

#### AGENDA MEMORANDUM

First Reading Item for the City Council Meeting of March 17, 2020 Second Reading Item for the City Council Meeting of March 24, 2020

**DATE:** February 27, 2020

**TO:** Peter Zanoni, City Manager

FROM: Kevin Norton, Director of Water

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# Real Estate Purchase Contract 6.529 acres near Sunrise Beach on Lake Corpus Christi

### **CAPTION:**

Ordinance authorizing purchase of 6.529 acres at or near 22787 Park Road 25, in Mathis Texas, near Sunrise Beach RV Park on Lake Corpus Christi, from John Antinarella in amount of \$315,000; appropriating \$315,000 from the unreserved fund balance in the Water Fund for this purpose.

## **SUMMARY:**

To expand the Sunrise Beach RV Park within purchase of 6.529 acres.

#### **BACKGROUND AND FINDINGS:**

Sunrise Beach Park is located approximately four miles southwest of Mathis and at the north end of Wesley E. Seale Dam. The Park is 27 acres in size and has approximately one mile of shoreline on Lake Corpus Christi. Sunrise Beach Park was operated by private individuals under contract with the City of Corpus Christi Water Department until January 1, 2009, when the Water Department assumed operation of the Park. Daily, overnight, weekly, and monthly fees were established in 2009 and last updated in 2019.

Recent City management inspection of the Sunrise Beach RV Park property identified an opportunity to expand park with purchase of approximately 6.529 acre tract that is available for sale at or near 22787 Park Road 25, Mathis Texas. The City contacted the seller and negotiated a Real Estate Sales contract that will provide the City 30 days to inspect and appraise the property and, if found suitable, to close on the sale subject to payment of \$315,000.00. The contract includes a termination option subject to payment of \$300.00 within 5 business days from the effective date of the contract. The termination option gives the City the unrestricted right to terminate the contract by giving written notice to Seller within 30 days after the effective date of the contract.

# **ALTERNATIVES**:

Do not purchase property and lose opportunity to expand Sunrise Beach and increase security and safety of the Wesley Seale Dam.

# **FINANCIAL IMPACT**:

The purchase of this property was not budgeted. Funding available from Water Fund unappropriated fund balance estimated at October 1, 2020 to be over \$31,358,489.

## **Funding Detail:**

Fund: Water Fund 4010

Organization/Activity: n/a Mission Element: n/a Project # (CIP Only): n/a

Account: 251850 Unappropr fd bal/Ret earnings

# **RECOMMENDATION:**

Water Utilities staff recommend approval of this purchase of property.

# **LIST OF SUPPORTING DOCUMENTS:**

Ordinance Location and Vicinity Maps Contract