



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

1000 Rochester Hills Dr.
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Legislative File No: 2021-0465

TO: Mayor and City Council Members

FROM: Sara Roediger, Planning & Economic Development Director

DATE: November 10, 2021

SUBJECT: Purchase Agreement for 2977 Eastern Ave., Parcel No. 15-36-226-062, located south of Auburn Rd.

REQUEST:

City Council is asked to consider for approval a proposed purchase agreement to purchase 0.279 acres of land at 2977 Eastern Ave., parcel #15-36-226-062, located on the east side of Eastern Ave. south of Auburn Rd.

BACKGROUND:

As part of the Auburn Road project City staff is recommending the purchase of the parcel located immediately south of the recently approved public parking lot on the east side of Eastern Ave. to serve as additional public parking for the corridor. The City Administration's offer of \$160,000 has been accepted and a purchase agreement has been entered into, contingent on City Council's approval – to purchase the parcel. The purchase price is supported by the City Assessor's market analysis. Terms of sale will be standard terms, cash deal, proration of property taxes, environmental due diligence, and City will be responsible for closing costs and document preparation.

BUDGET AND STAFF IMPACT:

The purchase price of \$160,000 plus the share of taxes and closing costs (estimated at \$10,000) will be paid from the Facilities Fund (631).

If approved by City Council, funding will be contributed from the Capital Improvement Fund (420) to the Facilities Fund (631) to offset the purchase price of the parcels as well all taxes and closing costs. Fiscal shall prepare the necessary 4th Quarter Budget Amendments.

Fund Name	Department Account No	Account No. Description	Budget Amount	Cost	Remaining Budget
Facilities Fund	631.971000	Land	\$0	\$170,000	(\$170,000)
TOTAL			\$0	\$170,000	(\$170,000)

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		

Contract Reviewed by City Attorney Yes N/A