

Annual Report 2020

The Suffolk County Landbank Corporation H. Lee Dennison Building 100 Veterans Memorial Hwy, 2nd Floor Hauppauge, NY 11788 631-853-5751

www.suffolkcountylandbank.org

Board of Directors, Officers & Corporation Staff	3
Mission Statement and List of Measurements	5
2020 Operations and Accomplishments Tax Delinquent Brownfield Program	6
2020 Operations and Accomplishments ARBOR Program	10
Real Property Owned or Disposed by the Corporation in 2020	13
Grants	15
Financial Activity	16
Assessment of the Effectiveness of Internal Control Structure and Procedures	17
Certificate of the Chief Executive Officer and the Chief Financial Officer of Suffolk County Landbank Corporation	22



Board of Directors , Officers & Corporation Staff

Board of Directors & Officers

Hon. Steven Bellone, Chairperson

Natalie Wright, Vice-Chairperson & Secretary

Hon. Robert Calarco, Director

Hon. Thomas Cilmi, Director

Cara Longworth, Director

Hon. Richard Schaffer, Director

Peter Scully, Designee for County Executive, Steve Bellone

Vacant, Treasurer

Corporation Staff

Colleen Badolato, Executive Administrative Assistant

Robert Braun, Esq. Lead Counsel

Dorian Dale, Assistant Secretary

Janet Gremli, Suffolk County Department of Health Liaison

Mathew Kapell, Senior Project Manager

Mikael Kerr, Project Manager

Sarah Lansdale, *Executive Director/President*

Corporation Outside Counsel - Harris Beach, PLLC

Environmental Outside Counsel - Allen and Desnoyers, LLP

Corporation Accountants – PKF O'Connor Davies,
Accountants & Advisors

Corporation Auditor - Sheehan & Company, CPA, PC



SUFFOLK COUNTY LANDBANK CORPORATION 2020 ANNUAL REPORT

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Dated as of March 24, 2021

This report has been prepared in compliance with the Public Authorities Reform Act of 2009. The Suffolk County Landbank Corporation ("SCLBC" or "Corporation") is a non-profit entity authorized under New York State's Land Bank Act (Article 16 of the Not-for-Profit Corporation Law), which passed in 2011. It is not a County agency, but operates in close affiliation with Suffolk County Government via a memorandum of understanding.



Mission Statement and List of Measurements

The mission of the Corporation is to efficiently facilitate the return of distressed and underutilized properties within Suffolk County ("The County") to productive uses consistent with the comprehensive plans of the jurisdictions in which they are located.

To accomplish this mission the SCLBC has listed 7 measureable performance goals which are publicly available and understood by the SCLBC staff.

These Goals Are:

- 1. Reduce the number tax delinquent and environmentally challenged properties within Suffolk County
- 2. Return tax delinquent parcels to the tax rolls
- 3. Facilitate environmental site assessments of Brownfield parcels
- 4. Transfer tax liens from the County to the SCLBC
- 5. Market and sell tax-delinquent properties to qualified third party developers
- 6. Increase the number of parcels remediated and redeveloped by 3rd party developers
- 7. Rehabilitate and resell foreclosed residential property to residents with incomes at 100% of AMI or below



2020 Operations and Accomplishments Tax Delinquent Brownfield Program



12 Brownfields marketed in 2020

- 5 Sites Sold
- 4 Sites Pending Sale as of March 24,2021
- \$525,000 generated from tax lien sales
- \$496,293 annual and back taxes generated
- \$7,181,916 in back taxes
 collected since the creation of
 SCLBC in 2013, thanks to
 collaborative efforts of
 SCLBC, SCDHS and Suffolk
 County Comptroller

Throughout 2020, the SCLBC marketed tax liens on 12 tax-delinquent brownfield sites via RFP and online listing services. Online listing sites utilized were, www.loopnet.com, www.oppsites.com and www.brownfieldlistings.com. Additional marketing was also done through flyers, web-conferences and

lien-sale notification letters sent to

adjacent property owners.

Additionally, the SCLBC remitted \$63,870.40 to the New York State Department of Environmental Conservation (NYSDEC) as per the historic Memorandum of Understanding between SCLBC and NYSDEC.



2020 Operations and Accomplishments Tax Delinquent Brownfield Program

<u>Tax-Delinquent Brownfield Project Spotlight</u>

Street Address	Hamlet	Town	Acres	Current/Past Use	Zoning	Yearly Cost to County	Outstanding Taxes	Estimated Cleanup Cost
1200 Montauk Hwy.	Copiague	Babylon	0.14	Pest Control	E- Business	\$14,801	\$150,403	\$82,000



Buyer	BP Interiors Style Inc.
Sale Price	\$40,000
Proposed End Use	Office and Showroom
Remediation	Sanitary system remediation, petroleum spill remediation, remediation of soils impacted by pesticides and heavy metals

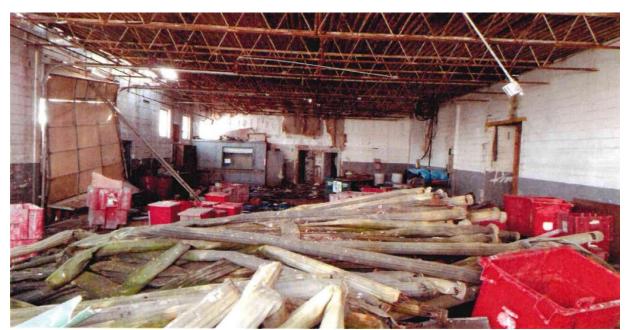


2020 Operations and Accomplishments Tax Delinquent Brownfield Program

Former Medigen Facility (sold Spring 2018)

• Remediation work now completed and new light industrial tenants are occupying the building.

Before



<u>After</u>



2020 Operations and Accomplishments Tax Delinquent Brownfield Program

- 2020 Environmental Site Assessments and Due Diligence
 - Performed 5 Limited Phase I environmental site assessments on tax-delinquent brownfield sites.
 - Performed 1 Limited Phase II remedial site investigation on tax-delinquent brownfield property in collaboration with the Suffolk County Department of Health Services ("SCDHS").
 - Obtained 2 appraisals on tax-delinquent brownfield sites for marketing purposes.
 - Coordinated with SCDHS to obtain administrative warrants authorizing the SCDHS and third
 party environmental consulting firms to access sites and perform Phase II environmental site
 investigations.
 - Phase I and Phase II environmental site assessments have proven to be a critical component of the SCLBC's Brownfield Program. Providing environmental site assessments helps the SCLBC and developer negotiate a fair price and fulfill mission objectives of remediating environmentally contaminated properties and returning them to the tax roll.

The SCLBC continues to leverage the historic agreement with New York State Department of Environmental Conservation ("NYSDEC"), New York State Oil Spill Fund, and Suffolk County:

- By sharing information amongst the respective entities to facilitate the sale of tax-delinquent brownfield properties in Suffolk.
- By affording liability protection for the County and SCLBC.
- For the benefit of prospective buyers, releasing historical costs associated with NYS DEC or NYS Oil Spill Fund cleanup actions incurred prior to the transfer of the sites.

In 2020, the SCLBC marketed five (5) tax-delinquent brownfield sites for re-use, utilizing Environmental Assessment Data in collaboration with SCDHS and NYSDEC. As of quarter one of 2021, four (4) sales negotiated in 2020 were pending and expected to close in 2021.

As of 2020, three properties sold for re-development have completed SCDHS remediation requirements.

SCLBC continued to coordinate with the Suffolk County Comptroller's Tax Lien Unit resulting in further collection of back taxes from property owners.





Acquire and Renovate Bank Owned Residences

Reclaiming Blight to Plant the Seeds of Affordable Home Ownership in Suffolk County

With funding from the New York Attorney General's Community Revitalization Initiative Grant, managed by Enterprise Community Partners, the Suffolk County Landbank Corporation was able to accomplish the following goals:

- Properties
 Acquired Throughout
 Suffolk County
- Homes sold to first time
 Homebuyers as affordable
 housing
- Homes in negotiations/ preparing to be Sold in 2020
- Home donated to Habitat Of Humanity

\$198,625
Spent Acquiring Homes

\$377,994
Invested in Property Improvements

\$425,000

Sales revenue generated and reinvested into the program



2019 Operations and Accomplishments ARBOR Program

Arbor Project Spotlight

• In 2020, the SCLBC and Habitat for Humanity of Suffolk celebrated the wall raising of a joint project at 9 Ditmas Ave Mastic.





2019 Operations and Accomplishments ARBOR Program

Arbor Project Spotlight

• In 2020, the SCLBC and Community Development Corporation of Long Island Completed Renovations on a Zombie home located at 106 Irving Ave. Wyandanch

<u>Before</u> <u>After</u>















Real Property Owned or Disposed by the Corporation in 2019

The Corporation acquired the following five (5) properties in 2019

Address	Purchase Price	Assessed Value	Transferor
46 Stuyvesant Ave. Mastic	\$107,190.28	\$130,000	Fannie Mae
5 Rutland Rd. Mastic	\$1.00	\$20,000	Community Restoration Corporation
256 Commack Rd. Mastic	\$45,095.17	n/a	Suffolk County
216 Washington Dr. Mastic	\$1.00	n/a	Community Restoration Corporation
19 Chestnut St. Wyandanch	\$46,338.51	n/a	Suffolk County

The Corporation disposed of the following three (3) properties in 2020

Address	Sale Price	Estimated Fair Market Value	Date Disposed	Transferee	Conditions/Re strictions
41 Arrowhead Dr. Shirley	1.00	\$23,000	2/19/2020	Habitat for Humanity	10 Year Affordability
60 Mill Dr. Mastic Beach	\$190,000	\$200,500	5/22/2020	Joy Acerra	10 Year Affordability
20 Allanwood Dr. Shirley	\$235,000	\$235,000	7/2/2020	Sage Guiffre	10 Year Affordability



Real Property Owned or Disposed by the Corporation in 2019

At the close of the fiscal year, eight properties were held in inventory with the following status

	Location	Status
1	205 New Ave. Wyandanch	In Contract
2	106 Irving Ave. Wyandanch	In Contract
3	30 th St. & Jamaica Ave. Wyandanch	Pending Transfer
4	19 Chestnut St. Wyandanch	Pending Transfer
5	123 Neptune Ave.	Shirley
6	216 Washington Dr. Mastic	Pending Transfer
7	114 Longfellow Dr. Mastic	Buyer Identified
8	46 Stuyvesant Ave. Mastic	In Contract
9	256 Commack Rd. Mastic	Construction Pending
10	5 Rutland Rd. Mastic	Marketing
11	55 East Locust Ave. Central Islip	Pending Transfer



Grants

- In 2018, The SCLBC was awarded \$1,300,000 in Community Revitalization Initiative Round 4 Funds to aid in addressing tax-delinquent brownfields and "zombie" houses throughout Suffolk County. These funds, will be distributed and managed by Enterprise Community Partners through December 31, 2020.
- In December 2020 the Community Revitalization Initiative Round 4 grant contract was extended through June 30, 2021.



2020 Financial Activity

Condensed Statement of Net Position Governmental Activities As of December 31,

	2020		2019	
Assets Current and other assets	\$	4,568,945	\$	3,655,776
Total Assets		4,568,945		3,655,776
Liabilities				
Current liabilities		916,553		537,759
Total Liabilities		916,553		537,759
Net Position Restricted		500,000		500,000
Unrestricted		3,152,392		2,618,017
Total Net Position	\$	3,652,392	\$	3,118,017
Condensed Statement of Activities Governmental Activities		∕ear ended ember 31, 2020		ear ended mber 31, 2019
Revenues				
Program Revenues	\$	435,337	\$	403,184
Charges for services Operating grants and contributions		722,688	Ψ 	904,557
Total Program Revenues		1,158,025		1,307,741
General Revenues				
Interest		9,449		39,613
Total General Revenues		9,449		39,613
Total Revenues		1,167,474		1,347,354
Expenses Home and community services		204,113		249,069
Total Expenses		204,113		249,069
Change in Net Position Before Transfers		963,361		1,098,285
Transfers		(428,986)		(342,084)
Change in Net Position		534,375		756,201
Net Position at Beginning of Year		3,118,017		2,361,816
Net Position at End of Year	\$	3,652,392	\$	3,118,017

Assessment of the Effectiveness of Internal Control Structure and Procedures

This statement certifies that the Suffolk County Landbank Corporation followed a process that assessed and documented the adequacy of its internal control structure and policies for the year ending December 31, 2020. To the extent that deficiencies were identified, the Corporation has developed corrective action plans to reduce any corresponding risk. There was one material change to the Corporation's internal control structure in FY2020, Resolution SCLBC2020-23 created the position of Assistant Secretary.



Assessment of the Effectiveness of Internal Control Structure and Procedures

Bonds of the Corporation

• The Corporation has no bonds

Compensation Schedule

• The Corporation is staffed by Suffolk County Employees via a Memorandum of Understanding agreement between the Corporation and Suffolk County whereby, among other things, the County is reimbursed for time County staff devotes to the Landbank

Projects Undertaken by the Corporation During 2020

• As highlighted in the 2020 Operations and Accomplishments, the Corporation engaged in several projects in the execution of its mission to efficiently facilitate the return of distressed and underutilized properties within Suffolk County to productive uses consistent with the comprehensive plans of the jurisdiction in which they are located. These projects focused on addressing tax-delinquent brownfield properties and "zombie" properties



Assessment of the Effectiveness of Internal Control Structure and Procedures

Description of Pending Litigation

• The Corporation was not involved as a party to any litigation in fiscal year 2019.

Description of the total amount of assets, services, or both assets and services bought or sold without competitive bidding in 2020

- In 2020, the SCLBC purchased real property via negotiations, which is highlighted in the ARBOR Program section.
- In the first quarter of 2021, \$342,518.92 was paid to Suffolk County to reimburse the County for fiscal year 2020 staffing costs incurred and excess proceeds from brownfield sales as per the Memorandum of Understanding between the Landbank and Suffolk County.



Certificate of the Chief Executive Officer and the Chief Financial Officer of Suffolk County Landbank Corporation

The undersigned chief executive officer and chief financial officer of Suffolk County Landbank Corporation, a land bank organized pursuant to Section 1600 of the Not-For-Profit Corporation Law of the State of New York, hereby certify, pursuant to subdivision 3 of Section 2800 of the Public Authorities Law, as follows:

The financial information provided within the Annual Report of the Suffolk County Landbank Corporation (the "Corporation"), dated as of March 24, 2021 (the "Annual Report"), is based upon current financial information and to the best of our knowledge, is accurate, correct and does not contain any untrue statement of material fact. The Annual Report does not omit any material fact which, if omitted, would cause the financial statements to be misleading in the light of the circumstances under which the report and any such statements made therein are made. The Annual Report fairly represents in all material respects the financial condition and results of operations of the Corporation as of, and for, the periods presented in said report. IN WITNESS WHEREOF, the undersigned chief executive officer and chief financial officer have executed this Certificate as of this 24th day of March, 2021.

Natalis Wright	Mar 25, 2021	Sidney B. Joyner Sidney B. Joyner (Mar 25, 2021 13:32 EDT)	Mar 25, 2021
Natalie Wright	Date	Sidney Joyner	Date
CEO / Vice Chair / Secretary		CFO / Treasurer	



SCLBC 2020 -Annual Report-Financial Certification

Final Audit Report 2021-03-25

Created: 2021-03-24

By: Mikael Kerr (mikael.kerr@suffolkcountyny.gov)

Status: Signed

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