

the Property at less than market value. By redeveloping the Property, new taxable value will be added to the city through infill development.

Section 3. That the property city officials are hereby authorized to enter into a purchase agreement, substantially in the form of that attached as Exhibit 2, with Habitat for the sale of the Property, which purchase agreement requires Habitat to complete construction of a single family home on the Property and a sale to an income-eligible single family homeowner within 24 months of the date of the deed, unless extended by the director of planning and economic development.

Section 4. Further, that upon Habitat's fulfillment of all contingencies, terms, and conditions in the purchase agreement, the proper city officials are hereby authorized to execute the deed and all other documents necessary to effectuate the conveyance of the Property to Habitat for the sum of \$1; funds to be deposited into 110-700-1420-4640 (General Fund, Transfers and Other Functions, Capital Program, Sale of Land).

Section 5. That this ordinance shall take effect 30 days after its passage and publication.

STATEMENT OF PURPOSE:

The purpose of this ordinance is to authorize the conveyance of real property located at 5706 West 8th Street in the Cody neighborhood of Duluth to Western Lake Superior Habitat for Humanity, a Minnesota non-profit corporation, under the terms and conditions in the Purchase Agreement, including to complete the construction of a single family home and sell it to an income-eligible single family homeowner within 24 months of the date of the deed, unless extended by the director of planning and economic development. Habitat agrees to purchase the Property for \$1 and bear all costs incurred with the conveyance, including deed tax and recordation filing fees.

The City originally acquired the Property as a voluntary donation, intending to have it redeveloped and integrated into the Cody neighborhood. The conveyance of the Property to Habitat will assist in implementing Housing Policies 2 (Provide affordable, attainable housing opportunities) and 4 (Improve the quality of the city's housing stock and neighborhoods) in Imagine Duluth 2035 Update to the Comprehensive Plan.