RESOLUTION NUMBER R- 308334

DATE OF FINAL PASSAGE \_\_ JUL 1 9 2013

1TEM # 110 SUB-A 719/13

A RESOLUTION OF THE COUNCIL OF THE CITY OF SAN DIEGO AUTHORIZING THE SALE OF CITY-OWNED LAND TO BALDWIN & SONS, LLC (VILLAGE 2), RESERVATION OF EASEMENT AND ACQUISITION OF ACCESS EASEMENTS IN CHULA VISTA.

WHEREAS, in 1913, the City of San Diego (City) acquired various land in what is now the City of Chula Vista, County of San Diego, and these City properties are used for potable water pipelines to provide water to South San Diego, Coronado, and Imperial Beach, and to provide additional backup water service for the Otay Water District; and

WHEREAS, the City property, Assessor's Parcel Number (APN) 644-313-09, is comprised of a long, narrow strip of land (50-100 feet wide) containing City water pipelines, surrounded by land owned by various developers; and

WHEREAS, the area, known as Otay Ranch, is being developed with 11 urban villages containing housing, shops, workplaces, schools, parks, civic facilities, etc.; and

WHEREAS, the City of Chula Vista has approved a project for construction of approximately 3,000 dwelling units, 200,000 square feet of commercial/retail use, 88 acres of industrial use, and public facilities including parks and an elementary school (Village 2 Development); and

WHEREAS, Baldwin & Sons, LLC, a California limited liability company (Baldwin), would like to acquire approximately 11.32 acres of City-owned pipeline land, APN 644-313-09, (Property) for the Village 2 Development; and

WHEREAS, the City will reserve a restricted water pipeline easement from the conveyance of the Property for City's existing water main pipelines and all related facilities and appurtenances; and

WHEREAS, the City will obtain access easements to allow the City access to its water pipeline easement; and

WHEREAS, given that the Property is adjacent to property owned by Baldwin and its affiliates, no other adjacent property owner has expressed interest in purchasing the Property, and coupled with its long and narrow shape, the Property has little potential value to any party other than Baldwin; and

WHEREAS, in accordance with Council Policy number 700-10, an exclusively negotiated sale is justified when fee interest in a pipeline or other right-of-way is no longer required and it may be sold to a contiguous property owner with the reservation of a restrictive pipeline easement; and

WHEREAS, a real estate broker's commission will not be paid in the sale of the Property; and

WHEREAS, the Property was appraised by an independent MAI appraiser and the fair market value of the Property was determined to be Five Hundred Seventy Two Thousand Seven Hundred Ninety Dollars (\$572,790) and the appraiser used a December 1, 2006 "Date of Value" due to the fact that an affiliate of Baldwin's constructed Santa Diana Street across a portion of the Property on or about that date; and

WHEREAS, the City is reserving a pipeline easement valued to be one half of the fee interest, and therefore, the purchase price for the Property with the pipeline easement reserved is Two Hundred Eighty Six Thousand Three Hundred Ninety Five Dollars (\$286,395); and

WHEREAS, to secure access to the reserved pipeline easement, the City is acquiring access easements from Baldwin on that certain real property identified as APN's 644-310-41 and 644-311-18, and a portion of APN 644-311-17; NOW, THEREFORE,

BE IT RESOLVED, by the Council of the City of San Diego that 11.32 acres of Cityowned real property in the City of Chula Vista, County of San Diego (APN 644-313-09), is no longer required and may be sold by direct negotiation to a contiguous owner with the reservation of a restrictive pipeline easement on the Property; and

BE IT FURTHER RESOLVED, that the Mayor, or his designee, is authorized and directed to sell 11.32 acres of City-owned real property in the City of Chula Vista, County of San Diego (APN 644-313-09) to Baldwin& Sons, LLC, a California limited liability company, pursuant to the terms and conditions of that certain Purchase and Sale Agreement on file in the Office of the City Clerk as Document No. RR-308334 for the price of Two Hundred Eighty Six Thousand Three Hundred Ninety Five Dollars (\$286,395); and

BE IT FURTHER RESOLVED, that the Mayor, or his designee, is authorized to reserve an easement for existing City water pipelines installed under the Property; and

BE IT FURTHER RESOLVED, that the Mayor, or his designee, is authorized to obtain access easements to allow City access to its existing City water pipelines; and

BE IT FURTHER RESOLVED, that the Mayor, or his designee, is authorized to execute and deliver all such agreements and all other instruments to effect and complete the transaction contemplated by this Resolution; and

BE IT FURTHER RESOLVED, that the Chief Financial Officer is authorized to accept and deposit the proceeds of the sale of the property, net of costs related to the sale, into the Capital Outlay Water Fund No. 400004.

APPROVED: JAN I. GOLDSMITH, City Attorney

By

Hilda R. Mendoza Deputy City Attorney

HRM:als 06/24/13

Or.Dept: READ Doc. No.: 581053

I hereby certify that the foregoing Resolution was passed by the Council of the City of San Diego, at this meeting of 111 0 9 2013.

ELIZABETH S. MALAND

OB FILNER, Mayor

Vetoed:

BOB FILNER, Mayor

Passed by the Council of The City of San Diego on _		JUL 0 9 2013		the following vote:
Councilmembers	Yeas	Nays	Not Present	Recused
Sherri Lightner	<b>4</b>			
Kevin Faulconer	Ź			
Todd Gloria				
Myrtle Cole	Ź			
Mark Kersey	abla			
Lorie Zapf	otin  oti			
Scott Sherman	Ź,			
David Alvarez	$\mathbb{Z}$			
Marti Emerald			$\square$	
11.11	1 0 2012			
Date of final passageJUL	1 9 2013			
AUTHENTICATED BY:		Mayor	BOB FILN of The City of Sar	ER n Diego, California.
			ELIZABETH S	. MALAND
(Seal)		City Cle	rk of The City of S	an Diego, California.
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