COUNCIL ACTION FORM

<u>SUBJECT</u>: SOUTH GRAND AVENUE EXTENSION PROJECT – LEASEHOLD INTEREST ACQUISITION

BACKGROUND:

As you will recall, because of a favorable ruling last week, the City was able to acquire the land for South Grand Ave./S. 5th Extension Project from the Randall and Walter parcels at an amount offered by the City. **This item deals with a second issue, the acquisition of the leasehold interest from Legacy Golf Associates, Inc., related to this road extension project.** Legacy Golf Associates is the tenant on properties owned by Scott E. Randall and Jane S. Randall; the Marvin J. Walter Generation-Skipping Trust; and Iowa State University. **Negotiations have been completed on the leasehold interest, with a voluntary settlement and total lump sum compensation being \$103,400.** This payment is in recognition of the following damages:

(a) For relocation or reconstruction of tee boxes	\$78,000
(Hole 8) and cart path relocation (Hole 14):	. ,
(b) For diminution from temporary easements:	\$1,400
(c) For replacement landscaping and sod farm:	\$24,000
TOTAL	\$103,400

In addition to the lump sum payment, the following design elements for the roadway project will be addressed by the City (this is not a complete list; see attachment for the specific obligations outlined in the purchase agreement):

- 1. The City agrees to repair or relocate any drain tiles as needed for the construction project at no expense to the seller.
- 2. The City agrees to install a conduit under the future street right-of-way for irrigation lines running between the east and west remnant parcels.
- 3. The City agrees to construct and pave a driveway apron and provide a driveway for vehicular traffic running generally southwesterly to the Randall west remnant parcel.
- 4. For safety reasons, the City intends that Coldwater Golf Links staff and patrons will not cross the travelled portion of South Grand Avenue. Therefore, the City will construct a lighted culvert under the future South Grand Avenue to accommodate golf course operations. During construction, the City will ensure access between the Randall east and west remnant parcels. If the culvert has not been opened during normal season (April through October), a temporary path will be provided to connect existing cart paths.

- 5. The City will install native grasses, shrubs, and trees to blend with and be consistent with the current landscaping in accordance with bid documents.
- 6. The City will install a six-foot chain link fence for approximately 2,600 feet along the length of the ROW, except for openings at bridges and box culvert.

The Grand Avenue Extension project included in the Capital Improvements Plan (CIP) identifies funding from FY 2017/18 and continuing through FY 2019/20. Funding includes \$9,700,000 in G.O. Bonds, \$4,300,000 in MPO/STP Funds, and \$3,450,000 in Federal/State Grant Funds. Construction is anticipated to commence in FY 2019/20.

ALTERNATIVES:

- 1. Adopt a resolution approving Leasehold Purchase Agreement with Legacy Golf Associates, Inc. for South Grand Avenue Extension project in the amount of \$103,400.
- 2. Reject the purchase agreement.

CITY MANAGER'S RECOMMENDED ACTION:

Approval of this agreement with Legacy Golf Associates, Inc. must happen before moving forward with winter bidding of this project. Delay or rejection of this purchase agreement could require the redesign of the entire South Grand Avenue project.

Therefore, it is the recommendation of the City Manager that the City Council adopt Alternative No. 1, as noted above.

LEASEHOLD PURCHASE AGREEMENT

PARCEL NO.	17	COUNTY	Story
PROJECT:	South Grand Avenue Extension	CITY	Ames, IA

SELLER: Legacy Golf Associates, Inc.

THIS AGREEMENT made and entered into this <u>30</u> (day of September, 2019, by and between Seller and the CITY OF AMES, IOWA, Buyer.

1a. BUYER AGREES to buy and SELLER HEREBY CONVEYS Seller's leasehold interest in the following real estate, hereinafter referred to as the premises, situated in parts of the following:

Part of Outlot C of Grand Aspen Subdivision Second Addition, City of Ames (Randall); part of Parcel "V" of the Northeast Quarter of the Southeast Quarter (NE¼ SE¼) in Section Ten (10) and the Northwest Quarter of the Southwest Quarter (NW¼ SW¼) in Section Eleven (11), all in Township Eighty-three (83) North, Range Twentyfour (24) West of the 5th P.M., City of Ames, Story County, Iowa, as shown on the Plat of Survey filed in the office of the Recorder of Story County, Iowa, on June 25, 2001, as Instrument Number 01-08198, in Slide 99 at Page 2 (Walter); and part of Parcel "W", Plat of Survey, in Inst. No. 01-08199 recorded in the Story County Recorder's office now in and forming a part of the City of Ames, Story County, Iowa (Iowa State University),

County of <u>Story</u>, State of Iowa, <u>consisting of that portion of the above-referenced real estate being acquired from the landowners</u> by the Buyer for the South Grand Avenue Extension Project, including the following buildings, improvements and other property: <u>All land, trees, shrubs, landscaping and surfacing attached to the premises sought and described herein.</u>

1b. The premises also include all estates, rights, title and interests and any leasehold, including all easements, and all advertising devices and the right to erect such devices as are located thereon. SELLER CONSENTS to any change of grade of the roadway and accepts payment under this agreement for any and all damages arising therefrom.

Seller is tenant on the property of: <u>Scott E. Randall and Jane S. Randall, husband and wife; the Marvin J. Walter</u> <u>Generation-Skipping Trust; and Iowa State University</u>.

- 2. Possession of the premises is the essence of this agreement, and Buyer may enter and assume full use and enjoyment of the premises per the terms of this agreement. SELLER GRANTS Buyer the immediate right to enter the premises for the purpose of gathering survey and soil data. SELLER MAY surrender possession of the premises or building or improvement or any part thereof prior to the time hereinafter agreed to do so, and agrees to give Buyer ten (10) days notice of Seller's intention to do so by calling Buyer collect.
- 3. Buyer agrees to pay to SELLER \$103,400.00 on or before 60 DAYS AFTER BUYER APPROVAL. SELLER AGREES to surrender physical possession of the premises on or before SURRENDER OF POSSESSION BY OWNER. Buyer may include mortgagees, lienholders, encumbrancers and taxing authorities as payees on warrants as agreement payment.
- 4. This agreement shall apply to and bind the legal successors in interest of the Seller and SELLER AGREES to pay all liens and assessments against the premises, including all taxes and special assessments payable until surrender of possession as required by the Code of Iowa, and agrees to warrant good and sufficient title.
- 5. <u>Project Design Elements</u> In order to induce the Seller to sell the property, Buyer warrants and agrees that certain design elements or other amenities described hereinafter have been or will be incorporated into the plans and specifications for the construction of the Project and that the duties described hereinafter shall survive the closing and settlement of this agreement:

(a) Buyer agrees that any drain tiles that are located within the premises and are damaged or require relocation by roadway construction shall be repaired or relocated at no expense to Seller.

(b) Buyer shall install a conduit under the future street right-of-way for irrigation lines running between the east and west remnant parcels. Seller will assist Buyer in locating existing irrigation lines.

(c) Seller's rights of access to the remnant parcels is coextensive with the rights of Seller's landlords. The access location is permanent and unrestricted, subject to applicable laws. It is understood and agreed that, centered approximately at Sta. 112+00, Buyer will construct and pave a driveway apron and provide a driveway with a grade and width suitable for vehicular traffic running generally southwesterly to the Randall west remnant parcel and consisting of compacted fill dirt, as shown on the attached exhibit.

PARCEL NO.	17	COUNTY	Story
PROJECT:	South Grand Avenue Extension	CITY	Ames, IA

(d) For safety reasons, Buyer intends that Coldwater Golf Links staff and patrons will not cross the travelled portion of South Grand Avenue. Buyer will construct a lighted culvert under the future South Grand Avenue with dimensions of 10 feet in height and 16 feet in width to accommodate golf course operations. With exception of the size modifications described herein, Buyer will construct the lighted culvert substantially in accordance with the check plans and specifications of the bid documents dated August 21, 2018.

(e) During construction Buyer shall ensure that there is access for Seller and Seller's patrons and staff between the Randall east and west remnant parcels. If the lighted culvert has not been opened during Tenant's normal season (April through October), a temporary fenced path constructed of impermeable materials shall be provided to connect existing cart paths. Buyer will make reasonable efforts, time and weather permitting, to: (i) open the lighted culvert for safe east-west access at its earliest opportunity; and (ii) to provide notice to Seller in advance of times when east-west access will be restricted or unavailable.

(f) Buyer will erect and maintain construction fencing during the construction of the Project.

(g) During Project construction, Buyer will erect and maintain siltation fences where Project is adjacent to cart paths and will, after rain events, clean any eroded soils from the cart paths.

(h) Buyer will install native grasses, shrubs, and trees to blend with and be consistent with Seller's current landscaping and substantially in accordance with the plans and specifications of the bid documents dated August 21, 2018.

(i) Where Buyer specifically agrees to construct and maintain fence, the fence shall be constructed and maintained for vehicle access control purposes only at no expense to Seller. Buyer shall have the right of entry upon Seller's remaining property along the right of way line, if necessary, for the purpose of connecting said drain tile and constructing and maintaining said fence. Buyer will install a six-foot chain link fence for approximately 2,600 feet along the length of the ROW, except for openings at bridges and box culvert

6. This written agreement constitutes the entire agreement between Buyer and Seller and there is no agreement to do or not to do any act or deed except as specifically provided for herein.

- 7. Seller states and warrants that, to the best of Seller's knowledge, there is no burial site, well, solid waste disposal site, hazardous substance, nor underground storage tank on the premises described and sought herein.
- 8. Damages The damages described in Paragraph 3 of this agreement may be summarized as follows:

(a)	For relocation or reconstruction of tee boxes (Hole 8)	
	and cart path relocation (Hole 14):	\$78,000.00
(b)	For diminution from temporary easements:	\$1,400.00
(c)	For replacement landscaping and sod farm:	\$24,000.00
. /	TOTAL	\$103,400.00

Buyer warrants and agrees that the golf course related improvements owned by Seller and impacted by this project will be repaired and/or replaced by the project contractor, with the exception of the following:

- 1. The rear tee-box at hole 8 will be acquired as part of the permanent easement for Worle Creek re-alignment. Compensation for the above-referenced replacements is included under Item 3 on Page 1 of this agreement.
- 2. A portion of the cart path will be removed at Hole 14. The Project Appraiser also included an allowance to plant 2-3" trees as replacement for aesthetic reasons. Compensation for the above-referenced replacements is included under Item 3 on Page 1 of this agreement. Buyer will perform approximately 95% of the cart path relocation. The exception will be at Hole 14, for which Buyer will pay compensation to Seller as described in (a) above.
- 3. Various volunteer trees will be removed by Buyer for this project. The Project Appraiser indicated the trees being removed do not contribute value to the Premises, and therefore Buyer is not offering additional compensation for the loss of said volunteer trees.
- 4. Any driveways, grass areas, landscaping irrigation, or drainage tile disturbed by this project will be repaired or replaced by the project contractor, unless noted otherwise in this agreement.

PARCEL NO.	17	COUNTY	Story
PROJECT:	South Grand Avenue Extension	_CITY	Ames, IA
undersigned claim	NATURE AND CLAIMANT'S CERTIFICA ants certify the Total Lump Sum payment show F ASSOCIATES, INC. /		due approval and execution by the Buyer, we the and unpaid.
X Scott F	andall, President	x _	
_420 Sor	uth 17 th Street		
Ames,	IA 50010 (Mailing Address)		
SELLER'S ALL- STATE OF IOWA COUNTY OF STO On this Coundersigned, a No Randall. Presiden To me perse or prove whose name(s) is/a that he/she/they ex that by his/her/their behalf of which the	DRY } ss: lay of Sector for said State, personally applies in and for said State, personally applies in and for said State, personally applies to the same in fis/factory evidence to be resubscribed to the within instrument and acknow ecuted the same in his/her/their authorized capple signature(s) on the instrument the person(s), or the person(s) acted, executed the instrument. <i>Qemulus</i> Wurker (Print Notary Public in and for the State of My Commission expires)	efore me, the peared <u>Scott</u> e the person(s) wledged to me acity(ies), and he entity upon _(Sign in Ink) t/Type Name) <i>Lowa</i> _	CAPACITY CLAIMED BY SIGNER: INDIVIDUAL CORPORATE Title(s) of Corporate Officer(s): President Corporate Seal is affixed No Corporate Seal procured PARTNER(s): Limited Partnership General Partnership ATTORNEY-IN-FACT EXECUTOR(s) or TRUSTEE(s) GUARDIAN(s) or CONSERVATOR(s) OTHER: SIGNER IS REPRESENTING: List name(s) of entity (ies) or person(s) Legacy Golf Associates, Inc.
(NOTARIAL SEA	L) JENNIFER WIERCK Commission Number 815298 My Commission Expires February 14, 2022		

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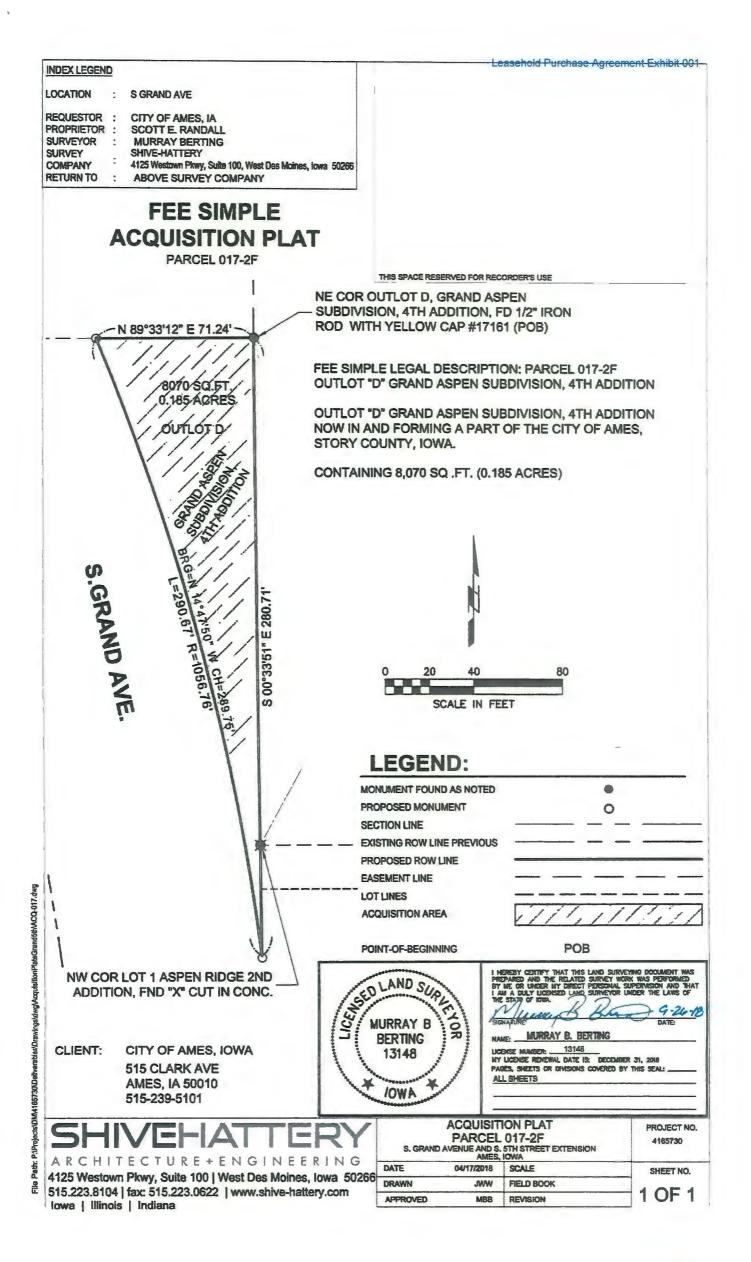
BUYER'S ACKNOWLEDGMENT

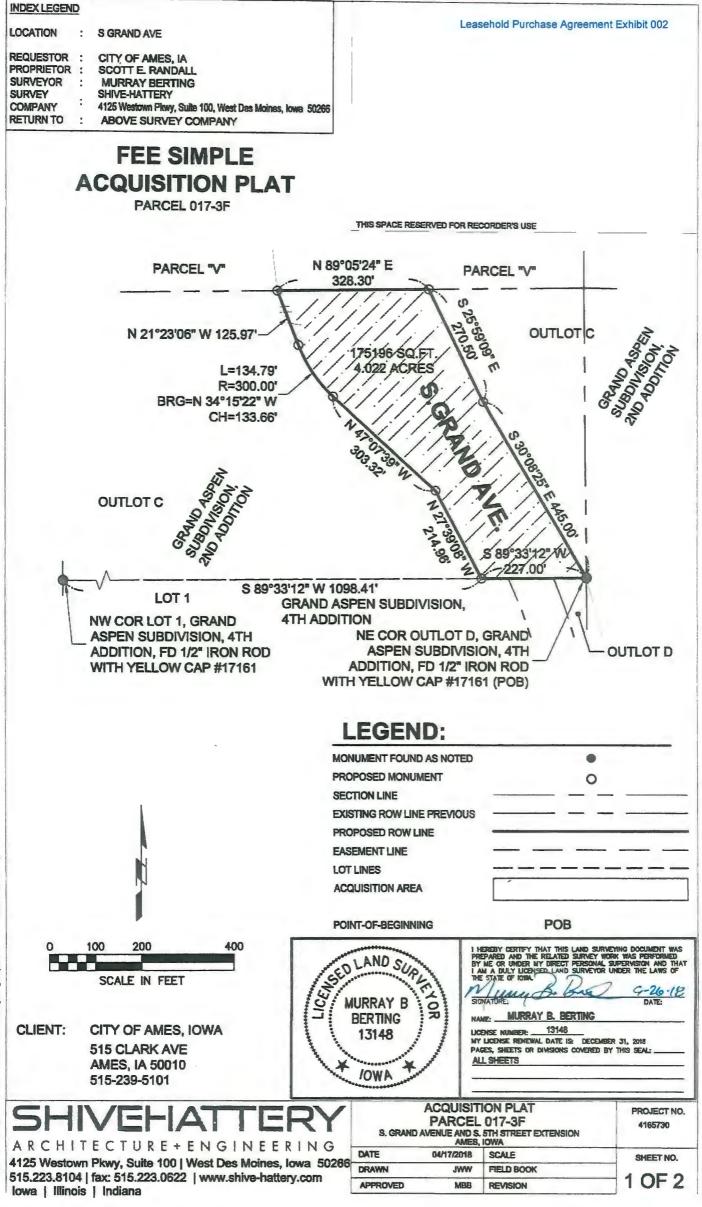
STATE OF <u>IOWA</u>, COUNTY OF <u>STORY</u>, ss:

On this _____ day of ______, 20____, before me, the undersigned, personally appeared John A. Haila, known to me to be the <u>Mayor</u>, and <u>Diane Voss</u>, known to me to be the <u>City Clerk</u>, of Buyer and who did say that said record was signed on behalf of Buyer by its authority duly recorded in its minutes, and said acknowledged the execution of said record, which signature appears hereon, to be the voluntary act and deed of Buyer and by it voluntarily executed.

	Signature of Notary Public
BUYER'S APPROVAL	
BY By Pressed	Date: 9/30/19
Recommended by: Ryan K. Gurwell, Project Manager	
BY Approved by: John A. Haila, Mayor City of Ames, Iowa	Date:
BY Approved by: Diane Voss, City Clerk City of Ames, Iowa	Date:

DISTRIBUTION: TWO COPIES RETURNED TO BUYER -- ONE COPY RETAINED BY SELLER





File Path: P:Projects/DMA4166730/Deliverables/Drawingstdwg/Acquisition

Mater Grand 6th ACQ-017. dwg

INDEX LEGEND

REQUESTOR :

PROPRIETOR :

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S GRAND AVE

CITY OF AMES. JA

SCOTT E. RANDALL MURRAY BERTING

LOCATION

SURVEYOR

caschold-Purchase Agreement Exhibit 003

SHIVE-HATTERY SURVEY COMPANY 4125 Westown Pkwy, Suite 100, West Des Moines, Iowa 50266 **RETURN TO** : ABOVE SURVEY COMPANY FEE SIMPLE ACQUISITION PLAT PARCEL 017-3F THIS SPACE RESERVED FOR RECORDER'S USE FEE SIMPLE LEGAL DESCRIPTION: PARCEL 017-3F OUTLOT "C" GRAND ASPEN SUBDIVISION, 2ND ADDITION PART OF OUTLOT "C" GRAND ASPEN SUBDIVISION, 2ND ADDITION NOW IN AND FORMING A PART OF THE CITY OF AMES, STORY COUNTY, IOWA, MORE PARTICULARLY DESCRIBED AS FOLLOWS: BEGINNING AT THE NORTHEAST CORNER OF OUTLOT "D" GRAND ASPEN SUBDIVISION, 4TH ADDITION NOW IN AND FORMING A PART OF THE CITY OF AMES. STORY COUNT, IOWA; THENCE SOUTH 89°33'12" WEST, ALONG THE SOUTH LINE OF SAID OUTLOT "C", FOR A DISTANCE OF 227.00 FEET: THENCE NORTH 27°39'08" WEST FOR A DISTANCE OF 214.96 FEET: THENCE NORTH 47º07'39" WEST FOR A DISTANCE OF 303.32 FEET TO THE BEGINNING OF A CURVE CONCAVED EASTERLY AND HAVING A RADIUS OF 300.00 FEET: THENCE ALONG SAID CURVE FOR A DISTANCE OF 134.79 FEET, SAID CURVE HAVING A CHORD BEARING OF NORTH 34°15'22" WEST AND A CHORD DISTANCE OF 133.66 FEET; THENCE NORTH 21°23'06" WEST FOR A DISTANCE OF 125.97 FEET TO A POINT ON THE SOUTH LINE OF PARCEL "V", PLAT OF SURVEY, IN INST. NO. 01-08198 RECORDED IN THE STORY COUNTY RECORDERS OFFICE: THENCE NORTH 89º05'24" EAST, ALONG THE SOUTH LINE OF SAID PARCEL "V", FOR A DISTANCE OF 328.30 FEET: THENCE SOUTH 25°59'09" EAST FOR A DISTANCE OF 270.50 FEET; THENCE SOUTH 30°08'25" EAST FOR A DISTANCE OF 445.00 FEET TO THE NORTHEAST CORNER OF SAID OUTLOT "D" AND THE POINT-OF-BEGINNING. CONTAINING 175, 196 SQ, FT, (4,022 ACRES) **ACQUISITION PLAT** PROJECT NO. 4 -PARCEL 017-3F 4165730 S. GRAND AVENUE AND S. 5TH STREET EXTENSION AMES, IOWA ARCHITECTURE + ENGINEERING DATE 04/17/2018 SCALE SHEET NO. 4125 Westown Pkwy, Suite 100 | West Des Moines, Iowa 50266

DRAWN

APPROVED

JWW

MBB

FIELD BOOK

REVISION

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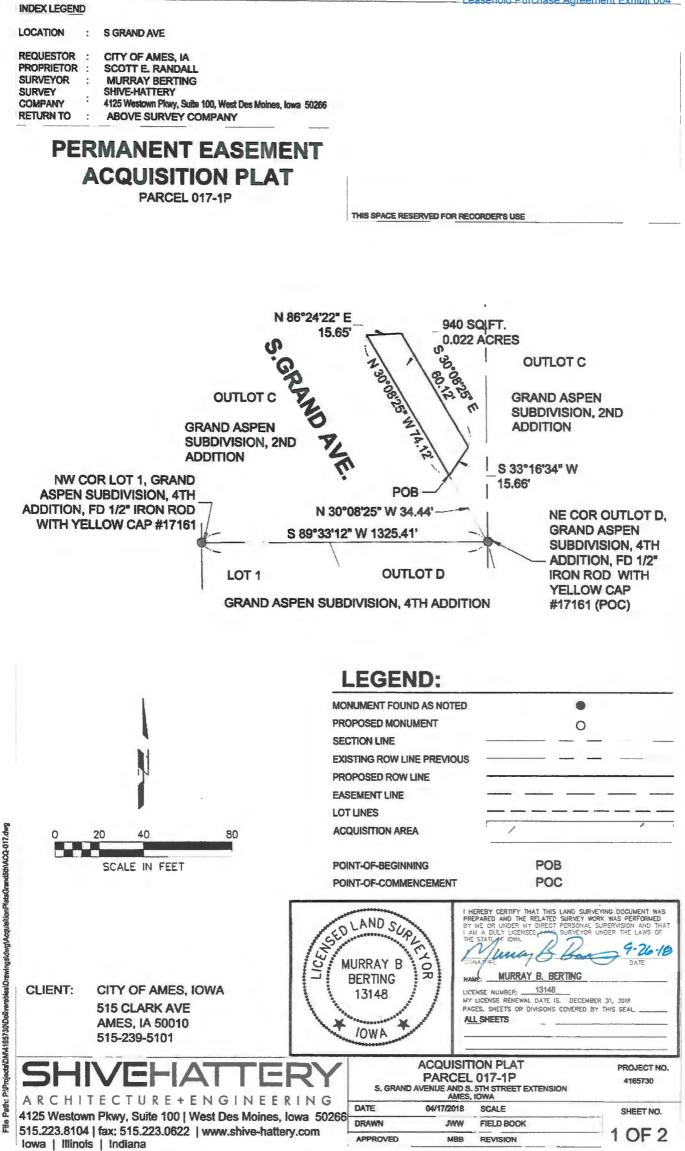
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Leasehold Purchase Agreement Exhibit 004



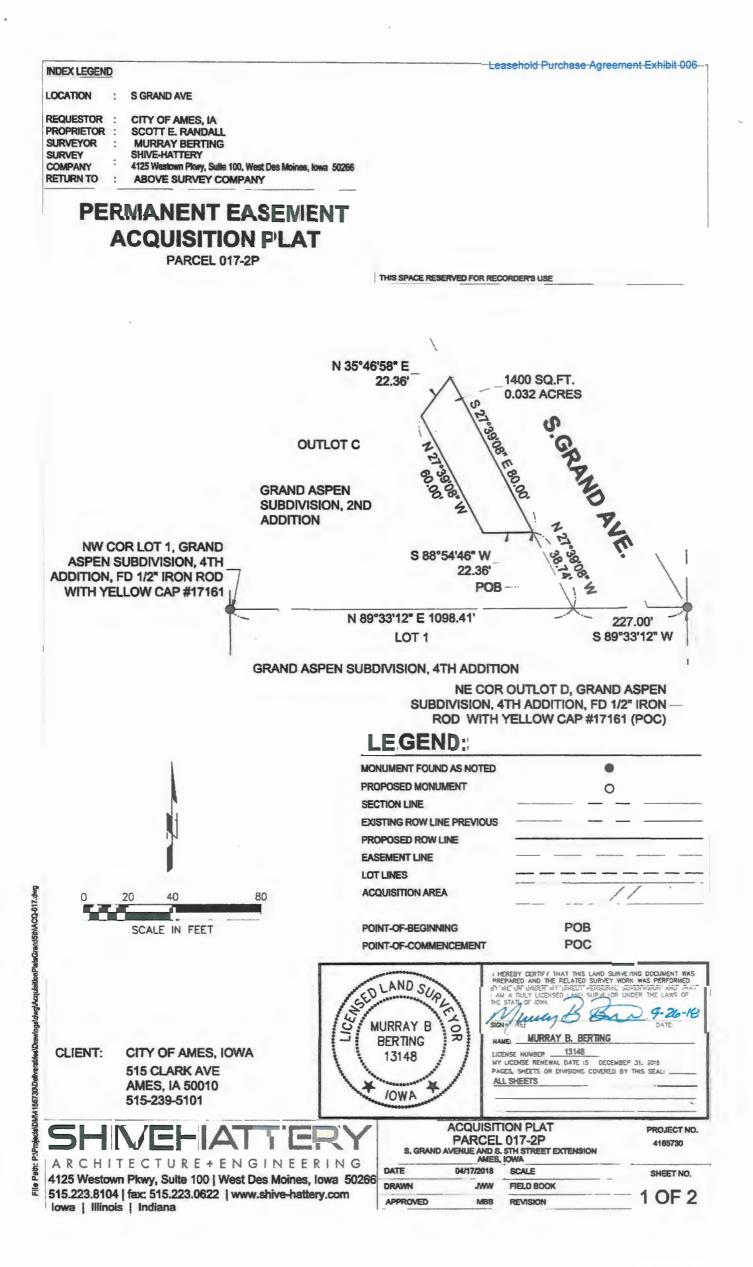
easehold	Purchase /	Aareement	Exhibit 005

INDEX LEGEND LOCATION : S GRAND AVE REQUESTOR : PROPRIETOR : CITY OF AMES, IA SCOTT E. RANDALL MURRAY BERTING
SHIVE-HATTERY
4125 Westown Pkwy, Suite 100, West Des Moines, Iowa 50266 SURVEYOR : SURVEY COMPANY RETURN TO : ABOVE SURVEY COMPANY PERMANENT EASEMENT ACQUISITION PLAT PARCEL 017-1P THIS SPACE RESERVED FOR RECORDER'S USE PERMANENT EASEMENT LEGAL DESCRIPTION: PARCEL 017-1P OUTLOT "C" GRAND ASPEN SUBDIVISION, 2ND ADDITION PART OF OUTLOT "C" GRAND ASPEN SUBDIVISION, 2ND ADDITION NOW IN AND FORMING A PART OF THE CITY OF AMES, STORY COUNTY, IOWA, MORE PARTICULARLY DESCRIBED AS FOLLOWS: COMMENCING AT THE NORTHEAST CORNER OF OUTLOT "D" GRAND ASPEN SUBDIVISION, 4TH ADDITION NOW IN AND FORMING A PART OF THE CITY OF AMES, STORY COUNT, IOWA; THENCE NORTH 30°08'25" WEST FOR A DISTANCE OF 34.44 FEET TO THE POINT-OF-BEGINNING; THENCE CONTINUING NORTH 30°08'25" WEST FOR A DISTANCE OF 74.12 FEET; THENCE NORTH 86°24'22" EAST FOR A DISTANCE OF 15.65 FEET; THENCE SOUTH 30°08'25" EAST FOR A DISTANCE OF 60.12 FEET: THENCE SOUTH 33°16'34" WEST FOR A DISTANCE OF 15.66 FEET TO THE POINT-OF-BEGINNING. CONTAINING 940 SQ. FT. (0.022 ACRES).

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515.223.8104 fax: 515.223.0622 www.shive-hattery.com lowa Illinois Indiana	APPROVED	MBB	REVISION	2 OF 2



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INDEX LEGEND LOCATION S GRAND AVE REQUESTOR : CITY OF AMES, IA SCOTT E. RANDALL PROPRIETOR : SURVEYOR MURRAY BERTING : SURVEY SHIVE-HATTERY : 4125 Westown Pkwy, Suite 100, West Des Moines, Iowa 50266 COMPANY **RETURN TO** ABOVE SURVEY COMPANY : P'ERMANENT EASEMENT **ACQUISITION PLAT** PARCEL 017-2P THIS SPACE RESERVED FOR RECORDER'S USE PERMANENT EASEMENT LEGAL DESCRIPTION: PARCEL 017-2P OUTLOT "C" GRAND ASPEN SUBDIVISION, 2ND ADDITION PART OF OUTLOT "C" GRAND ASPEN SUBDIVISION, 2ND ADDITION NOW IN AND FORMING A PART OF THE CITY OF AMES, STORY COUNTY, IOWA, MORE PARTICULARLY DESCRIBED AS FOLLOWS: COMMENCING AT THE NORTHEAST CORNER OF OUTLOT "D" GRAND ASPEN SUBDIVISION, 4TH ADDITION NOW IN AND FORMING A PART OF THE CITY OF AMES, STORY COUNT, IOWA: THENCE SOUTH 89°33'12" WEST FOR A DISTANCE OF 227.00 FEET; THENCE NORTH 27°39'08" WEST FOR A DISTANCE OF 38.74 FEET TO THE POINT-OF-BEGINNING; THENCE SOUTH 89°54'46" WEST FOR A DISTANCE OF 22.36 FEET: THENCE NORTH 27º39'08" WEST FOR A DISTANCE OF 60.00 FEET; THENCE NORTH 35º46'58" EAST FOR A DISTANCE OF 22.36 FEET; THENCE SOUTH 27°39'08" EAST FOR A DISTANCE OF 80.00 FEET TO THE POINT-OF-BEGINNING. CONTAINING 1,400 SQ. FT. (0.032 ACRES). P: Projects/DMA4105730/Defiverebles/Drawings/dwg/dcquiationPlatsGrand51h/ACQ-017.0wg

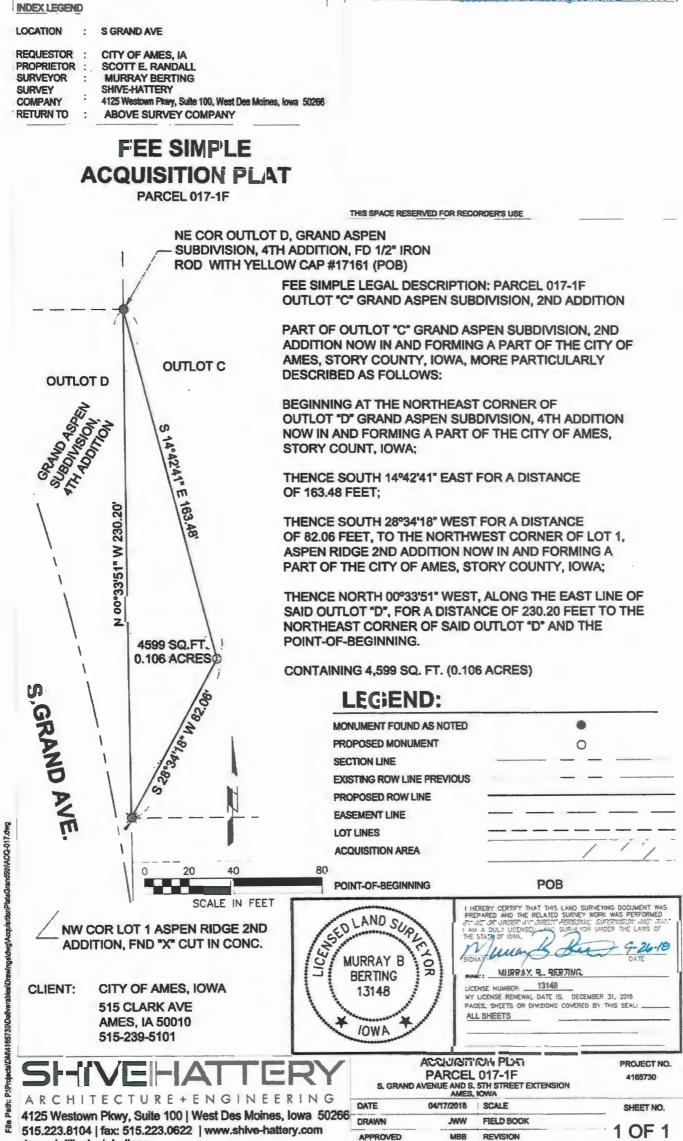


ARCHITECTURE + ENGINEERING 4125 Westown Pkwy, Suite 100 | West Des Moines, Iowa 50266 515.223.8104 | fax: 515.223.0622 | www.shive-hattery.com lowa | Illinois | Indiana

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5. GRAND	ACQUISIT PARCEL AVENUE AND 8. AMES,	017-2P	PROJECT NO. 4165730
DATE	04/17/2018	SCALE	SHEET NO.
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