



Legislation Details (With Text)

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On agenda: 7/10/2023 **Final action:** 7/13/2023

Title: To create the Crosswoods Community Reinvestment Area; to authorize real property tax exemptions as authorized by Chapter 3735 of the Ohio Revised Code; and to provide that the City’s existing Community Reinvestment Area Housing Council shall serve as the Housing Council for the Crosswoods Community Reinvestment Area.

Sponsors:

Indexes:

Code sections:

Attachments: 1. 1844-2023 Exhibit A Crosswoods CRA housing survey, 2. 1844-2023 Exhibit B Crosswoods CRA map

Date	Ver.	Action By	Action	Result
7/13/2023	1	CITY CLERK	Attest	
7/11/2023	1	MAYOR	Signed	
7/10/2023	1	COUNCIL PRESIDENT	Signed	
7/10/2023	1	Columbus City Council	Approved	Pass
6/26/2023	1	Columbus City Council	Read for the First Time	

The goal of a Community Reinvestment Area is neighborhood revitalization and stabilization.

This Ordinance will create the Crosswoods Community Reinvestment Area (the “CRA”), and provide for real property tax exemptions within the area in accordance with Sections 3735.65 to 3735.70 of the Ohio Revised Code. The real property tax exemptions provided herein will be available only for parcels that are residentially zoned, or parcels where residential use is permitted by variance, and only for properties that are actually used for residential purposes.

The Ordinance will provide for exemptions from increases in real property taxation resulting from the construction of new housing, the conversion of buildings from commercial use to residential use, and the renovation of existing single and multi-family housing units, within the established boundaries.

Fiscal Impact: No fiscal impact. No funding is required for this legislation.

To create the Crosswoods Community Reinvestment Area; to authorize real property tax exemptions as authorized by Chapter 3735 of the Ohio Revised Code; and to provide that the City’s existing Community Reinvestment Area Housing Council shall serve as the Housing Council for the Crosswoods Community Reinvestment Area.

WHEREAS, the City of Columbus has established a goal of fostering private sector investment to build mixed income neighborhoods dispersed throughout the City; and

WHEREAS, the Council of the City of Columbus (hereinafter “Council”) desires to pursue reasonable and legitimate incentive measures to assist and encourage development in specific areas of the City of Columbus that have not enjoyed the benefit of reinvestment from remodeling or new construction; and

WHEREAS, Ordinance No. 1698-78, passed on August 3, 1978, authorized the Department of Development to carry out a Community Reinvestment Program, pursuant to Sections 3735.65 to 3735.70 of the Ohio Revised Code, and approved certain administrative procedures for the program; and

WHEREAS, the City’s current CRA Housing Council formed by the passage of Ordinance No. 2412-2003 on November 10, 2003, as required by R.C. Section 3735.69, shall serve as the CRA Housing Council for the Crosswoods CRA; and

WHEREAS, a housing survey (Exhibit A) and a map of the proposed CRA (Exhibit B), as required by R.C. Section 3735.66, have been prepared and are attached to this Ordinance; and

WHEREAS, Council adopted the revised changes to the City’s residential tax incentive policy in July 2022 by adopting Ordinance No. 1843-2022, which is codified in Chapter 4565 of the Columbus City Code; and

WHEREAS, the Director of the Department of Development shall designate the Crosswoods CRA as Market Ready, Ready for Revitalization, or Ready for Opportunity (the “Area Designation”) area as provided in Chapter 4565; and

WHEREAS, specific terms and requirements for the Crosswoods CRA will adhere to the requirements of Chapter 4565, including all requirements specific to the Area Designation assigned to the CRA; and

WHEREAS, the remodeling of existing structures for residential use and construction of new residential structures in the Crosswoods CRA constitutes a public purpose for which real property exemptions may be granted, and would serve to encourage economic stability, maintain real property values, and generate new employment opportunities; **NOW, THEREFORE**,

BE IT ORDAINED BY THE COUNCIL OF THE CITY OF COLUMBUS:

Section 1. Council finds that the housing survey in Exhibit A, attached hereto and incorporated herein, reflects that the area depicted in Exhibit B, attached hereto and incorporated herein, constitutes an area in which housing facilities or structures of historical significance are located and new housing construction and repair of existing facilities or structures are discouraged. Council finds that the construction of new structures and the remodeling of existing structures are declared to be a public purpose for which exemptions from real property taxation may be granted as set forth hereinafter.

Section 2. Pursuant to ORC Section 3735.66, the Crosswoods Community Reinvestment Area boundary is hereby established in the following described area:

All parcels within the City of Columbus corporate boundary beginning at the southern corner of Flint Road and Park Road, continuing east along the south side of Park Road to the northeast corner of parcel 610- 216461-00, continuing east along the north side of parcels 610-221365-00 and 610-221364-00, continuing south along the west side of Station Street to the northeast corner of parcel 255-300797-00, continuing south along the west side of parcel 250-000109-00 to the northeast corner of parcel 250-005829-00, continuing west along the north side of parcel 250-005829-00 to the northwestern corner of parcel 250- 005829-00, continuing south along the west side of parcel 250-005829-00 to the southwest corner of parcel 250-005829-00, continuing east along the south side of parcels 250-005829-00, 250-000109-00, and 250- 000026-00, continuing north along the east side of parcel 250-000026-00 to the south of Park Road, continuing east along the south side of Park Road to southwest corner of Park Road and Sancus Boulevard, continuing south along the west side of Sancus Boulevard to the northwest corner of Sancus Boulevard and Dearborn Park Lane, continuing west along the north side of Dearborn Park Lane to the corner of Dearborn Park Lane and Scherers Court, continuing west along the north side of Scherers Court to the northeast corner of parcel 610-210595-00, continuing

west along the north side of parcel 610-210595-00 to the northwest corner of parcel 610-210595-00, continuing south along the west side of parcel 610-210595-00 to the southwest corner of parcel 610-210595-00, continuing west along the north side of parcels 100-000976-00 and 100-000384-00 to the northwest corner of parcel 100-000384-00, continuing south along the west side of parcel 100-000384-00 to the southeast corner of parcel 610-209009-00, continuing west along the north side of the southern boundaries of parcels 610-209009-00, 610-201410-00, 610-289140-00, 610-215198-00, 610-198379-00, 610-192709-00, 610-192713-00, 610-204219-00, and 610-218945-00

to the southwest corner of parcel 610-218945-00, continuing north along the east side of the western boundary of parcel 610-218945-00 to the northwest corner of parcel 610-218945-00, continuing west along the north side of the southern boundary of parcels 610-192703-00, 610-192702-00 and 610-192717-00 to the southwest corner of parcel 610-198378-00, continuing north along the east side of the western boundary of parcels 610-198378-00 and 610-204224-00 to North High Street, continuing north along the east side of North High Street to the corner of North High Street and Flint Road, continuing east along the south side of Flint Road to the corner of Flint Road and Pocono Road, continuing east along the south side of Pocono Road to the northeast corner of 610-193329-00, continuing east along the corporate boundary between the City of Columbus and Sharon Township to the southeast corner of parcel 250-004676-00, continuing north along the east side of the corporate boundary between the City of Columbus and Sharon Township to the northeast corner of parcel 250-003623-00, continuing east along the south side of parcel 250-006833-00 to the southeast corner of parcel 250-006833-00, continuing north along the east side of the corporate boundary between the City of Columbus and Sharon Township to the northeast corner of parcel 250-

006835-00, continuing west along the north side of the corporate boundary between the City of Columbus and Sharon Township to the southeast corner of parcel 250-000281-00, continuing north along the east side of the corporate boundary between the City of Columbus and Sharon Township to the northeast corner of parcel 250-005736-00, continuing west along the north side of the corporate boundary between the City of Columbus and Sharon Township to Flint Road, continuing north along the east side of Flint Road to the southern corner of Flint Road and Park Road.

In the event that an owner of a parcel within the Community Reinvestment Area combines a parcel within the Community Reinvestment Area with an adjoining parcel(s) outside the Community Reinvestment Area, the resultant combined parcel shall be deemed to be within the Community Reinvestment Area only if: (1) the parcel that was within the Community Reinvestment Area prior to the parcel combination constitutes at least fifty percent of the total parcel area of the combined parcel; (2) the parcels were combined into a parcel included in the Community Reinvestment Area at the time of this ordinance; and (3) the parcel(s) that were combined with the parcel inside of the Community Reinvestment Area are all contiguous with and adjacent to the parcel within the Community Reinvestment Area.

Only properties that are residentially zoned pursuant to the Columbus City Codes or parcels for which a variance permitting residential use has been granted will be eligible for exemptions under this program. For purposes of ORC Sections 3735.65 to 3735.70, rental housing, including without limitation rental housing located in a structure containing multiple residential housing units, is classified as residential.

Section 3. A tax exemption on the increase in the assessed valuation of the Property resulting from improvements as described herein, shall be granted upon proper application by the property owner, which application must be filed with the Housing Officer no later than two years after construction completion, and certification thereof by the designated Housing Officer for the following periods:

(a) For a Development Project involving the remodeling of a structure, or construction of a new structure, containing not more than three (3) family units:

One hundred percent (100%) for fifteen (15) years for Affordable Housing Units (as the term is defined in Columbus City Code (“CCC”) Section 4565.02) in areas designated Ready for Revitalization Areas or Market Ready Areas, subject to and contingent upon the owner of the structure and the City entering into a written agreement as described in CCC Section 4565.07, or 4565.08. The abatement is revocable upon the First Owner (as the term is defined in CCC Section 4565.02) transferring title to the structure to a third party following the First Owner’s initial occupancy.

One hundred percent (100%) for fifteen (15) years in areas designated Ready for Opportunity Areas. As described in CCC Section 4565.09, a written agreement is not required for Ready for Opportunity Areas.

(b) For a Development Project involving the remodeling of a structure or construction of a new structure containing four (4)

or more housing units:

One hundred percent (100%) for fifteen (15) years in areas designated Ready for Opportunity Areas, Ready for Revitalization Areas or Market Ready Areas, subject to and contingent upon the owner of the structure and the City entering into a written agreement as described in CCC Section 4565.07, 4565.08, or 4565.09.

Designation of the Crosswoods Community Reinvestment Area as a Ready for Opportunity Area, a Ready for Revitalization Area, or a Market Ready Area shall be made by the Development Director pursuant to CCC Section 4565.03.

The CRA tax exemptions provided for herein shall further be governed by the terms and conditions contained in Chapter 4565 of the Columbus City Codes, including any amendments thereto, as well as the requirements contained in Sections 3735.65 to 3735.70 of the Ohio Revised Code, including the minimum investment requirements set forth therein. For a remodeling development project, including one with multiple structures, the cost of remodeling of any structure containing not more than two (2) family units must be at least two thousand five hundred dollars (\$2500) or twenty percent (20%) of the assessed value of the structure, whichever is more. For a remodeling development project, including one with multiple structures, the cost of remodeling any structure containing more than two (2) family units must be at least five thousand dollars (\$5000) or twenty percent (20%) of the assessed value of the structure, whichever is more.

The tax exemption provided hereunder is senior to any tax exemption provided pursuant to ORC Sections 5709.40 or 5709.41.

Section 4. That a pre-application may be required to ensure the compatibility with neighborhood plans and to insure the maintenance of existing streetscape lines, style, scale setbacks and landscaping features compatible with the neighborhood.

Section 5. That, for purposes of this Ordinance and Sections 3735.65 through 3735.70, inclusive, of the Revised Code, a multiple unit structure or remodeling is hereby deemed to be a “residential” structure. The term “multiple unit” shall mean a new structure or remodeling incorporating both residential and commercial uses, provided, however, that only those portions of the newly constructed structure or remodeling that are used for residential purposes will qualify for the abatement under this Ordinance. The entire new or remodeled structure does not need to be abated or qualify for abatement in order for the abatement to apply to the qualifying portions of the structure. Abatements may be claimed for, and will only apply to, portions of a structure meeting the required criteria.

Section 6. That Council reserves the right to re-evaluate the Designation of the Crosswoods Community Reinvestment Area after December 31, 2028, at which time Council may direct the Housing Officer not to accept any applications for exemptions as directed in Section 3735.67 of the Ohio Revised Code.

Section 7. That it is declared to be the controlling legislative intent that if any provisions of the Ordinance are held to be invalid, the remaining provisions and the application of such provision to any person or circumstances other than those to which it is held invalid shall not be affected thereby.

Section 8. That the CRA Housing Council formed by City Council by the passage of Ordinance No. 2412-2003 on November 10, 2003, and any subsequent amendments thereto, including re-appointments and new appointments of members as authorized by that legislation, is appointed as the CRA Housing Council for the Crosswoods CRA to fulfill the duties required by R.C. Section 3735.69.

Section 9. That the City Clerk is directed to cause notice of the passage of this Ordinance to be published in a newspaper of general circulation in the City once a week for two consecutive weeks immediately following its passage, as required by Section 3735.66 of the Ohio Revised Code.

Section 10. That to administer and implement the provisions of this Ordinance, the City’s Director of the Department of Development is designated as the Housing Officer as described in Sections 3735.65 through 3735.70 of the Ohio Revised Code.

Section 11. That the CRA Housing Council shall make an annual inspection of the properties within the district for which an exemption has been granted under R.C. Section 3735.66, and shall hear appeals as required by R.C. 3735.70.

Section 12. Upon passage, the Director shall send, by certified mail, one copy of the Ordinance and a map of the community reinvestment area in sufficient detail to denote the specific boundaries of the area, to the State Director of Development.

Section 13. This Council further authorizes and directs the Mayor, the Clerk of Council, the Director of Development and/or other appropriate officers of the City, to prepare and sign all agreements and documents and to take any other actions as may be appropriate or necessary to implement this Ordinance.

Section 14. That this ordinance shall take effect and be in force from and after the earliest period allowed by law.