1 CITY OF HOMER 2 HOMER, ALASKA 3 City Manager 4 **ORDINANCE 17-30** 5 6 AN ORDINANCE OF THE HOMER CITY COUNCIL APPROVING A 7 CONTRACT WITH HOMER REAL ESTATE FOR REAL ESTATE 8 SERVICES TO MARKET AND SELL LOT 1 HARRY FEYER 9 SUBDIVISION, SECTION 14, TOWNSHIP 6 SOUTH, RANGE 13 WEST, 10 SEWARD MERIDIAN, KPB PARCEL NO. 179-110-05 AND 11 AUTHORIZING THE CITY MANGER TO ADJUST THE SALES PRICE, THE BALANCE OF THE ASSESSMENTS, AND THE REALTOR'S 12 13 COMMISSION TO FACILITATE A SALE. 14 15 WHEREAS, HCC 18.12.020 provides that real property that is no longer required for 16 public purpose may be sold; and 17 18 WHEREAS, City Council determined that a public purpose did not exist for Lot 1 Harry 19 Feyer Subdivision and designated the property for sale in the City's 2015 and 2016 Land 20 Allocation Plans adopted by Resolution 15-030(A) on April 27, 2015, by Resolution 16-043 on 21 April 25, 2016; and 22 23 WHEREAS, The Land Allocation Plan clarifies that Lot 1 Harry Feyer Subdivision is a 24 small triangular sliver of land with water and sewer assessments and development constraints 25 that leave only a portion of the land developable; and 26 27 WHEREAS, Ordinance 16-17(S) Section 5, further authorizes the sale of Lot 1 Harry Feyer 28 Subdivision for less than fair market value in consideration of its development constraints and 29 water and sewer assessments. In addition, Section 5 declares that it is in the best interest of 30 the City to convey the property for nominal consideration to an adjacent property owners; and 31 32 WHEREAS, When combined, the water and sewer assessments are \$34,141.80, almost 33 equivalent to the assessed value of \$34,200.00; and 34 35 WHEREAS, The property was offered through sealed bids and advertised on the City of Homer website from March 17, 2017 through March 31, 2017, and one bid was received for one 36 37 dollar, and 38 39 WHEREAS, Resolution 17-034 approved a sale, per the Invitation to Bid with the water 40 and sewer assessments of \$34,141.80; and 41 42 WHEREAS, Due to the water and sewer assessments the prospective buyer did not 43 execute the final documents; and

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WHEREAS, Flexibility on the balance of the assessments may help sell the property; and WHEREAS, Pursuant to Homer City Code 18.12.020(d), the Council finds that reasonable time and effort has passed without the City receiving an acceptable bid, so it is advantageous to the City for the City Manager to contract for real estate services; and WHEREAS, Resolution 16-053 affirmed a three-year contract with Homer Real Estate for the City's real estate services and compensating the broker a 10% commission fee; and WHEREAS, A real estate professional can contact adjacent property owners and help to facilitate a replat of the parcel, and negotiate a sale that takes into consideration access issues and the assessments; and WHEREAS, Due to the probability of selling Lot 1 Harry Feyer Subdivision for nominal consideration, the 10% commission to be based on the combined sales price and the value of the assessments; and WHEREAS, In the event the sale, including assessment balances, deviates by more than \$5,000.00 from previously accepted purchase agreements, the City Council will approve the final terms of the sale. NOW, THEREFORE, THE CITY OF HOMER ORDAINS: Section 1. City Council of Homer approves a contract with Homer Real Estate for real estate services to market and sell Lot 1 Harry Feyer Subdivision, Section 14, Township 6 South, Range 13 West, Seward Meridian, KPB Parcel No. 179-110-05 and authorizes the City Manager to adjust the sales price by no more than \$5,000.00. Section 2. This Ordinance is not permanent in nature, and shall not be codified. ENACTED BY THE CITY COUNCIL OF HOMER, ALASKA this 14 day of Aug., 2017.

CITX OF HOMER BRYAN ZAK, MAYOR Page 3 of 3 ORDINANCE 17-30 CITY OF HOMER

88 89 90	ATTEST:	
91 92	Melin bercobser	
93	MELISSA JACOBSEN, MMC, CITY CLERK	
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95		
96	YES: 6	
97	NO: O	
98	ABSTAIN: O	
99	ABSENT: O	
100		
101	First Reading: 7.24.17	
102	Public Hearing: 8.14.17	
103	Second Reading: 8-14-17	
104	Effective Date: 8.15.17	
105		
06	Reviewed and Approved as to form and content:	
07		
08		
.09	Kalu Koeste	
11	Mary K. Koester, City Manager	Holly Wells, City Attorney
12	Mary R. Roester, City Mariager	Holly Wells, City Attorney
13		
14	Date: 8-14.17	Date: 8-22-17
15		
16	Fiscal note: Water and Sewer assessments of \$34,141.80	less closing costs.