Council Meeting Date: January 11, 2010 Agenda Item: $\mathcal{I}(\kappa)$

CITY COUNCIL AGENDA ITEM

CITY OF SHORELINE, WASHINGTON

AGENDA TITLE: Authorization for Property Acquisition at 17030 Aurora Ave. N. for

the Aurora Project 165th – 185th

DEPARTMENT: City Attorney's Office; Public Works

PRESENTED BY: Ian Sievers, City Attorney

PROBLEM/ISSUE STATEMENT:

The City has completed design, received right of way certification from the Department of Transportation, and recently awarded the construction contract for the Aurora Project 165th -185th. The City needs to acquire 1,750 square feet from the parcel at 17030 Aurora Ave. N. for roadway improvements, amenity zone and sidewalk and 580 square feet for a temporary construction easement.

The owner granted the City possession and use in March 2009 so the Project could proceed. The City agreed to pre-litigation mediation after both parties prepared appraisals and reached an impasse in negotiations with the City's right of way agents. Mediation was held on December 16th with the owner, his attorney, his appraiser and a local real estate agent. The City was represented by Ian Sievers, City Attorney; Kris Overleese, Project Manager; and Ken Barnes, the City's appraiser. A tentative settlement of \$420,000 was reached settling all claims for compensation, damages, fees and costs. This settlement amount exceeds the City Manager's property acquisition authority of \$325,000 and requires approval of the Council.

Based on the analysis in the confidential memorandum to the council discussing this acquisition, staff recommends the Council approve the settlement as a fair resolution of this case given the risks of litigation and costs avoided.

FINANCIAL IMPACT:

The funds to pay the proposed settlement are available in the Project Budget.

RECOMMENDATION

Staff recommends that the City Council approve payment of \$420,000 for all property interests and damages to property owned by Elsia, LLC at 17030 Aurora Ave. N. needed to complete the final design of the Aurora Project 165th-185th.

Approved By:

City Manager City Attorney

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