REQUEST FOR ADMINISTRATIVE SETTLEMENT

CONFIDENTIAL

This document contains personal information and pursuant to Civil Code1 798.21 it shall be kept confidential in order to Protect against unauthorized disclosure.

DATE: June 2, 2021

Project: Middle Creek Flood Damage Reduction and Ecosystem Reduction Project

Grantor: Michael S. Mountanos, Trustee of the Michael S. Mountanos Living Trust

APN: 031-031-090 & 031-041-320

| | Revised Appraisal | |
|---|---------------------------|--|
| X | Administrative Settlement | |

| FWO | Counteroffer | Administrative | Approved |
|-------------|-----------------|----------------|-------------|
| | from | Settlement | Amount |
| | Seller/Attorney | | |
| \$1,371,000 | \$1,495,600 | \$124,600 | \$1,495,600 |

Background/Current Status:

A First Written Offer for full acquisition was mailed to the property owner on May 18, 2021. The owner has a broker, John Lazaro, who reached out to Paragon on May 25, 2021. Mr. Lazaro provided a counter-offer via email, with a copy to Celia Hoberg at the County, in the amount of \$1,495,000, which is \$1,000 more per acre. On May 26, 2021, Paragon and Lake County had a conference call to discuss the counter-offer. The County deemed the counter-offer acceptable as it is less than 10% above the appraised amount. The County is now requesting State approval of the counter-offer, and agreement to the Administrative Settlement.

Administrative Settlement

This settlement would increase the First Written Offer amount from \$1,371,000 to \$1,495,600.

First Written Offer \$1,371,000
Requested Increase \$ 124,600

Total Increased Administrative Settlement \$1,495,600

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RECOMMENDATION:

After review of counteroffer, and in the interest of avoiding delays to the project construction schedule due to prolonged negotiations and possible litigation, it is recommended that the owner's request for an increased offer amount be approved. This administrative settlement request has been determined to be reasonable, prudent and in the public interest, and allowable under 49 CFR Part 24.102(i).

Recommended By:

Cheryl DeMucci

Principal Right of Way Agent

Paragon Partners, Ltd.

June 2, 2021

Date

APPPROVAL:

Bruno Sabatier (Aug 11, 2021 14:17 PDT)

08/11/2021

Date

