



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

1000 Rochester Hills Dr.  
Rochester Hills, MI 48309  
248.656.4630  
[www.rochesterhills.org](http://www.rochesterhills.org)

**Legislative File No: 2022-0047**

**TO:** Mayor and City Council Members

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

**DATE:** February 7, 2022

**SUBJECT:** Purchase Agreement for 2970 Eastern Ave., Parcel No. 15-36-204-056, located south of Auburn Rd.

**REQUEST:**

City Council is asked to consider for approval a proposed purchase agreement to purchase 0.37 acres of land at 2970 Eastern Ave., parcel #15-36-204-056, located on the west 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 west side of Eastern Ave. While there are no immediate plans for the property other than demolition, acquisition is desirable because of its adjacency to other City owned properties and central location within the corridor. Future possible uses could include a neighborhood park, gathering area or more parking if needed as the corridor redevelops. The City Administration’s offer of \$280,000 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 \$280,000 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 1<sup>st</sup> Quarter Budget Amendments.

Fund Name	Department Account No	Account No. Description	Budget Amount	Cost	Remaining Budget
Facilities Fund	631.971000	Land	\$0	\$280,000	(\$280,000)
<b>TOTAL</b>			<b>\$0</b>	<b>\$280,000</b>	<b>(\$280,000)</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.

---

APPROVALS:	SIGNATURE	DATE
Department Review		
Department Director		
Budget Content: Chief Financial Officer		
Purchasing Process: Procurement Manager		
Mayor		
City Clerk		

Contract Reviewed by City Attorney     Yes     N/A