

Introduced by Presiding Officer, on request of the County Executive and Legislators Martinez, Krupski

RESOLUTION NO. 448 -2016, AUTHORIZING THE SALE OF TAX LIEN CERTIFICATES ON THE FORMER LIBERTY INDUSTRIAL FINISHING SITE (SCTM NOS. 0500-136.00-03.00-009.000, 0500-136.00-03.00-010.002, 0500-136.00-03.00-011.006) TO THE SUFFOLK COUNTY LANDBANK CORPORATION

WHEREAS, Local Law No. 18-2012 authorized the County to establish the Suffolk County Landbank Corporation (“Landbank”); and

WHEREAS, the Landbank’s mission is to efficiently facilitate the return of distressed and underutilized properties within Suffolk County to productive uses consistent with the comprehensive plans of the jurisdictions in which they are located; and

WHEREAS, the Landbank is specifically charged with the goal of reducing the number of properties that are both tax delinquent and environmentally challenged within Suffolk County; and

WHEREAS, since its inception the Landbank has identified over 130 properties which are both tax delinquent and potentially environmentally challenged, all of which represent an ongoing cost to the County; and

WHEREAS, the Landbank conducts exhaustive due diligence efforts on all potentially contaminated tax delinquent properties including Phase I and Phase II Environmental Site Assessments (“ESA”) as appropriate on an ongoing basis to identify properties suitable for potential sale and redevelopment; and

WHEREAS, the Landbank identified eight such sites and released a Request for Proposals (“RFP”) seeking responsible developers for those sites in January 2016; and

WHEREAS, the former Liberty Industrial Finishing site (“the site”), located at 500 and 550 Suffolk Avenue, and 1st Avenue in Brentwood (SCTM Nos. 0500-136.00-03.00-009.000, 0500-136.00-03.00-010.002, 0500-136.00-03.00-011.006) which has been tax delinquent for 19 years with tax liens, interest, and penalties totaling over \$1.4 million, was included in said RFP; and

WHEREAS, the Landbank received three proposals for the site including a proposal from A.D. Real Estate Investors, Inc.; and

WHEREAS, A.D. Real Estate Investors, Inc. proposes to pay \$500,000 for the tax liens on the site with the intention to redevelop the site for a retail and/or office center; and

WHEREAS, A.D. Real Estate Investors, Inc. estimates the cost to clean the site up to commercial standards to be approximately \$825,000; and

WHEREAS, at its May 4, 2016 meeting, the Landbank Board of Directors approved the acquisition of the liens associated with the former Liberty Industrial Finishing Site from the County for the negotiated sale and assignment to A.D. Real Estate Investors, Inc., pending the approval of the Legislature; now, therefore be it

1st **RESOLVED**, as authorized by Sections 1608 and 1616 of the New York State Land Bank Act and notwithstanding Suffolk County Resolution Nos. 936-1972 and 1010-1972, the County hereby authorizes the sale of all liens for the former Liberty Industrial Site (SCTM Nos. 0500-136.00-03.00-009.000, 0500-136.00-03.00-010.002, 0500-136.00-03.00-011.006) to the Suffolk County Landbank Corporation at a nominal value not to exceed \$1 per tax lien; and be it further

2nd **RESOLVED**, the Suffolk County Comptroller is hereby directed to assign all liens for the aforementioned properties to the Suffolk County Landbank Corporation; and be it further

3rd **RESOLVED**, the Landbank shall dispose of said liens to A.D. Real Estate Investors, Inc. or a designee entity under the control of A.D. Real Estate Investors, Inc. ("its designee") for an amount not less than \$500,000 to be paid directly to the Landbank; and be it further

4th **RESOLVED**, upon request of A.D. Real Estate Investors Inc. or its designee, the Suffolk County Comptroller is hereby directed to perform an administrative foreclosure and issue fee simple title to A.D. Real Estate Investors Inc. or its designee for the former Liberty Industrial Site (SCTM Nos. 0500-136.00-03.00-009.000, 0500-136.00-03.00-010.002, 0500-136.00-03.00-011.006); and be it further

5th **RESOLVED**, that this Legislature, being the lead agency under the State Environmental Quality Review Act ("SEQRA"), N.Y. Environmental Conservation Law Article 8 and Chapter 450 of the Suffolk County Code, hereby finds and determines that this resolution constitutes a Type II action pursuant to Section 617.5(c)(20) and (27) of Title 6 of the NEW YORK CODE OF RULES AND REGULATIONS ("NYCRR") in that the action constitutes routine or continuing agency administration and management, not including new programs or major reordering of priorities that may affect the environment. The Suffolk County Council on Environmental Quality (CEQ) is hereby directed to circulate any appropriate SEQRA notices of determination of non-applicability or non-significance in accordance with this resolution.

DATED: June 1, 2016

APPROVED BY:

/s/ Steven Bellone
County Executive of Suffolk County

Date: June 2, 2016