DEPARTMENT: Land Management

Metro District, Roseville MN

STATE OF MINNESOTA

Office Memorandum

DATE:

August 31, 2015

TO:

Debra Anderson

Right of Way Manager

FROM:

Linda Adams

PHONE:

(inda Gedam) (651) 464-6435

SUBJECT:

MINIMUM DAMAGE ACQUISITION

C.S. 6280 (35E=390) 906 *TRWSP6280380

S.P. 6280-380

Parcel # 505A

Board of Water Commissioners Vacant tract (bike/walk trail)

East & West sides of I-35E in Little Canada

On <u>several dates in August, 2015</u> I have personally inspected the property. I have afforded the property owner the opportunity to accompany me at the time of the inspection. Such opportunity was afforded to <u>Mr. Tschida</u> (name of owner, representative, etc.) on <u>August 24, 2015</u> and owner(s) representative <u>did</u> (did/did not) accompany me. I have also, on <u>several dates in August, 2015</u> personally made a field inspection of the comparable sales relied upon in making this report.

Subject's Before Condition:

Subject tract is an irregular shaped tract of vacant land used as a utility corridor with portions currently being used as a public trail (blacktopped) for walking and biking. Vegetation along the trail is considered to be of natural growth. On the west side of I-35E, the trail is owned by the City of Little Canada and uses the water works property by permit (which was created in 2004), which the Board of Water Commissioners can revoke at any time. This trail connects with other public trails within the surrounding communities. Subject's entire tract is approximately 20.68+/- acres; however, only 4.63+/- acres are being considered within this report.

Subject's Highest and Best Use as of the date of this report is its continued use as a utility corridor and the permitted use of the walk/bike trail.

Per MnDOT right of way map, tract size is 201,785+/- sq. ft. (4.63+/- ac) of which 91,906+/- sq. ft. (2.11+/- ac) is encumbered by roads and other easements of record; located under I-35E just north of Little Canada Road.

Description of Acquisition:

The proposed acquisition is needed to repair/replace Gervais Creek pipes. This includes two permanent drainage easements and two temporary easement areas as follows:

Permanent drainage easement of 3,544+/- sq. ft. of which 2,523+/- sq. ft. is encumbered by a road easement located on the west side of I-35E; and 2,175+/- sq. ft. located on the east side of I35E. With a total combined area of 5,719+/- sq. ft. gross area, leaving 3,196+/- sq. ft. unencumbered.

Temporary easement due to expire on December 01, 2019 located on the west side of I-35E is12,577+/- sq. ft. and located on the east side of I-35E is 11,906+/- sq. ft.. With a total combined area of 24,483+/- sq. ft.

		C.	S. 6280(35E=3	90)906	S.P.	6280-38	C			
			SEC	. 6 T29N	R22W					
PARCEL		OWNER	CONTIGUOUS	ENTIRE TRACT	EXISTING T.H. R/W	OTHER ROADS R/W	BALANCE	DRAINAGE TEMPORARY EASEMENT EASEMENT		
,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	. care		TROFERT	SQ. FEET	SQ. FEET	SO. FEET	SQ. FELT	SQ. FEE!	SQ. FEET	EXPIRES
505A	62-XXX	BOARD OF WATER COMMISSIONERS OF THE CITY OF ST PAUL	PT OF E1/2 OF SE	201785(5)	78036	13870	201795	■ 5719	24483	12/01/2019
¥OF WH	ICH 252	3 SF IS ENCUMBERED BY AN	EXISTING ROAD EA	SEMENT		*				

Note: Caption block addresses 4.63+/- ac. of the total tract of 20.68+/- acres.

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Zoning:

Subject property is a public trail for walking and biking, and connects with several other community trails. The trail is located within several different zoned areas such as commercial, industrial, shoreland, and residential; with the majority located within the residential areas.

Valuation:

The Income and costs approach were not considered to be applicable for this uncomplicated report, and therefore not used.

Primarily due to the trail being within residential areas and used by the general public, residential acreage was considered to be the most reliable indicator to value.

This appraiser researched several recent sales of residential acreage vacant land within the Little Canada, Roseville, and Vadnais Heights areas. Sales ranged from a low of \$0.93 per square foot to a high of \$1.86 per square foot unadjusted, with acreages from 1.09+/- acres to 2.78+/- acres.

Adjustments were as follows:

Comparables 2; 3 and 4 were sold in 2013 and a +5% time adjustment was considered reasonable. Being as subject property is a public trail, the probability that subject would be developed other than a trail within the near future is limited at best. All the comparable sales were considered superior due in part to their development potential, and a negative 25% was considered reasonable.

Adjusted sales ranged from a low of \$0.70 per square foot to a high of \$1.46 per square foot.

Subject's indicated value as of August 27, 2015 is \$1.46 per square foot for unencumbered vacant land.

When considering the value of a permanent drainage easement, one must consider the bundle of rights that an owner can expect. Of all these rights, the owner will be limited to retaining the underlying fee. This will allow the square footage contained in the easement area to be calculated with the whole. The remaining rights associated with a normal fee title would not apply, (for example, the construction of an improvement of any kind will not be permitted). It is for this reason the value of the permanent drainage easement will be 75% of fee value.

Permanent Drainage Easement: 75% of \$1.46 per square foot = \$1.10 (r) per square foot.

Subject's encumbered area within the proposed permanent drainage easement is a road easement (traveled area by the public); and in considering the value of the proposed encumbered square footage, one must look at the bundle of rights with full (100%) benefits enjoyed by the owner. Along with the local and county zoning restrictions, the proposed acquisition area is limited to its current use as a public roadway, and therefore a flat value of \$500 was placed on the encumbered area.

Unencumbered Permanent Drainage Easement: 3,196+/- sq. ft. x \$1.10 psf = \$3,500 (r)

Encumbered Permanent Drainage Easement: 2,175+/- sq. ft. = \$500

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Valuation (cont.....)

Valuation of the Temporary Easement (T.E.) Areas

The T.E. will be $\underline{24,483}$ \pm square feet, and will expire on $\underline{12/01/2019}$.

The value for the T.E. using a reversion factor of <u>..82270</u> is calculated as follows:

T.E. consisting of $24,483 \pm X$ \$\frac{1.46}{24} = \$\frac{35,745.18}{25,745.18} \text{ present fee land value of temporary easement.}

\$35,745.18 fee value T.E. X .82270 = \$29,407.56 discounted fee land value in T.E.

\$\frac{35,745.18}{29,407.56}\$ present discounted fee value T.E. equals \$\frac{6,337.60}{6,337.60}\$ present fee value in T.E. (rounded up to nearest 100) \$6,400

If the sum equal to the present discounted land value is invested at the current safe rate of $\underline{5}$ % for the period of the temporary easement ($\underline{4}$ Years), the result equals approximately the present fee value.

Cost to Cure:

Located within the proposed temporary easement areas are several mature trees; bushes; and other vegetation. Said vegetation is considered to be of natural growth, and therefore no cost to cure was calculated.

Subject's After Condition:

Subject's 4.63+/- acre section of the entire 20.68+/- gross acres remains unchanged; subject's encumbered area will increase by 3,196+/- sq. ft. within the 4.63+/- acre tract (1,021+/- sq. ft. on the west side of I-35E; and 2,175+/- sq. ft. on the east side of I-35E).

Subject's highest and best use is its continued use as a utility corridor and the permitted use of the walk/bike trail.

Re-cap:

Encumbered Permanent Easement: \$ 500 Unencumbered Permanent Easement: \$ 3,500 Temporary Easement: \$ 6,400 Total damages: \$10,400

TOTAL DAMAGES as of August 28, 2015 (date appraiser last visited site) = \$10,400

Approved: District Right of Way Engineer or Supervisor

C. S. 6280 (35E=390) 906

JOB #

TRW6280-380

5. P. 6280-380

Layout sketch by: MSL/LLA

COUNTY

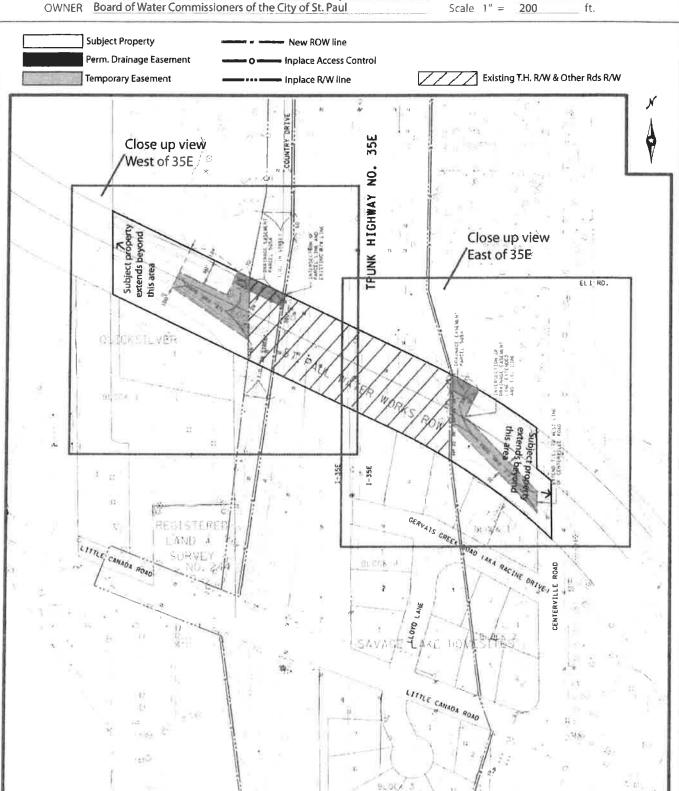
Ramsey

Scale 1" =

PARCEL NO. 505 A 200

ft.

Parcel No. 505 A



Date: __July 28, 2015 / August 03, 2015

MINNESOTA DEPARTMENT OF TRANSPORTATION RIGHT OF WAY PARCEL LAYOUT C. S. 6280 (35E=390) 906 JOB # TRW6280-380 PARCEL NO. 505 A (West of 35E) pg 1 of 2 S. P. 6280-380 COUNTY Ramsey OWNER Board of Water Commissioners of the City of St. Paul Scale 1'' = 100ft. Subject Property New ROW line Perm. Drainage Easement o ----- Inplace Access Control Existing T.H. R/W & Other Rds R/W **Temporary Easement** - Inplace R/W line COUNTRY DRIVE 35E DRAINAGE EASEMEN PARCEL LINE AND EXISTING #7% LINE IN STREET IGHWAY NO. T,0,T BLOCK 1 I-35E [] Layout sketch by: MSL/LLA Date: __July 28, 2015 / August 03, 2015 Parcel No. 505 A

MINNESOTA DEPARTMENT OF TRANSPORTATION RIGHT OF WAY PARCEL LAYOUT C. S. 6280 (35E=390) 906 JOB # TRW6280-380 S. P. 6280-380 PARCEL NO. 505 A (East of 35E) pg 2 of 2 COUNTY Ramsey OWNER Board of Water Commissioners of the City of St. Paul Scale 1'' = 100Subject Property Existing T.H. R/W & Other Rds R/W Perm. Drainage Easement Inplace Access Control Temporary Easement --- Inplace R/W line New ROW line ш 351 20 ELI RD. X DRAINAGE EASEMENT PARCEL SOBA ROAD **CENTERVILLE** ORK'S WEST CENTERYILE I-35E I-35E 4 3 RACINE OR BLOCK Layout sketch by: MSL/LLA Parcel No. 505 A Date: __July 28, 2015 / August 03, 2015

MINNESOTA DEPARTMENT OF TRANSPORTATION

Subject Property ~ PROPOSED Condition

West of 35E (pg 1 of 2)

RIGHT OF WAY PARCEL LAYOUT

YOUT

6280 (35E=390) 906

6280-380

Board of Water Commissioners

of the City of St. Paul

PAREST NO. 505-A

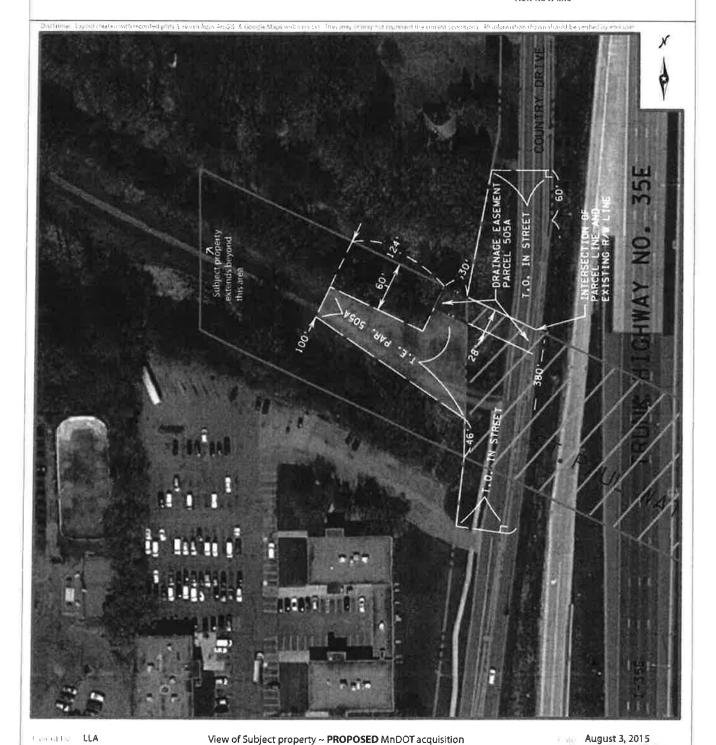
Subject Property Outlines

Perm, Drainage Easement

Temporary Easement

Existing T.H. R/W & Other Rds R/W
Inplace Access Control
Inplace R/W line

New ROW line



MINNESOTA DEPARTMENT OF TRANSPORTATION

Subject Property PROPOSED Condition RIGHT OF WAY PARCEL LAYOUT East of 35E (pg 2 of 2)

6280 (35E=390) 906

6280-380

Board of Water Commissioners of the City of St. Paul

PARCEL (NO. 505-A

 Subject Property Outlines Perm. Drainage Easement Temporary Easement

Existing T.H. R/W & Other Rds R/W Inplace Access Control - Inplace R/W line



MINIMUM DAMAGE ACQUISITION

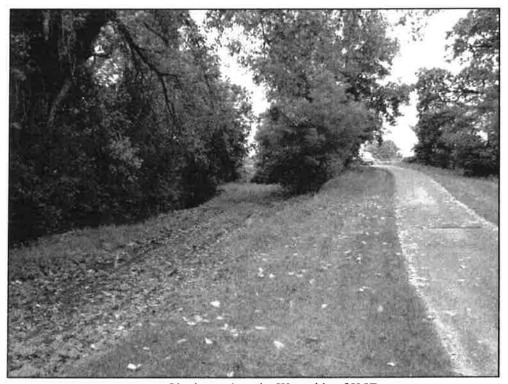
C.S. 6280 (35E=390) 906 *TRWSP6280380

S.P. 6280-380

Parcel # 505A Board of Water Commissioners



Site located on the West side of I35E Looking Easterly towards I35E at the South side of trail from the junction box



Site located on the West side of I35E Looking Easterly towards I35E at the North side of trail

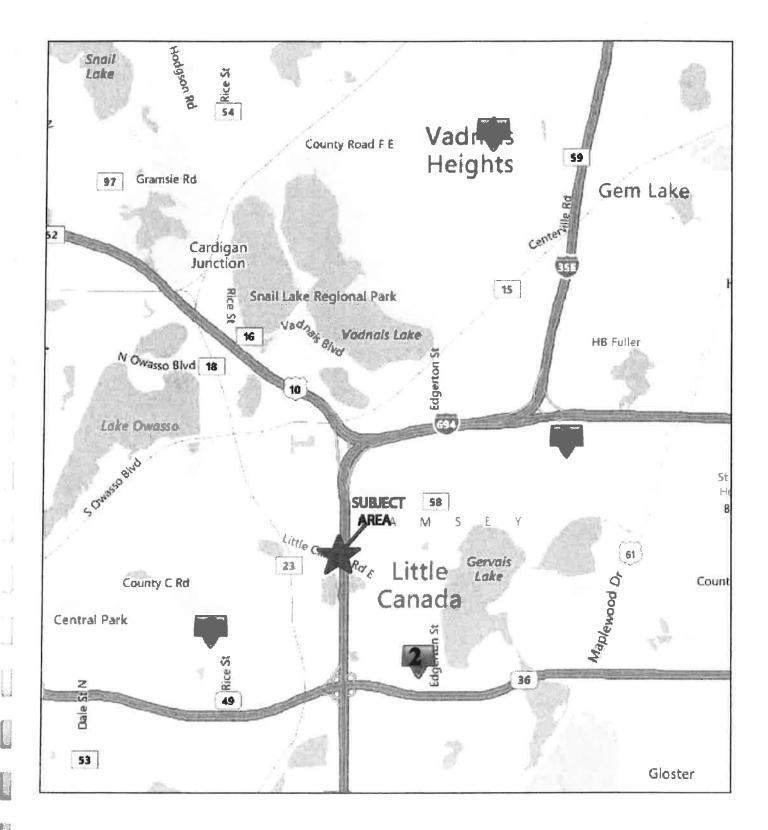
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S.P. 6280-380

Parcel # 505A **Board of Water Commissioners**



Site located on the East side of I35E Looking Westerly towards I35E from Centerville Road



Parcel ID Number

04-29-22-21-0015

Comparable #

Property Ad	dress
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3046 Labore Road Little Canada, Mn

> Buyer: Derek Owens, et al

City of Little Seller:

Canada

Use at time of Sale: Vacant

Residential Present Use:

Date of Sale: 11/17/14

Sale Price/Financing Cash

Rights Conveyed: Fee Residential Zoning

Total Area: 2.78+/- ac

121,097+/- sf



Utilities	available	Price per Site	\$112,500	Price per Unit	
Shape	rectangular	Price per Acre	\$40,467	Miscellaneous Costs	N/A
Topography/Terrain	mostly level	Price per Sq.Ft.	\$0.93	Site Preparation Cost	N/A

Miscellaneous Information

Records indicate the property was foreclosed on 1/25/2010 by

Mortgages

Unlimited, offered for sale \$119,900 on 4/28/2011; price reduced several times to \$79,900; then purchased by the City of Little Canada on

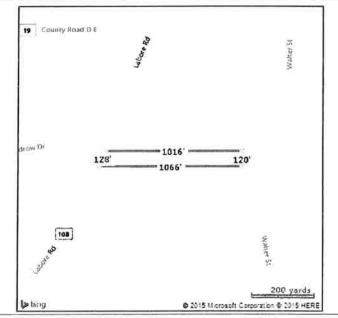
The city raised the improvements, and then offered the property for sale.

OPL \$120,000 DOM 102.

Records indicate current owners received a loan from Associated Bank

the amount of \$562,600 on 4/24/15

Confirmed by Kathy Glanzer (City Clerk) 651-766-4029



Directions

County Road D, South on Labore Road to property

Parcel ID Number

08-29-22-31-0021

Comparable #

2

Property	Address
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505 Preserve Court Little Canada, Mn

Buyer:

Benjamin Johnson, etal

Masterpiece Seller:

Homes Inc

Use at time of Sale: Vacant

Present Use:

Residential

Date of Sale:

6/18/2013

Sale Price/Financing

Cash

Rights Conveyed:

Fee

Zoning

Residential

Total Area: 1.54+/- ac

67,082+/- sf



Utilities	available	Price per Site	\$125,000	Price per Unit	
Shape	irregular	Price per Acre	\$ 81,168	Miscellaneous Costs	N/A
Topography/Terrain	Walkout site	Price per Sq.Ft.	\$1.86	Site Preparation Cost	N/A

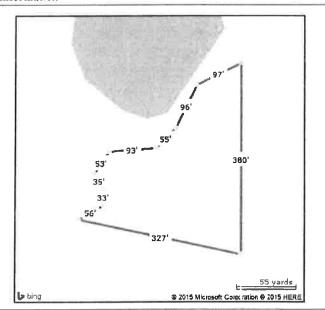
Miscellaneous Information

Part of a small development with open builder. Site backs up to protected Wetlands.

OPL: \$144,900 DOM: 113

New single family home built in 2013

Confirmed with CREV



Directions

Little Canada Rd to McMenemy, South to Preserve Court

Parcel ID Number

12-29-23-14-0076

Comparable #

3

Property Address

197 County Road B2 West Roseville Mn

Buyer:

Bruggeman Builders

LLC

Seller:

Richard Brain, et al

Use at time of Sale:

Vacant

Present Use:

Vacant

Date of Sale:

10/4/2013

Sale Price/Financing

Cash

Rights Conveyed:

Zoning

Residential/Comm

Total Area:

1,42+/- ac 61,885+/- sf



Utilities	available Price per Site		\$65,000	Price per Unit	
Shape	rectangular	Price per Acre	\$ 45,775	Miscellaneous Costs	N/A
Topography/Terrain	level	Price per Sq.Ft.	\$1.05	Site Preparation Cost	N/A

Miscellaneous Information

Level with small pond/wet land at the rear of property

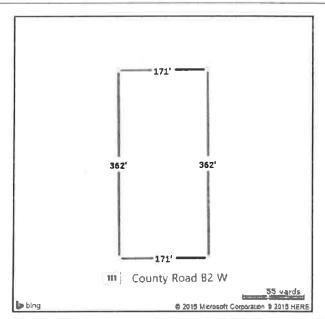
OPL: \$199,900 CDOM: 394

Listed 5/12/12 reduced four times to \$120,00; expired 12/14/12

Relisted 12/14/12 @ \$135,000 had a pending sale-fell through;

expired on 6/22/13

Relisted 7/7/13 @ 135,000



Directions

Rice Street to B2 West 1 block

Property Address

766 County Road F East Vadnais Heights, Mn

Buyer: Tran Tan

Seller:

Steven Motti, etal

Use at time of Sale:

Vacant

Present Use:

Residential

Date of Sale:

4/12/2013

Sale Price/Financing

Cash

Rights Conveyed:

Fee Residential

Zoning
Total Area:

1.09+/- ac

48,238+/- sf



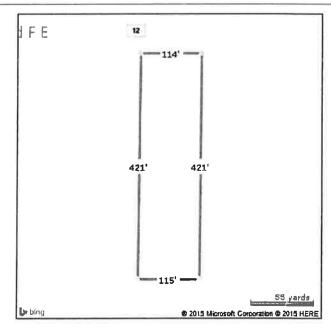
Utilities	available	Price per Site	\$70,000	Price per Unit	
Shape	rectangular	Price per Acre	\$ 64,220	Miscellaneous Costs	N/A
Topography/Terrain	Sloped / Low	Price per Sq.Ft.	\$1.45	Site Preparation Cost	N/A

Miscellaneous Information

OLP: 85,000 DOM: 261 expired 1/1/2013 Relisted 2/7/2013 \$79,900 DOM 64

CDOM: 325

New single family home built in 2014



Directions

Centerville Road to County Road F, West to lot

