

1 **..Title**

2 **Considering the Acquisition of Land and Improvements Located at 110 Compromise**
3 **Street** – For the purpose of expressing the sense of the Annapolis City Council’s consideration
4 of acquiring the land and improvements located at 110 Compromise Street for a purchase price
5 of \$4,500,000.

6 **..Body**

7 **CITY COUNCIL OF THE**
8 **City of Annapolis**

9
10 **Resolution 32-14**

11
12 **Introduced by: Alderman Arnett and Alderman Budge**

13
14 **Referred to**
15 **Finance**
16 **Economic Matters**

17
18 **A RESOLUTION** concerning

19 **Considering the Acquisition of Land and Improvements**
20 **Located at 110 Compromise Street**

21 **FOR** the purpose of expressing the sense of the Annapolis City Council’s consideration of
22 acquiring the land and improvements located at 110 Compromise Street for a purchase
23 price of \$4,500,000.

24
25 **WHEREAS,** the City and citizens of Annapolis recognized the importance of the City Dock
26 area to the economic well-being of the City through the adoption of the City
27 Dock Master Plan on October 28, 2013; and

28
29 **WHEREAS,** an important property at the center of the Annapolis City Dock area, 110
30 Compromise Street, has been vacant since the beginning of 2010; and

31
32 **WHEREAS,** the City Council adopted Resolution 3-14 on March 24, 2014 expressing the
33 intent of the City of Annapolis to explore the possibility of acquiring the land
34 and improvements located at 110 Compromise Street and formed an
35 exploration committee; and

36
37 **WHEREAS,** the City intends to apply for a grant not less than \$1,000,000 from the federal
38 Department of the Interior, which the State of Maryland Department of Natural
39 Resources administers, in order to assist in the proposed acquisition of 216
40 feet of waterfront land to retain as City park, recreation, and open space;

41
42 **WHEREAS,** the attached Letter of Intent (LOI) from Craig Morrell, a principal with NAI
43 KLNB, LLC and an authorized representative for the Sellers, to the City of
44 Annapolis, describes the proposed terms for City’s purchase of the property
45 located at 110 Compromise Street; and

1
2 **WHEREAS,** the LOI indicates a purchase price of \$4,500,000 for acquiring the property
3 located at 110 Compromise Street, to be funded by a federal Department of the
4 Interior grant which the State of Maryland Department of Natural Resources
5 administers of not less than \$1,000,000 and a 5-year, \$3,500,000 promissory
6 note at a 5% interest rate from the City; and
7

8 **WHEREAS,** the LOI also includes a provision requiring the City to provide a \$100,000
9 deposit upon execution of the LOI; and
10

11 **WHEREAS,** should the City purchase the land and improvements located at 110
12 Compromise Street, the City intends to subdivide the land and sell a certain
13 portion of the remaining area in a fashion consistent with the City Dock Master
14 Plan.
15

16 **NOW THEREFORE BE IT RESOLVED BY THE ANNAPOLIS CITY COUNCIL** that it is the
17 sense of the Annapolis City Council to consider acquiring the land and improvements located at
18 110 Compromise Street for a purchase price of \$4,500,000 as described under the terms herein
19 and in the Letter of Intent.
20

21 **AND BE IT FURTHER RESOLVED BY THE ANNAPOLIS CITY COUNCIL** to enter into the
22 Letter of Intent, subject to the following contingencies:

- 23 1. An amendment to the Capital Improvement Program
- 24 2. An amendment to the Capital Budget
- 25 3. City Council approved appropriations for purchase
- 26 4. Irrevocable commitments to grant funds for purchase
- 27 5. Any other required legislation and commitments for funding of purchase.
28
29

30 **EXPLANATION**

31 CAPITAL LETTERS indicate matter added to existing law.

32 ~~Strikethrough~~ indicates matter stricken from existing law.

33 Underlining indicates amendments.