



AGENDA ACTION FORM

Consideration of a Resolution to Purchase 834 West Industry Drive and Enter into a Lease for Same Property

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

Action Form No.: AF-289-2023
Work Session: November 6, 2023
First Reading: N/A
Final Adoption: November 7, 2023
Staff Work By: W. Stallard / C. Austin
Presentation By: Ryan McReynolds

Recommendation:

Approve the Resolution.

Executive Summary:

Planning for the proposed Wastewater Storage Facility (EQ Basin) adjacent to the Wastewater Treatment Plant Primary Pumping Station was put on hold in Spring 2023 due to estimated cost overruns caused by space limitations, primarily due to not owning 834 Industry Drive. Without this property, the city cannot move forward with final planning and construction of the EQ Basin.

Recently the owners of this property, Kent and Sharon Anderson, agreed to sell their property to the city for \$400,000.00 (appraised value \$295,000.00) if we allow Mr. Anderson to continue to use the property, through a lease, until the end of 2024.

Our consultants estimate the purchase of the Anderson property will allow for potentially large cost savings on the project and yield many advantages in the construction and operation of the EQ Basin.

Staff recommends the purchase of the property and to then lease the property back to Mr. Anderson through December 31, 2024. This will allow Mr. Anderson time to transition his business and will not conflict with the city's use of the property.

Funding for this purchase is in SW2403.

Attachments:

1. Resolution
2. Purchase Agreement
3. Lease Agreement
4. Location Map

	<u>Y</u>	<u>N</u>	<u>O</u>
Cooper	—	—	—
Duncan	—	—	—
George	—	—	—
Montgomery	—	—	—
Olterman	—	—	—
Phillips	—	—	—
Shull	—	—	—