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 2023-87-E

ORDINANCE MAKING CERTAIN FINDINGS AND

APPROVING AND AUTHORIZING THE MAYOR OR HIS DESIGNEE AND CORPORATION SECRETARY TO EXECUTE AND DELIVER A PURCHASE AND SALE AGREEMENT ("AGREEMENT") BETWEEN THE CITY OF JACKSONVILLE AND RP SPORTS INVESTMENTS, INC. ("DEVELOPER") AND ALL CLOSING DOCUMENTS RELATING THERETO, AND OTHERWISE TAKE ALL NECESSARY ACTION EFFECTUATE THE PURPOSES OF THE AGREEMENT, FOR THE PURCHASE BY DEVELOPER OF CERTAIN REAL PROPERTY LOCATED IN COUNCIL DISTRICT 7 BOUNDED BY A. PHILIP RANDOLPH BOULEVARD AND GEORGIA STREET AND BETWEEN ALBERT STREET AND GRANT STREET IN JACKSONVILLE, FLORIDA, COMPRISING AN APPROXIMATELY 5.83 ACRE PARCEL OF UNIMPROVED REAL PROPERTY (THE "PROPERTY"), TO DEVELOP INTO AN OFFICE BUILDING WITH A MINIMUM OF 25,000 SQUARE FEET, A SOCCER STADIUM WITH A MINIMUM SEATING CAPACITY OF 2,500 SEATS, AND A SURFACE PARKING LOT WITH A MINIMUM OF 100 PARKING SPACES; PROVIDING FOR OVERSIGHT BY THE REAL ESTATE DIVISION OF THE PUBLIC WORKS DEPARTMENT IN COORDINATION WITH THE OFFICE OF ECONOMIC DEVELOPMENT; PROVIDING AN EFFECTIVE DATE.

WHEREAS, the City of Jacksonville ("City") and RP Sports Investments, Inc. ("Developer") have previously entered into that certain Option Agreement dated February 25, 2020 (the "Option Agreement"), granting an option to Developer to purchase from the City approximately 5.83 acres of unimproved real property bounded to the west and east by A. Philip Randolph Boulevard and Georgia Street and to the north and south by Albert Street and Grant Street, and also multiple, adjacent parcels located generally at the southeast intersection of A. Philip Randolph Boulevard and Albert Street, just north of Arlington Expressway, as further detailed in the Option Agreement (the "Property"); and

WHEREAS, Developer has timely exercised the option in accordance with the Option Agreement and intends to purchase and develop the Property to include a minimum of a 25,000 square foot office building, a soccer stadium with a minimum of 2,500 seats, and a surface parking lot with a minimum of 100 parking spaces (the "Project"); and

WHEREAS, the Developer has requested a longer inspection period than is authorized in the Option Agreement, through September 30, 2023, and thus Council approval is required to authorize the purchase and sale agreement placed On File with the Legislative Services Division (the "Purchase and Sale Agreement"); and

WHEREAS, in the event the Developer closes on the Property but fails to commence construction of the Project by January 31, 2024, then, upon the City's execution and recording of the Notice of Reversion of Title, the title to the Property shall revert to the City; and

WHEREAS, in the event the Developer fails to substantially complete the Project by July 31, 2025, the City may elect to have the Developer pay the fair market value of the Property as determined by a Florida certified appraisal; and

WHEREAS, the Property 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, supporting the Project will redevelop a vacant property in the East Jacksonville neighborhood, eliminate blight conditions in the area, and provide job opportunities to residents of the area; now, therefore

 $\ensuremath{\mathbf{BE}}$ $\ensuremath{\mathbf{IT}}$ $\ensuremath{\mathbf{ORDAINED}}$ 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 location of the Developer's project in Jacksonville, Florida, ("Project") is more particularly described in the Purchase and Sale Agreement. The Project will promote and further the public and municipal purposes of the City.
- (c) Enhancement of the City's tax base and revenues, are matters of State and City policy and State and City concern in order that the State and its counties and municipalities, including the City, shall not continue to be endangered by unemployment, underemployment, economic recession, poverty, crime and disease, and consume an excessive proportion of the State and City revenues because of the extra services required for police, fire, accident, health care, elderly care, charity care, hospitalization, public housing and housing assistance, and other forms of public protection, services and facilities.
- (d) The provision of the City's assistance as identified in the Purchase and Sale Agreement is necessary and appropriate to make the Project feasible; and the City's assistance is reasonable and not

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excessive, taking into account the needs of the Developer to make the Project economically and financially feasible, and the extent of the public benefits expected to be derived from the Project, and taking into account all other forms of assistance available.

- The Developer is qualified to carry out and complete the construction and equipping of the Project, in accordance with the Purchase and Sale Agreement.
- 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, and the conveyance contemplated hereby is authorized by ordinance pursuant to Section 122.421(a), Ordinance Code.
- 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. Approval and Authorization. There is hereby approved and the Mayor, or his designee, and the Corporation Secretary, are hereby authorized to execute and deliver on behalf of the City the Purchase and Sale Agreement between the City of Jacksonville and Developer, in substantially the form placed On File with the Legislative Services Division (the "Purchase and Sale Agreement"), and all such other documents necessary or appropriate to effectuate the purpose of this Ordinance (with such "technical" changes as herein authorized). The Purchase and Sale Agreement provides the Developer with the right to purchase the Property and requires commencement of construction of the Project by no later than January 31, 2024 and provides for title to the Property to revert to the City if the Developer does not commence construction of the

Project by January 31, 2024, and requires the Developer to pay fair market value for the Property if the Project is not substantially complete by July 31, 2025.

The Purchase and Sale Agreement and related documents 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 Purchase and Sale Agreement by the Mayor, or his designee; provided however, no modification to the Purchase and Sale Agreement may increase the financial obligations or liability of the City to an amount in excess of the amount stated in the Purchase and Sale Agreement or decrease the financial obligations or liability of the Developer, 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 to the City, including, but not limited to, changes in legal descriptions or surveys, ingress and egress, easements and rights of way, design standards, access and site plan, resolution of title defects, if any, and other non-substantive changes that do not substantively increase the duties and responsibilities of the City under the provisions of the Purchase and Sale Agreement and related documents.

Section 3. Oversight. The Real Estate Division of the Public Works Department, in coordination with OED, shall provide oversight and administration of the Purchase and Sale Agreement for the duration thereof.

Section 4. Effective Date. This Ordinance shall become effective upon signature by the Mayor or upon becoming effective without the Mayor's signature.

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/s/ Mary E. Staffopoulos

Office of General Counsel

Legislation Prepared By: John Sawyer

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