Introduced by the Council President at the request of the Mayor and Co-Sponsored by Council Members Gaffney and Carlucci:

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## ORDINANCE 2020-591

ORDINANCE MAKING CERTAIN FINDINGS AND ΑN AUTHORIZING THE MAYOR, OR HIS DESIGNEE, EXECUTE: (1)Α REDEVELOPMENT **AGREEMENT** ("REDEVELOPMENT AGREEMENT") BETWEEN THE CITY JACKSONVILLE ("CITY") AND REDEVELOPMENT ASSOCIATES, LLC ("DEVELOPER"); LEASE AGREEMENT ("LEASE AGREEMENT") BETWEEN THE CITY AND ARMORY REDEVELOPMENT ASSOCIATES, LLC WITH AN INITIAL LEASE TERM OF FORTY YEARS; (3) A QUITCLAIM DEED WITH A RIGHT OF REVERTER CONVEYING A CITY-OWNED PARCEL OF THE DEVELOPER; AND LAND TO (4) RELATED AGREEMENTS AS DESCRIBED IN THE REDEVELOPMENT AGREEMENT, FOR THE RENOVATION AND LEASE OF THE ARMORY BUILDING, TO PROVIDE FOR THE PURCHASE BY THE DEVELOPER OF AN ADJACENT, APPROXIMATELY 2.97 ACRE OF CITY-OWNED, IMPROVED PROPERTY LOCATED IN COUNCIL DISTRICT 7 AT 928 LIBERTY STREET TO BE DEVELOPED INTO APPROXIMATELY ONE HUNDRED RESIDENTIAL UNITS, AND TO PROVIDE AN OPTION TO THE DEVELOPER TO PURCHASE THE ARMORY BUILDING FOR A PERIOD OF 15 YEARS FROM THE EFFECTIVE DATE OF THE LEASE AT A PURCHASE PRICE OF \$2,749,975 WITH ANNUAL INCREASES AS SET FORTH IN THE LEASE; DESIGNATING THE OFFICE ECONOMIC DEVELOPMENT AS CONTRACT MONITOR

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FOR THE REDEVELOPMENT AGREEMENT, LEASE, QUITCLAIM DEED AND RELATED AGREEMENTS; PROVIDING FOR CITY OVERSIGHT OF THE PROJECT BY THE DEPARTMENT OF PUBLIC WORKS AND OED; AUTHORIZING THE EXECUTION OF A T.T. RELATING TO THE AGREEMENTS ABOVE AND AND AUTHORIZING TECHNICAL TRANSACTIONS, CHANGES TO THE DOCUMENTS; PROVIDING AN EFFECTIVE DATE.

WHEREAS, the City issued its request for proposal ("RFP") regarding the sale or lease of certain City-owned property known generally as the Armory Building and located at 851 N. Market Street, Jacksonville, Florida, and also for the purchase by the Developer of an adjacent parcel of City-owned land located at 928 N. Liberty Street (the "Optional Parcel"); and

WHEREAS, Armory Redevelopment Associates, LLC (the "Developer") was selected as the winning bidder under the RFP and the City and Developer and the Office of Economic Development ("OED") have negotiated a Redevelopment Agreement pursuant to which the Developer will renovate the Armory Building ("Building") and enter into a long-term lease for the Building to be a mixed use facility consisting of a food hall, theater, offices/studios, conference and training centers, industrial maker workspace and similar uses authorized by the then current zoning of the Building, to provide for the purchase by the Developer of the Optional Parcel for the sum of \$864,000 to be developed into approximately 100 residential units, and to provide an option for fifteen years from the Effective Date of the lease for the Developer to purchase the Armory Building at a purchase price of \$2,749,975 with annual increases as set forth in the Lease; and

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30 31 WHEREAS, the Optional Parcel is not eligible to be placed on the affordable housing inventory list in that it does not have a current or planned zoning of AGR (Agricultural), CRO (Commercial Residential Office), RHD (Residential High Density) RLD (Residential Low Density), RMD (Residential Medium Density), RR (Rural Residential), RO (Residential/Office), nor is it located within a Planned Unit Development with residential entitlements; and

WHEREAS, the OED has reviewed the application submitted by the Developer for community development, and, together representatives of the City, negotiated the Redevelopment Agreement, Lease and related documents and, based upon the contents of the agreements, has determined the agreements and the uses contemplated therein to be in the public interest, and has the public actions and property conveyance determined that contemplated in the Redevelopment Agreement take into account and give consideration to the long-term public interests and public interest benefits to be achieved by the City; and

WHEREAS, supporting the Project will provide for the restoration of the Armory Building and provide for the redevelopment of City-owned real property in the Springfield neighborhood, eliminate blight conditions in the area, and provide job opportunities to residents of the area; now, therefore

BE IT ORDAINED by the Council of the City of Jacksonville:

Section 1. Findings. It is hereby ascertained, determined, found and declared as follows:

- (a) The recitals set forth herein are true and correct.
- (b) The Project will greatly enhance the City and otherwise promote and further the municipal purposes of the City.
- (c) The City's assistance for the Project will enable and facilitate the Project, the Project will enhance and increase the

City's tax base and revenues, and the Project will improve the quality of life necessary to encourage and attract business expansion in the City.

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- (d) Enhancement of the City's tax base and revenues are matters of State and City concern.
  - (e) The Developer is qualified to carry out the Project.
- (f) The authorizations provided by this Ordinance are for public uses and purposes for which the City may use its powers as a municipality and as a political subdivision of the State of Florida and may expend public funds, and the necessity in the public interest for the provisions herein enacted is hereby declared as a matter of legislative determination.
- (g) This Ordinance is adopted pursuant to the provisions of Chapters 163, 166 and 125, Florida Statutes, as amended, the City's Charter, and other applicable provisions of law.
- Section 2. **Execution of Agreements.** The Mayor (or his authorized designee) and the Corporation Secretary are hereby authorized to execute and deliver the Redevelopment Agreement, quitclaim deed and related Lease Agreement, documents (collectively, the "Agreements") substantially in the form On File with the Legislative Services Division (with such "technical" changes as herein authorized), for the purpose of implementing the recommendations of the OED as further described in the Redevelopment Agreement.

The Agreements may include such additions, deletions and changes as may be reasonable, necessary and incidental for carrying out the purposes thereof, as may be acceptable to the Mayor, or his designee, with such inclusion and acceptance being evidenced by execution of the Agreements by the Mayor or his designee. No modification to the Agreements may increase the financial obligations or the liability of the City and any such modification

shall be technical only and shall be subject to appropriate legal review and approval of the General Counsel, or his or her designee, and all other appropriate action required by law. "Technical" is herein defined as including, but not limited to, changes in legal surveys, descriptions descriptions of infrastructure and improvements and/or any road project, ingress and egress, easements way, performance schedules and rights of (provided that performance schedule may be extended for more than twelve months without Council approval) design standards, access and site plan, which have no financial impact.

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Designation of Authorized Official and Office Section 3. of Economic Development as Contract Monitor. The Mayor designated as the authorized official of the City for the purpose of executing and delivering any contracts and documents furnishing such information, data and documents for the Agreements and related documents as may be required and otherwise to act as the authorized official of the City in connection with Agreements, and is further authorized to designate one or more other officials of the City to exercise any of the foregoing authorizations and to furnish or cause to be furnished such information and take or cause to be taken such action as may be necessary to enable the City to implement the Agreements according The OED is hereby required to administer and to their terms. monitor the Redevelopment Agreement and to handle the City's responsibilities thereunder, including the City's responsibilities under such agreement working with and supported by all relevant City departments.

Section 4. Oversight Department. The Department of Public Works shall oversee the projects described herein.

Section 5. Further Authorizations. The Mayor, or his designee, and the Corporation Secretary, are hereby authorized to

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execute the Agreements and all other contracts and documents and otherwise take all necessary action in connection therewith and herewith. The Economic Development Officer of the OED, as contract administrator, is authorized to negotiate and execute all necessary changes and amendments to the Agreements and other contracts and documents, to effectuate the purposes of this Ordinance, without further Council action, provided such changes and amendments are limited to amendments that are technical in nature (as described in Section 4 hereof), and further provided that all such amendments shall be subject to appropriate legal review and approval by the General Counsel, or his or her designee, and all other appropriate official action required by law.

Section 6. Effective Date. This Ordinance shall become effective upon signature by the Mayor or upon becoming effective without the Mayor's signature.

Form Approved:

/s/ John Sawyer

Office of General Counsel

Legislation Prepared By: John Sawyer

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