



MEMORANDUM

TO: CITY COUNCIL

FROM: STEVEN ADAMS, CITY MANAGER *SA*

SUBJECT: CONSIDERATION OF RESOLUTION TO CLOSE ESCROW ON SALE OF PARCEL 007-011-052 ON OLD RANCH ROAD

DATE: OCTOBER 28, 2014

RECOMMENDATION:

It is recommended the City Council adopt a Resolution authorizing the sale of Parcel 007-011-052 for \$289,000 and authorizing the City Manager to execute final sale documents.

IMPACT ON FINANCIAL AND PERSONNEL RESOURCES:

The sale of the lot is intended to generate revenue for construction of the Police Station improvements. The net revenue anticipated from the sale is projected to be approximately \$274,000, which will exceed the revenue estimates for the Police Station upgrade project when combined with the revenue from the sale of Lots #2 and #3.

BACKGROUND:

At the August 12, 2014 meeting, the City Council approved the Vacant Land Purchase Agreement and Joint Escrow Instructions for sale of Parcel 007-011-052 for \$289,000, which is due to close escrow on October 31st.

ANALYSIS OF ISSUES:

The title company has notified the City that they need a Resolution approving the sale and authorizing the City Manager to execute the sale documents.

ALTERNATIVES:

The following alternatives are presented for consideration:

- Adopt the Resolution;
- Direct staff to request a delay in closing escrow; or
- Provide staff other direction.

**CITY COUNCIL
CONSIDERATION OF RESOLUTION TO CLOSE ESCROW ON SALE OF
PARCEL 007-011-052 ON OLD RANCH ROAD
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ADVANTAGES:

Approval of the sale will generate important revenue for the Police Station upgrade project. The property is being purchased by a local family and the home should be a valuable addition to the community.

DISADVANTAGES:

No disadvantages have been identified.

ENVIRONMENTAL REVIEW:

Environmental review was accomplished through the subdivision process.

PUBLIC NOTIFICATION AND COMMENTS:

The agenda was posted in front of City Hall on Thursday, October 23, 2014 and on the City's website on Friday, October 24, 2014. No comments were received.

RESOLUTION NO.

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY
OF ARROYO GRANDE AUTHORIZING THE SALE OF
PARCEL 007-011-052 ON OLD RANCH ROAD**

WHEREAS, a portion of property owned by the City on West Branch Street and designated for a proposed Recreation Center project was deemed unnecessary for the Recreation Center project; and

WHEREAS, the portion of property, located on Old Ranch Road, was subdivided in to four lots; and

WHEREAS; the City Council has deemed it in the best interest of the City to sell three of the four lots to generate revenue for the Police Station upgrade project; and

WHEREAS, at the August 12, 2014 meeting, the City Council approved the Vacant Land Purchase Agreement and Joint Escrow Instructions for sale of Parcel 007-011-052 for \$289,000, also referred to as "Lot #1", which is due to close escrow on October 31, 2014; and

WHEREAS, a formal resolution approving the sale and designating the individual responsible for executing documents is necessary.

NOW, THEREFORE, BE IT RESOLVED that the City Council of the City of Arroyo Grande approves the sale of Parcel 007-011-052 for \$289,000 to Adam R. Lyman and Olivia L. Lyman and authorizes the City Manager to execute final sale documents.

On motion of Council Member _____, seconded by Council Member _____,
and by the following roll call vote, to wit:

AYES:
NOES:
ABSENT:

the foregoing Resolution was passed and adopted this _____ day of _____, 2014.

**RESOLUTION NO.
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TONY FERRARA, MAYOR

ATTEST:

KELLY WETMORE, CITY CLERK

APPROVED AS TO CONTENT:

STEVEN ADAMS, CITY MANAGER

APPROVED AS TO FORM:

TIMOTHY J. CARMEL, CITY ATTORNEY