



Recommendation for Action

File #: 21-1741, **Agenda Item #:** 10.

5/20/2021

Posting Language

Authorize the negotiation and execution of all documents and instruments necessary or desirable to sell approximately 2,152.09 acres of land, more or less, including all structures and improvements situated thereon, out of Section 13, Block 72, and Sections 17, 18, 16 and 15, Block C-9, Public School Land Survey, Reeves County, Texas save and except all oil, gas and other minerals in, on and under said land as reserved by prior grantors and subject to all oil and gas leases, easements, rights of way, and covenants and restrictions of record in the Office of the County Clerk of Reeves County, Texas to Double B Group, LLC, in the amount of \$1,076,045.

Lead Department

Office of Real Estate Services.

Fiscal Note

This item has no fiscal impact.

For More Information:

Megan Herron, Office of Real Estate Services, 512-974-5649; Alex Gale, Office of Real Estate Services, (512) 974-1416, Jacqueline Sargent, Austin Energy (512) 322-6002, Pamela England, Austin Energy (512) 322-6442, Mark Dombroski, Austin Energy (512) 322-6148.

Additional Backup Information:

The acquisition of the property was completed for Austin Energy's Power Production Group on or about February of 2010 for a total purchase price of \$520,454.52. Austin Energy does not own the mineral rights, nor do they have a surface waiver. The property was originally acquired with the intent of developing it as a solar farm. That has not been possible due to the challenges related to the mineral rights, nor is it economically viable at this time in the marketplace. For these reasons, Austin Energy has recommended that the property be disposed of.

This action authorizes the negotiation and execution of a Purchase and Sale Agreement with Double B. Group, LLC, to dispose of approximately 2,152.09 acres of land, more or less, including all structures and improvements situated thereon.

An independent, third-party appraisal was conducted to establish the fair-market valuation of the proposed disposition. The appraisal supports the sales price of \$1,076,045, for the property including any improvements.

Strategic Outcome(s):

Government that Works for All.