A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF MESQUITE, TEXAS, AUTHORIZING THE SALE OF TAX-FORECLOSED PROPERTY LOCATED AT 1018 IRENE DRIVE IN MESQUITE, TEXAS (THE "PROPERTY"); ACCEPTING THE OFFER FROM JOSE R. VELASQUEZ AND MARIA VELASQUEZ (THE "PURCHASERS") TO PURCHASE THE PROPERTY; RATIFYING AND APPROVING THE OFFER AND PURCHASE AGREEMENT EXECUTED BY THE PURCHASERS SETTING FORTH THE TERMS AND CONDITIONS OF THE SALE OF THE PROPERTY; AND AUTHORIZING THE CITY MANAGER TO EXECUTE THE QUITCLAIM DEED AND ALL OTHER NECESSARY OR REQUESTED DOCUMENTS TO COMPLETE THE CLOSING AND SALE OF THE PROPERTY.

WHEREAS, the City of Mesquite, Texas (the "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 sale of the property described in <u>Exhibit A</u>, attached hereto and made a part hereof for all purposes (**"Property"**), the Property was "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(j), a tax foreclosed property may be sold at a private sale for an amount equal to or greater than its market value, as shown by the most recent certified appraisal roll, if:

- (1) the sum of the amount of the judgment plus post-judgment taxes, penalties, and interest owing against the property exceeds the market value; and
- (2) each taxing unit entitled to receive proceeds of the sale consents to the sale for that amount; and

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WHEREAS, pursuant to Texas Tax Code § 34.05(k), a sale pursuant to § 34.05(j) will discharge and extinguish all liens foreclosed by the judgment and all post-judgment taxes, penalties and interest, except for prorated taxes for the year of closing; and

WHEREAS, Jose R. Velasquez and Maria Velasquez (the **"Purchasers"**) have submitted an offer to purchase the Property for the price more fully set forth in <u>Exhibit A</u>; and

WHEREAS, the Purchasers have executed and delivered to the City the Offer and Purchase Agreement (the "Offer and Purchase Agreement") setting forth the terms and provisions of the sale and purchase of the Property; and

WHEREAS, the proposed sale of the Property meets the conditions of Texas Tax Code § 34.05(j) as more fully set forth in <u>Exhibit A</u> and requires the consent of all taxing entities entitled to proceeds of the sale of such properties; and

WHEREAS, on October 5, 2020, by resolution MISD's Board of Trustees approved the sale of the Property to be sold pursuant to Texas Tax Code § 34.05(j); and

WHEREAS, on November 10, 2020, with the passage of Court Order 2020-1192, the Dallas County Commissioners Court approved the sale of the Property to be sold pursuant to Texas Tax Code § 34.05(j); and

WHEREAS, it is in the public interest of the citizens of Mesquite that the sale of the Property is 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 to purchase the Property by the Purchasers for the price set forth in Exhibit A.

SECTION 2. That the City Council ratifies and approves the terms and conditions of the Offer and Purchase Agreement executed by the Purchasers of the Property.

SECTION 3. That the City is hereby authorized to sell the Property to the Purchasers for the price set forth in Exhibit A.

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

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

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<u>SECTION 6</u>. That the proceeds from the sale of the Property 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 Property, 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 5th day of April 2021.

Bruce Archer Mayor

ATTEST:

a Land

Sonja Land City Secretary

APPROVED AS TO LEGAL FORM:

David L. Paschall City Attorney

EXHIBIT "A" - TAX FORECLOSURE PROPERTY STRUCK OFF TO THE CITY OF MESQUITE AS TRUSTEE FOR MESQUITE INDEPENDENT SCHOOL DISTRICT AND DALLAS COUNTY

R&B	MAPSCO	PROPERTY	CAUSE #/	TAX YEARS INCLUDED IN	DATE OF	DCAD TAX ACCOUNT #	"1"	APPROX	CURRENT	MARKET	JUDGMENT STRIKE	OFFER	POST-	OFFER	% OF	PROPOSED	HIGH
		ADDRESS	JUDGMENT	JUDGMENT	SHERIFF'S	DEAD TAX ACCOUNT #					OFF AMOUNT	AMOUNT	JUDGMENT	AMOUNT +		SALE TO BE TAX	BIDDERS
District		ADDRESS						LAND SIZE	DCAD VALUE	VALUE IN		AMOUNT					DIDDERS
#			DATE	(CO/CITY/SCHOOL)	SALE		0			JUDGMENT	(Total Amount in		TAXES with an	POST-	DCAD	CODE	
											Judgment including		anticipated	JUDGMENT	VALUE		
											Administrative		November	TAXES, if			
											Fees, Court Fees,		2020 closing	applicable			
											Sheriff's Fees &		date, if				
											Publication Fees)		applicable				
											,						
3	49A-Q	1018	TX-17-01189	County: 2005-2009	4/2/2019	38082500090130000	U	7,349 SF	\$ 25,000.00	\$ 100,800.00	\$ 37,350.19	\$ 25,000.00	\$-	\$ 25,000.00	100%	34.05(j)	Jose R.
			11/14/2018														Velasquez
		Drive		City: 2005-2009													and Maria
				City: 2015-2017													Velasquez
				MISD: 2005-2017													Velasquez
				10130. 2003-2017													