



CITY OF WASILLA

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COUNCIL MEMORANDUM NO. 92-116

From: Deputy Administrator

Date: October 8, 1992

Subject: City Shop Building

On September 28, 1992 Council authorized administration to enter into a month to month lease agreement at a cost not to exceed \$2,000 per month. During subsequent discussions with FDIC they further asserted their authority and intention to evict us by October 31, 1992. They also offered to sell the property "as is" for about \$65,000.

We had not seriously considered purchasing the property when the earlier price was around \$220,000. As a result administration authorized a structural engineer to provide an evaluation of feasibility and a cost estimate to make the building safe for occupancy. We felt that this option should be examined before we go through the expense and work of a temporary relocation.

The engineers report is not available as of this writing but is expected to be ready prior to Council Meeting. If estimate costs are reasonable, administration may recommend purchase and renovation of the present shop building. If not reasonable, we will recommend:

- a. First Choice - HCI bldg, 6000 sq. ft. plus 750 sq. ft. office space for \$3300/month on month to month basis.
- b. Second Choice - Follet bldg. on month to month rental for \$1500/month.

Robert E. Harris
Deputy Administrator

REH/sbh

Council approved retaining Moore to do plans & specs on current shop 10/12/92 REH