

June 23, 2010

Mr. Brad Murphy Director of Planning Department of Planning & Development City of Madison 215 Martin Luther King Jr. Blvd PO Box 2985 Madison, Wisconsin 53701

Re:

Letter of Intent

Amended PUD-GDP-SIP 700 Block N. Segoe Road

Madison, WI

Dear Mr. Murphy:

The following is submitted together with the plans, application and zoning text for staff, Plan Commission and Common Council consideration of approval.

Organizational structure:

Owner:

Stone House Development, Inc.

321 East Main Street Madison, WI 53703 608-251-6000

608-251-6077 fax Contact: Rich Arnesen

rarnesen@stonehousedevelopment.com

Architect:

Knothe & Bruce Architects, LLC

7601 University Avenue, Ste 201

Middleton, WI 53562

608-836-3690 608-836-6934 fax

Contact: Randy Bruce rbruce@knothebruce.com

Engineer: Vierbicher Associates, Inc

999 Fourier Drive, Suite 201 Madison, Wisconsin 53717

(608) 826-0532

Contact: Dave Glusick dglu@vierbicher.com

Landscape Design:

Ken Saiki Design 303 S. Paterson St.

Suite 1

Madison, WI 53703 (608) 251-3600 Contact: Mike Sturm msturm@ksd-la.com Letter of Intent – PUD-GDP-SIP 700 Block N. Segoe Road June 23, 2010 Page 2 of 3

Introduction:

The proposed site is located on the east side of North Segoe Road on the remaining parcel of land adjacent to the recently approved Target. Other surrounding uses include Weston Place Condominiums to the south along Frey Road: the Pyare Square building and McDonalds to the north along University Avenue and the State office buildings to the west and North. The development team has been meeting with the alderperson and the neighbors while putting together this development proposal.

The apartments will be developed using WHEDA's Section 42 tax credit housing program. WHEDA recently announced that this project was successful in obtaining the tax-credit allocation. While the apartments will be affordably priced, they will also provide a high-quality living environment and the amenities that are consistent with the neighborhood.

The current Target lot, which will be created by a soon to be recorded CSM, will be further subdivided to create the subject parcel. That subdivision will be approved concurrently with this proposed PUD-SIP.

Project Description:

The project consists of two linked 4-story apartment buildings with 96 units. The buildings step down the sloped site and are four stories in height with a flat roof. The high-quality exterior materials will be a combination of masonry, fiber-cement board siding and metal panels. The exterior materials were chosen to be compatible with the adjacent Westin Place and Target buildings while maintaining a modern residential aesthetic. The street-side elevations of the buildings are well detailed and landscaped, and are punctuated with individual entries to the dwelling units. Many of the first floor units are townhomes with entry porches along Frey Street and N. Segoe Road.

The buildings are placed close to the site perimeter to enhance the public streetscapes. Pedestrian access is planned throughout the site connecting the buildings and users to the perimeter streets and surrounding retail and office uses. Vehicular access is accommodated from Frey Street with access to both the parking areas. Parking is largely accommodated below the buildings with a two level underground parking garage. Convenient bicycle parking is provided in the courtyard area, entrances and basement parking. The trash collection will be accommodated from the University Avenue entry through a cross-access easement with Target.

The exterior open space of the development, while somewhat limited, is well designed and provides attractive areas for the residents and guests. A ground level plaza opens onto the landscaped lawns and provides an area for informal social gatherings. A generous Commons Room is provided on the upper floor which opens onto a roof terrace for additional usable open space. The Commons and roof deck will afford the opportunity to have a multitude of planned functions for the residents as well as extensive views to the north and east. In addition to the common open spaces, the overwhelming majority of the apartments will have a porch or balcony for private open space.

The new construction will be environmentally conscious and meet the standards of Wisconsin Green Built Homes.

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Site Development Data:

Dwelling Unit Mix:

One-Bedroom44Two-Bedroom42Three-Bedroom Townhomes10Total Dwelling Units96

Densities:

Lot Area 58,909 or 1.35 Acres

Lot Area / D.U. 613.6 SF/unit Density 71 units/acre

Building Height: Four Stories

Vehicle Parking:

Underground 120 stalls
Surface 20 stalls

Total 140 stalls or 1.45 stalls/unit

Bicycle Parking:

Underground 57 stalls Surface- standard 2'x6' 17 stalls

Total 74 stalls (50 + .5(46) = 73 required)

Project Schedule:

It is anticipated that the new construction phase will start in the fall of 2010 and be completed in summer 2011.

Social & Economic Impacts:

This development will have a positive social and economic impact. The development will substantially increase the City tax base with minimal, if any, increased costs to the City. The development will enhance the Hilldale area and provide new workforce housing while promoting pedestrian, bicycle and mass-transit circulation.

Thank you for your time in reviewing our proposal.

Very Truly Yours,

Managing Member