



# **Sale of Gillette Street Property**

## **Budget and Fiscal Affairs Committee**

**April 19, 2012**



# Gillette Street Property Background Information

- The City of Houston currently owns approximately 10.52 acres between Allen Parkway and West Dallas at Gillette Street.
- The property was partially occupied by Public Works & Engineering Fleet Division and San Felipe Park
- Public Works & Engineering relocated this division and began demolition of the site in February 2011; San Felipe Park will be relocated to an HISD site off Taft/Genessee Street
- Demolition included abatement of all asbestos in the building and removal of all underground fuel storage tanks.
- Environmental site assessments conducted on the property indicated the presence of environmental contaminants – largely lead and ash from an adjacent incinerator site.
- The City of Houston has been working with Texas Commission on Environmental Quality for the remediation of the environmental contamination.



# Gillette Street Property Coastal Water Authority

- The City of Houston worked with the Coastal Water Authority in regards to a remediation/sale of the Gillette Street property
- CWA's proposal included management of the environmental remediation of the 10.52 acre tract between Allen Parkway and West Dallas
- CWA submitted a Letter of Intent to the city which includes:
  - CWA would purchase and manage the remediation of the Gillette Street property
  - CWA would pay an amount not to exceed \$16 m which is based on a current appraisal of the property
    - \$11m to be paid to the city at closing
    - An amount not to exceed \$5m to be contributed by the City for the costs of the remediation
- City and CWA will subsequently work on remarketing the site



# Gillette Street Property Map

