



## Legislation Details (With Text)

**File #:** 06-0155      **Version:** 1      **Name:** CD - Drake/Chavez Greenbelt Project  
**Type:** Contract      **Status:** CCIS  
**File created:** 2/16/2006      **In control:** City Council  
**On agenda:** 2/21/2006      **Final action:** 2/21/2006  
**Title:** Recommendation to authorize City Manager to execute a Terms and Conditions Letter for the purchase of 8.9 acres from the Union Pacific Railroad Company for the Drake/Chavez Greenbelt Project. (District 1)  
**Sponsors:** Community Development, Parks, Recreation and Marine  
**Indexes:**  
**Code sections:**  
**Attachments:** 1. C-8sr, 2. C-8att

Date	Ver.	Action By	Action	Result
2/21/2006	1	City Council	approve recommendation	Pass

Recommendation to authorize City Manager to execute a Terms and Conditions Letter for the purchase of 8.9 acres from the Union Pacific Railroad Company for the Drake/Chavez Greenbelt Project. (District 1)

The Drake/Chavez Greenbelt Project (Project) provides for the acquisition of property for the development of a greenbelt along the Los Angeles River. The greenbelt will connect Cesar E. Chavez and Drake parks through the development of wetlands and passive and active open space (Attachment). Funding for the Project is supported by grants received through the Safe Neighborhood Parks, Clean Water, Clean Air and Coastal Protection Bond Act of 2000 (Proposition 12), the Safe Drinking Water, Clean Water, Watershed Protection and Flood Protection Act (Proposition 13), the California Clean Water, Clean Air, Safe Neighborhood Parks, and Coastal Protection Act of 2002 (Proposition 40) and the Redevelopment Agency Central Project Area Revenue Bond proceeds.

The City is currently in negotiations with Union Pacific Railroad Company (UPRR), for the acquisition of 8.9 acres within the Project. As a result of certain environmental issues, negotiating a Purchase and Sale Agreement will be a protracted process. Until the fiscal impact of these environmental issues can be determined and because of the limited grant funds for this acquisition, it is advisable to set parameters on certain dealpoints of the transaction on which the parties have reached agreement ahead of the ongoing negotiations. In particular, the parties seek to identify the sale property and establish a not to exceed purchase price. This is intended to avoid inflated prices that may undermine negotiations at the end of this protracted process. Therefore, execution of a terms and conditions letter is requested. Upon completion of negotiations, staff will seek City Council authorization for the execution of a Purchase and Sale Agreement and allocation of grant funds for acquisition.

The following are the major terms and conditions:

Seller: Union Pacific Railroad Company.

Buyer: City of Long Beach.

Property: Approximately 8.9 acres.

Sale Price: Not to exceed five million (\$5,000,000) dollars.

This letter was reviewed by Deputy City Attorney Richard F. Anthon! on February 1, 2006 and Budget Management Officer David Wodynski on February 9,2006

City Council action is requested on February 21, 2006, in order to facilitate negotiations.

There is no fiscal impact as a result of this action. Upon completion of negotiations, a purchase and sale agreement will be brought to City Council along with any appropriation of grant funds needed for the purchase.

Approve recommendation.

PATRICK H. WEST  
DIRECTOR OF COMMUNITY DEVELOPMENT

PHIL T. HESTER  
DIRECTOR OF PARKS,  
RECREATION AND MARINE

APPROVED: \_\_\_\_\_

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GERALD R. MILLER  
CITY MANGER