

## CITY of NOVI CITY COUNCIL

Agenda Item C December 5, 2011

**SUBJECT:** Approval to amend the authorization of Offer to Purchase for a permanent easement and temporary grading permit on the Comau, Inc. property (parcel 50-22-23-376-008) from the previously approved amount of \$2,105 to a new offer of \$3,000 for the purpose of constructing a pedestrian safety path on the north side of Ten Mile Road between Catherine Industrial Road and the CSX Railroad.

SUBMITTING DEPARTMENT: Department of Public Services, Engineering Division Bic.

CITY MANAGER APPROVAL:

| EXPENDITURE REQUIRED   | \$ 3,000  |
|------------------------|---|
| AMOUNT BUDGETED        | \$ 8,300  |
| APPROPRIATION REQUIRED | \$ 3,000 (to be included in 2 <sup>nd</sup> quarter budget amendment) |
| LINE ITEM NUMBER       | 204-204.00-974.417  |

#### BACKGROUND INFORMATION:

An offer to purchase a permanent easement and temporary grading permit on the Comau, Inc. property located at 42850 Ten Mile Road was approved at the October 17, 2011 City Council meeting in the amount of \$2,105 for the purpose of constructing a pedestrian safety path on the north side of Ten Mile Road between Catherine Industrial Road and CSX railroad. Since that time, Engineering staff and the City Attorney's office have been working with the property owner to negotiate the easements. The original offer was based on the land value of \$2.00 per square foot as established by the Assessor.

The negotiations have resulted in a preliminary valuation of \$3,000 for the permanent easement and the temporary grading permit. The additional \$895 value for the easement is recommended by staff and the City Attorney to avoid the costs associated with appraisals and litigation that would be necessary without a settlement (see November 22, 2011 letter from Beth Kudla for additional information). Comau's representatives have indicated that the proposed valuation of \$3,000 would be acceptable.

There are five permanent pathway easements and four temporary grading permits required to facilitate construction of the pathway. One of the permanent easements was donated by Joe Trudeau and accepted by City Council in July 2011. Negotiations have continued with one other property owner. Final deadlines for acceptance of the previously approved good faith offers are set for December, after which the City Attorney will file paperwork with the court to acquire the remaining easements through eminent domain.

The construction of the pedestrian safety path along Ten Mile Road between Catherine Industrial and CSX railroad is scheduled to begin in spring 2012 and will provide a complete pathway connection along the north side of Ten Mile Road between Novi Road and Haggerty Road.

**RECOMMENDED ACTION:** Approval to amend the authorization of Offer to Purchase for a permanent easement and temporary grading permit on the Comau, Inc. property (parcel 50-22-23-376-008) from the previously approved amount of \$2,105 to a new offer of \$3,000 for the purpose of constructing a pedestrian safety path on the north side of Ten Mile Road between Catherine Industrial Road and the CSX Railroad.

|                        | 1 | 2 | Y | Z |
|------------------------|---|---|---|---|
| Mayor Gatt             |   |   |   |   |
| Mayor Pro Tem Staudt   |   |   |   |   |
| Council Member Casey   |   |   |   |   |
| Council Member Fischer |   |   |   |   |

|                         | 31 | 2 | Y. | N |
|-------------------------|----|---|----|---|
| Council Member Margolis |    |   |    |   |
| Council Member Mutch    |    |   |    |   |
| Council Member Wrobel   |    |   |    |   |



November 22, 2011

30903 Northwestern Highway P.O. Box 3040 Farmington Hills, MI 48333-3040

Tel: 248-851-9500 Fax: 248-851-2158 www.secrestwardle.com

Elizabeth M. Kudla Direct: 248-539-2846 bkudla@secrestwardle.com Mr. Ben Croy, Civil Engineer Engineering Division City of Novi 26300 Delwal Drive Novi, Michigan 48375

RE: 10 Mile Road Safety Path

Comau, Inc. Property

Our File No. 55142 NOV

Dear Mr. Croy:

As you know, Comau, Inc., made a counter-offer in the amount of \$4,165 to the City's good faith offer in the amount of \$2,105 for a safety path easement and temporary grading permit over its property. As we discussed, the basis for the counter-offer did not pertain to the actual \$2.00 square foot value of the property and is not compensable under the eminent domain statute. In discussing the value with representatives of Comau, Inc., they agreed to accept \$3,000 to resolve the matter. The additional \$895 provided in the settlement will allow the City to avoid litigation costs which could be significantly higher. On this basis, we recommend acceptance of the negotiated \$3,000 total value of the easements.

Please feel free to contact me with any questions or concerns in regard to this matter.

trul*y* vours.

BETH M. KUDLA

**EMK** 

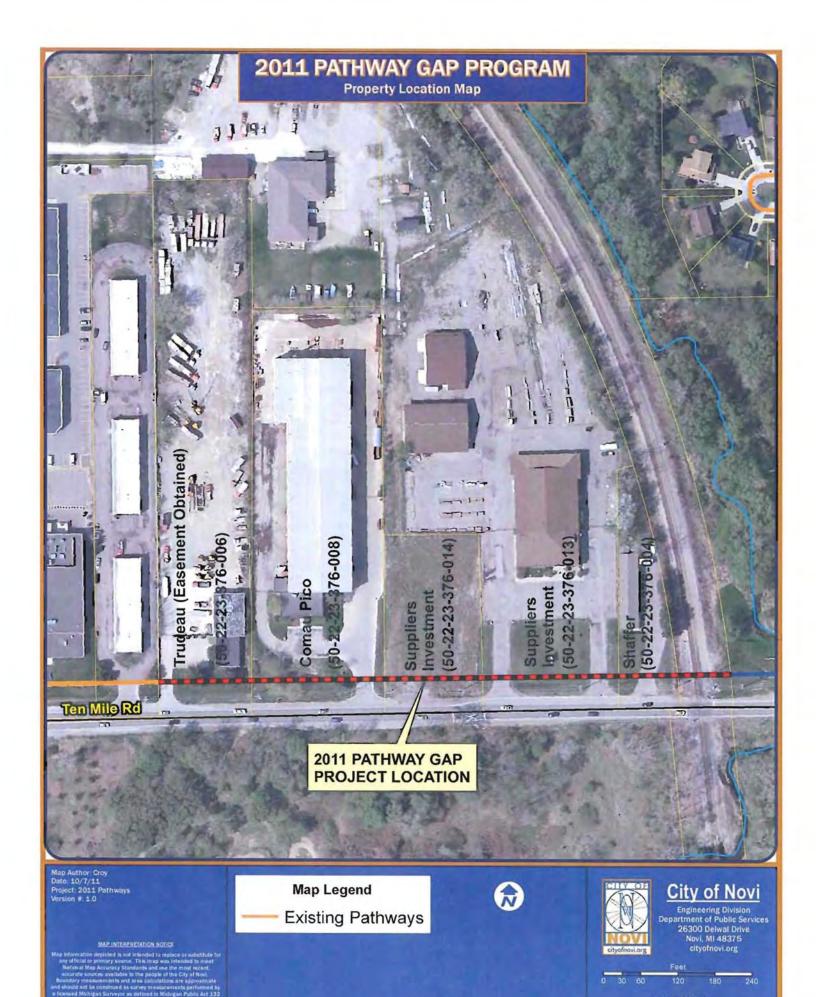
cc:

Maryanne Cornelius, City Clerk Clay Pearson, City Manager

Victor Cardenas, Assistant City Manager Rob Hayes, Public Services Director

Thomas R. Schultz, Esquire

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# AGREEMENT OF SALE OFFER TO PURCHASE EASEMENTS OVER REAL PROPERTY

1. The City of Novi, a Michigan municipal corporation (hereinafter "City"), hereby offers and agrees to purchase easements in, over, upon, and through real property within the City of Novi, described as:

## **PARCEL DESCRIPTION (50-22-23-376-008):**

T1N, R8E, SEC 23 PART OF SW 1/4 BEG AT PT DIST N 89 37'40" W 974.33 FT FROM S 1/4 COR,TH N 89 37'40" W 210.00 FT, TH N 01 00'00" E 660.00 FT, TH S 89 37'40" E 210.00 FT, TH S 01 00'00" W 660.00 FT TO BEG 3.18 A. SUBJECT TO ALL EASEMENTS AND RESTRICTIONS OF RECORD, IF ANY.

### A) A permanent sidewalk easement more fully described as follows:

#### PATHWAY EASEMENT LEGAL DESCRIPTION:

COMMENCING AT THE SOUTHWEST CORNER OF THE ABOVE DESCRIBED PARENT PARCEL ON THE SOUTH LINE OF SECTION 23; THENCE N 01 00' 00" E, 33.00 FT ALONG THE WEST LINE OF THE PARENT PARCEL TO A POINT OF BEGINNING; THENCE N 01 00'00" E, 7.00 FT, THENCE S 89 37' 40" E, 77.92 FT; THENCE N 74 02' 14 E 49.78 FT; THENCE S 89 37' 40" E, 84.46 FT; THENCE S 01 00' 00" W, 7.00 FT ALONG THE EAST LINE OF THE PARENT PARCEL; THENCE N 89 37' 40" W, 78.05 FT; THENCE S 74 02' 14'W, 49.78'; THENCE N 89 37' 40" W, 84.34 FT TO THE POINT OF BEGINNING.

CONTAINS 1,560 SFT (0.036 ACRES), MORE OR LESS.

B) A Temporary Grading Permit in certain real estate described as follows:

#### NORTHERLY GRADING EASEMENT LEGAL DESCRIPTION:

COMMENCING AT THE SOUTHWEST CORNER OF THE ABOVE DESCRIBED PARENT PARCEL ON THE SOUTH LINE OF SECTION 23; THENCE N 01 00' 00" E, 40.00 FT ALONG THE WEST LINE OF THE PARCEL TO A POINT OF BEGINNING; THENCE N 01 00'00" E, 4.00 FT, THENCE S 89 37' 40" E, 77.30 FT; THENCE N 74 02' 14 E 71.11 FT; THENCE S 89 37' 40" E, 64.68 FT; THENCE S 01 00' 00" W, 10.00 FT; THENCE N 89 37' 40" W, 84.46 FT; THENCE S 74 02' 14'W, 49.78'; THENCE N 89 37' 40" W, 77.92 FT TO THE POINT OF BEGINNING. CONTAINS 1,298 SFT (0.030 ACRES), MORE OR LESS.

#### SOUTHERLY GRADING EASEMENT LEGAL DESCRIPTION:

COMMENCING AT THE SOUTHWEST CORNER OF THE ABOVE DESCRIBED PARENT PARCEL ON THE SOUTH LINE OF SECTION 23; THENCE N 01 00' 00" E, 33.00 FT ALONG THE WEST LINE OF THE PARCEL; THENCE S 89 37' 40" E, 84.34 TO A POINT OF BEGINNING; THENCE N 74 02' 14 E 49.78 FT; THENCE S 89 37' 40" E, 78.05 FT; THENCE S 01 00' 00" W, 14.00 FT; THENCE N 89 37' 40" W, 125.66 FT TO THE POINT OF BEGINNING. CONTAINS 1,426 SFT (0.033 ACRES), MORE OR LESS

and to pay therefore the sum Three Thousand (\$3,000.00) Dollars, subject to the existing building and use restrictions, easements, and zoning ordinances, if any, upon the following conditions:

- (i) Delivery of the permanent Sidewalk Easement to the City as described above.
- (ii) Delivery of the Temporary Grading Permit to the City as described above.
- 2. Upon Seller's acceptance of this Offer to Purchase, as evidence of title, the City agrees to obtain a commitment for the title insurance with policy pursuant thereto to be issued insuring the City. The City will pay the cost of the title insurance policy premium.



- 3. If this offer is accepted by the Seller and if title can be conveyed in the condition required hereunder, the City agrees to complete the sale within fifteen (15) days after the receipt of the commitment for title insurance.
- 4. If objection to the title is made, based on a written opinion of the City Attorney that the title is not in the condition required for the performance hereunder, the Sellers shall have thirty (30) days from the date they are notified in writing of the particular defects claimed, to fulfill the requirements in the commitment for title insurance or to remedy the title defects set forth in the City Attorney's opinion. If the Seller is able to comply with such requirements or remedy such defects within the time specified, as evidenced by written notification, revised commitment or endorsement to commitment, the City agrees to complete the sale within twenty (20) days of receipt thereof. If the Seller is unable to furnish satisfactory title within the time specified, the City will commence condemnation proceedings to acquire the Property.
- 5. The Seller shall deliver and the City shall accept possession of said Property upon the date of closing.
- 6. It is understood that the Property is being acquired in connection with the Ten Mile Pathway Program to construct a non-motorized pathway system along Ten Mile Road over, across, upon and through the above-described premises in the City of Novi, Michigan.
- 7. The City shall pay the cost of recording the easement and the cost of all Michigan Real Estate Transfer Tax.
- 8. The City reserves its right to bring Federal or State cost recovery actions against the present owners of the Property arising out of a release of hazardous substances at the Property.

- 9. The covenants herein shall bind and inure to the benefit of the executors, administrators, successors, and assigns of the respective parties.
- 10. If this Offer to Purchase is not accepted by Seller within Fourteen (14) days from the date of its mailing to Seller, this Offer to Purchase shall be considered withdrawn and of no further force and effect.
- 11. This Offer to Purchase may be executed in one or more counterparts as one Agreement and shall be binding upon the City and the hereafter named Seller when executed by the City of Novi and all of the hereafter named Seller.

The closing of this sale shall take place at the City of Novi offices located at 45175 West Ten Mile Road, Novi, Michigan.

| WITNESSES:   | PURCI       | HASER:                                 |
|--------------|-------------|--|
|              |             | OF NOVI, a Michigan<br>pal corporation |
|              | By:<br>Its: | ROBERT J. GATT<br>Mayor                |
|              | By:<br>Its: | MARYANNE CORNELIUS<br>City Clerk       |
| Dated:, 2011 |             |  |

To the Above Named Purchaser:

The foregoing offer is hereby accepted and the Seller agrees to sell the Property upon the terms stated:

By the execution of this instrument, the Seller acknowledges the receipt of a copy of this Agreement.

| IN THE PRESENCE OF: | SELLER:                             |
|---------------------|-------------------------------------|
|                     | COMAU, INC., a Michigan corporation |
|                     | By:                                 |
|                     |                                     |

# PURCHASER'S RECEIPT OF ACCEPTED OFFER

The Purchaser hereby acknowledges receipt of the Seller's signed acceptance of the foregoing Offer to Purchase.

|               | CITY OF NOVI, a Michigan municipal corporation, Purchaser |
|---------------|---|
|               | BY:   |
|               | Its:  |
| Dated:, 2011  |   |
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#### PATHWAY EASEMENT

KNOW ALL PERSONS THAT COMAU, INC., A MICHIGAN CORPORATION ("GRANTOR"), WHOSE ADDRESS IS 21000 TELEGRAPH RD, SOUTHFIELD, MI, for and in consideration of Two Thousand Four Hundred and Fifty-Five (\$2,455.00) Dollars, receipt and sufficiency of which is hereby acknowledged, hereby grant and convey to the City of Novi, a Michigan Municipal Corporation, whose address is 45175 West Ten Mile Road, Novi, Michigan 48375, being exempt pursuant to MCLA 207.505(a), and MCLA 207.526 (a) a permanent easement for a public walkway over across and through property located in Section 17, T.1N., R.8E., City of Novi, Oakland County, State of Michigan, more particularly described as follows:

Parcel No. 50-22-23-376-008

{See attached and incorporated Exhibit A}

The permanent easement for the public walkway is more particularly described as follows:

{See attached and incorporated Exhibit A}

Grantee may enter upon sufficient land adjacent to said easement for the purpose of exercising the rights and privileges granted herein.

Grantee may install, repair, replace, improve, modify and maintain the easement area as shown in the attached and incorporated Exhibit A.

Grantor agrees not to build or to convey to others permission to build any structures or improvements on, over, across, in, through, or under the above-described easement.

This instrument shall run with the land first described above and shall be binding upon and inure to the benefit of the Grantor, Grantee, and their respective heirs, representatives, successors and assigns.

This easement shall allow public pedestrian and non-motorized traffic and shall permit maintenance, repair and replacement of the paving in the easement area.

This instrument shall be binding and inure to the benefit of the parties hereto, their heirs, representatives, successors and assigns.

| 3400035013   | ind assigns. |      |  |
|--------------|--------------|------|--|
| Dated this _ | day of       | , 20 |  |

## GRANTOR

# COMAU, INC., A MICHIGAN CORPORATION

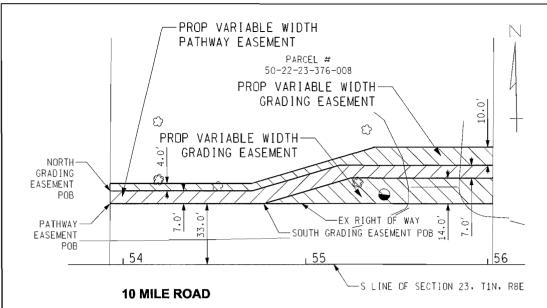
|  |             | BY:                               |
|--|-------------|-----------------------------------|
| STATE OF MICHIGAN COUNTY OF  | •           |                                   |
| COUNTY OF  | )           |                                   |
|  |             | s acknowledged before me this day |
| of, 20_  | , by<br>, a | , the                             |
|  |             |                                   |
|  |             |                                   |
|  |             | Notary Public                     |
|  |             | My Commission Expires:            |
|  |             |                                   |
|  |             |                                   |
| Parcel No.   |             |                                   |
| Drafted by:<br>Elizabeth M. Kudla, Esq.<br>30903 Northwestern Highw<br>Farmington Hills, MI 4833 | •           |                                   |
| When recorded return to:   |             |                                   |
| Maryanne Cornelius, Clerk<br>City of Novi<br>45175 W. Ten Mile Rd.<br>Novi, MI 48375             |             |                                   |
|  |             |                                   |
| RECORDING FEE  |             | REVENUE STAMPS                    |

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## TEMPORARY GRADING PERMIT

| In consideration of \$545.00, I,(print n  | , the owner of the property as   |
|---|--|
| described as 42850 Ten Mile Road, Novi, Michigan (Pacontractor (or subcontractors) permission to access, mo     | ercel No. 50-22-23-376-008) grant the City of Novi and its eve men and equipment on and through, the right to store alter the underlying land in, over, upon and through the |
| The work will include:  |  |
| including but not limited to the removal or relocation of   | the construction of a 5-foot wide non-motorized pathway, trees and landscaping in accordance with approved plans. titled "2011 Pathway Gap Program" by URS Corporation.      |
| All portions of the Premises damaged or disturbed by reasonably restored by Novi to the condition that existed  | Novi's exercise of temporary easement rights, shall be prior to the damage or disturbance;   |
| I understand this only grants permission to the Contract and upon completion of required grading operations the | etor to perform work directly relating to the listed project<br>property will be fully restored.   |
| Owner (signature)   | Date   |
| Contact Mailing Address   | City, State, Zip   |
| Phone Number  | Fax Number   |
| STATE OF MICHIGAN ) ) SS COUNTY OF OAKLAND )  |  |
| The foregoing instrument was acknowledged before m  | e this, 20, by   |
|   |  |
| Drafted by: Benjamin Croy, PE City of Novi 45175 W Ten Mile Road  | Notary Public County, Michigan My Commission Expires:  |

Novi, MI 48375



#### PARENT PARCEL DESCRIPTION:

T1N, R8E, SEC 23 PART OF SW 1/4 BEG AT PT DIST N 89 37'40" W 974.33 FT FROM S 1/4 COR, TH N 89 37'40" W 210.00 FT, TH N 01 00'00" E 660.00 FT, TH S 89 37'40" E 210.00 FT, TH S 01 00'00" W 660.00 FT TO BEG 3.18 A

PROPERTY OWNER: COMAU PICO, INC 21000 TELEGRAPH RD SOUTHFIELD, MI 48034

PROPERTY ADDRESS: 42850 TEN MILE ROAD NOVI, MI 48375

TAX ID: 50-22-23-376-008

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