



City of Sacramento City Council

915 I Street, Sacramento, CA, 95814
www.CityofSacramento.org

Meeting Date: 3/29/2011

Report Type: Consent

Title: Acquisition of Franklin Boyce Park Property

Report ID: 2011-00299

Location: 7698 Franklin Boulevard , District 8

Recommendation: Adopt a Resolution authorizing an inter-fund transfer from the Department of Parks and Recreation Community Plan Area 4 Quimby Act Fund (Fund 2508) contingency balance in the amount of \$342,197 to the Department of Utilities Storm Drainage Fund (Fund 6011) for the repayment of a loan for the Department of Parks and Recreation's share of land purchased (3.6 acres) for Franklin Boyce Park.

Contact: Sonja Jarvis, Fiscal Lead, (916) 808-8824; J.P. Tindell, Park Planning & Development Manager, Department of Parks and Recreation

Presenter: None

Department: Parks & Recreation Department / Department of Utilities

Division: Park Planning & Development Ad

Dept ID: 19001111

Attachments:

- 1-Description/Analysis
- 2-Background
- 3-Location Map
- 4-Resolution

City Attorney Review

Approved as to Form
Sheryl N. Patterson
3/22/2011 1:32:43 PM

City Treasurer Review

Prior Council Financial Policy Approval or
Outside City Treasurer Scope
Russell Fehr
3/10/2011 4:46:02 PM

Approvals/Acknowledgements

Department Director or Designee: Jim Combs - 3/21/2011 12:19:40 PM

Assistant City Manager: Cassandra Jennings - 3/22/2011 1:29:29 PM

Description/Analysis

Issue: On December 12, 2000, Council adopted Resolution No. 2000-723 authorizing the purchase of real property identified as the Franklin and Boyce Detention Basin Project, located on the west side of Franklin Boulevard at the intersection on Franklin Boulevard and Boyce Drive (APN 119-0070-036).

Under this resolution, the Department of Utilities (DOU) was authorized to purchase 12.1 acres of land for the Franklin Boyce Detention Basin to be developed as a joint use facility (8.5 acres for the detention basin and 3.6 acres for park use) between DOU and the Department of Parks and Recreation (DPR). It is typical that detention basins and parks are co-located because in combination they provide large open space areas.

The purchase price for the 12.1 acres was \$820,000 and was made from DOU's Storm Drainage Fund (Fund 6011). DOU needed only approximately 8.5 acres of the total parcel for the detention facility, but purchased the whole parcel with the expectation and understanding that when funds are available DPR would pay for the planned park portion of the property (3.6 acres) to create a joint use facility. Thereafter, the property has been improved as a joint detention facility and park.

The cost for the 3.6 acre portion for park purposes by DOU was a loan which can now be repaid through an inter-fund transfer from DPR's Community Plan Area 4 Quimby Act Fund (Fund 2508) to DOU's Storm Drainage Fund (Fund 6011) in the amount of \$243,967, based on the original purchase price, plus \$98,230 interest for a total amount of \$342,197. This accumulated interest is at the City's "Pool A" interest rate, since the \$243,967 in DOU funds would have otherwise been invested in this pool.

Policy Considerations: Based on the circumstances at the time of the property purchase and to meet the requirements of Proposition 218, repayment of the storm drainage funds used to purchase the excess 3.6 acres of land that is not needed for the Franklin Boyce Detention basin but rather developed for park purposes should be made from the DPR's Community Plan Area 4 Quimby Act Fund (Fund 2508) to DOU's Storm Drainage Fund (Fund 6011). Repayment of this loan requires payment of both the principal and the interest computed at the City's "Pool A" interest rate.

Environmental Considerations:

California Environmental Quality Act (CEQA): This report concerns administrative activities that will not have a significant effect on the environment, and does not constitute a "project" as defined by the CEQA Guidelines (Title 14 Cal. Code Reg. § 15000 et seq.) Sections 15061(b)(3) and 15378(b)(2).

Sustainability: Not applicable.

Commission/Committee Action: Not applicable.

Rationale for Recommendation: Resolution No. 2000-723 authorized the DOU to purchase 12.1 acres of land for the Franklin Boyce Detention Basin project with the expectation and understanding that DPR would reimburse DOU for the cost of the 3.6 acres for park use when funds became available.

Financial Considerations: The purchase of 12.1 acres by DOU for the Franklin Boyce Detention Basin project included 3.6 acres that were not needed for the detention basin and which were planned and developed for park use. Therefore, DPR staff is recommending City Council authorize repayment of this loan through an inter-fund transfer from DPR's Community Plan Area 4 Quimby Act Fund (Fund 2508) contingency balance to DOU's Storm Drainage Fund (Fund 6011) in the amount of \$243,967 plus \$98,230 accumulated interest for a total amount of \$342,197.

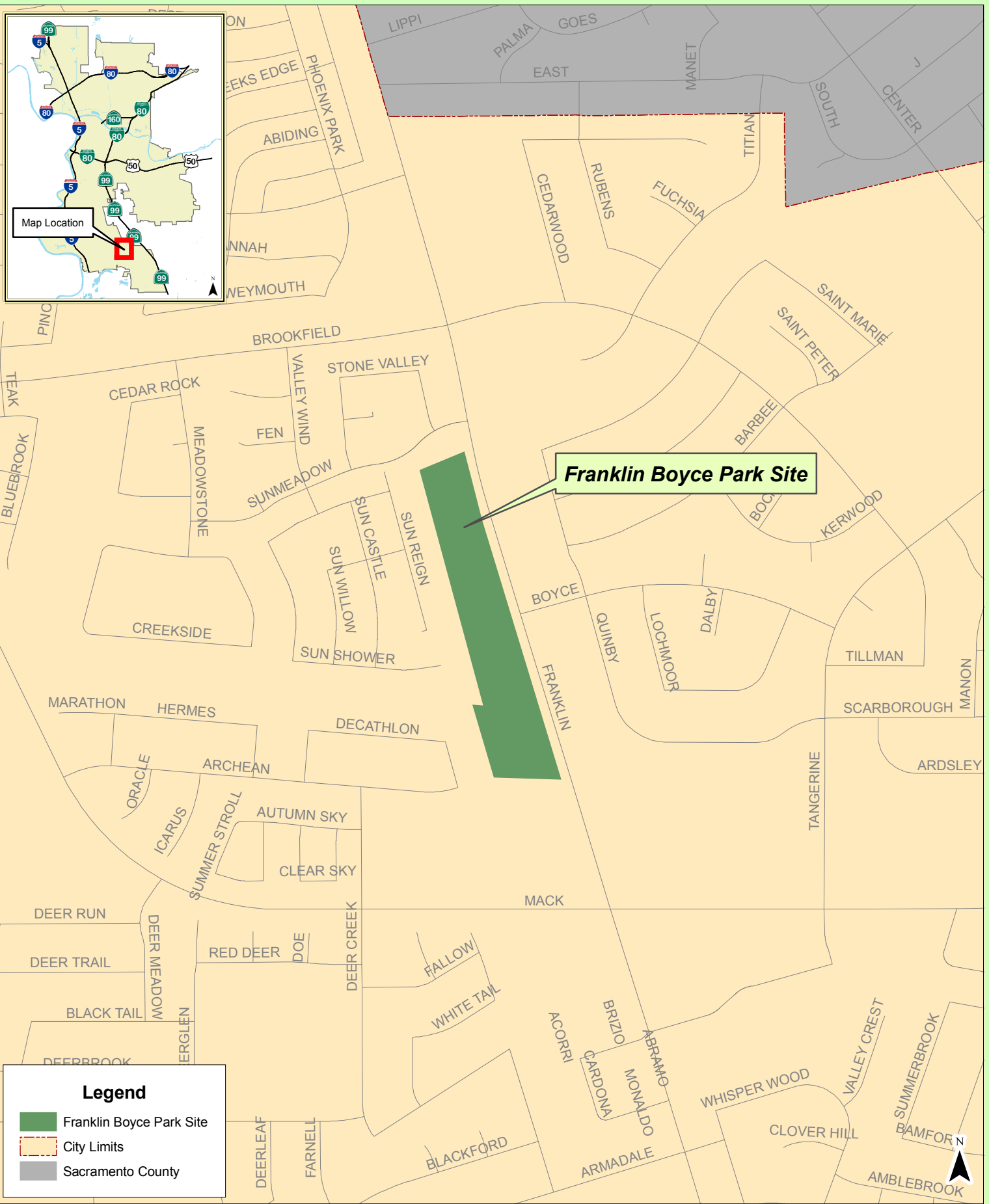
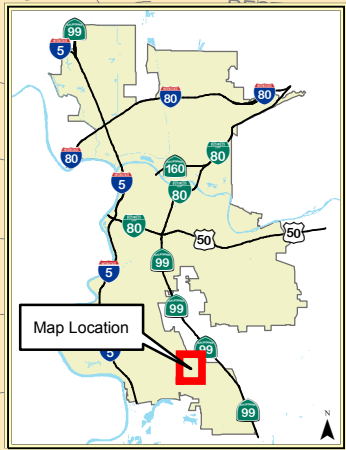
Emerging Small Business Development (ESBD): Not applicable.

Background

On December 12, 2000, Council adopted Resolution No. 2000-723 authorizing the purchase of real property identified as the Franklin and Boyce Detention Basin Project, located on the west side of Franklin Boulevard at the intersection on Franklin Boulevard and Boyce Drive (APN 119-0070-036).

Under this resolution, the Department of Utilities (DOU) was authorized to purchase 12.1 acres of land for the Franklin Boyce Detention Basin to be developed as a joint use facility (8.5 acres for the detention basin and 3.6 acres for park use) between DOU and the Department of Parks and Recreation (DPR). The purchase price for the 12.1 acres was \$820,000 and was made from the DOU's Storm Drainage Fund (Fund 6011). DOU needed only approximately 8.5 acres of the total for the detention facility but purchased the whole parcel with the expectation and understanding that when funds become available the DPR would pay for the excess 3.6 acres for use as a park as part of its participation in this joint use facility.

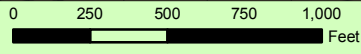
The DOU funding for purchase of the 3.6 excess acres for park purposes was considered a loan; therefore, staff is recommending City Council authorize repayment of this loan through an inter-fund transfer from DPR's Community Plan Area 4 Quimby Act Fund (Fund 2508) to DOU's Storm Drainage Fund (Fund 6011) in the amount of \$243,967 plus \$98,230 interest for a total amount of \$342,197. This amount includes the purchase price ($\$243,967 = 3.6 \text{ acres} / 12.1 \text{ acres} \times \$820,000$) plus interest (\$98,230) at the City's "Pool A" interest rate.



Franklin Boyce Park Site

Legend

- Franklin Boyce Park Site
- City Limits
- Sacramento County



RESOLUTION NO. 2011-

Adopted by the Sacramento City Council

March 29, 2011

AUTHORIZING REPAYMENT OF A LOAN TO THE DEPARTMENT OF UTILITIES FROM THE DEPARTMENT OF PARKS AND RECREATION FOR FRANKLIN BOYCE PARK

BACKGROUND

- A. On December 12, 2000, Council adopted Resolution No. 2000-723 authorizing the Department of Utilities to purchase 12.1 acres of land for the Franklin Boyce Detention Basin to be developed as a joint use facility (8.5 acres for the detention basin and 3.6 acres for park use) between the Department of Utilities and the Department of Parks and Recreation.
- B. The purchase price for the 12.1 acres was \$820,000 and was made from the Department of Utilities Storm Drainage Fund (Fund 6011).
- C. The Department of Utilities needed only approximately 8.5 acres of the total parcel for the detention facility, but purchased the whole parcel with the expectation and understanding that when funds become available the Department of Parks and Recreation would pay for the excess 3.6 acres for development of a park as part of its participation in this joint use facility.
- D. The costs for the excess 3.6 acres to be used for park purposes with the Department of Utilities storm drainage fund was considered a loan which requires repayment of the proportionate amount of the total purchase price plus accrued interest at the City's "Pool A" interest rate.
- E. The Department of Parks and Recreation is recommending repayment of this loan for the purchase price of \$243,967 plus interest of \$98,230 for a total amount of \$342,197.
- F. This loan will be paid through an inter-fund transfer from the Department of Parks and Recreation Community Plan Area 4 Quimby Act Fund (Fund 2508) contingency balance to the Department of Utilities Storm Drainage Fund (Fund 6011).

BASED ON THE FACTS SET FORTH IN THE BACKGROUND, THE CITY COUNCIL RESOLVES AS FOLLOWS:

- Section 1. That \$342,197 is transferred from the Department of Parks and Recreation Community Plan Area 4 Quimby Act Fund (Fund 2508) to the Department of Utilities Storm Drainage Fund (Fund 6011) as repayment of

a loan for the Department of Parks and Recreation's share of land (3.6 acres) at a purchase price of \$243,967 plus accumulated interest of \$98,230 for the Franklin Boyce Park portion of this joint use facility.