# **Land Banks Overview**





### **National Land Bank Network**

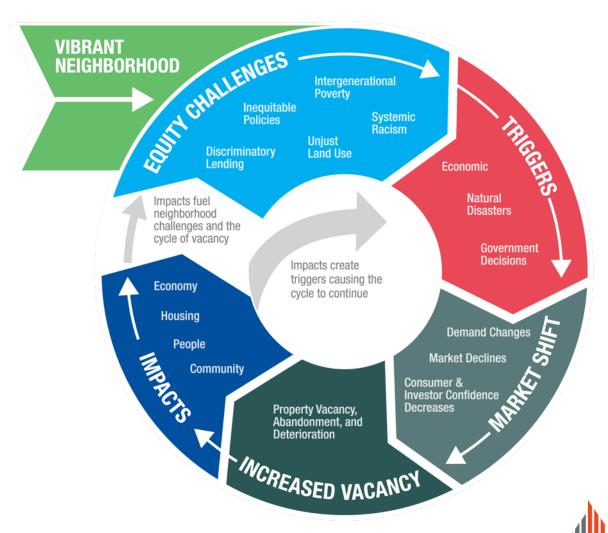
#### **Brian Larkin, Director**

• Together, with land bank leaders, we aim to collaboratively develop national infrastructure, research, and knowledgesharing that strengthens the ground-work of land banks – vital contributors to community health.



# Systemic Vacancy & Communities

 Systemic vacancy is the community experience of widespread property vacancy caused by the combined actions of people, policies, and processes.



## **What Are Land Banks**

 A land bank is a public authority focused on the conversion of vacant, abandoned, and tax delinquent properties into productive use.





## Land Banks Are NOT...

Simple Community Development Corporations (CDCs)

Financial institutions (no cashing checks)

Get rich quick agencies

Rumpelstiltskin



## **Earliest Land Banks**

- 1st Generation
  - St. Louis (1971)
  - Cleveland (1976)
  - Louisville (1989)
  - Atlanta (1991)

- 2<sup>nd</sup> Generation
  - Genesee & Michigan (2002)
  - Cuyahoga & Ohio





# What problems land banks help address

- Large numbers of VAD properties
- Fragmented inventories
- Property with little market value
- Restrictive public property disposition requirements



## Where Properties Come From



#### Local tax foreclosure system is primary pipeline

Owner not paying property taxes, not maintaining property after local government sought compliance

#### **Public Costs**

Property harming surrounding property values and costing taxpayer dollars to board, mow, and secure

Government unit forecloses on property for unpaid taxes and code enforcement liens



Depending on state legislation, property is transferred to land bank\*



#### The Land Bank will:

- Extinguish liens and clear title
- Maintains, repairs property
- 3 Strategically assemble parcels
- Hold property tax exempt
- \$ Flexibly set sales price based on desired outcome
- Find responsible buyer and/or developer

**Private Ownership** 

**Public Ownership** 

- \* The process for property tax foreclosure varies by state, as does the process for tax foreclosed properties to transfer into a land bank authority. Also, land banks receive a wide range of property types including commercial and industrial structures as well as vacant lots. The image of a residential house is used here only for illustrative purposes.
- \*\*Land banks may also sell property to tax-exempt entities.

#### **Land Bank Ownership**

#### Other Sources of Inventory

Donation
Private purchase

Property swaps

Other government transfers

Property is sold to responsible end user and put back onto tax rolls consistent with community goals\*\*

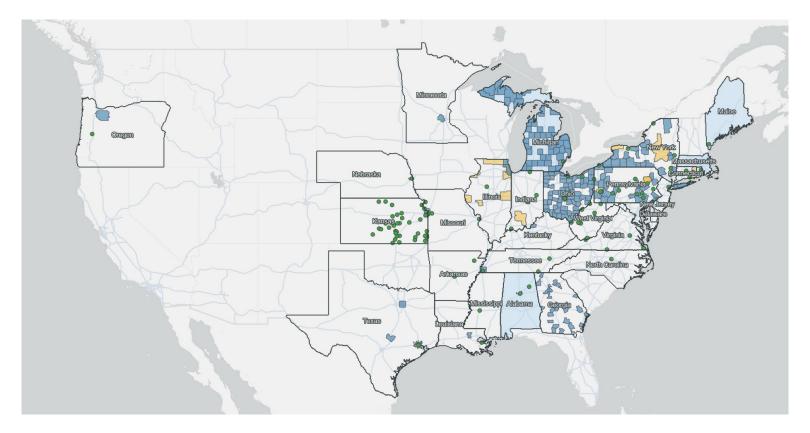


#### **Private Ownership**

Created by Center for Community Progress, 2021

#### Source of land bank powers

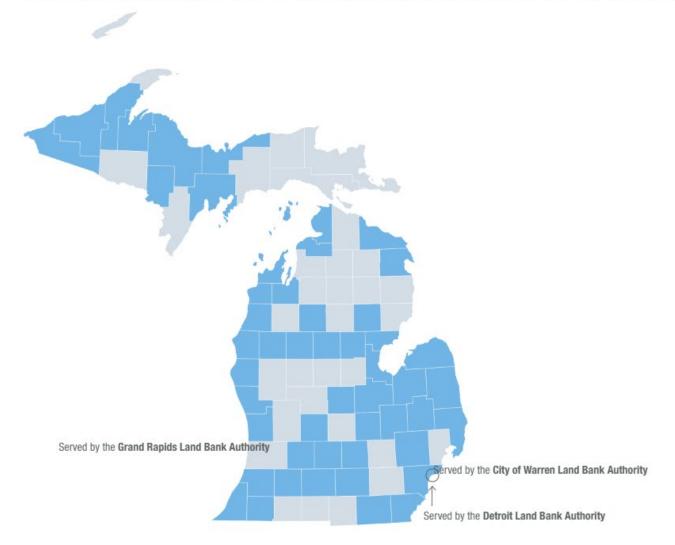
Land Bank powers are outlined through state-enabling (or local) legislation. Land Banks are only as powerful and flexible as the statute that created them.





#### Land Banks in Michigan 2025

Everyone in Michigan is served by a land bank. There are 51 county land banks, three city land banks, and the state land bank, which serves the remaining 32 counties.





# Inventory

# Where Land Banks Reported Most of Their Properties Were Located

Median Inventory: 40 properties

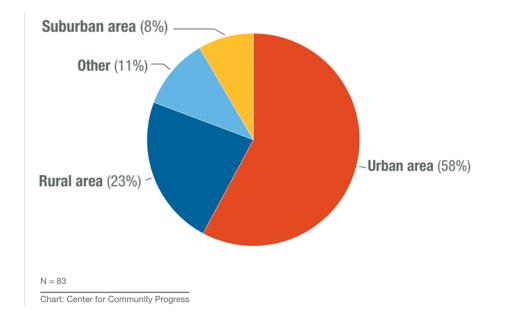
**Average Inventory**: 1,887

properties

#### Largest LB:

Genesee County, MI: 10,000+

Detroit, MI: 50,000+

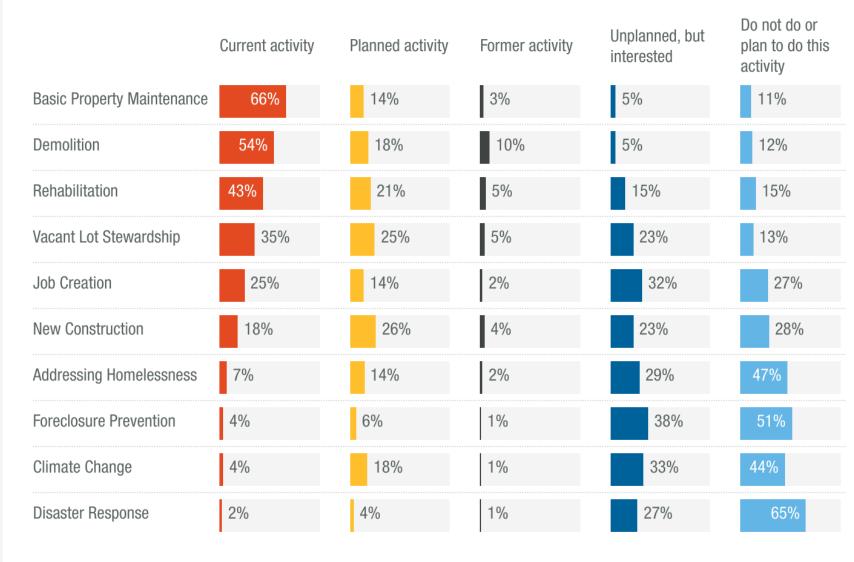




### Land Bank Activities

#### Which of the following activities has your land bank engaged in?

Over half of respondents are currently engaged in basic property maintenance and demolition.



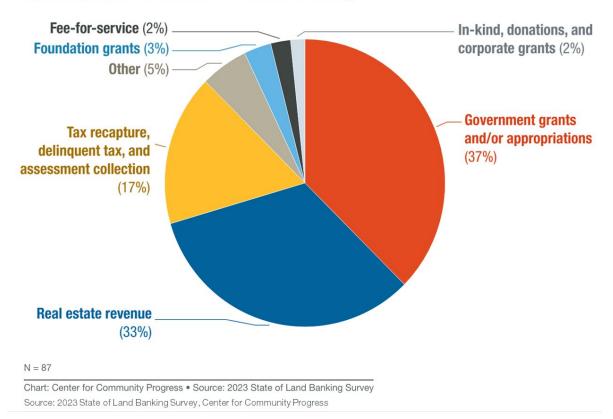
N = 92

Chart: Center for Community Progress

Source: 2023 State of Land Banking Survey, Center for Community Progress

# Land Banks Can't Do It Alone

#### Where Land Banks Get Their Funding



# **Survey Insights on Land Bank Capacity**

- 37% don't have adequate funding to cover basic expenses
- 47% have a staff of one fulltime equivalent or less
- 65% of land banks don't have the data sharing agreements w/ local gov necessary to better understand foreclosure pipeline



## NLBN Summit Sep. 2025

#### How to get involved

- Attend
- Sponsor
- Submit ideas for:
  - Tours
  - Breakout Sessions
  - Posters



# Speak at NLBN 2025!

Applications are due <u>February 28</u> Apply at: <a href="https://communityprogress.org/nlbn-summit-2025/present/">https://communityprogress.org/nlbn-summit-2025/present/</a>

