Sale of Gillette Street Property

Budget and Fiscal Affairs Committee

April 19, 2012
• 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.
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