

RESOLUTION # 2017-22

A RESOLUTION OF THE MAYOR AND COUNCIL OF THE CITY OF SURPRISE, ARIZONA, AUTHORIZING A PURCHASE AND SALE AGREEMENT WITH DONORMA RV PARK LLC AND AMMENDING THE FY2017 BUDGET BY REALLOCATING APPROPRIATIONS OF \$1,350,000 FROM CONTINGENCY WITHIN THE GRANTS FUND TO THE GENERAL CAPITAL PROJECTS FUND FOR THE PURCHASE OF 5.84 ACRES OF LAND.

WHEREAS, pursuant to ARS § 9-241(A), a municipal corporation may purchase, receive, hold, lease and convey property, real and personal, as may be necessary or proper to carry out the purposes of the corporation, within or without its limits;

WHEREAS, Donorma RV Park LLC owns 5.84 acres of land located at 15627 North Nash Street and 15637 North Norma Lane, Surprise, Arizona;

WHEREAS, the City of Surprise has identified the property as a strategic investment within the City's Original Townsite;

WHEREAS, the City of Surprise procured a Phase 1 Environmental Site Assessment prepared by Landmark Environmental which when concluded found no evidence of adverse environmental impacts on the subject property, and further site due diligence concluded that no further environmental investigation of the subject property is required at this time;

WHEREAS, the City of Surprise commissioned an appraisal which was conducted by Appraisal Technology Inc., and which determined the property's current market value to be \$1,385,000;

WHEREAS, based on the appraised value of the property and extensive negotiations between the parties, the City of Surprise has offered, and Donorma RV Park LLC has accepted, a sale price of \$1,300,000, the additional \$50,000 is for purchase related costs;

WHEREAS, the FY2017 budget was adopted by Council Resolution #2016-81 on June 21, 2016;

WHEREAS; this action will necessitate a budget amendment; and

WHEREAS, the City of Surprise administrative policies require the approval of the Mayor and Council for budget amendments of this nature.

NOW, THEREFORE, BE IT RESOLVED by the Mayor and Council of the City of Surprise, Arizona, as follows.

Section 1. The City is hereby authorized to enter into a purchase and sale agreement with Donorma RV Park LLC for the purchase of 5.84 acres of land located in the City's Original Townsite for the agreed upon purchase price.

Section 2. The City Manager, or his designee, is hereby authorized to execute and submit all documents and other necessary or desirable instruments in connection with said agreement.

Section 3. That the statements and schedules attached as Exhibit A and incorporated by reference are adopted; amending the budget of the City of Surprise, Arizona for the fiscal year July 1, 2016 through June 30, 2017,

Sharon R. Wolcott, Mayor

Attest:

Approved as to form:

Sherry Aguilar, City Clerk

Robert Wingo, City Attorney

RESOLUTION # 2017-22
Exhibit A

The FY2017 Annual Budget is amended by reallocating appropriations among lawfully available appropriations to ensure the continued operations of the City of Surprise in the payment of necessary expenditures. These allocations do not represent an actual transfer of funds, but only a transfer of spending authority. Additionally, these reallocations do not increase or decrease the total budget.

Fund / Project or Dept. / Category	Current Appropriation	Increase (Decrease)	Amended Appropriation
General Capital Projects Fund / OTS Land Acquisition	\$0	\$1,350,000	\$1,350,000
Grants Fund / General Operations / Contingency	\$19,938,100	(\$1,350,000)	\$18,588,100
Total	\$19,938,100	\$0	\$19,938,100

The fund changes are as follows:

- The amendment reallocates appropriation in the amount of \$1,350,000 from contingency within the Grants Fund to the General Capital Projects Fund to establish a project for the purchase of 5.84 acres of land located in the City's Original Townsite without exceeding the approved total annual budget for FY2017.