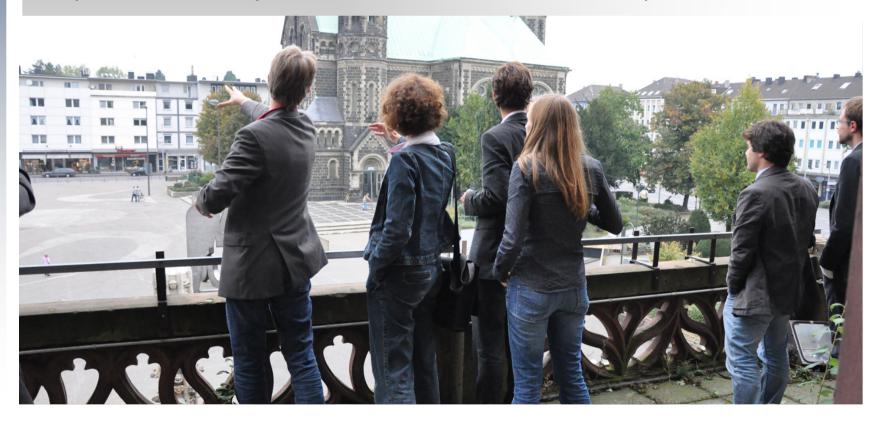
City Renewal in Germany in practice Example 2: Moenchengladbach



## City Renewal in Germany in practice Example 2: Moenchengladbach

### **Renovating market square**

Open kickoff-colloquium forum for the architectural competition;



## City Renewal in Germany in practice Example 2: Moenchengladbach



## **Renovating market square**

Decision criteria:

- architectural quality;
- economicalness;
- feasibility

## City Renewal in Germany in practice Example 2: Moenchengladbach

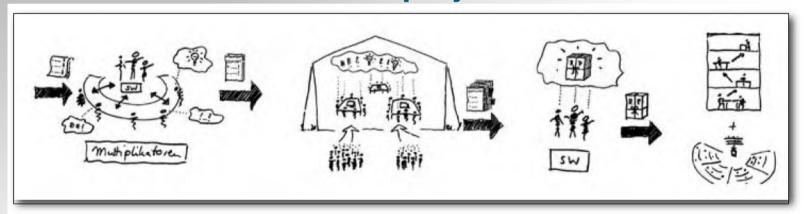
## **Renovating market square**

Winner architectural competition: "Planorama" (Berlin, Germany)



## City Renewal in Germany in practice

## General project scheme for public driven inner-city renewal projects



- Collecting informations
- Development of scenario's and a basic vision
- First steps into public

- City forums
- "City workshop"
- Development of projects
- Support local initiatives
- Evaluation of Ideas and suggestions of the citizens
- Identifikation of key areas
- Development of a realization strategy and of key projects

- Public presentation
- Political discourse
- Political decisionmaking

# Initiatives of the Private Sector

Neighbourhood Improvement Districts



# City Renewal in Germany in practice - Urban improvement districts

### **UID – General Informations**

- Generic term for Business, Housing, Neighbourhood, Multifamily etc.
   Improvement Districts
- Origin: North-American Model for private initiatives with self assessment / taxation -especially BIDs
- Example for privatist tradition of urban development and a weak public sector in Anglo-American countries
- Increasing importance in Germany and part of the Federal Building Code since 2006
- Variety of models from voluntary and informal activities to legal instruments like BIDs + HIDs
- Additional to public funded strategies



## City Renewal in Germany in practice - Urban improvement districts

### **Constitutive features of the UID-model:**

- Area-based self-organisation of private stakeholders ie. proprietors or business people;
- Joint financing via an obligatory levy (no freeriders);
- Clearly defined area and limited duration;
- Broad spectrum of activities possible.

## City Renewal in Germany in practice - Urban improvement districts

### Status of legislation of the UID-model by state:

Federal State	UID Legislation	UID projects in implementation			
Bremen	Bremisches Gesetz zur Stärkung von Einzelhandels- und Dienstleistungszentren vom Juli 2006	BID Ansgarikirchhof     BID "Das Viertel"			
Hamburg	Gesetz zur Stärkung der Einzelhandels- und Dienstleistungszentren (GSED) vom Dezember 2004 mit Ån derung vom November 2007	BID Sachsentor Bergedorf BID Neuer Wall BID Wandsbek Markt BID Lüneburger Straße Harburg BID Alte Holsten straße Bergedorf BID Hohe Bleichen Heuberg			
Hamburg	Gesetz zur Stärkung von Wohnquartieren durch private Initiativen vom Dezember 2007	NID Steilshoop			
Hessen	Gesetz zur Stärkung von innerstädtischen Geschäftsquartieren (INGE) vom Januar 2006	4 BID in der Giessener Innenstadt: Seltersweg, Katharinenviertel, Markt- quartier und Theaterpark     BID Baunatal			
Nordrhein- Westfalen	Gesetz über Immobilien- und Standortgemeinschaften (ISGG) vom Juni 2008	Noch kein Projekt in Umsetzung			
Saarland	Gesetz zur Schaffung von Bündnissen für Innovation und Dien stleistungen (BIDG) vom Mai 2007	BID Saarbrücken Burbach			
Schleswig-Holstein	Gesetz über die Einrichtung von Partnerschaften zur Attraktivierung von City-, Dienstleistungs- und Tourismusbereichen (PACT) vom Juli 2006 © S. Kreitz, HafenCity University, Hamburg	PACT Flensburger Innenstadt PACT Elmshorn PACT Schmuggelstieg (Norderstedt) PACT Rendsburg			



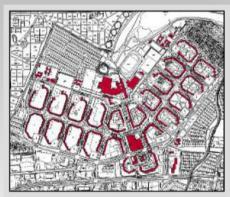
## City Renewal in Germany in practice - Urban improvement districts

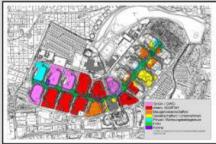
## **Example: The Hamburg NID – Steilshoop**

- Housing estate built between 1969 and 1975;
- 6.380 dwellings, 14.300 inhabitants;
- Urban renewal programme from 1987 –1999: more than 13 million Euros of public funds;
- largest proprietor GAGFAH (2.160 dwellings), sold to US Fortress Investment Group in 2004;
- Negative image, declining quality of public spaces, worsening local amenities (shopping centre).

# City Renewal in Germany in practice - Urban improvement districts

## **Example: The Hamburg NID - Steilshoop**















© S. Kreitz, HafenCity University, Hamburg

Bezirksamt Wandsbek



# City Renewal in Germany in practice - Urban improvement districts

### **Example: The Hamburg NID - specific attributes**

- Compulsory self-assessment on real property = self-taxing funding mechanism of the proprietors;
- Quorum for the obligatory proprietor-ballot: min. 30 % positive votes / max. 30 % negative;
- Clearly defined area;
- Limited period of time (max. five years);
- Management / Implementation through third party;
- Additionality ("on top"): complementary services, e.g. enhanced services (street cleaning), capital improvements (public realm), marketing activities.

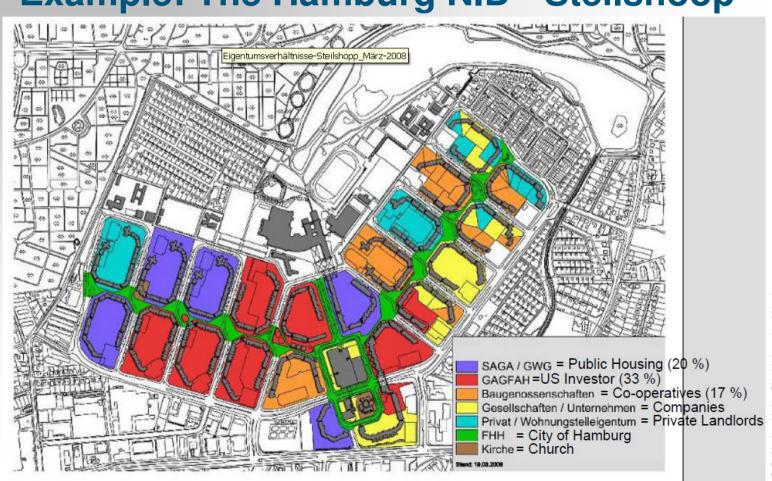


# City Renewal in Germany in practice - Urban improvement districts

#### **Example: The Hamburg NID – Steilshoop**

- Start of the NID-process at the end of 2006;
- Initiative from large proprietors: public housing company SAGA GWG and housing co-operatives;
- Political and administrative support for a NID;
- Scientific support from HCU for the pilot project;
- Parallel: Special public initiative for neglected neighbourhoods in 2007 ("Lebenswerte Stadt") and Integrated neighbourhood management from 2008 –2013 ("Aktive Stadtteilentwicklung").

**Example: The Hamburg NID - Steilshoop** 



#### **Example: The Hamburg NID - Steilshoop**



S. Kreitz, HafenCity University, Hamburg

**Example: The Hamburg NID - Steilshoop** 



**Example: The Hamburg NIDs - Steilshoop** 

Proprietor meeting in January 2009 to discuss the envisaged activities and the further development.



**Example: The Hamburg NIDs - Steilshoop** 





# City Renewal in Germany in practice - Urban improvement districts

# Results of the NID-process in Steilshoop so far:

- 1. Improved area-based communication;
- 2. Development of a Business Plan proposal:
  - Joint Marketing and image-campaign;
  - Improved groundkeeping of public and private spaces in the central pedestrian zone;
  - Complete redesign of the central pedestrian zone;
  - Additional services, e.g. security.
- 3. Calculation of costs and of the NID-leverage;
- 4. Improvement of groundkeeping already achieved;
- 5. and...

#### Grundeigentümer sollen Wohngebiete verschönern

Hamburg hat als bundesweiter Vorreiter die ersten Eckpunkte für ein Gesetz festgelegt, mit dem zukünftig in Wohngebierenannte Housing Improv BundesBauBlatt ExWoSt-Modellvorhaben

mer umsetzen können, gehören etwa die hochwertige Umgestaltung von öffentlichen Grünanlagen und Gehwegen. "Wenn auf einer öffentlichen Grünfläche genug Platz ist können die Eigentümer sich - auch ein Gemeinschaftsagt Büttner.

HID Steilsho

eingezogen werus. Maknahman in ainam .



#### Public-Private-Schönheitskur

Nach dem Vorbild der "Business Improvement Distric der Aufwertung des öffentlichen Raums. Das Modell

Komplizierter Name, einfache Sache: Wie sich Grundeigenfinner in Hamburg an der Stadtentwicklung beteiligen sollen. ... ∠икunft sollen auch die Wird HID ein Hit? Stadtteil zu engagieren. Wird HID ein Hit? gestartet. Das Mod-" ge-Ost in sein Programm Steilshoop jetzt neben Lo.

Vorbild sind die "Business Improvement Districts", wie sie worden sind. Sie erleichtern es den Grundeigentümern, d

Geld fehlt. Eine Gruppe von Eigentümern kann sich mit ihren Ideen und einem dazu gehörenden Finanzierungskonzept an den Senat wenden mit der Bitte, einen Business Improvement District ei nicht mindestens ein Drittel der betroffenen Eigentümer dagegen ist, erlässt der Senat den District

# **Schöner Wohnen**

Bausenator Gedaschko Axel (CDU) will die Förderung von Stadtteil-Initiativen verbessern.

City - Sie sollen ab 2008 gesetzlich abgesichert werden. ilt privat finanzier-

usena-

Axel

edasch-

o (CDU)

COSTANZO

Juartiers-Verschöungen nicht mehr n Einspruch einzelner Vermieter scheitern.

Den Auftakt macht eine Großwohnsiedlung im Problemstadtteil Steilshoop. Für das Pilotprojekt läuft bereits ein Wettbewerb, der aus dem Senatsprogramm "Lebenswerte Stadt" finanziert wird.

Auch die GAL will

Problem-Vierteln neues Leben einhauchen. Wichtigster Punk res

HAMBURG

# Steilshoop

Die Grundeigentümer sollen ihr Quartier aufwerten / Aber die Mieten bleiben stabil



Erstes Hamburger HID in Steilshoop

Stadtentwa or Axel Gedaschko topbereits an, Lebensqualität

ezogen werden kann. ür dürfen die Grundentümer festlegen, wie ihr Quartier aufwerten ollen.

In Steilshoop haben sich die beiden Woh-

# City Renewal in Germany in practice - Urban improvement districts Pros and Cons of the NID Model

#### **Arguments of proponents**

- Involvement of free riders
- Leverage of private investment for area-development
- Stronger obligation of local proprietors as natural agents of urban change
- New perspectives for a publicprivate Integrated Neighbourhood Management

#### **Arguments of opponents**

- Withdrawal of public activity
- Privatisation of public space
- Erosion of accountability
- Lack of resident participation
- Only profitable developments
- Growing disparities
- Worst case scenario: "gated communities" vs. even more neglected neighbourhoods



# City Renewal in Germany in practice - Urban improvement districts

#### **Comments on the NID Model**

- Widespread implementation of the NID model is still to come;
- Coalition of proponents is broad and heterogeneous: politicians from various parties, chambers of commerce, housing associations (cooperatives and public housing) and parts of the public administration
- Transfer from US BID-model to German NID requires more than "copy and paste" but specific adaptation, e.g. regarding public sector involvement and participation-procedures
- Additional instrument in the tool-box of urban regeneration and development

   –not a substitute;
- No influence on private property;
- Suitability: NID model is not suitable for every neighbourhood, e.g. not for neglected / deprived areas with inactive and/or poor proprietors;
- Urban Improvement Districts need strong and articulate proprietors to be successful.



# City Renewal in Germany in practice - Urban improvement districts

#### **Open questions concerning NID**

- Is there more in the concept than "clean and safe", e.g. a strategic perspective for an integrated public-private neighbourhood management?
- Can NIDs integrate all types of proprietors, e.g. private "amateur"landlords as well as housing companies listed on the stock exchange?
- What kind of neighbourhoods are most likely to implement a NID (owner-occupied or rented)?
- Will the NID-model support growing polarisation within the city, i.e. making good places better and neglected places even worse?

 The model of "Socially Compatible Land Use" in Munich

- "Gentrification" derives from "gentry", meaning the people of gentle birth, good breeding, or high social position, as in the landed-gentry.
- Sociologist Ruth Glass coined the term in 1964 to mean the influx of wealthier individuals into cities or neighborhoods who replace working or lower-classes already living there. She defined it by using London districts such as Islington as her example:

One by one, many of the working class quarters of London have been invaded by the middle-classes—upper and lower. Shabby, modest mews and cottages—two rooms up and two down—have been taken over, when their leases have expired, and have become elegant, expensive residences [...]. Once this process of 'gentrification' starts in a district it goes on rapidly until all or most of the original working-class occupiers are displaced and the whole social character of the district is changed. Glass, R. (1964). London: aspects of change. London: Macgibbon & Kee.

Leading Indicators: Areas Most likely to Experience Gentrification

- High rate of renters;
- Ease of access to job centers;
- High and increasing levels of metropolitan congestion;
- High architectural value;
- Comparatively low housing values.

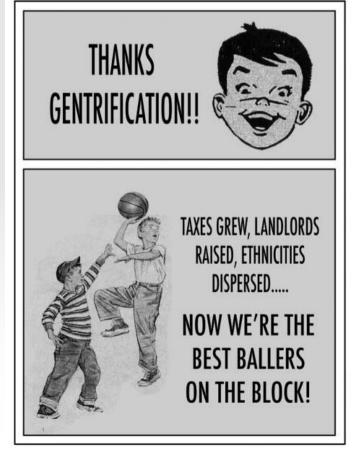


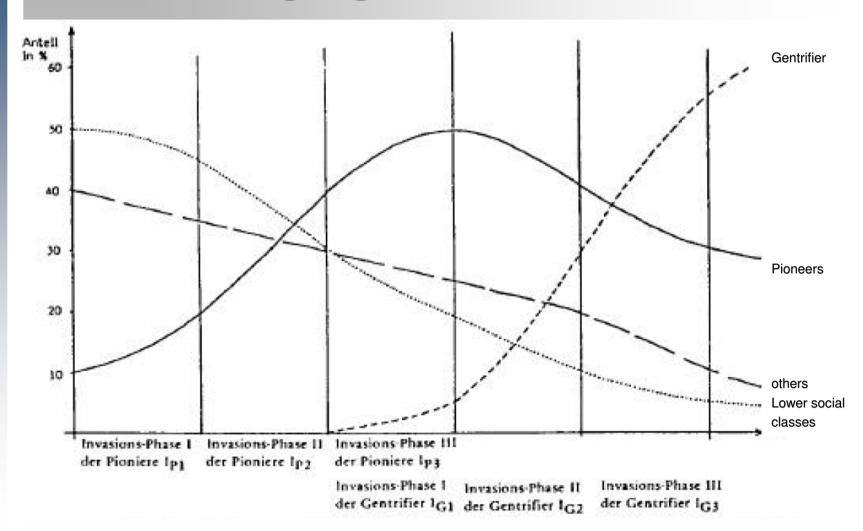
**Primary Indicators: Strong Signs Gentrification is Occurring:** 

- Move from rental tenure to Homeownership;
- Arrival of individuals or households interested in urban amenities / culture;
- Increase in businesses intended for high income people

## Secondary Indicators: Less Strong Signs Gentrification is Occurring

- Change in Racial Composition
- Change in Occupancy Rate
- Change in Income

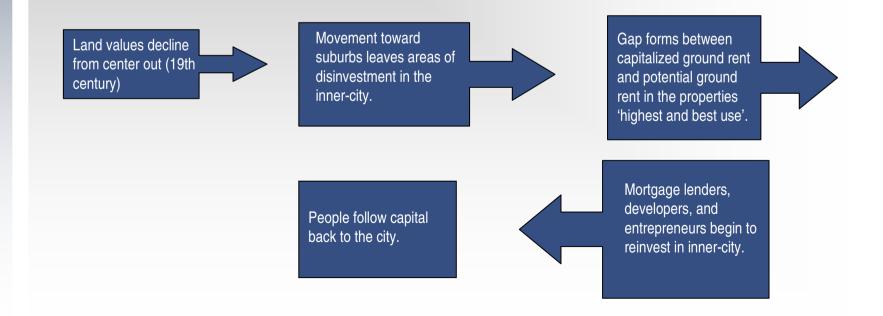




"To explain gentrification according to the gentrifier's actions alone, while ignoring the role of builders, developers, landlords, mortgage lenders, government agencies, real estate agents and

tenants is excessively narrow." A. Smith (1989) 'Gentrification and the spatial constitution of

the Ctate'. *Antipede* 21:202 CO.



#### **PROS**

- Redevelopment or renovation of housing stock
- Revitalization of the tax base
- Increased homeownership rates
- Economic opportunities
- De-concentration of poverty
- Historic preservation

#### **CONS**

- Displacement of lower income residents
- Lack of affordable housing
- Decrease in multi-family rental units
- Loss of diversity in neighborhood businesses and residents
- Conversion of residential units to commercial property
- Decrease in social services for lower-income residents

LANDESPLANUNG



## **Managing Gentrification**

#### **Tackling Gentrification and preventing displacement**

- Implementation of social policies by local municipalities;
  - producing affordable housing for those who are being displaced;
  - keeping a regulated rental stock within the neighborhood;
  - using zoning regulations;
  - regulations that force the new-comers to compensate the losses of those who are being displaced:
  - distributing the revenues gained by the gentrification-led property increases through those being displaced.
- **But**: The implementation of such policies needs three qualities that the existing local authorities sometimes lack: a vision that envisages the possible social implications of the future transformation of the neighborhood, experience of implementing such social policies and a budget.

## From tackling to Integration and finally preventing displacement

- Use of internal dynamics of the neighborhood (neighborhood activism)
  - providing free legal support for the tenants to increase their awareness about their legal rights to stay in the neighborhood;
  - delaying the process as an mitigation strategy since it provides the renters to make smooth transitions;
  - Networking and connecting of the single pressure groups to create a critical mass ("Neighbourhood advisory council");
  - Arising public awareness, insist on a community vision for the district;

Keeping the city authentic and not as a scenery for tourism and bohemian lifestyle



#### The model of "Socially Compatible Land Use" in Munich

Investors` contributions to municipal town planning project costs:

- 1. Providing access (streets, pathways): payment: 100% of the actual costs of the causal facilities (150 € / m² floor space);
- 2. Providing green areas: payment of the actual costs of the causal facilities:
  - 2 m² green area for every future employee,
  - 15 m² private green area for every new inhabitant;
  - 12 m<sup>2</sup> public green area for every new inhabitant (40 € /m<sup>2</sup>);
- 3. Social infrastructure (in case of housing development): payment (66,47 € / m²) or implementation of the causal facilities (creches, kindergardens, primary schools, etc.);
- 4. Providing 30% of new housing building rights for subsidized housing (20% social housing for people of lower income brackets; 10% subsidized housing of "Muenchen Modell" for people with middle-class-income)
- 5. Measures to strengthen commercial classical sector like trades, crafts, small-scale-industries (in case of upgrading commercial areas);
- 6. Payment of the costs for architectural competitions, investigations, surveys, expert opinions, pr-works, fees etc.

#### The model of "Socially Compatible Land Use" in Munich

#### Investors` contributions over the last 15 years:

. Payment for streets, pathways: 202 Mio. Euro

2. Payment for public green spaces: 83 Mio. Euro

3. Shares of payment for social infrastructure: 124 Mio. Euro

4. Payment for planning costs: 37 Mio. Euro

#### New social infrastructure:

1. Creches: 131 groups

2. Kindergarden 230 groups

3. Primary schools: 44 classes

## Finally...

Inner-city renewal in Germany often depends on public subsidies. It is nearly always based on a communication process between administration, inhabitants and local business.

Privately ran initiatives became more popular but need a legislation. Usually, they fail in deprived districts.

The rather strict tool of the "social compatible land-use" does work quite successful, but needs a high tension on the real-estate market and the political will to put burden onto investors.

# Thank you for your audience!