



## **Staff Report:**

Issue: Miller Lease to Purchase Agreement

---

### **BACKGROUND:**

The City has had a desire to consider finding some additional land to consider a future Public Safety Facility. The Miller Property located along Parkway Drive between Bio Life and The Ledge has been identified as a desirable property to purchase for this facility. It provides enough property to consider a future Public Safety Facility while also providing for additional parking at The Ledge. The Mayor and staff have been discussing this property with Miller and have drafted a lease to purchase agreement that would allow the City to use the property over the next couple of years while pursuing funding to purchase the entire property, which does include pursuing an additional ½ percent sales tax referendum.

The total number of acres is 17 acres and the land cost to purchase is \$2.7 million. The mayor and staff believe it is advantageous to enter into this agreement now to secure this price and the land for our future needs. The proposed agreement reduces the amount of the assessments on the property by a third annually for every year the city uses the property. This reduction is essentially our rent payment to use the property. The agreement requires that the City purchase the property from Miller no later than December 31, 2023. It also includes a provision that if the City is not successful with approving the sales tax that the agreement will be terminated.

The Mayor and staff have reviewed and discussed this agreement with Miller's and have worked with our city attorney. Enclosed is a copy of this agreement for your review and consideration.

### **REQUIRED ACTION:**

Approve or Deny the Miller Lease to Purchase Agreement as presented or with revisions.

**RECOMMENDED ACTION:** Approve as proposed.

### **SUGGESTED MOTIONS:**

Council member \_\_\_\_\_ moved to approve OR deny the Miller Lease to Purchase Agreement as presented OR with the following revisions: \_\_\_\_\_

---

Council member \_\_\_\_\_ seconded the motion.



ROLL CALL

Councilmember Michael Linquist \_\_\_\_\_  
Councilmember Ken Schmitt \_\_\_\_\_  
Councilmember Vic Schulz \_\_\_\_\_  
Councilmember Frank Theisen \_\_\_\_\_  
Mayor Richard Miller \_\_\_\_\_

Motion (Approved) (Denied)