

RESOLUTION NO. 20211209-059

WHEREAS, there is an immediate need for shelter, housing, and related services in the community; and

WHEREAS, the City seeks to acquire the real property and improvements located at 5606 E. 51st Street, Austin, TX 78723 (the “Property”); and

WHEREAS, the Property was constructed as a hotel with 62 guestrooms; and

WHEREAS, the cost to acquire the property will be approximately \$110,000 per unit and the anticipated renovation costs to make the units ready to provide shelter, housing, or related services will be approximately \$33,000 per unit for a total per unit acquisition cost of approximately \$143,000; and

WHEREAS, based upon the development costs of comparable units, the anticipated cost for the City to construct new comparable units would range between \$196,000 and \$223,000 per unit; and

WHEREAS, the acquisition of the Property will serve a public purpose by providing 62 units to be used for shelter, housing, or related services; and

WHEREAS, the benefit of acquiring the Property will equal or exceed the price paid to acquire the Property; and

WHEREAS, the achievement of the public purpose is assured by the direction to use the Property only for shelter, housing, or related services; **NOW, THEREFORE,**

BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF AUSTIN:


1. The City Council authorizes the City Manager, or designee, to negotiate and execute all documents and instruments necessary or desirable to purchase in fee simple the property, and improvements thereon, identified

as Lot 2, Tannehill Two-B Section Three, a subdivision in Travis County, Texas, according to the map or plat thereof, recorded in Volume 86, Pages 193C-193D of the Plat Records of Travis County, Texas, save and except that portion of said lot that was conveyed to the State of Texas in that Deed recorded under Document No.2003253470 of the Official Public Records of Travis County, Texas; known locally as 5606 E. 51st Street, Austin, TX 78723 from Longhorn Hotels, L.P., a Texas limited partnership for a total amount not to exceed \$6,800,000.

2. The City Manager is instructed that the Property is to be used only for shelter, housing, or related services.

ADOPTED: December 9, 2021

ATTEST:



Myrna Rios
Interim City Clerk