Introduced by the Council President at the request of the Mayor and amended by the Neighborhoods, Community Services, Public Health and Safety Committee:

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ORDINANCE 2024-293-E

AN ORDINANCE MAKING CERTAIN FINDINGS; APPROVING AND AUTHORIZING THE EXECUTION AND DELIVERY OF: AN AGREEMENT TO SETTLE DEMOLITION AND NUISANCE LIENS BETWEEN THE CITY OF JACKSONVILLE ("CITY"), AND TERRAWISE HOMES, INC. ("OWNER") IN CONNECTION REDEVELOPMENT, REHABILITATION AND THE IMPROVEMENT OF THE VACANT PROPERTY LOCATED AT 439 EAST 1ST STREET, REAL ESTATE NUMBER 072715-0000, ("PROPERTY"), WHICH LIEN AGREEMENT AUTHORIZES A REDUCTION OF THE DEMOLITION LIEN TO ALLOW THE OWNER TO CONSTRUCT A NEW SINGLE FAMILY HOME AT AN ESTIMATED COST OF \$281,696.85, AS DESCRIBED IN THE ESTIMATED JOB COST DATED MARCH 18, 2024; THE DIRECTING FINANCE AND ADMINISTRATION DEPARTMENT, THE PLANNING AND DEVELOPMENT DEPARTMENT, AND THE NEIGHBORHOODS DEPARTMENT TO MONITOR COMPLIANCE WITH THE LIEN AGREEMENT; AUTHORIZING TERMINATION OF THE LIEN AGREEMENT IF THE OWNER FAILS TO MEET A DEADLINE TO APPLY FOR AND SUCCESSFULLY OBTAIN THE REQUIRED BUILDING PERMIT ON OR BEFORE JUNE 1, 2024; PROVIDING AN EFFECTIVE DATE.

WHEREAS, Terrawise Homes, Inc. ("Owner") is the current property owner of the vacant property located at 439 East 1st Street,

Real Estate Number 072715-0000, ("Property") having purchased the property for \$30,000.00, as reflected in the Special Warranty Deed executed on March 23, 2022, and recorded in the Official Duval County Public Records on April 6, 2022, at Book No. 20211, Page No. 932, a copy of which is attached hereto as **Exhibit 1**; and

WHEREAS, pursuant to Chapter 518, Ordinance Code, the City of Jacksonville Municipal Code Compliance Officer issued Notices to the previous owner(s) regarding various property safety conditions deemed as violations of the Jacksonville Ordinance Code; and

WHEREAS, due to the previous owner(s)' failure to comply with said Notices, the City of Jacksonville hired local contractors to abate the conditions on the Property, and subsequently imposed a demolition lien on the Property pursuant to Section 518.212, Ordinance Code; and

WHEREAS, there exists a demolition lien attached to the Property in the total amount of \$105,881.62, plus accrued interest. A printout of the demolition lien is attached as Exhibit 2; and

WHEREAS, the Owner, Terrawise Homes, Inc. is seeking a settlement with the City to reduce the aforementioned lien in order to construct a new single family home at an estimated construction cost of \$281,696.85 which excludes the property acquisition cost, as reflected in the attached Estimated Job Cost dated March 18, 2024, and attached as Exhibit 3. A Site Plan dated December 4, 2023, is attached hereto as Exhibit 4, a Building Permit is attached as Exhibit 5, and architectural drawings/elevations are attached as Exhibit 6; and

WHEREAS, Section 112.110(e), Ordinance Code, requires that the Jacksonville City Council approve, by Ordinance, all settlements of delinquent liens when the principal amount of the lien is \$100,000 or more; and

WHEREAS, the total of the aforementioned demolition lien is

greater than \$100,000; and

WHEREAS, as a part of the Settlement of the aforementioned lien, the City will only reduce the lien after the Neighborhoods Department, and the Planning and Development Department have sent written notification to the Finance and Administration Department that the work has been performed in satisfaction with standards set forth in Chapter 518 and Chapter 320, Ordinance Code; and

WHEREAS, it is in the interest of the City to enter into the Lien Agreement and approve of and adopt the matters set forth in this Ordinance; 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 construction of a new single-family home at the Property is consistent with the goals of the City in that the project will, among other things, help meet the overall community goal of blight elimination and growth in Jacksonville.
- (c) The authorizations provided by this ordinance are for public uses and purposes for which the City may use its powers as a county/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.
- (d) This Ordinance is adopted pursuant to the provisions of Chapters 125, 163 and 166, Florida Statutes, as amended, the City's Charter, and other applicable provisions of law.
- Section 2. Settlement of Demolition and Nuisance Lien Agreement Approved. The Council hereby approves the Settlement of the Demolition and Nuisance Lien Agreement (the "Lien Agreement") between the City, and the Owner in substantially the form as has been

placed On File with the Legislative Services Division. The Mayor, or her designee, and the Corporation Secretary, on behalf of the City, are hereby authorized to (1) execute and deliver, for and on behalf of the City, the Lien Agreement (with such "technical changes" as herein authorized) and all such other documents, necessary or appropriate to effectuate the purpose of this ordinance and (2) take, or cause to be taken, for and on behalf of the City, such further action to effectuate the purpose of this Ordinance. The Lien Agreement 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 her designee, with such inclusion and acceptance being evidenced by execution of the Settlement of Liens Agreement by the Mayor, or her designee. No modification to the Lien Agreement may increase the financial obligations or liability of the City to an amount in excess of the amount authorized by this ordinance, and any such modification shall be technical only and shall be subject to appropriate legal review and approval by the Office of General Counsel. For purposes of this Ordinance, the term "technical changes" is defined as those changes having no financial impact including, but not limited to, changes in legal descriptions or surveys, ingress and egress, easements and rights of way, schedule of performance and development, design standards, access, and site plan.

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Administration Department, Planning and Development Department and Neighborhoods Department as Contract Monitors. The Mayor is designated as the authorized official of the City for the purpose of executing and delivering any contracts and documents and furnishing such information, data and documents for the Lien Agreement as may be required and otherwise to act as the authorized official of the City in connection with the Lien Agreement, and is further authorized

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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 Lien Agreement according to its terms. The Finance and Administration Department, the Planning and Development Department and the Neighborhoods Department are hereby, collectively, required to coordinate together, administer and monitor the Lien Agreement, and to handle the City's responsibilities thereunder, including the City's responsibilities under the Lien Agreement working with and supported by all relevant City departments and state agencies.

Section 4. Authorizing termination of Lien Agreement if Developers fail to meet deadline. If the provisions of the Lien Agreement approved by this Ordinance, which require that the Owner apply for and successfully obtain a Building Permit on or before June 1, 2024, have not been fulfilled by the Owner, then the City Council approves, in this Ordinance, authorization for the Mayor to terminate the Lien Agreement provided however, the Mayor (or other individual designated by the Mayor) shall have the authority to extend the June 1, 2024, deadline, in writing, at her discretion, for up to an additional one hundred eighty (180) days.

Section 5. Effective Date. This Ordinance shall become effective upon signature by the Mayor or upon becoming effective without the Mayor's signature.

Form Approved:

/s/ Mary E. Staffopoulos

Office of General Counsel

Legislation Prepared By: Cherry S. Pollock