



**City of Rochester Hills
AGENDA SUMMARY
FINANCIAL ITEMS**

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Legislative File No: 2006-0030

TO: Financial Services Committee Members and City Council
FROM: Michael A. Hartner, Parks & Forestry, ext. 2552
DATE: January 5, 2006
SUBJECT: Cash Reserve for Nowicki Park Development

REQUEST:

The Parks & Forestry Department requests that the Financial Services Committee recommends to City Council the reservation/designation of the cash from the Meadowfield property sale in Buildings and Grounds (631) Fund's fund balance and to reserve the future donations from Lombardo Company for each Meadowfield condominium sold, for the development of Nowicki Park.

BACKGROUND:

Lombardo Company and the City of Rochester Hills agreed to the land exchange of the 9.58-acre Meadowfield Drive property valued at \$1,975,000 for the 10-acre Adams Road property parcel valued at \$1,600,000. Lombardo has also paid the \$375,000 difference to the City of Rochester Hills minus costs and fees (\$368,829.18). A total of \$368,829.18 was placed in the Buildings and Grounds Fund.

In addition, Lombardo Company has offered to pay the City of Rochester Hills \$1,000 for each of the 52 condominiums that will be built on the Meadowfield Drive property as they are sold (\$52,000 is anticipated).

The Parks & Forestry Department is requesting that the above mentioned monies be reserved in the Buildings and Grounds Fund for the development of Nowicki Park, including the potential use as matching funds for Nowicki Park Development grant proposals.

As there are currently no funds set aside for park development, these reserved/designated funds would help toward the timely development of Nowicki Park and provide needed recreational amenities for our citizens.

RECOMMENDATION:

The Parks & Forestry Department recommends that the Financial Services Committee recommend to City Council to approve the reservation/designation, in the amount of \$368,829.18 (representing the net proceeds from the sale of the Meadowfield Drive property), in the Buildings and Grounds (631) Fund's fund balance and to reserve/designate each \$1,000 Meadowfield condo donation when received by the City, for the development of Nowicki Park.

RESOLUTION

NEXT AGENDA ITEM

RETURN TO AGENDA

APPROVALS:	SIGNATURE	DATE
Department Review		
Department Director		
Budget Content: Finance Director		
Purchasing Process: Supervisor of Procurement		
Mayor		
City Council Liaison		

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