



TO: Mayor Shaun Sipma
Members of the City Council

FROM: John Zakian, CDBG-DR/NDR Grant Administrator

DATE: August 16, 2021

SUBJECT: **Approve Sale of Salvage Barn from Flood Buyout Acquisition**

I. RECOMMENDED ACTION

Authorize salvage sale of pole barn located at 707 Railway Avenue to Devin Hunter for \$2,500

II. DEPARTMENT CONTACT PERSONS

John Zakian, CDBG-DR/NDR Grant Administrator, 423-4568

III. DESCRIPTION

A. Background

Property at 707 Railway Avenue has been purchased by the City of Minot as part of the flood buyout program to acquire the property for flood control projects. Structures were deemed to best be demolished. However, Mr. Hunter understanding that he take ownership in “as is” condition has made offer to purchase. Pursuant to City Code any personal property meeting \$100 threshold value needs to be approved by the City Council for sale although HUD rules would define this barn as real property. To avoid any confusion or conflict, it is prudent to secure City Council approval.

B. Proposed Project

Sale of pole barn reduces cost of demolition as purchaser agrees to move structure on a timely basis for the flood control project. It is obligation and liability of purchaser to move the structure and relocate it outside the flood zone.

IV. IMPACT:

A. Strategic Impact:

Sale will add program income for additional support of CDBG-NDR acquisition and demolition, and reduces cost of demolition further expanding use CDBG-NDR funds.

B. Service/Delivery Impact:

Approval adds consistency between HUD guidelines and City code

C. Fiscal Impact:

Adds program income for use with CDBG-NDR

V. ALTERNATIVES

State the alternatives to this project. The alternatives need to be viable options and there should be at least two: one would be some other approach and what the results of that alternative would be and the second would be not to do the project and what the result would be.

VI. TIME CONSTRAINTS

N/A.

VII. LIST OF ATTACHMENTS
N/A