ORDINANCE NO. _____, SERIES 2020

AN ORDINANCE AMENDING THE LOUISVILLE METRO CODE OF ORDINANCES ("LMCO") SECTIONS 154.02, 154.03, AND 154.04(B) RELATING TO PROPERTY ASSESSMENT AND REASSESSMENT MORATORIUM PROGRAMS.

SPONSORED BY: COUNCIL PRESIDENT JAMES AND COUNCIL MEMBERS DORSEY, PURVIS, GREEN, MULVIHILL, AND SEXTON SMITH

WHEREAS, Louisville/Jefferson County Metro Government Code of Ordinances (hereinafter "LMCO") Chapter 154, Property Assessment and Reassessment Moratorium Programs, was adopted on June 28, 1983 pursuant to Ord. No. 10-1983 and amended by Ord. No. 114-2007, effective July 2, 2007;

WHEREAS, pursuant to KRS 99.595 through KRS 99.605 and KRS 132.452, the Metro Council (hereinafter "Council") established a property assessment and reassessment moratorium program (hereinafter the "Program") to encourage property owners to make improvements to qualifying structures located in Louisville Metro by providing a five (5) year moratorium on a portion of the local tax assessment that would result from the improvements;

WHEREAS, the Council finds that the geographic scope set forth in LMCO § 154.02(B) should be amended to include "Qualified Census Tracts" (QCT) designated by the United States Department of Housing and Urban Development;

WHEREAS, the Council finds that LMCO § 154.02(C), relating to the costs of the improvements that may be made to a structure for the purpose of repair, rehabilitation, restoration, or stabilization under the Program, should be amended to (1) permit a minimum value equal to at least 5% of the value of the improvements to the property based on the latest assessment made by the Jefferson County Property Valuation

Administrator; (2) for improvements made to owner-occupied qualifying properties; (3) located within the following traditional urban neighborhoods: Algonquin, California, Chickasaw, Park Duvalle, Park Hill, Parkland, Portland, Russell, Shawnee, Shelby Park, and Smoketown Jackson.

WHEREAS, the Council also finds that the list of administering agencies set forth in LMCO § 154.03 should be amended to clarify the responsibilities of the Property Valuation Administrator and the Codes and Regulations Department in administering the Program;

WHEREAS, the Council finds that the \$40 Program application fee set forth in LMCO § 154.04 may be waived at the discretion of the Director of Code Enforcement and the Property Valuation Administrator for low-income homeowners, with income verification services provided by the Office of Housing; and

WHEREAS, the Council finds that the amendments set forth above will lower the threshold for owner-occupied properties located in historically disinvested neighborhoods to qualify for relief under the Program, and will also further encourage the repair, rehabilitation, restoration, or stabilization of qualifying structures in these traditional urban neighborhoods.

NOW, THEREFORE, BE IT ORDAINED BY THE LEGISLATIVE COUNCIL OF THE LOUISVILLE/JEFFERSON COUNTY METRO GOVERNMENT AS FOLLOWS:

SECTION I: LMCO § 154.02 is hereby amended as follows:

§ 154.02 QUALIFYING CONDITIONS OF STRUCTURES.

All existing residential and commercial structures at least 25 years old may qualify for a reassessment moratorium if:

- (A) The costs of the enhancements made to the structure to repair, rehabilitate, restore or stabilize it is equal to at least 25% of the value of the ilmprovements to on the property based on the latest assessment made by the Jefferson County Property Valuation Administrator; or
- (B) The qualifying property is within a "target area", a census tract where at least 70% of the residents living in that tract have income below 80% of the median income for Jefferson County or 20% of the residents living in that tract have incomes below the poverty level, the cost of the improvements must be equal to at least 10% of the value of the improvements to the property based on the latest assessment. The cost of the enhancements made to the structure to repair, rehabilitate, restore or stabilize it is equal to at least 10% of the value of the Improvement on the property based on the latest assessment made by the Jefferson County Property Valuation Administrator and the property is located within a "Qualified Census Tract" (QCT), designated by the United States Department of Housing and Urban Development, where at least 50% of households have an income less than 60% of the Area Median Gross Income in Jefferson County; or
- (C) The cost of the enhancements made to the structure to repair, rehabilitate, restore or stabilize it is equal to at least 5% of the value of the Improvement on the property based on the latest assessment made by the Jefferson County Property Valuation Administrator and the property is located within one of the following traditional urban neighborhoods, as defined by the Louisville/Jefferson County Information Consortium on January 1, 2020 and illustrated in the maps attached as Exhibit A: Algonquin, California, Chickasaw, Park

Duvalle, Park Hill, Parkland, Portland, Russell, Shawnee, Shelby Park, and Smoketown

Jackson; and the property is owner-occupied; or

(C)(D) The qualifying property will, at the conclusion of the plan of improvement, be

an LEED Certified property based on the Leadership in Energy and Environmental Design

standards in effect at the time of application.

SECTION II: LMCO § 154.03 is hereby amended as follows:

§ 154.03 ADMINISTERING AGENCIES.

The administering agencies for the moratorium program in Jefferson County shall be

the Codes and Regulations Department, and the Ooffice of the Property Valuation

Administrator. Applications shall be received and reviewed by the Codes and Regulations

Department and forwarded to the Office of the Property Valuation Administrator to

complete the inspection phase of the assessment process.

SECTION III: LMCO § 154.04(B) is hereby amended as follows:

§ 154.04 APPLICATION FOR MORATORIUM CERTIFICATE; FEE.

(B) That in order to cover the administrative costs for the program, a fee of \$40 shall

be charged an applicant applying for a moratorium certificate. The \$40 administrative fee

may be waived at the discretion of the Director of Code Enforcement and the Property

Valuation Administrator for low-income homeowners. The Office of Housing shall verify

the income of applicants that have received home repair funds through any Louisville

Metro Government program. Twenty dollars will be transferred to the PVA to carry out

his or her duties under this chapter and \$20 will be retained by the Codes and Regulations

Department to cover administrative costs incurred under this chapter.

SECTION IV: This Ordinance shall take effect upon its passage and approval.

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Sonya Harward Metro Council Clerk	David James President of the Council	
Greg Fischer Mayor	Approval Date	
APPROVED AS TO FORM AND LEGALITY:		
Michael J. O'Connell		
Jefferson County Attorney		
By:		

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