

**MOTION**

On August 28, 2017, the California Department of Transportation (Caltrans) issued a notice of intent to relinquish to the City highway right of way from Flower Drive between Martin Luther King (MLK) Boulevard and 39<sup>th</sup> Street and 39<sup>th</sup> Street between Figueroa Street and mid-block between Hill Street and Grand Avenue. On September 21, 2018, the City adopted the Bureau of Engineering's recommendations in a report dated August 21, 2018 to find that the no-fee relinquishment is in the best interest of the City and to adopt the accompanying resolution and related actions to effectuate the relinquishment (C.F. 17-1002).

The highway right of way relinquished to the City does not meet City standards and additional funding will be required to complete the improvements. These improvements include: new curb ramps; curbs and gutters; driveways; and repaving and signage. The Fig Project is a mixed-use development project that is currently under construction at 3900 – 3972 S. Figueroa Street and is adjacent to and surrounds two of the parcels located on Flower Drive that were relinquished to the City (APNs: 5037-032-900 and 5037-032-901). The developer, SGRE Fig & Flower Investors 1 LLC, is interested in purchasing the two parcels and will complete the necessary improvements.

I THEREFORE MOVE that City Council direct the Department of General Services (GSD) to take the following actions relative to the two parcels located on Flower Drive that Caltrans relinquished to the City (APNs: 5037-032-900 and 5037-032-901):

1. Declare the two parcels located on Flower Drive (APNs: 5037-032-900 and 5037-032-901) surplus assets;
2. Initiate the Surplus Property Process and conduct a Class "A" appraisal of the parcels;
3. Instruct the City Administrative Officer (CAO) to evaluate the feasibility of a direct sale to SGRE Fig & Flower Investors 1 LLC at fair market value; and
4. Direct GSD, with the assistance of the CAO, the City Attorney, and any other relevant departments, to take all necessary steps and prepare all required documents to effectuate the potential sale of the parcels.

PRESENTED BY: 

CURREN D. PRICE, JR.

Councilmember, 9<sup>th</sup> DistrictSECONDED BY: 

cbs

FEB 27 2019

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