

Auditor-Controller/ Treasurer-Tax Collector county of Tulare AGENDA ITEM

BOARD OF SUPERVISORS

KUYLER CROCKER District One

PETE VANDER POEL District Two

AMY SHUKLIAN District Three

J. STEVEN WORTHLEY District Four

> MIKE ENNIS District Five

AGENDA DATE:	October 23, 2018	REVISED
	Public Hearing Required Scheduled Public Hearing w/Clerk Published Notice Required Advertised Published Notice County Counsel Sign-Off Meet & Confer Required Electronic file(s) has been sent Budget Transfer (Aud 308) attached Personnel Resolution attached Agreements are attached and signatab(s)/flag(s) CONTACT PERSON: Sol Viveros PI	Yes ⊠ N/A □

SUBJECT:

Sell tax-defaulted property by agreement to Self-Help Enterprises.

REQUEST(S):

That the Board of Supervisors:

Authorize the Tax Collector to sell by agreement parcel 175-242-004-000, to Self-Help Enterprises on December 31, 2018, for low-income housing purposes.

SUMMARY:

On February 27, 2018, the Board of Supervisors approved Resolution 2018-0115 to sell tax-defaulted property at public auction for the purpose of collecting the unpaid taxes and returning property to a revenue generating status. Pursuant to Revenue and Taxation (R&T) Code §3700, after the Board of Supervisors approves the resolution, the Tax Collector must forward a copy to each of the other taxing agencies which could tax or assess the property, and may forward a copy to each nonprofit organization that has submitted a written request to the tax collector for notification, so that they have the opportunity to purchase the property before it is auctioned. Self-Help Enterprises (SHE) is one of the organizations that has requested notice.

Revenue and Taxation Code §3791.4 authorizes the tax collector, with the approval of the Board of Supervisors, to sell certain tax defaulted property to certain nonprofit organizations for certain purposes. SHE has requested to purchase the property for low-income housing, which qualifies under the statute.

The Tax Collector is requesting that the tax-defaulted property listed 175-242-004-

SUBJECT:

Sell by agreement of Tax-Defaulted Property to Self-Help Enterprises.

October 23, 2018

DATE:

000 <u>(427 W. Alpine Ave., Tulare)</u> (attached), be sold to SHE by agreement, on December 31, 2018, for low-income housing.

Revenue and Taxation Code §3795 requires this Agreement to be submitted to and approved by the California State Controller before it becomes final. The Agreement becomes effective when the State Controller approves it. The property owner maintains the right to redeem the property prior to the effective date of the agreement.

FISCAL IMPACT/FINANCING:

The sale of tax-defaulted properties to collect unpaid taxes or to force redemption includes the cost incurred by the Tax Collector's office. The administrative costs are recouped in the sale of the property; therefore there is no net County cost.

LINKAGE TO THE COUNTY OF TULARE STRATEGIC BUSINESS PLAN:

The County's five-year strategic plan includes the Economic Well Being to promote economic development opportunities, effective growth management and a quality standard of living. This administrative function supports the County's initiative by accurately and timely establishing the sale or redemption of tax-defaulted property.

ADMINISTRATIVE SIGN-OFF:

Cass Cook, CFIP

Auditor-Controller/Treasurer-Tax Collector

Cc: County Administrative Office

Attachment(s): Agreement to purchase tax-defaulted property

Parcel description Minimum bid list

Parcel map of property

BEFORE THE BOARD OF SUPERVISORS COUNTY OF TULARE, STATE OF CALIFORNIA

IN THE MATTER OF APPROVAL OF BY AGREEMENT OF TAX-DEFAULT PROPERTY TO SELF-HELP ENTERPRISES.	
UPON MOTION OF SUPERVIS	OR, SECONDED BY
SUPERVISOR	_, THE FOLLOWING WAS ADOPTED BY THE
BOARD OF SUPERVISORS, AT AN O	FFICIAL MEETING HELD
, BY THE FOLLOWING VOTE:	
AYES: NOES: ABSTAIN: ABSENT: ATTEST:	MICHAEL C. SPATA
	COUNTY ADMINISTRATIVE OFFICER/ CLERK, BOARD OF SUPERVISORS
BY:	Deputy Clerk
* * * * * *	* * * * * * * * * * *

Authorized the Tax Collector to sell by agreement parcel 175-242-004-000, to Self-Help Enterprises on December 31, 2018, for low-income housing purposes.

AGREEMENT TO PURCHASE TAX-DEFAULTED PROPERTY (NONPROFIT ORGANIZATION)

This Agreement is entered into as of August 14, 2018 between the TULARE COUNTY BOARD OF SUPERVISORS, ("Seller") and Self-Help Enterprises, ("Buyer"), a Nonprofit Corporation organized in accordance with provisions of California law, for the purpose of rehabilitating and selling, or constructing and selling, residential dwellings to low-income persons, with reference to the following:

RECITALS

The real property situated within said County, hereinafter set forth and described in Exhibit "A" of this Agreement (the "Property") is tax-defaulted and is subject to the power of sale by the Tax Collector of said County for the non-payment of taxes, pursuant to provisions of law.

TERMS AND CONDITIONS OF SALE

It is mutually agreed as follows:

- 1. Seller, subject to the approval of the California State Controller, does hereby agree to sell the Property to Buyer.
- 2. Buyer agrees to pay Seller the sum of \$3,400 for the Property, plus all costs and expenses of sale proceedings and title transfer, within fourteen (14) days after the date this Agreement becomes effective. Upon payment of said sum to the Tax Collector, the Tax Collector shall execute and deliver a deed conveying title to said property to Buyer.
- 3. Buyer will provide a Certified Document proving the intended use for each parcel is consistent with the local community development plan.
- 4. Buyer will complete all repairs, construction and other development necessary to rehabilitate or complete the residence(s) and will sell the Property to low-income persons, as such persons are defined in Section 50093 of the California Health and Safety Code.
- 5. Buyer will obtain, from the appropriate building or housing agencies, a certificate that the residence is suitable for human habitation and is not a substandard building as defined in Section 17920.3 of the California Health and Safety Code.
- 6. Buyer will promptly provide proof of progress toward compliance in accordance with the terms established by Seller.

- 7. Buyer agrees that the deed to be issued by the Tax Collector to the Buyer may contain certain conditions deemed necessary to effect compliance with this Agreement, including a condition that the Property be used for the public use specified in the Agreement.
- 8. Unless already on file with Seller, Buyer will provide to the Seller Certified Copies of the Buyer's Articles of Incorporation and its corporate by-laws, plus the original executed Corporate Resolution authorizing the purchase of the Property along with the original executed Purchase Agreement. Five full sets must be supplied.
- 9. If all or any portion of the Property is redeemed prior to the effective date of this Agreement, then this Agreement shall be null and void as to that individual parcel. This Agreement shall, also, become null and void and the right of redemption restored upon the Purchaser's failure to comply with the terms and conditions of this Agreement, or upon the State Controller's failure to approve this Agreement.
- 10. Seller makes no representation concerning the condition of title to the Property. Additionally, Seller makes no representation concerning the physical condition of the Property and Buyer acknowledges that it is not relying upon any statements or representations of the Seller concerning the Property and is purchasing the Property in its "as is" condition.
- 11. The Buyer shall indemnify Seller from and against any and all liability, loss, costs, damages, fees of attorneys, and other expenses which Seller may sustain or incur by reason of a challenge to the validity of the tax-default sale of the Property. Pursuant to Section 3809 of the California Revenue and Taxation Code, a proceeding based on alleged invalidity or irregularity of any proceeding instituted can only be commenced within one year after the date of execution of the tax collector's deed. Therefore, Buyer may find it prudent to delay any improvement on the property for this one-year period.
- 12. The Property may contain hazardous wastes, toxic substances, or other substances regulated by federal, state, and local agencies. Seller in no way whatsoever assumes any responsibility, implied or otherwise, and makes no representations that the Property is in compliance with federal, state, or local laws governing such substances. Seller in no way assumes any responsibility, implied or otherwise, for any costs or liability of any kind imposed upon or voluntarily assumed by Buyer or any other owner to remediate, clean up, or otherwise bring into compliance according to federal, state, or local environmental laws any parcel purchased.
- 13. Revenue and Taxation Code Section 3795 requires this Agreement to be submitted to and approved by the California State Controller before it becomes final. The Agreement becomes effective when State Controller authorization is received.

- 14. Each person signing this Agreement represents and warrants that he or she is duly authorized and has legal capacity to execute and deliver this Agreement. Each party represents and warrants to the other that the execution and delivery of the Agreement and the performance of such party's obligations hereunder have been duly authorized and that the Agreement is a valid and legal agreement binding on such party and enforceable in accordance with its terms.
- 15. This agreement may be signed in any number of counterparts, each of which is an original and all of which taken together form one single document.

In witness to this Agreement, the Buyer and the Seller have subscribed the signatures of their officers who are duly authorized to complete such document.

TULARE COUNTY BOARD OF SUPERVISORS

Date:	BY Chairman, Board of Supervisors
ATTEST: MICHAEL C. SPATA	
County Administrative Officer/	Clerk of the Board
of Supervisors of the County of	Tulare
D.	
By Deputy Clerk	
Deputy Clerk	
Template Agreement Approved	d as to Form
By County Counsel: October 10	
	SELF-HELP ENTERPRISES
Date: 8/28/2018	By
	Tom Collishaw, President CEO
Date: 8/28/2018	By The Long
	Susan Long, Asst. Secretary

[Corporations Code section 313 requires that contracts with a corporation be signed by both (1) the chairman of the Board of Directors, the president or any vice-president (or another officer having general, operational responsibilities), and (2) the secretary, any assistant secretary, the chief financial officer, or any assistant treasurer (or another officer having recordkeeping or financial responsibilities), unless the contract is accompanied by a certified copy of the corporation's Board of Directors' resolution authorizing the execution of the contract.]
Pursuant to the provisions of Section 3795 of the Revenue and Taxation Code, the Controller approves the foregoing Agreement this day of
BETTY T. YEE, CALIFORNIA STATE CONTROLLER
Bv:

EXHIBIT "A" PROPERTY LEGAL DESCRIPTION

Assessor's Parcel Number	Default Date	Default Number
Legal Description:		
175-242-004-000	6/30/2012	122204

The land referred to herein below is situated in the County of Tulare, State of California, and is described as follows: The East 75 feet of Lots 17, 18 and 19 in Block 125 of the City of Tulare, in the City of Tulare, County of Tulare, State of California, as shown on map filed Book 3, Page 36 of Maps, in the office of the County Recorder of said County.



CASS COOK, INTERIM TULARE COUNTY AUDITOR-CONTROLLER/TREASURER-TAX COLLECTOR INTERNET AUCTION OF TAX-DEFAULTED PROPERTY JUNE 5-6, 2018 LIST OF PARCELS AND MINIMUM BIDS

ITEM# APN	APN	ASSESSEE	SITUS	STATUS	Min Bid
26	090-041-002-000	JUAREZ ANGELIC BRIDGET	2724 N GIDDINGS ST VISALIA	SAG	\$16,000
49	175-242-004-000	VELLA MARY, FRAUSTO EDDIE	427 W ALPINE AVE TULARE	SAG	\$3,400

*Combined 322-230-013-000 and 322-230-014-000 (To be sold as one parcel)

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NOTE - ASSESSOR'S BLOCK NUMBERS SHOWN IN CIRCLES
ASSESSOR'S PARCEL NUMBERS SHOWN IN CIRCLES

ASSESSOR'S MAPS BK. 175,

PG.

COUNTY OF TULARE, CALIF.

TitleProfile

"We've got you covered"



ARCHET PRESIDENT FUNCTION
OF THE PARES SIMPLY MICROSON
ARCHITECTURE SIMPLY

POR. SEW OF SEW SEC. 10, T.20S., R.24E.,

M. D.

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TAX CODE AREA 175-24

POR. ORIG. TOWNSITE, I POR. SMITH ADDITION, PARCEL MAP NO. 1221, PARCEL MAP NO. 1406, (8) BLKS. 122, 8 E 57. R.M. 1-18 4/9 125 & 144, (6) 212 218 हा का है 212 100 29 318 (8) (G) (3) 6 3 (a) 1 R.M. 1-18&19 R.M. 4-19 P.M. 13-22 P.M. 15-7 -6 (G) (3) (3) \odot 212 A 510 (8) (2) 80. ST. N (8) 26 27 26 28 200 20 8,78 \$ (3) 9 (0) (6) AVE - ® 6 ٨ (e) (e) |-0 (6) 1/12 410 G 51; G 5T. (8)

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