



TO: FRUITA CITY COUNCIL AND MAYOR

FROM: CITY MANAGER'S OFFICE

DATE: APRIL 2, 2024

AGENDA TEXT: RESOLUTION 2024-13 – A Resolution of the City of Fruita to assign proceeds from three mountain property sales for public recreational amenities within the city limits.

BACKGROUND

At the March 26, 2024, City Council Workshop, the City Council directed staff to bring forward a Resolution specifying that the City would assign the funds received from the three sales of mountain properties for public recreational amenities within the city limits. The Resolution is attached.

Following an extensive public process, the City sold three mountain properties in three separate transactions, including Enoch's Lake (\$493,130), a 4.05-acre parcel of land with no water rights (\$32,400), and a 2-acre parcel of land with no water rights (\$50,000). After all closing costs, the City received in total for all three transactions \$575,530 in addition to the forgiveness of the \$145,393.35 non-monetary obligation the City owed to one of the buyers of Enoch's Lake for previous assistance to repair City reservoirs many years ago. The sales proceeds are automatically added to the City's fund balance until future appropriation by the City Council.

For detail on the reasoning of the sale of mountain properties and the process, please visit <https://www.fruita.org/publicworks/page/fruita-mountain-water-properties>.

APPLICABILITY TO CITY GOALS AND OBJECTIVES

This Resolution assigns the funds received from the sale of three mountain properties to public recreational amenities within the city limits that are priority projects as prioritized from the City's Strategic Plan and Master Plans created through community participation.

FISCAL IMPACT

\$575,530 in revenue from the sales of three separate mountain properties to be assigned to recreational public priority projects of the City.

OPTIONS AVAILABLE TO THE COUNCIL

1. Adopt Resolution 2024-13, A Resolution of the City of Fruita to assign proceeds from three mountain property sales to fund public recreational amenities within the city limits.

2. Amend the draft Resolution and approve.
3. Advise staff to revise the Resolution and bring an amended Resolution back to the City Council at a future date.

RECOMMENDATION

It is the recommendation of Staff that the City Council by motion:

- **ADOPT RESOLUTION 2024-13 - A RESOLUTION OF THE CITY OF FRUITA TO ASSIGN PROCEEDS FROM THREE MOUNTAIN PROPERTY SALES FOR PUBLIC RECREATIONAL AMENITIES WITHIN THE CITY LIMITS.**