AGREEMENT FOR PURCHASE AND SALE OF REAL PROPERTY AND ESCROW INSTRUCTIONS

APN: 433-391-30 3315 W. Ashlan Avenue

This Agreement for Purchase and Sale of Real Property (Agreement) is entered into by and between the RAJINDER SINGH SUNGU (Seller) and the CITY OF FRESNO, a municipal corporation (City).

RECITALS

- A. Seller is the owner of an approximately 1.96 acre parcel of property located in the City of Fresno known as 3315 W. Ashlan Avenue, Assessor's Parcel Number (APN) 433-391-30.
- B. City desires to purchase Seller's property more particularly defined in Section 1 below (the Subject Property) for the development of a new fire station for Fire Station No. 12).
- C. On February 18, 2021, City provided Seller with a Letter of Intent to purchase the Subject Property and the parties have been engaged in active negotiations for the purchase and sale of the Subject Property.
- D. City now wishes to purchase from Seller and Seller now wishes to sell to City the Subject Property subject to the terms and conditions contained herein.

AGREEMENT

NOW, THEREFORE, in consideration of the foregoing and of the covenants, conditions, and premises hereinafter contained to be kept and performed by the respective parties, it is mutually agreed as follows:

- 1. **Subject Property.** The Subject Property known as APN 433-391-30 and is situated at 3315 W. Ashlan Avenue in the City of Fresno, County of Fresno, State of California, being approximately 1.96 acres in size, which includes fixtures and improvements located on the property and all rights, privileges, and appurtenances including any permits and easements. A legal description of the Subject property is described in Exhibit "A" and depicted on Exhibit "B", attached hereto and incorporated herein by reference.
- 2. **Fee Title.** Seller shall grant the Subject Property to City in fee, free and clear of all liens, encumbrances, leasehold and restrictions of record.
- 3. **Purchase Price.** City shall pay Seller One Million Four Hundred Fifty Thousand and No/100 Dollars (\$1,450,000) (Purchase Price) for the Subject Property.
- 4. **Effective Date.** The Effective date of this Agreement shall be upon its duly authorized execution by the City.
- 5. **Right to Sell.** Seller represents and warrants that it holds fee title to the Subject Property, that such property is free of all liens and encumbrances, and that it has the authority to enter into this Agreement. Seller agrees to hold the City harmless and reimburse the City for any and all losses and expenses as to the Subject



Property by reason of any change in ownership or lease of said Subject Property held by any tenant of the Seller.

- 6. **Escrow Instructions.** The sale shall be completed through an External Escrow to be opened at First American Title Company in Visalia (Attn: Sherry Munger, Escrow Officer). Said escrow shall be opened upon the following terms and conditions, and the Seller and City by their signature to this Agreement make this paragraph their escrow instructions:
 - a. **Deposits.** The City shall deposit the sums specified in Paragraph 3 of this Agreement and the closing costs in escrow upon receipt of a demand and statement from said title company as follows:
 - i. **Initial Deposit.** Within seven days of the Effective Date, City shall deposit with Escrow Holder the sum of Ten Thousand and No/100 Dollars (\$10,000) (the Initial Deposit). The Initial Deposit shall be applied to the Purchase Price at Close of Escrow.
 - ii. Balance of Purchase Price. City shall pay the balance of the Purchase Price, less the Initial Deposit to Seller, in good funds through Escrow, not later than the close of business on the day before the Close of Escrow. Escrow Holder will forward to both City and Seller a separate accounting of all funds received and disbursed for each party, and copies of all signed and recorded documents deposited into Escrow, with the recording and filing date and information endorsed thereon.

Payment of said sums, less Seller's cost to clear title, if any, may be made to Seller only when Escrow Holder possesses and is in a position to deliver to the City a fully executed and acknowledged and recorded deed to the Subject Property free and clear of all liens, encumbrances and restrictions of record.

- b. **Feasibility Period.** City shall have the right to examine the feasibility of the Subject Property for a period of 90 days after the parties have executed this Agreement (the Feasibility Period).
 - i. Access. City shall have the right to access the Subject Property, at all times following execution of this Agreement by the parties, for the purpose of conducting all studies, inspections, evaluations, tests or surveys of the Subject Property that City elects to have performed, upon reasonable notice to Seller. City agrees to indemnify and hold Seller free and harmless from any and all liability, loss, cost, damage or expense that Seller may sustain or incur by reason of or in connection with such entry, studies, inspections, evaluations, tests or surveys conducted by City during the Feasibility Period.
 - ii. **Feasibility Package.** Seller shall deliver to City a feasibility package within five days of execution of this Agreement. The following shall be included as due diligence in the package:
 - 1. Any documents relating to special assessment or bonds;

- 2. All known current litigation affecting the Subject Property;
- 3. All environmental reports;
- 4. Copy of all fees paid; and
- 5. All Plans and any history on repairs/maintenance
- iii. **Expiration of Feasibility Period.** If City has not given notice of termination and cancellation on or before the expiration of the Feasibility Period, the Initial Deposit shall be non-refundable and released and paid to Seller by Escrow Holder on the next business day immediately following the expiration of the Feasibility Period without need for further instructions, notice, or demand from either party.
- iv. **Termination and Cancellation of Agreement.** If City, in its sole and absolute discretion, decides to terminate and cancel this Agreement by timely delivery of a termination and cancellation notice on or before expiration of the Feasibility Period, then the entire Initial Deposit, and any accrued interest thereon, shall be immediately refunded to City by Escrow Holder without the need for further instruction, notice, or demand from either party.
- c. **Defects in Title.** The City reserves the right to accept title to the property interest to be acquired by City herein subject to certain defects in any or all matters of record title to the Subject Property. In consideration for Seller receiving the total sum as stated in Paragraph 3, the undersigned Seller covenants and agrees to indemnify and hold the City harmless from any and all claims and demands third parties may make or assert and causes of action third parties may bring which arise out of or are in connection with the foregoing defects in title to the Subject Property. The Seller's obligation herein to indemnify and hold harmless the City shall not exceed the amount paid to the Seller under specified in Paragraph 3.
- d. **Financial Liabilities.** It is understood that Seller shall be responsible for the payment of all taxes, penalties, redemptions, and costs allocable to the Subject Property.
- e. **Costs.** The escrow fee, cost of policy of title insurance, transfer tax and recording fees (if any) shall be paid by the City.
- f. **Disbursement.** Disbursements of the Purchase Price shall be in the amounts, at the times, and in all respects in accordance with the terms and conditions and subject to the limitations of this Agreement.
- g. Close of Escrow. Close of Escrow for the purchase and sale of the Subject Property shall occur no later than 30 days from the expiration of the Feasibility Period. The following Conditions of Sale must be met prior to Close of Escrow:
 - i. City's approval of contents of preliminary title report and exceptions;

- ii. City's approval of any engineering reports;
- iii. No pending litigation against Subject Property and no notices of violation of law;
- iv. City's approval of Preliminary title report approval;
- v. City's approval of physical inspection of the Subject Property;
- vi. City's completion and approval of the Feasibility Study;
- vii. Approval of this Agreement by the City Council of the City of Fresno prior to execution by City.
- viii. Escrow Holder is in possession of a good and sufficient grant deed, duly executed by Seller, in the form attached hereto as Exhibit C.
- 7. Indemnity. Seller shall indemnify, hold harmless, and defend the City, its officers, agents, employees, and volunteers from any liability, loss, fines, penalties, forfeitures, claims, expenses, and costs, whether incurred by the Seller, City, or any other third party, arising directly or indirectly from the release, presence or disposal of any hazardous substances or materials (as now or hereafter defined in any law, regulation, or rule) in, on, or about the Subject Property on or before the effective date of this Agreement. This indemnity shall include, without limitation, any claims under the Comprehensive Environmental Response, Compensation and Liability Act of 1980, as amended (CERCLA), or any other federal, state or local law whether statutory or common law, ordinance, or regulation. Costs or losses covered will include, without limitation, consultants, engineering, investigator fees, clean up or disposal costs and attorneys' fees, and damages. The Seller's obligation herein to indemnify and hold harmless the City shall not exceed the amount paid to the Seller specified in Paragraph 3.

8. Miscellaneous Provisions:

- a. **Waiver.** The waiver by either party of a breach by the other of any provision of this Agreement shall not constitute waiver or a waiver of any subsequent breach of either the same or a different provision of this Agreement. No provision of this Agreement may be waived unless in writing and signed by all parties to this Agreement. Waiver of any one provision herein shall not be deemed to be a waiver of any other provision herein.
- b. **Governing Law and Venue.** This Agreement shall be governed by, and construed and enforced in accordance with, the laws of the State of California. Venue for purposes of the filing of any action regarding the enforcement or interpretation of this Agreement any rights and duties hereunder shall be Fresno, California.
- c. **Headings.** The section headings in this Agreement are for convenience and reference only and shall not be construed or held in any way to explain, modify or add to the interpretation or meaning of the provisions of this Agreement.

- d. **Severability.** The provisions of this Agreement are severable. The invalidity, or unenforceability or any one provision in this Agreement shall not affect the other provisions.
- e. **Interpretation.** The parties acknowledge that this Agreement in its final form is the result of the combined efforts of the parties and that, should any provision of this Agreement be found to be ambiguous in any way, such ambiguity shall not be resolved by construing this Agreement in favor of or against any party, but rather by construing the terms in accordance with their generally accepted meaning.
- f. **Attorney's Fees.** If either party is required to commence any proceeding or legal action to enforce or interpret any term, covenant or condition of this Agreement, the prevailing party in such proceeding or action shall be entitled to recover from the other party its reasonable attorney's fees and legal expenses.
- g. **Precedence of Documents.** In the event of any conflict between the body of this Agreement and any Exhibit or Attachment hereto, the terms and conditions of the body of this Agreement shall control and take precedence over the terms and conditions expressed within the Exhibit or Attachment.
- h. **Cumulative Remedies.** No remedy or election hereunder shall be deemed exclusive but shall, wherever possible, be cumulative with all other remedies at law or in equity.
- i. Exhibits and Attachments. Each Exhibit and Attachment referenced herein is by such reference incorporated into and made a part of this Agreement for all purposes.
- j. Non-Material Changes. The City Manager of the City, or designee, may execute any supplemental escrow instructions and may make minor modifications to this Agreement, the exhibits, and the documents referenced herein, provided such modifications do not constitute a material change to this Agreement.
- **Extent of Agreement.** Each party acknowledges that they have read and fully understand the contents of this Agreement. This Agreement represents the entire and integrated agreement between the parties with respect to the subject matter hereof and supersedes all prior negotiations, representations or agreements, either written or oral. This Agreement may be modified only by written instrument duly authorized and executed by both the City and the Seller.

IN WITNESS WHEREOF, the parties have executed this Agreement at Fresno, California, on the Effective date of this Agreement as defined above.

CITY OF FRESNO, a California municipal corporation	RAJINDER SINGH SUNGU
By: Scott L. Mozier, PE Date Pubic Works Director	Name: PADTINDER STAGH SWAM Date Title: OWNER
RECOMMENDED FOR APPROVAL:	Ву:
By: Colleen Karby 8/31/21 Colleen Karby Date Senior Real Estate Agent	Name: Date Title:
By: R. Scott Beyelia Date Supervising Real Estate Agent	
APPROVED AS TO FORM: DOUGLAS T. SLOAN City Attorney	
By: Parvanian Date Senior Deputy City Attorney	27
ATTEST: TODD STERMER, CMC YVONNE SPENCE, MMC CRM City Clerk	
By:Date	
Attachments:	

- 1. Exhibit A – Legal Description
- Exhibit B Exhibit Map 2.
- Exhibit C Grant Deed 3.

EXHIBIT "A"

LEGAL DESCRIPTION

Real property in the City of Fresno, County of Fresno, State of California, described as follows:

PARCEL 1:

PARCEL "C" OF PARCEL MAP 88-19, IN THE CITY OF FRESNO, COUNTY OF FRESNO, STATE OF CALIFORNIA, ACCORDING TO THE MAP RECORDED IN BOOK 48, PAGE 88 OF PARCEL MAPS, RECORDS OF FRESNO COUNTY.

PARCEL 2:

A NON-EXCLUSIVE EASEMENT FOR UNDERGROUND DRAINAGE AND UTILITIES OVER AND UNDER THE WEST 190 FEET OF THE NORTH 5 FEET OF PARCEL "B" OF PARCEL MAP 88-19, AS RECORDED IN BOOK 48, PAGE 88 OF PARCEL MAPS, RECORDS OF SAID COUNTY.

APN: 433-391-30

EXHIBIT "B"

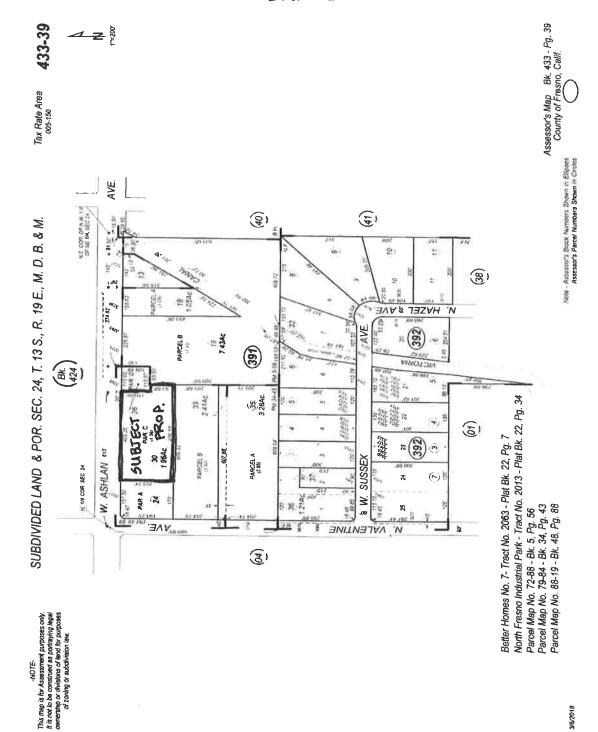


EXHIBIT "C"

(Grant Deed attached)

Recording Requested By: Public Works Department

City of Fresno No Fee-Gov't. Code Sections

6103 and 27383

When Recorded, Mail To:

Public Works Department City of Fresno 2600 Fresno Street Fresno, CA. 93721-3623 ATTN: Right-of-way Section

SPACE ABOVE THIS LINE FOR RECORDER'S USE

PW2021-15977

APN 433-391-30

GRANT DEED

For a valuable consideration, receipt of which is hereby acknowledged, Rajinder Singh Sungu, GRANTOR, hereby GRANTS to the City of Fresno, a municipal corporation, GRANTEE, all that certain real property situated in the City of Fresno, County of Fresno, State of California, more particularly described and shown as follows:

See Exhibit "A", which is attached and incorporated herein

	Dated	
Rajinder Singh Sungu		

EXHIBIT "A"

APN 433-391-30 Grant Deed

Parcel "C" of Parcel Map No. 88-19, recorded in Book 48 of Parcel Maps, at Page 88, Fresno County Records, lying in the Northeast quarter of Section 24, Township 13 South, Range 19, East, Mount Diablo Base and Meridian, in the City of Fresno, County of Fresno, State of California.

TOGETHERWITH a non-exclusive easement for underground drainage and utilities over and under the West 190 feet of the North 5 feet of Parcel "B" of said Parcel Map No.88-19.

NO. 8636