

TO: Board of Estimates, Office of Comptroller

FROM: AGC1000 - City Council

DATE: 06/13/2023

SUBJECT: City Council Bill 22-0270 - Sale of Property - 5545 Kennison

Avenue

ACTION REQUESTED OF BOARD OF ESTIMATES:

The Board is requested to approve an CC Bill - Sale of Property .

PERIOD OF Based on Board Approval

CONTRACT/AGREEMENT:

AMOUNT AND SOURCE OF FUNDS:

Transaction Amount: \$ 0.00

Project Fund Amount

BACKGROUND/EXPLANATION:

CCB 22-0270 was introduced by the Administration and requested by the Department of Housing and Community Development on September 12, 2022. It was recommended as Favorable by the Ways and Means Committee on May 25, 2023.

Bill 22-0270 proposes:

Sale of Property - 5545 Kennison Avenue

For the purpose of authorizing the Mayor and City Council of Baltimore to sell, at either public or private sale, all its interest in certain property that is located at 5545 Kennison Avenue (Block 8190; Lot 015) and is no longer needed for public use; and providing for a special effective date.

Agency reports:

Law Department: Approved for Form and Legal Sufficiency

Budget: Does Not Oppose

Planning: Recommends Approval

DHCD: Favorable report

DORE: Defer to DHCD

Article V, § 5(b) of the City Charter, the Comptroller of Baltimore City may sell, at either public or private sale, all the interest of the Mayor and City Council of Baltimore in the property located at

5545 Kennison Avenue (Block 8190; Lot 015), containing 5.2 acres, more or less, and improved by a
2 story building, previously utilized as an elementary school, containing 64,002 square feet, more or
less, this property being no longer needed for public use.

COUNCIL DISTRICT:		5th District					
EMPLOY BALTIMORE:	LIVIN	G WAGE:	LOCAL HIRING:				
N/A	N/A		N/A				
1% FOR PUBLIC ART:		N/A.					
ENDORSEMENTS:							
Law has reviewed and approved for form and legal sufficiency							

CITY OF BALTIMORE COUNCIL BILL 22-0270 (First Reader)

Introduced by: The Council President

At the request of: Department of Housing and Community Development

Introduced and read first time: September 12, 2022

Assigned to: Ways and Means Committee

Referred to the following agencies: City Solicitor, Department of Finance, Department of Planning, Department of Housing and Community Development, Department of Real Estate,

Board of Estimates

A BILL ENTITLED

AN ORDINANCE concerning 1 Sale of Property – 5545 Kennison Avenue 2 FOR the purpose of authorizing the Mayor and City Council of Baltimore to sell, at either public 3 or private sale, all its interest in certain property that is located at 5545 Kennison Avenue 4 5 (Block 8190; Lot 015) and is no longer needed for public use; and providing for a special effective date. 6 By authority of 7 Article V - Comptroller 8 Section 5(b) 9 **Baltimore City Charter** 10 (1996 Edition) 11 12 SECTION 1. BE IT ORDAINED BY THE MAYOR AND CITY COUNCIL OF BALTIMORE, That, in accordance with Article V, § 5(b) of the City Charter, the Comptroller of Baltimore City may 13 sell, at either public or private sale, all the interest of the Mayor and City Council of Baltimore in 14 15 the property located at 5545 Kennison Avenue (Block 8190; Lot 015), containing 5.2 acres, more or less, and improved by a 2 story building, previously utilized as an elementary school, 16 containing 64,002 square feet, more or less, this property being no longer needed for public use. 17 **SECTION 2.** AND BE IT FURTHER ORDAINED, That no deed may pass under this Ordinance 18 19 unless the deed has been approved by the City Solicitor. **SECTION 3.** AND BE IT FURTHER ORDAINED, That this Ordinance takes effect on the date it is 20 21 enacted.

CITY OF BALTIMORE

BRANDON M. SCOTT Mayor



DEPARTMENT OF LAW
JAMES L. SHEA, CITY SOLICITOR
100 N. HOLLIDAY STREET
SUITE 101, CITY HALL
BALTIMORE, MD 21202

FAVORABLE

October 4, 2022

The Honorable President and Members of the Baltimore City Council Room 409, City Hall 100 N. Holliday Street Baltimore, Maryland 21202

Re: City Council Bill 22-0270 –Sale of Property – 5545 Kennison Avenue

Dear President and City Council Members:

The Law Department has reviewed City Council Bill 22-0270 for form and legal sufficiency. The bill would allow the City to sell its interest in 5545 Kennison Avenue, declaring it no longer needed for public use.

Section 5(b) of Article V of the City Charter grants the Department of Real Estate in the Comptroller's Office the power to sell any interest in property that the Mayor and City Council deems by ordinance no longer needed for public use, if that sale is approved by the Board of Estimates.

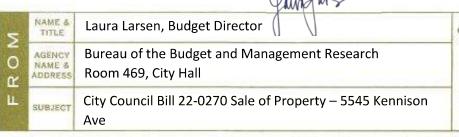
The Law Department approves the bill for form and legal sufficiency.

Very truly yours,

Hilary Ruley

Chief Solicitor

cc: James L. Shea, City Solicitor
Matthew Stegman, Mayor's Office of Government Relations
Elena DiPietro, Chief Solicitor, General Counsel Division
Ashlea Brown, Chief Solicitor
Jeffery Hochstetler, Chief Solicitor
Michelle Toth, Assistant Solicitor
D'ereka Bolden, Assistant Solicitor





DATES



TO

The Honorable President and Members of the City Council City Hall, Room 400 January 27, 2023

Position: Does Not Oppose

The Department of Finance is herein reporting on City Council Bill 22-0270, Sale of Property – 5545 Kennison Ave, the purpose of which is to authorize the sale of 5545 Kennison Avenue.

Background

5545 Kennison Avenue is a surplus City property, which formerly operated as Grove Park Elementary School. This building, located in the Grove Park neighborhood, was built in 1958 and designated as surplus in 2020.

Fiscal Impact

The Department of Finance anticipates minimal fiscal impact for the City from this legislation. The Department of General Services provides building maintenance for City-owned properties, including surplus properties. The Department of General Services' budget for maintenance of these facilities is adjusted annually during the budget process and is updated to reflect the existing inventory of buildings. The Fiscal 2023 General Fund budget for surplus school management is \$2.3 million. Annual facility costs for 5545 Kennison Avenue are estimated at \$115,050, based on average costs and square footage. This estimate does not include any capital maintenance costs.

In terms of debt, this property has outstanding State debt of \$2,844,159.99 and outstanding City debt in Fiscal 2023 totals \$575,159.99. If the property is sold, any outstanding State debt will continue to be paid by the City. An agreement with the State requires approval by the Interagency Commission on School Construction for any sale as well as a pro-rata share of consideration received for the property less specified deductions. Depending on the purchaser, the sale of this property may be a net benefit to the City's General Fund from future property tax receipts.

Conclusion

This legislation enables the sale of 5545 Kennison Avenue, which will be a net benefit for the City through reduced General Fund expenditures and possible future property tax receipts.

For the reasons stated above, the Department of Finance does not oppose City Council Bill 22-0270.

cc: Michael Moiseyev Nina Themelis

NOT OPPOSED

2	NAME & TITLE	CHRIS RYER, DIRECTOR	CITY of	
0	AGENCY NAME & ADDRESS	DEPARTMENT OF PLANNING 8 TH FLOOR, 417 EAST FAYETTE STREET	BALTIMORE	CITY O
L	SUBJECT	CITY COUNCIL BILL #22-0270/ SALE OF PROPERTY - 5545 KENNISON AVENUE	MEMO	1797

TO

The Honorable President and Members of the City Council City Hall, Room 400 100 North Holliday Street DATE:

FAVORABLE

October 25, 2022

The Department of Planning is in receipt of City Council Bill #22-0270, which is for the purpose of authorizing the Mayor and City Council of Baltimore to sell, at either public or private sale, all its interest in certain property that is located at 5545 Kennison Avenue (Block 8190; Lot 015) and is no longer needed for public use; and providing for a special effective date.

The Department of Planning recommends **approval** of City Council Bill #22-0270, as this property is no longer needed for public use. We understand that this former school building is being awarded to CommuniCare Health for redevelopment.

If you have any questions, please contact Mr. Eric Tiso, Division Chief, Land Use and Urban Design Division at 410-396-8358.

CR/ewt

cc: Ms. Natasha Mehu, Mayor's Office

Ms. Nina Themelis, Mayor's Office

Mr. Ethan Cohen, Mayor's Office

The Honorable Eric Costello, Council Rep. to Planning Commission

Mr. Matthew Stegman, City Council President's Office

Ms. Nikki Thompson, City Council President's Office

Mr. Colin Tarbert, BDC

Ms. Rebecca Witt, BMZA

Mr. Geoffrey Veale, Zoning Administration

Ms. Stephanie Murdock, DHCD

Ms. Elena DiPietro, Law Dept.

Mr. Francis Burnszynski, PABC

Mr. Liam Davis, DOT

Ms. Natawna Austin, Council Services



MEMORANDUM

To: The Honorable President and Members of the Baltimore City Council

c/o Natawna Austin, Executive Secretary

From: Alice Kennedy, Housing Commissioner

Date: October 17, 2022

Re: City Council Bill 22-0270 - Sale of Property - 5545 Kennison Avenue

The Department of Housing and Community Development (DHCD) has reviewed City Council Bill 22-0270 for the purpose of authorizing the Mayor and City Council of Baltimore to sell, at either public or private sale, all its interest in certain property that is located at 5545 Kennison Avenue (Block 8190; Lot 015) and is no longer needed for public use; and providing for a special effective date.

DHCD strategically acquires, manages, and disposes of real property to create housing and economic development opportunities for Baltimore's neighborhoods. DHCD's Development Division is tasked with disposing of City owned real property on behalf of the Mayor and City Council of Baltimore City.

DHCD uses RFP's to seek developers or development teams for large scale projects that require extensive experience in urban revitalization initiatives, a proven track record of community partnerships, and financial and organizational capacity to successfully implement and complete complex redevelopment projects within a timely period.

If enacted, City Council Bill 22-0270 would allow for either the public or private sale of 5545 Kennison Avenue. The property is estimated at 5.2 acres and is located in the Grove Park neighborhood in the 5th District. The property is zoned R-6. The site includes multiple portable trailers and a two-level former elementary school.

The 2021 RFP for 5545 Kennison Avenue has been awarded to CommuniCare Health. DHCD hosted a community presentation for all RFP candidates that met the required threshold on Wednesday, March 23, 2022. Roughly 35 community residents and neighborhood stakeholders attended. Additionally, 19 community members completed the online community survey. DHCD is working with the awarded applicant, CommuniCare, to host a community meeting to discuss the details of the proposal and award. This ordinance would provide for the authority to sell the property to CommuniCare.

DHCD supports the Administration's disposition of the property as the site is no longer needed for public use.

FAVORABLE



We respectfully request a **favorable** report on Council Bill 22-0270.

AK/sm

cc: Ms. Nina Themelis, Mayor's Office of Government Relations



MEMORANDUM

To: The Honorable President and Members of the City Council

c/o Natawna Austin, Executive Secretary

From: KC Kelleher, Director of Communications & Policy, Office of the Comptroller

Date: May 16, 2023

Re: 22-0270 Sale of Property – 5545 Kennison Ave

Position: Defer to DHCD

The Department of Real Estate is responding to the request for a report on City Council bill 22-0270 Sale of Property – 5545 Kennison Ave. The purpose of this legislation purpose of authorizing the Mayor and City Council of Baltimore to sell, at either public or private sale, all its interest in certain property that is located at 5545 Kennison Avenue (Block 8190; Lot 015) and is no longer needed for public use; and providing for a special effective date.

The Department of Real Estate has reviewed the proposal and foresees no fiscal or operational impact from CCB 22-0270 and **defers to DHCD.**

CC:

Celeste Amato, Chief of Staff, Comptroller's Office Nina Themelis, Mayor's Office

DEFERS TO HCD