



AGENDA ACTION FORM

Consideration of a Resolution Authorizing the Transfer of Funding to the Kingsport Economic Development Board for the Purchase and Development of Property

To: Board of Mayor and Aldermen
From: Chris McCartt, City Manager *CM*

Action Form No.: AF-22-2025
Work Session: January 21, 2025
First Reading: NA
Final Adoption: January 21, 2025
Staff Work By: C. McCartt
Presentation By: C. McCartt

Recommendation:

Approve the Resolution.

Executive Summary:

The Kingsport Economic Development Board currently has a lease agreement with AW Property Co. for suite 220 located in the Sevier Medical Center, located at 117 West Sevier Avenue. This suite currently houses the Kingsport Dental Clinic of the Appalachian Highlands, a partnership between the University of Tennessee Health Science Center and East Tennessee State University. The lease provides a right to purchase the property which KEDB, at the recommendation of city staff, approved at their January 14, 2025 meeting.

Approval of this action form will allow funding in the amount of \$3.55M to be transferred to KEDB to fund the purchase of the property (\$3.3M) along with additional design work (\$250K) to aid future buildout of the clinic. The purchase price reflects the appraised value for this property and is approximately \$400K less than what was originally agreed upon in the lease agreement.

Funding for this project will come from the \$6.5M received in the fall of 2024 from the State of Tennessee specifically designated for this project.

Attachments:

- 1. Resolution

	Y	N	O
Baker	—	—	—
Cooper	—	—	—
Duncan	—	—	—
George	—	—	—
Mayer	—	—	—
Phillips	—	—	—
Montgomery	—	—	—