



*City of Arts & Innovation*

# City Council Memorandum

**TO: HONORABLE MAYOR AND CITY COUNCIL      DATE: OCTOBER 12, 2021**

**FROM: COMMUNITY & ECONOMIC DEVELOPMENT      WARD: 3**  
**DEPARTMENT**

**SUBJECT: ADOPTION OF A RESOLUTION AMENDING RESOLUTION NO. 23712, SURPLUS DECLARATION OF CITY-OWNED VACANT LAND LOCATED AT THE SOUTHEASTERLY CORNER OF CENTRAL AVENUE BETWEEN THE NORTHBOUND EXIT OF THE STATE ROUTE 91 FREEWAY AND THE AT&SF RAILWAY FORMERLY KNOWN AS THE MAGNOLIA SUBSTATION, TO CORRECTLY IDENTIFY THE PROPERTY AS SURPLUS, NOT “EXEMPT” SURPLUS, PURSUANT TO ASSEMBLY BILL 1486 AND CLARIFICATION OF THE PROPERTY BEING MARKETED FOR SALE**

## **ISSUE:**

Adoption of a resolution amending Resolution No. 23712, surplus declaration of City-owned vacant land located at the southeasterly corner of Central Avenue between the northbound exit of the State Route 91 Freeway and the AT&SF railway formerly known as the Magnolia Substation to correctly identify the property as surplus, not “exempt” surplus, pursuant to Assembly Bill 1486 and clarification of the property being marketed for sale.

## **RECOMMENDATIONS:**

That the City Council adopt a Resolution amending Resolution No. 23712 to correctly identify the property as surplus, not “exempt” surplus, pursuant to Assembly Bill 1486 and to clarify that the property will be marketed for sale; and

## **BACKGROUND:**

On December 7, 2012, the Board of Public Utilities approved a multi-phase project to expand the Plaza Substation to facilitate the 4-12kV conversion of the Magnolia and Plaza distribution circuits and retirement of the Magnolia Substation (Magnolia). On November 5, 2018, the Board of Public Utilities approved Phase V funding for the demolition of Riverside Public Utilities’ (RPU’s) oldest substation. The demolition phase included the removal of above-grade equipment and structures and below-grade structures.

On April 26, 2021, the Board of Public Utilities unanimously recommended that the City Council approve the surplus declaration of approximately 20,320 square feet of City-owned vacant land (Property) located at the southeasterly corner of Central Avenue between the northbound exit of the State Route 91 Freeway and the AT&SF railway bearing a portion of Assessor’s Parcel Number 223-150-009, formerly known as the Magnolia Substation.

On May 25, 2021, the City Council adopted Resolution No. 23712 declaring approximately 20,320 square feet of City-owned vacant land located at the southeasterly corner of Central Avenue between the northbound exit of the State Route 91 freeway and the AT&SF railway bearing a portion of Assessor's Parcel Number 223-150-009, formerly known as the Magnolia Substation, as "exempt" surplus property.

### **DISCUSSION:**

Resolution No. 23712 erroneously stated that the Property be declared "exempt" surplus property since it is being transferred to another local agency for that agency's use. This is erroneous because the City is not transferring the Property to another local agency for that agency's use, but is seeking to market and sell the Property, in compliance with all requirements of Assembly Bill 1486 and as set forth in the City Council report dated May 25, 2021, regarding the Property.

Resolution No. 23712 needs to be corrected to reflect that the Property is being marketed for sale and is deemed surplus, not "exempt" surplus.

### **FISCAL IMPACT:**

There is no fiscal impact associated with this item.

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| Prepared by:                              | David Welch, Community & Economic Development Director  |
| Certified as to<br>availability of funds: | Edward Enriquez, Chief Financial Officer/City Treasurer |
| Approved by:                              | Rafael Guzman, Assistant City Manager                   |
| Approved as to form:                      | Phaedra A. Norton, City Attorney                        |

### **Attachments:**

1. Resolution
2. May 25, 2021 City Council report