

City of Sedgwick City
Council Meeting
October 15, 2025

TO: Mayor and City Council

SUBJECT: Sales Contract – Sharbutt Homes

INITIATED BY: Administration

AGENDA: New Business

Background: Sales documents from April 2021 stipulated that five (5) homes are to be built on the property that was sold to Sharbutt Remodeling withing sixty (60) months of the closing date. Failure to build those five homes would result in a \$5,000 check being due from the buyer upon written notification.

During the plating conversations of Cardinal 2nd Addition, it was stated to Council that the build out timeframe would exceed the sixty (60) month requirement on the original sales document. At that time, Council informally agreed not to pursue the reimbursement as it was believed that homes would be built in the area.

The City received notification that the property is changing hands and closing on October 17, 2025. Security 1st Title has reached out to the City asking for a letter of release for Sharbutt Homes from this liability.

Analysis: We have initiated conversations with the buyer of the ground and know that it is their intention to move forward with the development, placing fourteen (14) single-family homes on this land with the intention of holding them for rent. The timeline on buildout is dependent ranges from 2-5 years and is dependent upon several factors.

The council has two options for consideration.

Option A: Hold Sharbutt Remodeling to the terms of the agreement and providing written notification asking for the \$5,000, upon payment a letter of release would be presented to Security 1st clearing them of the liability.

Option B: Forego the terms of the agreement and provide Security 1st with a letter clearing them of their liability.

Recommended Action: Council Determination

Attachments: None