

Board Meeting Minutes February 12, 2014

Board Members Present:

Peter Lombardi James Caflisch William Carlson John Hemmer Vince DeJoy Jeffrey Gossett Steve Neratko

Board Members Absent:

Brian Lydic William Morrill Mike Bradshaw Lori Cornell

The meeting was called to order by Chairman Peter Lombardi at 9:10 a.m. Mr. Lombardi directed the Board to their information packets, which include the agenda, minutes and other materials to be considered by the Board. A motion to approve the 10/16/13 minutes was made by Mr. Caflisch, seconded by Mr. DeJoy, and unanimously approved by the Board.

- A. CCLBC Year-end Financial Statements (R. Dixon, M. Geise, S. Abdella)
 - a. Discussion Mr. Dixon, CFO of the CCIDA, discussed the balance sheet and the statement of revenue and expenses for CCLBC that he prepared. Mr. Geise explained that the value of properties was based on the appraised value, assessed value or on a value of \$1 if the properties are designated to be demolished. No questions were raised. Mr. Dixon and Mr. Abdella also explained that a year-end independent financial audit is required for all public authorities, and that BWB, who does the CCIDA audit, offered to do it for a very reasonable cost (\$3,000) while they were on-site in January 2014.

The following motion was made by Mr. Caflisch, and was seconded by Mr. DeJoy:

Resolution # 02-12-14-06

RESOLVED, that the Chairman and Executive Director are authorized and empowered to enter into a contract not to exceed \$3,500.00 with Buffamante Whipple Buttafaro, P.C., Certified Public Accountants, for the performance of the independent audit to be performed for the fiscal year ending December 31, 2013, and the Audit Committee of the Board of Directors shall provide oversight of such audit on behalf of the Board.

Resolution passed unanimously.

- B. Execution of the NYS Office of Attorney General Grant (M. Geise, S. Abdella)
 - a. Discussion Mr. Geise gave a general overview and provided a handout regarding how the \$1.506 Million OAG grant is to be expended. Mr. Abdella explained that, among other items on the OAG's due diligence checklist, is the requirement for a resolution by the CCLBC Board approving the execution of necessary documents on behalf of CCLBC to accept and implement the grant.

The following motion was made by Mr. Hemmer, and was seconded by Mr. Carlson:

Resolution # 02-12-14-01

Resolution to execute all necessary documents on behalf of the Land Bank with NYS Office of Attorney General to accept and implement \$1,506,000.00 grant.

Resolution passed unanimously.

- C. Proposed sale of 12 Union Street in the Village of Westfield to Steven Holt (M. Geise)
 - a. Discussion Mr. Geise discussed how all properties are advertised via lawn signs, the County Planning website and the MLS. Proposals are received via a link to an application on the Planning Website, and are reviewed by the CCLBC Property acquisition and disposition committee. The committee met in January to review all of the proposals received and to make a selection as to whom they would like to recommend to the CCLBC Board. The top proposals are being considered by the Board today.

Because it is being proposed that the properties be sold for less than fair market value, the following information was discussed and provided to the Board and was made available to the public pursuant to Public Authorities Law § 2897:

- (i) a full description of the property (refer to attached handout with GIS Map, pictures and property description);
- (ii) appraisal of the fair market value of the property and other information establishing its fair market value (appraisal provided and discussed);
- (iii) it is the purpose and mission of the Land Bank by statute to acquire real property that is tax delinquent, tax foreclosed, vacant, and abandoned, and dispose of such properties in a manner that will eliminate the harms and liabilities caused by such properties. In this case, the purchaser of the property has made a comprehensive proposal to renovate the property and eliminate the blighted condition which is negatively impacting the surrounding neighborhood (proposals were sent to each board member prior to the meeting and were discussed by Mr. Geise at the meeting in detail refer to attached proposal);
- (iv) a statement of the value to be received for the property compared to the fair market value (Mr. Geise discussed the appraised value versus the asking price asking price and proposed purchaser's price are 60% of appraised value as well as the value of the proposed renovations which are guaranteed via the contract);
- (v) the name of the party participating in the transfer (Mr. Geise discussed the proposer's experience and capabilities to see the project through to fruition); and
- (vi) the names of the other private parties who made offers (Mr. Geise provided the names of the other private parties who made offers, what their offers were, and what they were proposing to do with the properties once the rehab is completed).

After further deliberations, the Board adopted the following resolution to move forward with the sale of 12 Union Street:

Resolution # 02-12-14-02

RESOLVED, that the Chairman is authorized to transfer 12 Union Street located in the Village of Westfield to Steven Holt, pursuant to the developer's proposal dated December 26, 2013, and upon such other terms and conditions negotiated by the Chairman and approved by legal counsel; and be it further

RESOLVED, that having considered the information provided pursuant to Section 2897(7)(b) of the New York State Public Authorities Law, there is no reasonable alternative to the proposed below-market transfer to Steven Holt that would achieve the same purpose of such transfers, including, but not limited to, the goal of the New York Land Bank Act to eliminate the harms and liabilities caused by tax foreclosed properties.

Resolution passed unanimously.

- D. Proposed sale of 1309 Newland Ave in the City of Jamestown to Michael Digirolamo (M. Geise)
 - a. Discussion Mr. Geise discussed how all properties are advertised via lawn signs, the County Planning website and the MLS. Proposals are received via a link to an application on the Planning Website, and are reviewed by the CCLBC Property acquisition and disposition committee. The committee met in January to review all of the proposals received and to make a selection as to whom they would like to recommend to the CCLBC Board.

Because it is being proposed that the above-stated property be sold for less than fair market value, the following information was discussed and provided to the Board and was made available to the public pursuant to Public Authorities Law § 2897:

- (i) a full description of the property (refer to attached handout with GIS Map, pictures and property description);
- (ii) appraisal of the fair market value of the property and other information establishing its fair market value (appraisal provided);
- (iii) it is the purpose and mission of the Land Bank by statute to acquire real property that is tax delinquent, tax foreclosed, vacant, and abandoned, and dispose of such properties in a manner that will eliminate the harms and liabilities caused by such properties. In this case, the purchaser of the property has made a comprehensive proposal to renovate the property and eliminate the blighted condition which is negatively impacting the surrounding neighborhood (proposals were sent to each board member prior to the meeting and were discussed at the meeting by Mr. Geise in detail refer to attached proposal);
- (iv) a statement of the value to be received for the property compared to the fair market value; (Mr. Geise discussed the appraised value versus the asking price asking price and proposed purchaser's price are 60% of appraised value as well as the value of the proposed renovations which are guaranteed via the contract)
- (v) the name of the party participating in the transfer (Mr. Geise discussed the proposer's experience and capabilities to see the project through to fruition); and
- (vi) the names of the other private parties who made offers (Mr. Geise provided the names of the other private parties who made offers, what their offers were, and what they were proposing to do with the properties once the rehab is completed).

After further deliberations, the Board adopted the following resolution to move forward with the sale of 1309 Newland Avenue:

Resolution # 02-12-14-03

RESOLVED, that the Chairman is authorized to transfer 1309 Newland Avenue located in the City of Jamestown to Michael Digirolamo, pursuant to the developer's proposal dated January 7, 2014, and upon such other terms and

conditions negotiated by the Chairman and approved by legal counsel; and be it further

RESOLVED, that having considered the information provided pursuant to Section 2897(7)(b) of the New York State Public Authorities Law, there is no reasonable alternative to the proposed below-market transfer to Michael Digirolamo that would achieve the same purpose of such transfers, including, but not limited to, the goal of the New York Land Bank Act to eliminate the harms and liabilities caused by tax foreclosed properties.

Resolution passed unanimously.

- E. Amendment to By-Laws Regarding Checks, Drafts, Etc (S. Abdella)
 - a. Discussion Mr. Abdella discussed the need to make amendments to the by-laws, regarding the signing of checks, as to be more manageable and practicable:

Resolution #02-12-14-04

RESOLVED, that Article VI, Section 3 of the By-Laws is amended (refer to underlined text below) as follows:

SECTION 3. – CHECKS, DRAFTS, ETC.

All checks, drafts and other orders for the payment of money out of the funds of the Corporation, and all notes or other evidences of indebtedness of the Corporation, must be approved by the Board of Directors and signed on behalf of the Corporation by any two of the Chairman, Executive Director, or the Treasurer, except that checks of less than \$3,000.00 may be signed by any two of the Chairman, Executive Director, or the Treasurer, and checks of less than \$1,500.00 may be signed by either the Chairman, Executive Director, or Treasurer.

The following motion was made by Mr. Neratko, and was seconded by Mr. Hemmer:

Resolution amending Land Bank By-laws to regarding the signing of checks

Resolution passed unanimously.

- F. Authorization for Chairman and Executive Director to Enter into Contracts (S. Abdella)
 - **a.** Discussion Mr. Abdella discussed the need to adopt a resolution regarding entering into smaller contracts as to be more manageable and practicable (without having to convene the entire board for approval).

Resolution # 02-12-14-05

The following motion was made by Mr. DeJoy, and was seconded by Mr. Gossett:

RESOLVED, that the Chairman and/or the Executive Director are authorized and empowered to enter into any contract, or execute and deliver any instrument pertaining thereto, for contracts (other than loans or the sale or purchase of real

property) where the consideration to be paid by the Chautauqua County Land Bank Corporation is less than \$3,000.00, provided that such contract is within the amount(s) approved for such purposes in the Land Bank's annual budget.

Resolution passed unanimously.

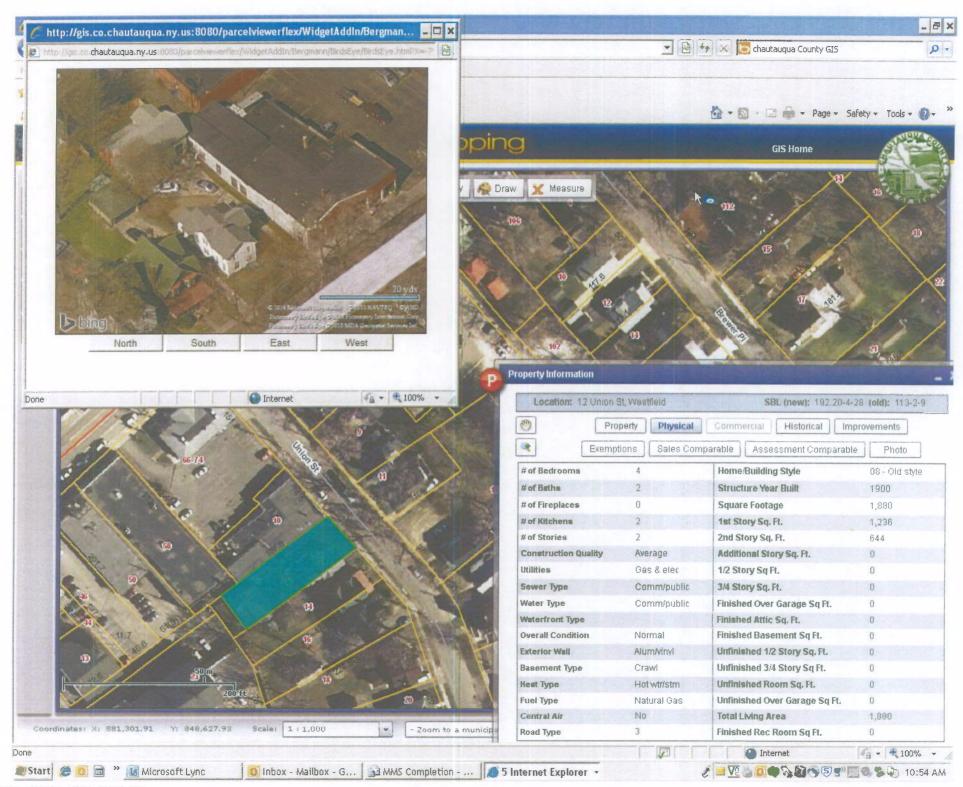
G. Other/Miscellaneous

- a. Administrative Director Candidate Search Mr. Geise discussed the process for seeking an Administrative Director that has been undertaken by the Candidate Nomination Committee of CCLBC, which as culminated in the final two candidates. Mr. Geise proposed a special meeting of the Board be held on 2/27/14 at 9:00am to hear presentations from top 2 candidates. Everyone was in agreement that this should work for them. Mr. Geise promised to e-mail the Board the two candidates' resumes prior to this session.
- b. ABO Policy Guidance 06-01 mandatory 3-hour training for public authority Board Members. Mr. Geise explained again that it was mandatory that each board member undertake the on-line 3-hour training. Mr. Geise provided the details regarding its offerings, which he promised to e-mail again to all board members.
- c. Re-appointment of current members Mr. Abdella explained that all board members seats were up in March, asked if everyone was still interested in serving, and everyone agreed to continue to serve. It was also explained that Lori Cornell, who was serving in a legislative capacity, would be replaced by Fred Larson of the legislature.

H. Executive Session

- a. Discussion regarding current Land Bank property tenants
- I. Next Special Board Meeting Thursday, February 27, 2014 at 9:00 am?

Meeting was adjourned at 10:45 A.M.



12/26/2013

Chautauqua County Land Bank 200 Harrison Street Jamestown, NY 14701

Attn: Mark Geise

The list of improvements below are intended for the property located at 12 Union Street in the Village of Westfield.

Purchase Offer:

\$17,000

Cash-No ban financing required

The items that will be completed on the property in the first calendar year are as follows:

- Mold Remediation—There is a significant amount of mold in the home. It appears to have started in the basement. A sump will be installed with two pumps and a battery backup system. All of the non structural wood will be removed from the basement. A certified mold company will be hired to treat the entire home. I have two quotes on this and they range from \$8-12,000.
- Re-Certify electric service
- Install a heating system in the house. Currently the main heat system is gas hot water base-board. However the boiler has been removed. We will either install a new high efficiency boiler system or install entirely new high efficiency electric baseboard system. \$5,700-\$8,000.
- Replace the roof on the rear of barn \$900.00
- Install siding on sides and rear of barn. \$1,500.00
- Repaint front of barn. \$500,00
- Work with neighbor of commercial building to remove brush and repair side of building.
 \$500.00
- Install new landscaping on front of the building. \$2,000
- Repair plumbing— Galvanized—\$1,200
- Miscellaneous—The home has been closed up for three years. There will be numerous repairs required to make the home habitable. \$1,000

Estimated range of repair costs: \$21,300—\$27,600

Note: Performance bond will be based on purchase price + 1st year improvements

In year two more improvements will be made:

• Paint Exterior of home. \$3,500—\$4,500

• Paint interior of Home \$2,000-\$2500

• Replace flooring through majority of home \$4,000.

Estimated range of repair costs for year two: \$9,500—\$11,000

If you have any other questions please feel free to contact me.

Sincerely,

Steve Holt

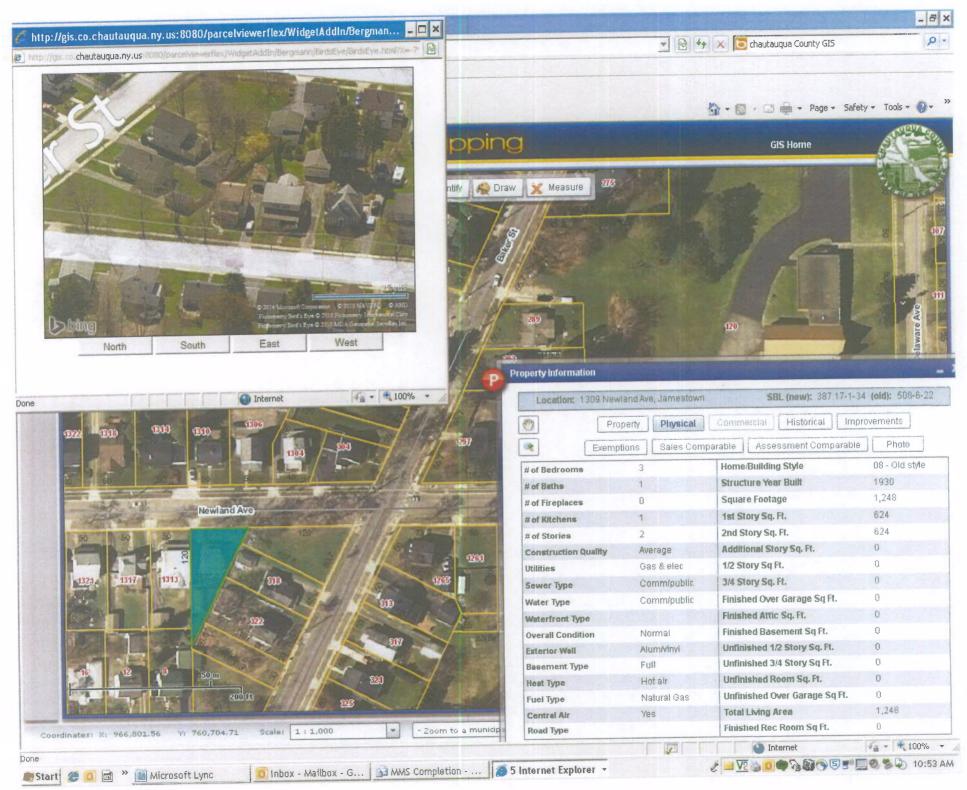
Chautauqua Properties

PO Box 174

Mayville, NY 14757

Phone: 716.269.4208

Email: sholt@howardhanna.com.



1309 Newland-cover

To:

Chautauqua County Land Bank Planning & Economic Development 200 Harrison Street,

Jamestown NY 14701 Phone: (716) 661-8900

Att: Mark Geise

From:

J.Michael Digirolamo 89 Lovall Ave Jamestown,NY 14701

home (716) 488-2604 cell (716) 607-5900 miked4421@yahoo.com

Bid Proposal Package for property located at:

1309 Newland Ave Jamestown,NY 14701 submitted 11/15/2013 ammended 1/07/2014 (costs)

Proposal

Purchase price-Estimated costs 1309 Newland ave Jamestown, NY 14701

Estimated costs	Materials	Labor
Kitchen-	\$4600	\$2200
Dining/Living room-staircase	\$1500	\$1000
Bedrooms/hallway/Laundry room-	\$1500	\$ 900
2cd Floor Bathroom-	\$1700	\$1000
Attic/Basement-	\$ 500	\$ 400
Front Porch/Overhead roof	\$4000	\$1800
Exterior/Landscaping	\$1300	\$1000
Miscellaneous/extras	\$1000	\$1000
Total	\$16,100	\$ 9300

Total Estimated costs \$25,400 Purchase Price \$18,000

Total Investment \$43,400

1309 Newland-About me

About me:

My name Michael Digirolamo. I was born and raised in Falconer,NY I attended College at Binghamton University (SUNY Bing at the time) I moved to Charlotte NC in 1992 and started my own Contracting Business. I had a Crew of 7 and we did primarily residential Remodels, but we also did some small Commercial Jobs. My specialty was Kitchens and bathrooms. We would demo the entire room and start from scratch. New plumbing, electric, sheetrock, cabinets, tile moldings.... The entire job from start to Finish. About 3 years ago, I moved back to Jamestown, where I currently reside with my wife, Lisa. The first thing that I did was to buy a couple of dilapitated propertys. I bought the first one (149 Thayer) for \$14,500 It was in a sad state when I bought it I converted back to a 2 family apartment. I installed all new windows, remodeled, both Kitchens, Tiled bathrooms, new sheetrock walls, paint etc I currently rent both apartments out for \$500 each.

The second one (32 colfax) is a single family home with 3 bedrooms. I paid \$16,500 for it It had been vacant for several years, and needed all new electrical panel, wiring, heat installed Kitchen & Bathroom remodel, all new sheetrock walls and ceilings and much more. I sold it 3 months after it was listed and is currently occupied by a young family who absolutely love it.

This house, at 1309 Newland ave is nowhere near as bad as the other two houses I completed

I have absolutely no hesitations, that I, will be able to restore this home back to a quaint, charming home. One day, it will ultimately serve as a warm and safe, picturesque home...... to a well deserving family

I would like to purchase this home for \$18,000 My Estimated costs for labor and materials \$25,400 Total Proposed Investment \$43,400

1309 Newland (Kitchen)

Kitchen

Goal: to demo entire existing kitchen, and create brand new, clean and functional kitchen, Bringing any issues up to code

Scope of work to be performed:

Remove sink, faucet, existing base, wall cabinets and existing flooring Down to subfloor(incl.entryway)

- Supply and install, cement board, over subfloor to accommodate ceramic Tile installation, grouting and new baseboard moldings (consistant with Living room and dining room base moldings.)

- Install New base cabinets allow for stove, refrigerator and dish washer if possible. If dishwasher can fit into kitchen configuration, would need water & waste hook ups and power from Electrical panel.

- Install New upper cabinets and overhead fan/light (for stove area)
Check all existing outlets, replace any where necessary, bring up to Code

 Remove existing cabinet soffits and reconfigure soffit lighting as needed. Supply and install overhead lighting

- Replace ceiling acustical tiles with sheetrock,tape and mud to smooth finish Install New countertops, sink, faucet and ceramic tile backspalsh

- Remove existing window(over sink). Supply and install, double thermal paned replacement window

-Examine existing entry way steel door, and replace if necessary. Supply and install new securty deadbolt and lock. Supply and install, new storm door(if possible) Install new bi-fold closet doors(near entryway),base moldings

- Supply and install, ceiling and wall paint.

Estimated costs

Materials \$ 4600

Labor \$ 2200

1309 Newland (livng-dining rm-staircase)

Living Rm/Dining Rm/Stairway

Goal: To update both rooms in order to give them a more modern contemporary look.

Scope of work:

-Remove all existing paneling on walls both rooms.

- -Replace all walls with new sheet rock. Tape, mud and sand all surfaces to a smooth finish.
- -Paint all walls and trim, for both rooms
- -Paint existing acustical ceiling tiles

Replace existing ceiling fans with modern updated lighting

- -Remove existing fireplace hearth brick and replace with updated marble or tile.
- -(optional-to replace existing fireplace surround with modern updated tile/marble)
- -Remove all existing, carpeting, padding, & tackstrip including carpet on stairlanding and stairs leading up to second floor.
- Replace and repair any weak or broken floor boards, in the existing hardwood floors
- Strip floors/stairs down with floor sander approx 1/8-1/4"
- Coat all hardwwod floors/stairs with polyurethane
 (Optional) carpet runner to be installed on staircase & landing.

Estimated costs

Materials \$ 1500 Labor \$ 1000

1309 Newland Bedrooms-Hallway-Laundry Room 2cd Floor Bedrooms & hallway, Laundry Room

Goal: To provide complete makeover, in order to update, modernize & clean bedrooms.

scope of work

- -Check to make sure all outlets light, switches and electrical is working and up to code. Replace where necessary.
- Repair and replace an existing wall or ceiling damage
- -Supply and install paint for bedroom walls, ceilings, and hallway areas. including closets and storage areas.
- Repair and replace any missing doors, door fixtures, closet doors, door moldings and baseboards where necessary
- Sand, scrap and remove all existing cigarette stains which have permeated the walls, ceilings and moldings.
- -Remove all existing carpet, padding and tackstrip entire 2cd floor.
- -Check to see if hardwood floor can be salvaged and if so apply same procedure as with living/dining rm.(see page 2)
- If floors are gauged, or stained beyond acceptable hardwood astetics. Then, Supply and install new tackstrip, padding, and wall to wall carpet for bedrooms, closets and hallways.
- -Bedroom Lighting is currently available via lamps, or plug-in style lighting.
- -Supply and install Bedroom ceiling lighting, if it can be accessed through attic(Presently there is no ceiling wiring or fixtures, in bedrooms) If feesible & accessable, supply wall switches and overhead lighting For bedroom ceilings.

Laundry Rm. Check all waste & water lines to make sure there are no leaks, plugged lines etc Repair or replace where necessary.

Remove existing laundry room flooring and install 1/2" cement board to accommodate for ceramic tile floor installation.

Repair or replace any existing wall or ceiling damages, Including door moldings and baseboards.

Supply and install wall paint ceiling paint,including all wood trim.

Remove and replace ceiling lighting in laundry room

Estimated costs

Materials \$1500 Labor \$900

1309 Newland 2cd Fl. bath

2cd Floor bathroom

Goal: update facilities to a clean modern and fully functioning bathroom

Scope of work

- -Remove existing Shower doors, and fiberglass tub unit all the way down to studs.
- -Check plumbing valves and fixture, replace if necessary.
- -Insulate tub, exterior walls where necessary.
- -Install 1/2'cement board on studded walls to accomodate ceramic tile Installation from tub to ceiling. Grout & caulk
- -Remove existing lavatory cabinet, sink, countertop, faucet & toilet
- -Remove existing flooring and install 1/2" cement board over subfloor to accommodate ceramic tile installation. Grout floor and install necessary baseboard wood moldings.
- -Supply and Install New Lavatory cabinet, countertop, sink and faucet including appropriate water/waste lines, shut off valves etc
- -Supply and install new efficient watersaving toilet
- -Supply and paint bathroom walls and ceiling. Update lighting

Estimated costs

Materials

\$1700

Labor

\$1000

1309 Newland (Attic-Basement)

Basement/Attic

Goal: To inspect and correct any faulty issues, code violations or other "hidden" problems

Scope of work:

Attic

- visual inspection of attic shows, missing insulation, insulation that has fallen from its cavitys, and needs to be replaced.
- -Inspect chimney for loose bricks or mortar and replace/repair as needed.
- -Inspect Chimney where it meets roof both inside and outside. Correct any faulty or leaking areas if necessary
- -Inspect all existing wiring, attic lighting. Correct any problems, bring up to code
- -Inspect windows and roof vents for leaky, or faulty issues. Replace/repair any issues
- -Inspect all floorboards, for loose or broken boards and correct where necessary
- -Debris removal, cleaning

Basement

- -Visual inspection shows, some masonary wall damage, which would be corrected
- -Overall, basement was dry(when I was there) and seemed to be in good conditon
- -Debris removal, clean and organize basement.
- ** Presently, the electricity and water are shut off tio the house so there is no way to determine whether or not the Hotwater tank and furnace are working and fuctioning properly.

I will have them both inspected, to make sure that they are in proper working condition, up to code and will be able to efficiently supply hot water and heat to the home.

Estimated costs

Materials \$500

Labor \$400

1309 Newland -Landscapping-Home Exterior

Landscapping/Home Exterior

Goal: To return the property to a manageble condition and to add beauty and charm to the overall appearance, and neighborhood

Scoope of work:

- -Remove weeds, and overgrowth.
- -Lawn needs to be cut,edged,fertilized and returned to a normal healthy, green, lawn.
- -Prune tree limbs, branches and shrubs back to a neat well organized, appearance.
- -Remove unsightly bushes and shrubs that have been growing wild and out of control since the home has been vacant
- -Plant new flowers and bushes to give a respectable, fresh look which is aesetically pleasing to the neighbors, and helps to beautify the property.

Home Exterior

- Remove existing exterior storm windows
- -Repair/replace any window moldings that are rotting or damaged
- -Window trims will be re-wrapped with new aluminum
- -Aluminum siding has been painted with a brush, leaving brush strokes
- -Powerwash all exterior aluminum siding to remove any rust or loose paint
- -Spray entire exterior aluminum with new fresh paint, using high pressure paint sprayer

Estimated costs

Materials \$1300

Labor

\$1000