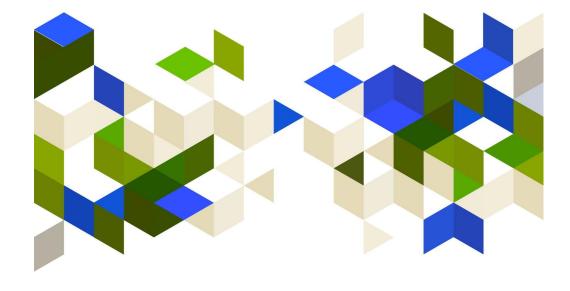
BELTRAMI COUNTY JAIL PROJECT

SITE SELECTION

Board of County Commissioners

June 20, 2023

PUBLIC HEARING



SITE SELECTION TIMELINE

- November 15, 2022: Board Decides to Build New Jail
- Nov 2022 Jan 2023: D & O Subcommittee Develops Rating Criteria
 & Identifies Properties
- Feb 2023: Board Identifies Preferred Property
- March April 2023: Investigation of Preferred Property (Withdrew)
- April May 2023: Board Pursues 4 Other Properties
- May 31: Board Approves Purchase Agreement (Wiebolt Property)

SITE SELECTION CRITERIA

1. Lot Size (based on usable high ground)

3= >8 acres Allows for new jail and future expansion and other county uses

2= 4 - 8 acres Allows for current jail and future expansion

1= 2.5 - 4 acres Allows for new jail

Disqualified-not enough land for new jail DQ= < 2.5 acres

2. Property Valuation (cost per usable acre based on assessed value)

3= <\$50,000 Cost per acre based on assessed value Cost per acre based on assessed value 2= \$50,000 - \$500,000 1= \$500,001 - \$1,500,000 Cost per acre based on assessed value 0= >\$1,500,000 Cost per acre based on assessed value

3. Estimated Acquisition Cost

3= <\$500,000 Estimated purchase price of property 2= \$500,000 - \$1,500,000 Estimated purchase price of property 1= \$1,50,001 - \$2,500,000 Estimated purchase price of property 0= >\$2,500,000 Estimated purchase price of property

4. Estimated Site Prep Cost (average of demo/land clearing & utilities connection estimated cost)

Demo/Clearing & Site Grading Estimated Cost

Cost to demo/clear land, site grade and connect to utilities 3= <\$250,000 2= \$250,000 - \$500,000 Cost to demo/clear land, site grade and connect to utilities 1= \$500,001 - \$1,000,000 Cost to demo/clear land, site grade and connect to utilities 0= >\$1,000,000 Cost to demo/clear land, site grade and connect to utilities

Utilities Connnection Estimated Cost

2- Connacted

3= < 100 Utilities in Street/On site or less than 100' to connect

100 - 500 Utilities close by but up to 500' to connect

501 - 1000 501' to 1,000' to connect 0= > 1000 Over 1,000' to connect

5. Impact to Property Tax Revenue (annual loss of property taxes)

3= \$0 No loss of property tax revenue 2= \$1-\$2,500 Lost property tax revenue annually 1= \$2,500 - \$5,000 Lost property tax revenue annually 0= >\$5,000 Lost property tax revenue annually

6. Courthouse &EMS Access (proximity of new jail to courthouse and emergency medical service) Inil connected to Courthouse

| 3- Connected | Jail connected to courthouse |
|---------------|---|
| 2= .01 - 2.0 | Up to 2 miles or less than 10 minutes travel time from Courthouse & Fire Station #1 |
| 1= 2.01 - 3.0 | 2.01 miles to 3 miles or less than 15 minutes travel time from Courthouse & Fire Station #1 |

0 = > 3.0Greater than 3 miles or greater than 15 minutes travel time from Courthouse & Fire Station 1

SITE SELECTION CRITERIA

7. Intake Access (proximity of new jail to major highways)

| 3= <=.5 | Up to .5 mile or <5 minutes travel time to highway access |
|--------------|---|
| 2= .51 - 1.0 | .51 miles to 1 miles or < 10 minutes travel time to highway access |
| 1= 1.1 - 2.0 | 1.01 miles to 2 miles or < 15 minutes travel time to highway access |
| 0= > 2.0 | Greater than 2 miles or > 15 minutes travel time to highway access |

8. Impact to Habitable Housing (loss of existing residences)

| 3= 0 | 0 habital houses lost |
|---------|-------------------------------------|
| 2= 1-5 | 1 to 5 habital houses lost |
| 1= 6-10 | 6 to 10 habital houses lost |
| 0= >10 | Greater than 10 habital houses lost |

9. Neighborhood Impacts (including aestetics such as view sites, light pollution, screening, traffic & noise)

| 3= <5 | Less than 5 adjacent properties affected by existence of jail |
|------------|---|
| 2= 5-10 | 5 to 10 adjacent properties affected by existence of jail |
| 1= 10 - 15 | 10 to 15 adjacent properties affected by existence of jail |
| 0= >15 | More tha 15 adjacent properties affected by existence of jail |

10. Construction Impacts (disruption of traffic around construction site)

| 3= <4,000 | Less than 4,000 traffic count per day surrounding site |
|-------------------|---|
| 2= 4,001 - 8,000 | 4,001 to 8,000 traffic count per day surrounding site |
| 1= 8,001 - 12,000 | 8,001 to 12,000 traffic count per day surrounding site |
| 0= >12,000 | More than 12,000 traffic count per day surrounding site |

11. Financial Productivity Potential (FPP = average of loss of sales tax, property tax and jobs)

Sales Tax

| 3= | <\$10,000 | Loss of less than \$10,000 in annual sales tax revenue |
|----|---------------------|---|
| 2= | \$10,00 - \$20,000 | Loss of \$10,000 to \$20,000 in annual sales tax revenue |
| 1= | \$20,001 - \$30,000 | Loss of \$20,001 to \$30,000 in annual sales tax revenue |
| 0= | >\$30,000 | Loss of greater than \$30,000 in annual sales tax revenue |

Property Tax

| 3= <\$5,000 | Loss of less than \$5,000 in potential property tax |
|------------------------|--|
| 2= \$5,000 - \$10,000 | Loss \$5,000 to \$10,000 in potential property tax annually |
| 1= \$10,001 - \$15,000 | Loss \$10,000 to \$15,000 in potential property tax annually |
| 0= >\$15,000 | Loss of greater than \$15,000 in potential property annually |

Job Potential

| 3= | < 10 | Loss of less than 10 jobs |
|----|---------|------------------------------|
| 2= | 10 -25 | Loss of 10 to 25 jobs |
| 1= | 26 - 50 | Loss of 26 to 50 jobs |
| 0= | >50 | Loss of greater than 50 jobs |

12. Land Use/Zoning/Annexation

- 3= No variance or rezoning needed
- 2= Property zoned commercial-variance needed
- 1= Property zoned residential-variance or rezoning needed
- DQ= Unable to be Annexed

PROPERTY IDENTIFICATION

Properties Identified and Advertised Via:

- 1) Commissioner or County Staff
- 2) City Staff
- 3) Steering Committee
- 4) Design & Operations Committee
- 5) Community Member/Relator
- 6) GIS Analysis

SITE SELECTION SCORING AND RANKING

| | LOCATION | CRITERIA | | | | | | | | | | | | | | | | | | |
|------------------|--------------------------------|----------|---|-----------|----|----|------|---|---|---|---|----|-----|-----|-----|------------|-------|------|-------|------|
| SITE DESCRIPTION | 4 | 2 | 3 | Site Prep | |) | 5 | 6 | 7 | 8 | 9 | 10 | FPP | | | 40 | SCORE | RANK | | |
| SIIE | DESCRIPTION | I | 2 | ٠ - | 4a | 4b | 4 | ว | 0 | • | 0 | 9 | 10 | 11a | 11b | 11b 11c 11 | 11 | 12 | SCORE | KANK |
| 1 | Block North of Courthouse | 1 | 1 | 0 | 2 | 3 | 2.50 | 0 | 3 | 1 | 1 | 3 | 2 | 3 | 0 | 2 | 1.67 | 1 | 17.17 | 9 |
| 2 | Central School | DQ | 0 | 1 | 2 | 3 | 2.50 | 3 | 2 | 1 | 3 | 0 | 2 | 3 | 3 | 1 | 2.33 | 1 | DQ | DQ |
| 3 | Block N of Court & Cent School | 2 | 1 | 0 | 1 | 3 | 2.00 | 0 | 3 | 1 | 1 | 0 | 2 | 3 | 0 | 0 | 1.00 | 1 | 14.00 | 10 |
| 4 | City Parking Lot #9 | DQ | 2 | 2 | 3 | 3 | 3.00 | 3 | 2 | 1 | 3 | 1 | 1 | 3 | 3 | 3 | 3.00 | 3 | DQ | DQ |
| 5 | Federal Building Block | DQ | 0 | 0 | 0 | 3 | 1.50 | 0 | 2 | 1 | 3 | 0 | 1 | 2 | 0 | 0 | 0.67 | 3 | DQ | DQ |
| 6 | County Impound Lot | 3 | 3 | 3 | 3 | 0 | 1.50 | 3 | 0 | 2 | 3 | 1 | 3 | 3 | 3 | 3 | 3.00 | DQ | DQ | DQ |
| 7 | Old Fairgrounds behind Target | 3 | 2 | 3 | 3 | 2 | 2.50 | 3 | 1 | 3 | 3 | 2 | 0 | 0 | 0 | 0 | 0.00 | 2 | 24.50 | 7 |
| 8 | Holmes Family Trust | 3 | 3 | 3 | 2 | 1 | 1.50 | 2 | 2 | 2 | 3 | 3 | 2 | 3 | 3 | 3 | 3.00 | 1 | 28.50 | 3 |
| 9 | ISD 31/Old Enbridge Site | 3 | 3 | 0 | 3 | 1 | 2.00 | 3 | 2 | 3 | 3 | 2 | 2 | 3 | 3 | 3 | 3.00 | 1 | 27.00 | 4 |
| 10 | Nymore/Crown Property | 3 | 3 | 3 | 3 | 2 | 2.50 | 0 | 1 | 1 | 3 | 1 | 1 | 3 | 0 | 3 | 2.00 | 3 | 23.50 | 8 |
| 11 | Middle School/Beltrami HRA | 3 | 2 | 0 | 3 | 1 | 2.00 | 3 | 2 | 2 | 2 | 3 | 2 | 3 | 3 | 3 | 3.00 | 1 | 25.00 | 6 |
| 12 | Wiebolt Property | 3 | 3 | 3 | 3 | 2 | 2.50 | 2 | 2 | 2 | 3 | 2 | 3 | 3 | 3 | 3 | 3.00 | 1 | 29.50 | 2 |
| 13 | Hard Rock Property | 3 | 3 | 3 | 3 | 0 | 1.50 | 2 | 1 | 1 | 2 | 3 | 3 | 3 | 3 | 3 | 3.00 | 1 | 26.50 | 5 |
| 14 | Loeken Property | 2 | 3 | 3 | 3 | 0 | 1.50 | 2 | 1 | 1 | 3 | 2 | 3 | 3 | 3 | 3 | 3.00 | DQ | DQ | DQ |
| 15 | BRIC Property | 3 | 3 | 2 | 2 | 2 | 2.00 | 3 | 2 | 3 | 3 | 3 | 2 | 3 | 3 | 3 | 3.00 | 2 | 31.00 | 1 |

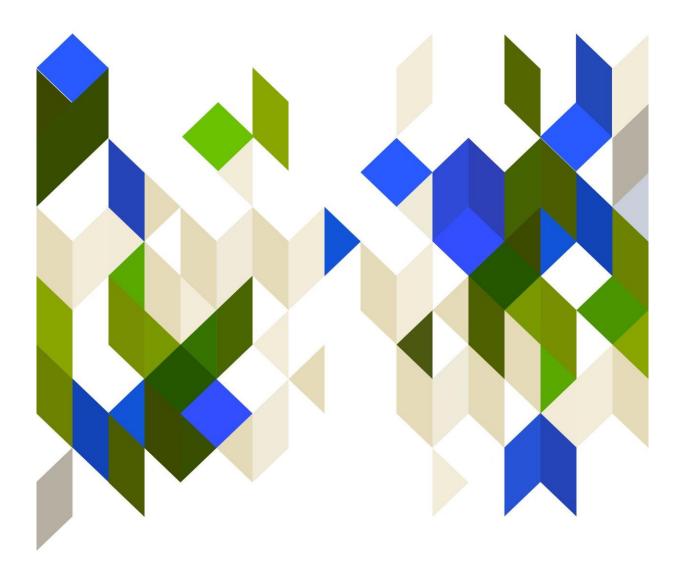
PURCHASE PROCESS

- Property Negotiations Are Conducted in Closed Session
 - Discussions concerning the acquisition of real property for a public purpose, or the disposition of publicly held real property may be closed, where open discussion would adversely affect the bargaining position or negotiating strategy of public body
 - Done to avoid undue influence, pricing pressure, undermining, bullying, sabotaging or other adverse actions to the buyer and/or seller
- Once Purchased, the County Must Disclose the Property and Price

BELTRAMI COUNTY JAIL PROJECT

Property Purchase

- Location Details
- Purchase and Sale
 Agreement Details



WIEBOLT PROPERTY



Rank: #2







Parcel ID: 80.06363.00 (and 03.00248.00) Calculated Acreage: 17.01 (includes some Jefferson Ave right-of-way) Approximate Suitable Acreage: 14
Zoning District: R3 Suburban Residential



BELTRAMI

Map produced by Beltrami County GIS Department - 5/23/2023
Data sources: Beltrami County GIS, City of Bernidij GIS, Netional Wetlands Inventory, 2020 aerial imagery data, 2009 LIDAR data

Disclaimer: This map is not a substitute for land surveying, wetland delineation, or any other surveying or engineering work needed to determine precise site characteristics.

Rank: #2

WIEBOLT PROPERTY

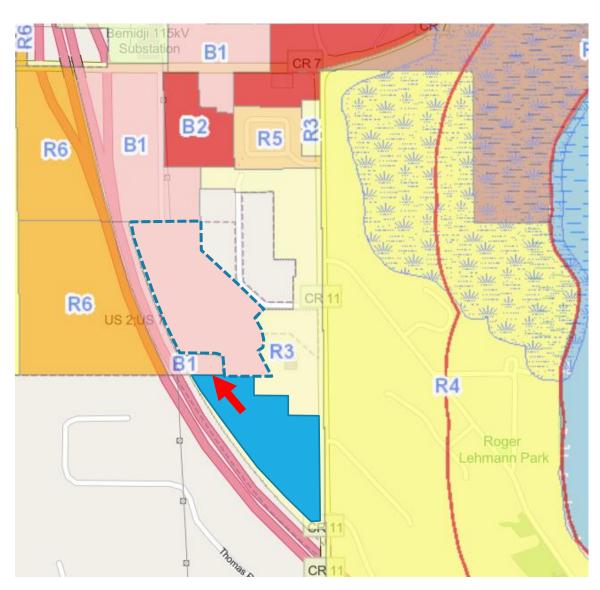
Property Highlights:

- √ 2nd Ranked Site
- ✓ 16.9 Total Acres (~ 12 Usable)
 - 75 Foot Pipeline Easement/Encumbrance on W Side

Rank: #2

- ✓ Fairly Level, Upland, No Structures
- ✓ Water and Sewer Utilities In Street
- ✓ Good Access to Highway and Town
- ✓ County Offered \$500,000 on May 23rd
- ✓ Counter-Offer of \$540,000 on May 25th

WIEBOLT PROPERTY



NOTES:

- Zoned Light Density Residential
- Use is Allowed with CUP
- Use Also Allowed with Rezone
 - Adjacent to B1 Currently
 - Would Request B1/B2 Zoning
 - Rezone Would not be Spot Zoning

Rank: #2

• Would not require a Subdivision

WIEBOLT PURCHASE AGREEMENT HIGHLIGHTS

- Purchase Price: \$540,000
- Anticipated Closing: August 11, 2023
- Contingencies:
 - 1) Approval of the Board of Commissioners
 - 2) 80 Day Due Diligence
 - 3) Legislative & Governor Approval of LOST Application
 - 4) Construction Site Feasibility
 - 5) Environmental Phase 1 and Phase 2 Assessments
 - 6) Soils and Geotech Assessment
 - 7) Review of Zoning and Land Use
 - 8) Review of Property for Archeological Concerns
 - 9) Full Title Review and Approval
 - 10) City Water and Sewer Access and Adequacy
 - 11) Approval of the GBJAPB for Zoning and or Conditional Use Permit
 - 12) Seller Assistance in Rezone, CUP Applications/Permits at Buyer's Expense

WIEBOLT PURCHASE PRICE AND MARKET VALUE

- Wiebolt Assessed Value: \$108,300
 - Assessed Value is Low Because:
 - 1) Currently Zoned and Assessed as Residential
 - 2) Is Not Platted
 - 3) No Internal Infrastructure
 - 4) On the Outskirts of Town
- Century 21 Market Analysis
 - County Purchasing as Commercial Property
 - "Any Seller will evaluate the Market Value based on that proposed commercial use and will set the selling price accordingly"
 - Commercial Sales/Listing Range: $88 \epsilon/\text{sf}$ to \$15.86/sf or \$38,333/acre to \$690,862/acre

County's Price

| | Low | Median | High |
|-------------|-----------|-----------|------------|
| \$0.66/Acre | \$0.88/sf | \$8.37/sf | \$15.86/sf |

- County Paid: \$540,000 for 18.69 Acres = \$0.66/sf
 - That's Below Low Market Value for Comparable Sales & Listings

Discussion