



City of Rochester Hills
AGENDA SUMMARY
FINANCIAL ITEMS

1000 Rochester Hills Dr.
Rochester Hills, MI 48309
248.656.4630
www.rochesterhills.org

Legislative File No: 2015-0168

TO: Mayor and City Council Members
FROM: John D. Staran, City Attorney
DATE: December 20, 2016
SUBJECT: Purchase Agreement for 1380 Ruby

REQUEST:

City Council is asked to consider for approval a proposed Purchase Agreement to purchase the 9.48 acre parcel of land located at 1380 Ruby.

BACKGROUND:

Last year, the Green Space Advisory Board recommended that the City acquire the undeveloped 7 acres of parcel #15-33-401-005 at 1380 Ruby, located north of South Blvd and west of Livernois, and to obtain a conversation easement over the remaining 2.5 acre portion that includes a house, outbuilding and driveway. The funding source would be green space millage proceeds. The City Administration has made an offer and has presented a proposed Purchase Agreement to the property owner -- subject to City Council's approval -- to purchase the entire 9.48 parcel. Terms of sale will be standard terms, cash deal, proration of property taxes, and City will be responsible for closing costs and document preparation.

BUDGET AND STAFF IMPACT:

It is anticipated that the \$385,000 purchase price plus the City's share of taxes and closing costs will be paid from the Green Space Operating Fund (299).

The Green Space Operating Fund has a fund balance of over \$1.4 million prior to this purchase.

Fund Name	Department Account No	Account No. Description	Budget Amount	Cost	Remaining Budget
Green Space Operating Fund	299.971000	Land	\$0	\$385,000	(\$385,000)

RECOMMENDATION:

We recommend that if City Council is satisfied with the Purchase Agreement, that the Council approve the Agreement and authorize the Mayor to undertake such actions and to execute and deliver any necessary and appropriate documents to consummate this transaction.

APPROVALS:	SIGNATURE	DATE
Department Review		
Department Director		
Budget Content: Chief Financial Officer		
Purchasing Process: Supervisor of Procurement		
Mayor		
Deputy Clerk		

Document2