#### DEPARTMENT OF COMMUNITY DEVELOPMENT SERVICES



Grants Management Division

#### memorandum

**TO:** Bruce K. Walden, Chief Administrative Officer

**FROM:** Elizabeth H. Tyler, AICP, City Planner/Director

**DATE:** August 4, 2003

**SUBJECT:** Property Acquisition - 1310 West Dublin Street

# **Description**

Included on the agenda for the August 11 meeting of the Urbana City Council Committee of the Whole, is the acquisition of property located at 1310 West Dublin Street through the CDBG/HOME programs.

### **Issues**

The issue before the Council is whether to approve the acquisition of the property located at 1310 West Dublin Street. City Council authorization is necessary for the city to acquire property. The issue requires the affirmative vote of a majority of seated councilpersons.

## **Background**

The subject property is located within the King Park Neighborhood (see accompanying map). The lot is approximately 66 feet by 132 feet and zoned R-2, single-family residential. The only structure on the property is a shed located on the property line with 1308 West Dublin Street. The current owner has agreed to remove the structure at their cost.

If this property were acquired, the City would own four parcels of land that may be developed with single-family homes. At a later date, the City of Urbana may create a Request for Proposals for the development of these properties similar to the Eads at Lincoln and HomeBuild Programs or donate the property to Habitat for Humanity for use in their construction program. An integral part of these programs is the city's donation of land to the program.

# **Options**

- 1. Approve and recommend to City Council the acquisition of the parcel per the sales contract.
- 2. Approve and recommend to City Council the acquisition of the parcel per an amended sales contract.
- 3. Do not approve nor recommend to City Council the acquisition of the parcel.

# **Fiscal Impacts**

Acquisition of the subject property would cost \$12,000. Administrative costs are estimated at \$500. The project will be financed with a combination of Community Development Block Grant and/or HOME funds already budgeted by City Council in the FY0304 Annual Action Plan.

### Recommendations

At its July 22 meeting, the Urbana Community Development Commission recommended that City Council approve the acquisition of the subject property per the attached sales contract. Community Development Services staff also recommend City Council approval of the attached ordinance authorizing this purchase.

| <b>Memorandum Prepared By:</b> |
|--------------------------------|
|                                |
|                                |
| Michael Loschen                |
| Grants Coordinator II          |

### Attachments:

- (1) Photographs of Subject Property
- (2) Site Map
- (3) An Ordinance Authorizing the Acquisition of Certain Real Estate (1310 West Dublin Street)
- (4) Contract for Sale of Real Estate



**View from Dublin Street** 



View looking Northeast at corner of Dublin & Romine Streets

#### ORDINANCE NO. 2003-08-081

AN ORDINANCE AUTHORIZING THE ACQUISITION OF CERTAIN REAL ESTATE (1310 West Dublin Street)

WHEREAS, the City Council of the City of Urbana, Illinois, has found and determined that acquisition of the real estate specified in the attached agreement is desirable and necessary to carry out one of the corporate purposes of the City of Urbana, to wit: implementation of the King Park Neighborhood Plan, and the Urbana HOME Consortium and the City of Urbana Consolidated Plan for Program Years 2000-2004.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF URBANA, ILLINOIS, as follows:

1. That the City of Urbana hereby approves the agreement attached hereto and authorizes the Mayor of the City of Urbana to execute the same on behalf of the City of Urbana. The attached agreement relates to the following described premises, located in Urbana, Illinois.

Lot 6 in Block 14 of Seminary Addition to the City of Urbana, as per plat recorded in Deed Record "Y" at page 208, in Champaign County, Illinois

PIN: 91-21-07-256-007

2. This Ordinance is hereby passed by the affirmative vote, the "ayes" and "nays" being called, or a majority of the members of the Council of the City of Urbana, Illinois, at a regular meeting of said Council on the \_\_\_\_\_\_ day of \_\_\_\_\_\_\_,
2003.

|       | PASSED by the C | City Council th | nis   | day of            | · · · · · · · · · · · · · · · · · · · |
|-------|-----------------|-----------------|-------|-------------------|---------------------------------------|
| 2003. |                 |                 |       |                   |                                       |
|       | AYES:           |                 |       |                   |                                       |
|       | NAYS:           |                 |       |                   |                                       |
|       | ABSTAINS:       |                 |       |                   |                                       |
|       |                 |                 |       |                   |                                       |
|       |                 |                 | Phyll | is D. Clark, City | y Clerk                               |
|       | APPROVED by the | e Mayor this    | day o | f                 | , 2003.                               |
|       |                 |                 |       |                   |                                       |
|       |                 |                 | Tod S | atterthwaite, May | yor                                   |

### **CONTRACT FOR SALE OF REAL ESTATE**

| This Contract is made and entered into this day of by and between the City of Urbana, Illinois, a municipal corporation of the State of Illinoi hereinafter referred to as "Buyer," and Patricia Darden, hereinafter referred to as "Seller." | - |
|---|---|
| WITNESSETH:   |   |
| IT IS MUTUALLY UNDERSTOOD AND AGREED BETWEEN THE PARTIES HERETO as follows:   |   |
| 1. <u>Sale.</u> The Seller agrees to sell and convey, and Buyer agrees to buy, the following described parcel of real estate:   | - |
| Lot 6 in Block 14 of Seminary Addition to the City of Urbana, as per plat recorded in Deed Record "Y" at page 208, in Champaign County, Illinois; PIN: 91-21-07-256-007;  |   |

2. <u>Purchase Price.</u> The agreed purchase price of Twelve Thousand and 00/100 Dollars (\$12,000.00) shall be paid in cash at closing but from such purchase price shall be first deducted the credits and other deductions allowed in this Contract.

referred to as "Subject Property").

more commonly known as 1310 West Dublin Street, Urbana, Illinois (hereinafter

3. <u>Evidence of Title.</u> Within a reasonable time, Seller shall deliver to Buyer as evidence of Seller's title a Commitment for Title Insurance issued by a title insurance company regularly doing business in Champaign County, committing the company to issue a policy in the usual form insuring title to the Subject Property in Buyer's name for the amount of the purchase price. Buyer shall be responsible for payment of the owner's premium and any and all search charges.

Permissible exceptions to title shall include only the lien of general taxes and special assessments; zoning laws and building ordinances; easements, apparent or of record, which do not underlie the improvements, if any; covenants and restrictions of record which are not violated by the existing improvements or the present use of the property and which do not restrict reasonable use of the property; and existing mortgages to be paid by Seller or assumed by Buyer at closing.

If title evidence discloses exceptions other than those permitted, Buyer shall give written notice of such exceptions to Seller within a reasonable time. Seller shall have a reasonable time to have such title exceptions removed, or, any such exceptions which may be removed by the payment of money may be cured by deductions from the purchase price at the time of closing. If Seller is unable to cure such exceptions, then Buyer shall have the option to terminate this contract.

- 4. <u>Conveyance</u> Conveyance shall be by a general warranty deed to the Buyer, with release of dower and homestead rights.
- 5. <u>Taxes and Assessments</u>. Real estate taxes apportioned up to the date of possession shall be Seller's expense. The proration thereof shall be calculated upon the basis of the most current tax information, including confirmed multipliers. Transfer tax and all special assessments which are a lien upon the Subject Property as of the date of this Contract shall be Seller's expense. All such taxes and special assessments shall constitute a credit to Buyer against the purchase price and shall release Seller from any further liability to Buyer in connection therewith.
- 6. <u>Closing</u>. Closing shall be at the office of the City of Urbana Grants Management Division, Urbana, Illinois, or at any other place mutually agreeable between the parties, on or before December 31, 2003. Possession of the premises shall be delivered to Buyer upon closing.
- 7. <u>Leases</u>. Seller affirms that the Subject Property is vacant as of the date of this Contract. Seller further affirms that it is not party to a lease or contract sale with respect to Subject Property as of the date of this Contract. Seller shall not permit or allow or create any leases or allow or permit the renewal or extension of any lease, with respect to the Subject Property. It is agreed that the non-leasing provisions of this Contract are material, and, if Seller violates this provision regarding the non-leasing of the Subject Property, Buyer may, at its option immediately declare this contract null and void.
- 8. <u>Condition of Property</u>. Buyer agrees to accept the Subject Property in its "as-is" condition, except that the Seller agrees to demolish and/or remove the shed from the subject property, and Seller disclaims all warranties express or implied as to the condition of the premises.

IN WITNESS WHEREOF, the parties have executed this Contract as of the day and year first above written.

| SELLER:                 | BUYER:<br>City of Urbana<br>400 South Vine Street |  |  |
|-------------------------|---|--|--|
| Patricia Darden         |   |  |  |
| 729 Shirley Lane        |   |  |  |
| Greensborough, NC 27401 | Urbana, Illinois 61801                            |  |  |
| BY: Patricia Darden     | BY: Tod Satterthwaite, Mayor                      |  |  |
|                         | ATTEST: Phyllis D. Clark, City Clerk              |  |  |