

**City of Junction City
City Commission
Agenda Memo**

Meeting Date: September 20, 2011
From: Cheryl S. Beatty, Finance Director 
To: City Commissioners
Subject: Sale of Property

Objective: Sale of excess property located at the southwest corner of 7th and East Street.

Explanation of Issue: Shelbi Gustafson contacted the City regarding lots owned by the City next the two lots they own because they wish to expand their business. Upon research, I found that the City owns lots 1-6, block 9 of the Chicago Addition. I found that lots 1 and 2 should be retained by the City due to a wastewater pump station and line. We determined that lots 3-6 could be sold. Therefore, we informed Ms. Gustafson that she send a proposal.

Background: Attached is a proposal from Joe Sullivan and Shelbi Gustafson for the purchase of Lots 3-6, Block 9, of the Chicago Addition. The Geary County appraised value for each lot is \$2,700. The proposal is \$8,400 or \$2,100 per lot for this land. The potential buyer is aware that the property is in the flood way.

Budget Impact: This is a positive impact to receive revenue for land not be utilized for a specific purpose and reduces property management costs.

Alternatives: It appears that the City Commission has the following alternatives concerning the issues at hand. The Commission may:

1. Approve the sale of land as proposed
2. Disapprove the sale of land as proposed.
3. Modify the proposal after discussion.
4. Table the request.

Recommendation: Staff recommends the sale of Lots 3-6, Block 9, Chicago addition as proposed.

Suggested Motion:

Commissioner _____ moved that _____.

Commissioner _____ seconded the motion.

Enclosures: Proposal letter, map of the lots, and CAMA report from Geary County records.

Proposal

To Whom It May Concern:

I would like to place a bid for the following lots:

Chicago Addition Block 9 Lots 3,4,5, and 6 Sec 12 Twp 12 Range 5 SS 10
in the amount of \$8,400.00 total.

We would like to purchase these lots to build a shop for our business that is currently in Junction City. We would like to expand our business here and therefore need to have a place to work out of. If we do get the opportunity to build here, we would be able to increase our number of employees and increase our overall volume.

Thank you for your consideration

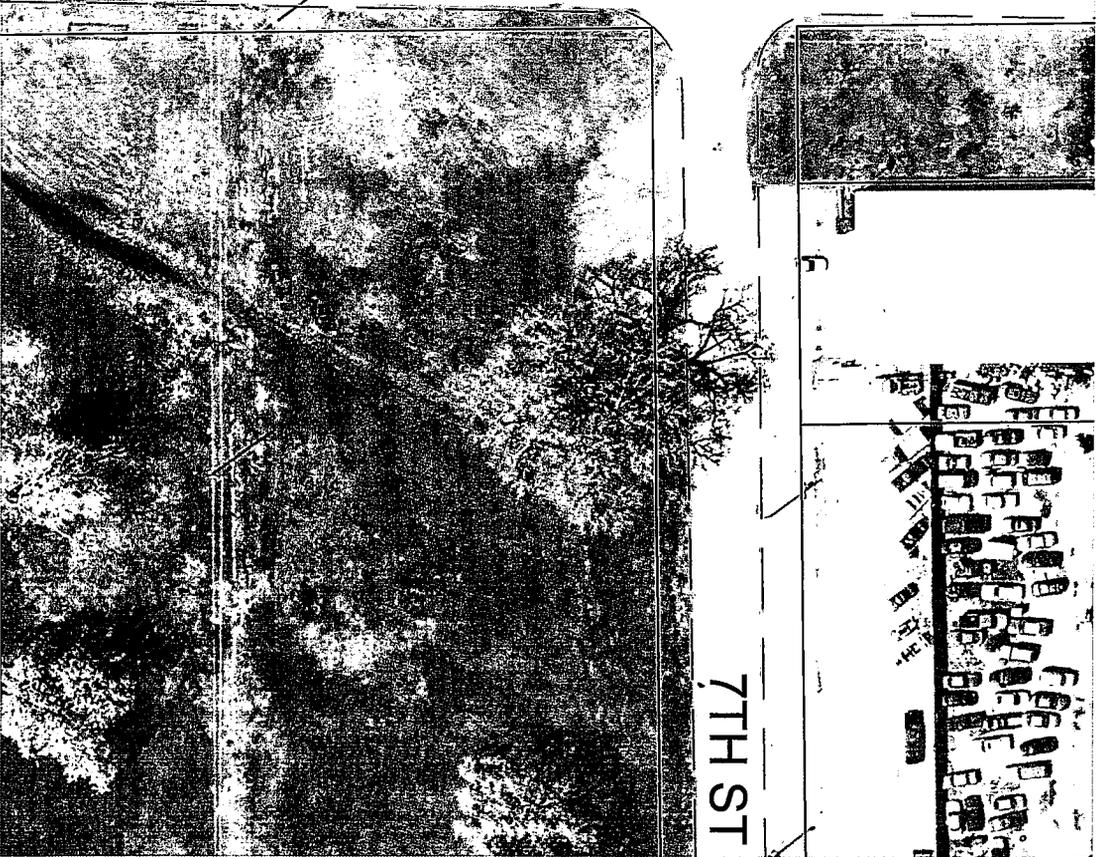
Climate Control, LLC

Joey Sullivan and Shelbi Gustafson

785-307-1811



EAST ST



7TH ST

<p>031-111-12-0-10-13-001.00-0 Quick Ref ID = 7340 Tax Year = 2011 JUNCTION CITY, CITY OF</p> <p>Owner Mailing Address: P O BOX 287 JUNCTION CITY, KS 66441</p>	<p>00000 E 7TH ST, Junction City, KS 66441</p> <p>ACRES= Neighborhood=195.J</p>	<p>CHICAGO ADD , BLOCK 9 , Lot 1 - 6 , SS 10 SECTION 12 TOWNSHIP 12 RANGE 05</p>	<p>\$16,200</p>	<p>Exempt</p>
---	--	--	-----------------	---------------