

TO: City Council
FROM: James L. App, City Manager *JL*
SUBJECT: Property Acquisition - Anderson Property
DATE: January 5, 1999

NEEDS: For the City Council to receive and file a report concerning the disposition of the proposed Anderson property acquisition.

- FACTS:**
1. Effective October 13, 1998 the City opened escrow for approximately 260 acres of real property located east/northeast of the northerly terminus of Ramada Drive (property is commonly referred to as the "Anderson Property").
 2. The proposed acquisition was initiated for the purpose of future development, specifically the construction of a Salinas River crossing.
 3. The City's purchase offer included a condition to inspect and approve the site and its physical condition and characteristics.
 4. The City has examined the property and concluded that site characteristics are such that the property does not warrant further consideration.
 5. The City has withdrawn from escrow (and the City's deposit has been returned, with interest).

ANALYSIS & CONCLUSION: The City initiated a purchase offer of the Anderson property to secure land for construction of a future bridge across the Salinas River. The offer was contingent upon the inspection and approval of a variety of site studies. The results of these examinations indicated that the proposed acquisition did not warrant further consideration. Consequently, the City withdrew from escrow.

POLICY REFERENCE: None.

FISCAL IMPACT: None.

- OPTIONS:**
1. Receive and File Report Concerning Withdrawal from the Anderson Property Escrow.
 2. Amend, Modify or Reject the Option Above.