RESOLUTION NO. 07-2019

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF MESQUITE, TEXAS, AUTHORIZING THE SALE OF TWO TAX-FORECLOSED PROPERTIES LOCATED AT 3821 EAST CARTWRIGHT ROAD AND 2908 INDEPENDENCE DRIVE IN MESQUITE, TEXAS (THE "PROPERTIES"), ACCEPTING THE OFFERS FROM THE PURCHASERS TO PURCHASE THE PROPERTIES; RATIFYING AND APPROVING THE OFFER AND PURCHASE AGREEMENTS EXECUTED BY THE PURCHASERS SETTING FORTH THE TERMS AND CONDITIONS OF THE SALE OF THE PROPERTIES; AND AUTHORIZING THE CITY MANAGER TO EXECUTE QUITCLAIM DEEDS AND ALL OTHER DOCUMENTS NECESSARY OR REQUESTED TO COMPLETE THE CLOSING AND SALE OF THE PROPERTIES.

WHEREAS, the City of Mesquite, Texas ("City"), the Mesquite Independent School District ("MISD"), and Dallas County, Texas, on its behalf and on behalf of the Dallas County Community College District, the Parkland Hospital District and the Dallas County School Equalization Fund (collectively "Dallas County"), seek to work together in intergovernmental cooperation to return tax delinquent unproductive properties back to productive use and back to producing tax revenue; and

WHEREAS, the Texas Tax Code permits the foreclosure of a tax lien and the sale of real property in order to collect delinquent taxes; and

WHEREAS, at the tax foreclosure sales of the properties described in Exhibit "A" attached hereto and made a part hereof for all purposes (individually a "Property" and collectively the "Properties"), the Properties were "struck off" to the City to be held on the City's behalf and as trustee for MISD and Dallas County; and

WHEREAS, the existence of blighted, abandoned or vacant tax delinquent properties negatively impacts adjacent property values, citizen quality of life and the tax revenues of local taxing units; and

WHEREAS, a return of delinquent tax properties to productivity would encourage revitalization of deteriorating neighborhoods, improve adjacent property values, reduce governmental expenditures on these properties and provide an increased tax base that would thus enhance future tax revenues; and

WHEREAS, pursuant to Texas Tax Code §34.05(h), a tax foreclosed property may be sold at a private sale without the consent of each taxing unit entitled to receive proceeds of the sale if the property is sold for an amount equal to or greater than the lesser of:

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- (1) the market value specified in the judgment; or
- (2) the total amount of the judgment; and

WHEREAS, properties sold pursuant to Texas Tax Code §34.05(h) will be sold subject to post-judgment taxes, penalties and interest and will be subject to prorated taxes for the year of closing; and

WHEREAS, offers to purchase the Properties for the prices more fully set forth in Exhibit "A" have been submitted to the City; and

WHEREAS, the parties submitting the offers more fully set forth in Exhibit "A" (individually, a "Purchaser" and collectively the "Purchasers") have executed and delivered to the City Offer and Purchase Agreements (individually an "Offer and Purchase Agreement" and collectively the "Offer and Purchase Agreements") setting forth the terms and provisions of the sale and purchase of the Properties; and

WHEREAS, the proposed sale of each of the Properties meets the conditions of Texas Tax Code §34.05(h) as more fully set forth in Exhibit "A" and accordingly, consent of the other taxing units is not required; and

WHEREAS, it is in the public interest of the citizens of Mesquite that the sales of the Properties are approved by the City Council upon the terms and conditions more fully set forth herein.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF MESQUITE, TEXAS:

SECTION 1. That the City accepts the offer(s) on the Properties by the Purchaser(s) and for the price(s) set forth in Exhibit "A."

SECTION 2. That the City Council ratifies and approves the terms and conditions of the Offer and Purchase Agreement(s) executed by the Purchaser(s) of the Properties.

SECTION 3. That the City is hereby authorized to sell the Properties to the Purchaser(s) and for the price(s) set forth in Exhibit "A."

SECTION 4. That the City Manager is hereby authorized to execute quitclaim deeds and all other documents necessary or requested to complete the closing and sale of the Properties.

<u>SECTION 5.</u> That all Properties sold pursuant to the authority granted by this resolution shall be sold subject to: (i) the prior owners' remaining right of redemption, if any; (ii) prorated taxes for the year of closing; and, (iii) post-judgment taxes, penalties and interest.

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<u>SECTION 6</u>. That the proceeds from the sales of the Properties shall be paid first to the City to reimburse the City's reasonable costs, if any, pursuant to Texas Tax Code 34.06(c). After retaining the amount authorized by Texas Tax Code, 34.06(c), the remaining proceeds of the sale of the Properties, if any, shall be distributed pursuant to Texas Tax Code 34.06(d) and (e) and as otherwise provided by law.

DULY RESOLVED by the City Council of the City of Mesquite, Texas, on the 22nd day of January 2019.

Stan Pickett Mayor

ATTEST:

Sonja Land

City Secretary

APPROVED:

David L. Paschall City Attorney

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HIGH BIDDERS	Frank Avila	Antonio Mosqueda Prieto and Ana Mosqueda
PROPOSED SALE TO BE TAX CODE	34.05(h)	34.05(h)
% OF CURRENT DCAD VALUE	103%	80%
OFFER AMOUNT + POST- JUDGMENT TAXES, if applicable	\$ 12,580.83	6,698.07 \$ 111,698.07
POST- JUDGMENT TAXES with a February 2019 closing date	\$ 330.83	
OFFER AMOUNT	\$ 12,250.00	79,902.17 \$ 105,000.00 \$
JUDGMENT STRIKE OFF AMOUNT (Total Amount in Judgment including Administrative Fees, Court Fees, Sheriff's Fees & Publication Fees)	\$ 10,684.25 \$	
MARKET VALUE IN JUDGMENT	\$ 30,090.00 \$	\$ 102,680.00
CURRENT DCAD VALUE	\$ 12,250.00 \$	\$ 139,620.00 \$ 102,680.00 \$
"I" APPROX or LAND SIZE "U"	0.4900 AC \$	7,155 SF
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DCAD TAX ACCOUNT #	65000102510650100	382388300A0080000
DATE OF SHERIFF'S SALE	8/2/2016	8/2/2016
TAX YEARS INCLUDED IN JUDGMENT (CO/CITY/SCHOOL)	TX-15-01526 County: 2013-2015 3/29/2016 City: 2013-2015 MISD: 2013-2015	55-41124-T-E County: 2000-2014 3/1/2006 City: 2000-2014 TX-10-31649 MISD: 2000-2014 6/29/2011 TX-14-30981 4/29/2015
CAUSE #/ JUDGMENT DATE	7X-15-01526 0 3/29/2016 0	05-41124-T-E County 3/1/2006 City: TX-10-31649 MISD: 6/29/2011 TX-14-30981 4/29/2015
PROPERTY ADDRESS	3821 East 1 Cartwright Road	2908 Independence Drive

01/22/2019