



CITY OF HOUSTON - CITY COUNCIL

Meeting Date:

District K

Item Creation Date: 8/26/2021

LGL - Parcel LY20-021; City of Houston v. Mola Ventures LLC, et al.; Cause No. 1168543; Spellman Detention Basin Project; WBS/CIP No. M-420HUD-005A-2

Agenda Item#:

Summary:

Authorize the City Attorney, by Motion, to deposit the amount of the Award of the Special Commissioners of \$2,194,850.00 into the registry of the court and pay all costs. Funding will be provided by a previously approved blanket appropriation ordinance.

Background:

The Spellman Detention Basin Project is part of the City's program to provide a new detention basin to the area near the 6400 block of West Bellfort Avenue, adjacent to the Fondren Diversion Channel north of Willow Waterhole. The detention basin has a proposed maximum volume of 208 acre-feet, which will help mitigate flood risk to residential and commercial structures in the Willow Waterhole Bayou drainage area of the Brays Bayou watershed.

The Project will utilize funding assistance from the U.S. Department of Housing and Urban Development (HUD) under the Community Development Block Grant (CDBG-DR15) program. These funds are administered by the City's Housing and Community Development Department (HCDD). HCDD has requested the Release of Funds from HUD and has received the Authority to Use Grant Funds (AUGF). Real estate acquisition costs and expenditures for the Project will come from the Dedicated Drainage and Street Renewal Capital Fund-Ad Valorem Tax (Fund 4046) and will cause a transfer of funds from the Dedicated Drainage and Street Renewal Fund-Ad Valorem Tax (Fund 2311) when expenditures are presented for payment. The reimbursement to the City of such eligible expenditures, costs, and bills for the Project will be deposited in Fund 2311 and expenditures will be reimbursed by CDBG-DR15 funds in accordance with the Letter of Agreement (LOA) between HCDD and HPW for the Project.

This eminent domain proceeding involves the acquisition of fee ownership interest to a parcel of land containing a total of 53,958 square feet. The property is located at the corner of West Bellfort Avenue and Gallo Drive in the City of Houston. The property is owned by Mola Ventures LLC. Prior to sending the matter to the Legal Department, the City attempted to negotiate a purchase of the property, but those efforts were unsuccessful. The matter was then referred to the Legal Department to initiate eminent domain proceedings to acquire the needed property. The Legal Department filed the eminent domain petition and a Special Commissioners' hearing was held.

City's Appraisal/Valuation: \$1,912,686.00

Landowner's Appraisal/Valuation:\$3,123,867.00

Award of the Special Commissioners' Hearing.\$2,194,850.00

Court & Misc. Costs: Special Commissioners' fees: \$5,250.00 (\$1,750.00 x 3); Court Filings: \$250.00; Process Service Costs: \$305.00. **Estimated Total Court & Misc. Costs:** \$5,805.00.

DocuSigned by:
Arturo Michel
074457848964440
Arturo G. Michel, City Attorney

DocuSigned by:
Carol Haddock 10/4/2021
A03C410B72B3453
Carol Ellinger Haddock, P.E.
Director, Houston Public Works

DocuSigned by:
Keith W. Bynam
69A5087638F6400
Keith Bynam, Interim Director
Housing and Community Development Department

Prior Council Action:

Ordinance 2021-665, passed 8/4/2021; Ordinance No. 2019-931, passed 11/20/2019

Amount and Source of Funding:

\$2,194,850.00; Funds previously appropriated under Ordinance No. 2019-931 out of the DDSRF Fund 4046.

Contact Information:

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Michelle Grossman ... 832-393-6216
Suzanne Chauvin..... 832-393-6219

ATTACHMENTS:

Description

Location Map
Survey MBs
Ordinance 2021-665 w/coversheet
Ordinance 2019-931 DDSRF
Cover sheet

Type

Other
Other
Ordinance/Resolution/Motion
Ordinance/Resolution/Motion
Signed Cover sheet