

Request for Board Action Details

File #: 2021-675
Type: Administrative Item **Status:** Passed
In control: Board of Commissioners
On agenda: 1/18/2022 **Final action:** 1/18/2022
Title: Repurchase of a Tax-forfeited Property Located at 1277 Rice Street, Saint Paul, MN 55117
Sponsors: Property Tax, Records & Election Services
Indexes:
Code sections:
Attachments: 1. City of Saint Paul Resolution No. RLH OA 21-10, Dated October 6, 2021.pdf, 2. Map of property located at 1277 Rice Street.pdf, 3. Resolution

Date	Ver.	Action By	Action	Result
1/18/2022	1	Board of Commissioners	approved	Pass
12/21/2021	1	Board of Commissioners	tabled	

Sponsor: Property Tax, Records & Election Services

Title

Repurchase of a Tax-forfeited Property Located at 1277 Rice Street, Saint Paul, MN 55117

Recommendation

1. Determine that by allowing a timely repurchase of the following property, any injustice or undue hardship caused by the forfeiture will be corrected and the repurchase will promote the use of the lands that will best serve the public interest:
Commissioner District 3
PIN: 24-29-23-44-0008
Property Address: 1277 Rice Street, Saint Paul, MN 55117
Repurchase Amount Due to Date: \$11,098.90
2. Approve the repurchase of the above tax-forfeited property by Dustin Nguyen, fee owner at the time of forfeiture ("Repurchaser"), subject to the following conditions that must be met within 90 days of approval of this resolution: Repurchaser will
 - a) provide the required payment-in-full of all back taxes, interest, penalties, recording fees and costs, and maintenance costs (no installment payments allowed); and
 - b) execute a repurchase contract with the following conditions:
 - i. provide an executed assignment and assumption of the repurchase contract by a third-party buyer at arms' length (such buyer to be approved by the Department of Property Tax, Records & Election Services); and
 - ii. continue to maintain and keep the property in a secure and safe condition from the date of contract execution until the closing of the sale to and possession by a third party buyer.

Background and Rationale

The subject property is located at 1277 Rice Street and is an occupied single-family house located in the North End-South Como neighborhood of Saint Paul. The repurchase applicant is Dustin Nguyen, fee owner at the time of forfeiture ("Repurchaser"). The property is a rental property and currently occupied by tenants of the

Repurchaser. Property taxes for 2018 and 2019 were unpaid and the property forfeited to the state on August 3, 2021.

The city of Saint Paul was notified of the pending repurchase application and provided opportunity to provide comments or concerns about the repurchase. The city reviewed the application for police, building, and property maintenance code violations within the past five years and has recommended the Board of Ramsey County Commissioners deny the repurchase application based on its determination that the property is a municipal problem.

Property Tax, Records & Election Services (PTRES) has reviewed the repurchase application, supporting documentation, and comments regarding the city's recommendation, and has determined that while a municipal problem exists, the Repurchaser has experienced personal and financial hardship which eventually led to the forfeiture of the property, and that denial of Repurchaser's application in this case directly conflicts with the County Auditor's responsibility to administer repurchases remedially as mandated in Minnesota Statutes, section 282.241 and clarified by the Minnesota Supreme Court.

Based on these findings, PTRES recommends approval of the repurchase application, subject to the special conditions, thereby correcting any undue hardship or injustice resulting from the forfeiture due to the loss of the property and promoting the use of the land that will best serve the public interest.

County Goals (Check those advanced by Action)

☒ Well-being

☐ Prosperity

☐ Opportunity

☐ Accountability

Racial Equity Impact

While the racial equity impact of repurchasing one parcel is unclear, targeted community data and neighborhood racial demographics provide marginal insight. This property is located in a targeted community, as defined by Minnesota Statutes, section 469.201, subd. 10. More than 66% of households in the North End-South Como neighborhood are non-White, as compared to only 43.3% of non-White households throughout all of Saint Paul, which makes this an area more racially diverse than most of Saint Paul. Investments made in this community can positively impact racial equity.

Community Participation Level and Impact

PTRES informed the city of Saint Paul about the property. The Saint Paul City Council passed a resolution recommending the Ramsey County Board deny the repurchase. There is no additional community engagement associated with this board action.

☒ Inform

☐ Consult

☐ Involve

☐ Collaborate

☐ Empower

Fiscal Impact

Revenue from sales of tax-forfeited property located in the city of Saint Paul is deposited into the Tax Forfeited Land Sale Fund. Net proceeds in the Fund, after paying administration costs and assessments, are distributed 40% to the county, 40% to the Saint Paul School District and 20% to the city of Saint Paul on an annual basis.

County Manager Comments

No additional comments.

Last Previous Action

None.

Attachments

1. City of Saint Paul Resolution No. RLH OA 21-10, Dated October 6, 2021
2. Map of property located at 1277 Rice Street