

RESOLUTION NO. 2012-8

A RESOLUTION APPROVING THE HAMILTON COUNTY LAND REUTILIZATION CORPORATION GUIDANCE DOCUMENT FOR PURPOSES OF SETTING THE POLICIES AND PROCEDURES OF THE HAMILTON COUNTY LAND REUTILIZATION CORPORATION.

WHEREAS, the Board of the Hamilton County Land Reutilization Corporation (the "Board") has contracted with the Port of Greater Cincinnati Development Authority ("Port Authority") to do all things necessary to manage the HCLRC, consistent with the code of regulations; and

WHEREAS, the Board finds it is necessary to provide the public with a clear understanding of the HCLRC's mission, purpose, and acquisition and disposition priorities; and

WHEREAS, the Board finds it is necessary to establish policies and procedures that provide transparency regarding the operations of the HCLRC; and

WHEREAS, the Port Authority has developed the guidance document, attached hereto, which accurately reflects the mission, purpose, and acquisition and disposition priorities of the HCLRC and shall serve as the basis for the HCLRC's policies and procedures;

NOW, THEREFORE, BE IT RESOLVED by the Board of the Hamilton County Land Reutilization Corporation:

Section 1. The Board hereby adopts and approves the HCLRC Guidance Document, attached hereto, as accurately reflecting the mission, purpose, and acquisition and disposition priorities of the HCLRC.

Section 2. The Board hereby authorizes the Port Authority to develop HCLRC policies and procedures that are consistent with the HCLRC Guidance Document.

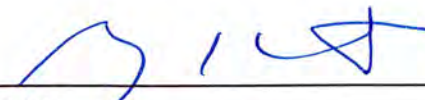
Section 3. This Board finds and determines that all formal actions of this Board concerning and relating to the adoption of this resolution were taken, and that all deliberations of this Board that resulted in such formal actions were held, in meetings open to the public, in compliance with the law.

Section 4. This resolution shall be in full force and effect upon its adoption.

Adopted: May 16, 2012

Yeas: 7

Nays: 0



Chairperson



Attest: _____
Secretary

Mission Statement:

The mission of the HCLRC is to return vacant properties to productive use through the tools statutorily provided to the HCLRC and by leveraging the resources of the HCLRC's executive arm, the Port Authority. In cooperation with our governmental and non-governmental partners and as a result of our relationships with private developers, the HCLRC will focus on providing diverse commercial and residential opportunities through catalytic investment in neighborhoods. These investments will lead to improved community quality of life, blight and nuisance abatement, stabilization, revitalization, increased property values and will return unproductive properties to contributing, tax-paying status.

Property Acquisition Policy:

The HCLRC (also "landbank") is committed to working with all groups: non-profit, for-profit, governmental and non-governmental. All groups must pay a fee for the costs associated with property acquisition, administration, maintenance and transfer. The fee will vary based upon the length of time the HCLRC must retain title, the holding costs of the particular property and the fair market value. A portion of the fee may be waived for a non-profit or governmental entity that demonstrates that payment of the fee will constitute a hardship.

Whether or not the HCLRC will acquire properties will be determined by available funding, carrying expense, demolition cost, environmental risk, and strategic factors developed in cooperation with Hamilton County municipalities and community stakeholders. The HCLRC will acquire properties that are designated for purchase and/or use by private or public groups and/or individuals. Priority will be given to those entities that have a disposition plan for the requested property that is consistent with the mission and purpose of the HCLRC and local planning goals. The HCLRC will acquire commercial and residential property with an emphasis on specific properties, the redevelopment of which will serve as a catalyst for economic development and neighborhood revitalization.

The Landbank will acquire properties through the following mechanisms:

1. Tax foreclosure process
2. Forfeited Land
3. Deed in Lieu of foreclosure
4. Donation/Gift
5. Purchase

Prior to acquisition by the landbank, all properties will be inspected. The HCLRC will hold properties on a long-term basis only for the purpose of strategic assembly, unless otherwise directed by the HCLRC Board. Such strategic assembly shall occur in consultation and/or partnership with local governments and/or nonprofit/for-profit developers.

The vast majority of properties to which the HCLRC obtains title will have a clear disposition strategy. However, in some instances it may be necessary for the HCLRC to acquire a property for which there is no clear disposition strategy. This may occur when obtaining title to property will have a significant positive impact on the development potential of a neighborhood or will provide immediate blight abatement. In most instances the disposition of property will drive the HCLRC's acquisition of that property through one of the processes identified above. All property acquisition must satisfy at least one of the following purposes:

1. Economic development
2. Blight abatement/nuisance remediation
3. Neighborhood stabilization/revitalization
4. Strategic parcel assembly
5. Return underutilized or vacant property to productive use
6. Historic preservation
7. Grow financial resources of the HCLRC

Qualified End User:

In order to be eligible to purchase/obtain properties through the landbank, an end user must apply for and obtain the status "qualified end user." At a minimum, a qualified end user must:

1. Identify a development plan that is consistent with local planning goals and zoning requirements.
2. Identify financial ability to implement the development plan.
3. Demonstrate past and current property ownership responsibility.
 - a. No unremediated citations/code violations of state/local codes/ordinances for condition of property and no criminal/civil prosecution for property maintenance code infractions within the last 4 years.
 - b. No history of chronic nuisance status.
 - c. No property tax delinquencies.
 - d. Not a prior owner of tax foreclosed/mortgage foreclosed property.
4. If development will not occur immediately, provide a funded maintenance plan, either with or without the assistance of the HCLRC's tools.
5. Establish that the end use will create jobs and/or otherwise have a positive impact on the surrounding neighborhood.
6. Agree to claw-back provisions if the conditions of the agreement between the purchaser and the landbank are not met.
7. All corporate entities must be properly registered with the Secretary of State and provide a designated agent for service of process within Hamilton County.
8. Any non-Hamilton County resident must designate an agent for service of process within Hamilton County.
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Disposition Priorities

In order to determine which properties to acquire and with which qualified end users to engage/partner, the landbank will consider the degree to which the proposed disposition strategy aligns with the following:

1. The potential for positive impact on the surrounding community.
2. The landbank resources required to ensure success.
3. The financial viability of the project.
4. Neighborhood support for the project.

All end uses will be prioritized as follows:

1. Blight/nuisance abatement
2. Catalytic investment
3. Job creation
4. Rehabilitation of historic structures
5. Mixed-use development
6. Infill housing
7. Green space

Consideration for transfer of landbank properties.

The following factors shall constitute general guidelines for determining the consideration to be received by the landbank for the transfer of properties.

1. In each and every transfer of real property the landbank shall require good and valuable consideration in an amount not less than the lower of the fair market value of the property or the aggregate acquisition and carrying costs associated with the property, including costs of acquisition, maintenance, repair, demolition, marketing and all other expenses allocable to the property.
2. The amount of consideration shall be determined by the landbank and may be provided to the landbank in the form of cash, deferred financing, performance of contractual obligations, imposition of restrictive covenants, or any combination thereof.
3. The dominant priority in determining the amount of and method of payment of the consideration shall be to facilitate the economic development and revitalization of neighborhoods within Hamilton County.
4. To the extent that transfers of property to governmental entities are designed to be held by such governmental entities in perpetuity for governmental purposes, the aggregate consideration for the transfer shall be based upon deed restrictions upon the use of the property.
5. To the extent that transfers of property to governmental entities are anticipated as conduit transfers by such governmental entities to third parties, the consideration shall consist of not less than aggregate carrying costs.

The HCLRC Board must approve all acquisitions/dispositions that require any exceptions to the policies and procedures adopted by the Board and set forth herein.