



CITY COUNCIL COMMUNICATION

August 9, 2011

SUBJECT: Authorize Mayor to Negotiate and Execute Conveyance Documents for Purchase of Property

SUBMITTED BY: Gary McKamie, City Manager

REFERENCE NO:

ACTION REQUESTED:

Consider authorizing the Mayor to negotiate and execute conveyance documents for purchase of property located at:

- Trailwood Addition, Block 4, Lots 9 & 9A, 206 Shenandoah Drive

ALTERNATIVES:

- Deny Request

SUMMARY OF SUBJECT:

In September 2010, our area was struck by a serious flooding event, hitting the Trailwood Subdivision the hardest. 206 Shenandoah suffered significant damage along with several other homes in the area. In the period immediately following the flood event, city staff was able to determine that, due to substantial repetitive losses in the past, the home at 206 Shenandoah was likely qualified for FEMA grant funding through the Texas Water Development Board (TWDB). At the request of the homeowner, the City applied for grant funding from FEMA to provide 90% reimbursement for the acquisition and demolition of the home at 206 Shenandoah. The grant request has been approved and FEMA, TWDB, and the homeowner are in agreement on compensation. The sale is scheduled to close in mid to late August. Upon completion of the sale, the home will be demolished by the City with the same 90% reimbursement formula. The City will become the owner of the property; however, there will be a perpetual restriction against future development upon it. The City's 10% match will come from existing CIP funds designated for flood mitigation, Project Number DR1101. Total project cost as provided by TRWD is \$284,700. City's required match is 10% or \$28,470.10. This project cost includes a home purchase price of \$239,250 as well as qualifying relocation expenses of \$22,500. The balance is comprised of administrative expenses and demolition costs. Staff recommends approval.

SUPPORTING DOCUMENTS:

- Texas Water Development Board Contract

APPROVED BY:

_____ **LG** _____

City Manager's Office

_____ **KS** _____

City Secretary's Office