

SOUTH DAKOTA BOARD OF REGENTS

Committee on Budget and Finance

AGENDA ITEM: III – L

DATE: April 1-2, 2015

SUBJECT: Request to Sell Property - SDSU

South Dakota State University requests the authority to complete the sale of certain extraneous real estate to the City of Brookings. The property is described as: Lots Four (4) and Five (5) of Eberlein’s Addition to the City of Brookings, County of Brookings, State of South Dakota.

This property was originally used as a railroad spur for unloading coal for the South Dakota State University heating plant. The property is no longer functional for railroad loading and unloading. This property has not been used by South Dakota State University for at least 35 years. The property is located adjacent to City of Brookings Property, and the City will use this property for street department facilities.

The sale will be for the appraised value of eight thousand nine hundred dollars (\$8,900.00). The proceeds from the sale minus one thousand two hundred and fifty dollars (\$1,250.00) to compensate South Dakota State University’s share of the costs of appraisal shall be deposited in the school and public lands trust, pursuant to SDCL 5-10. The earnings from the trust shall be credited to the support of South Dakota State University and its authorized programs as provided by law.

An Act to sell this property was authorized by the South Dakota Board of Regents at the December 2014 Board of Regents meeting for submittal to South Dakota Legislature during the 2015 session. The Act was submitted to the legislature and Senate Bill 28 (the Act) was approved by the South Dakota Legislature during the 2015 legislative session. Senate Bill 28 included action to declare the Act an emergency. Separately, the City Council of Brookings, South Dakota has approved the purchase of the property described within the Act at their regular council meeting of February 26, 2015.

RECOMMENDED ACTION OF THE EXECUTIVE DIRECTOR

Authorize South Dakota State University to complete sale of property, described as: Lots Four (4) and Five (5) of Eberlein’s Addition to the City of Brookings, County of Brookings, State of South Dakota., to the City of Brookings at the appraised value of eight thousand nine hundred dollars (\$8,900.00), and deposit proceeds from the sale minus one thousand two hundred and fifty dollars (\$1,250.00) for South Dakota State University’s share of the cost of appraisal in the school and public lands trust, pursuant to SDCL 5-10, all as authorized in Senate Bill 28, enacted by the South Dakota Legislation with an emergency clause and signed into law by the Governor on February 4, 2015.