



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

1000 Rochester Hills Dr.  
Rochester Hills, MI 48309  
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[www.rochesterhills.org](http://www.rochesterhills.org)

**Legislative File No: 2018-0576**

**TO:** Mayor and City Council Members

**FROM:** Sara Roediger, Planning & Economic Development Director

**DATE:** December 3, 2018

**SUBJECT:** Purchase Agreement for 2905 Emmons Ave., Parcel No. 15-25-456-033, located north of Auburn Rd., east of Culbertson Ave.

**REQUEST:**

City Council is asked to consider for approval a proposed purchase agreement to purchase the 0.36 acre parcel of land, parcel #15-25-456-033, located north of Auburn Rd., east of Culbertson Ave.

**BACKGROUND:**

As part of the Auburn Road project City staff is recommending the purchase of the 0.36 acre parcel located immediately north of the alley that runs along the northern side of Auburn Road to serve as additional public open space or parking for the corridor. The City Administration’s offer of \$95,000 has been accepted and a purchase agreement has been entered into, contingent on City Council’s approval – to purchase the 0.36 acre 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:**

It is anticipated that the purchase price plus the City’s share of taxes and closing costs will be paid from the Major Road Fund (202). Funding for the project is provided to the Major Road Fund through a transfer-in from the General Fund and not with Major Road Act 51 revenue, as the purchase of this parcel for the purpose is not an eligible Act 51 expenditure.

If approved by City Council, a 4<sup>th</sup> Quarter Budget Amendment shall be prepared to increase the Major Road Fund Land budget, and to decrease the Land budgets in both the Local Street and Pathway Construction Fund.

Fund Name	Department Account No	Account No. Description	Remaining Budget Amount	Cost	Remaining Budget
Major Road Fund	452.973000	Land	(\$26,250)	\$95,000	(\$121,250)
Local Street Fund	454.973000	Land	\$55,250	\$0	\$55,250
Pathway Construction Fund	403.973000	Land	\$66,000	\$0	\$66,000
<b>TOTAL</b>			<b>\$95,000</b>	<b>\$95,000</b>	<b>\$0</b>

**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.

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