Business Item

Metropolitan Parks and Open Space Commission



Community Development Committee Meeting: August 18, 2025 For the Metropolitan Council: Sept 10, 2025

Business Item: 2025-195

West Mississippi River Regional Trail, Park Acquisition Opportunity Fund Award (Steinke), Three Rivers Park District

District(s), Member(s): District A, Monica Dillenburg

District 1, Judy Johnson

Policy/Legal Reference: Minn. Const. art. XI, sec. 15; Minn. Stat. § 473.315; 2050

Regional Parks and Trails Policy Plan, Section 3, Natural Systems Policy Action 1: Locate and acquire land; Section 5, Planning Policy Action 1: Long-range plan requirements; Section 8, Finance Policy Action 3: Park Acquisition

Opportunity Fund; FM 15-2 Grant/Loan Approval Policy, FM

14-2 Expenditures for the Procurement of Goods and

Services Policy.

Staff Prepared/Presented: Jessica Lee, Planning Analyst, 651-602-1621

Division/Department: Community Development / Regional Planning

Proposed Action

That the Metropolitan Council:

- 1. Approve a grant of up to \$546,445 from the Park Acquisition Opportunity Fund to Three Rivers Park District to reimburse for the acquisition of a 2.17-acre parcel located at 17020 Dayton River Road in Dayton, MN, for the West Mississippi River Regional Trail.
- 2. Authorize the Executive Director of Community Development to execute the grant agreement and restrictive covenant on behalf of the Council.

Background

Regional Park Implementing Agency and Project Request

Three Rivers Park District requested a Park Acquisition Opportunity Fund (PAOF) grant on May 1, 2025, to fund the acquisition of 2.17 acres for the West Mississippi River Regional Trail. A copy of the Agency's request is attached to this item as Exhibit 2 with application details in Exhibit 3.

The West Mississippi River Regional Trail when completed will span 20 miles adjacent to or near the Mississippi River in northeast Hennepin County, connecting the communities of Dayton, Champlin, Brooklyn Park and Brooklyn Center. For a map of the entire regional trail, see Exhibit 1, Figures 1 and 2. Exhibit 1, Figure 3 shows the Dayton segment of the regional trail, and Figure 4 shows the subject parcel and nearby park property. The trail is within the National Park Service's Mississippi National River Recreation Area. Additionally, the regional trail is part of the National Mississippi River Trail that spans the entire length of the Mississippi River from the headwaters at

Itasca State Park to the mouth of the river in Louisiana.

Subject Property

The subject 2.17-acre property is within the Council-approved boundary of the West Mississippi River Regional Trail. The property is situated along the Mississippi River and is partially in the floodplain. The upland portion of the property contains dense forest. There was a home on the property at the time of sale that has been sold and removed.

Park Acquisition Opportunity Fund (PAOF)

The Council's Park Acquisition Opportunity Fund (PAOF) Program provides funding to purchase property and easements via two state sources: the Parks and Trails Legacy Fund (PTLF) and the Environment and Natural Resources Trust Fund (ENRTF). The Council contributes by matching every \$3 in state funds with \$2 in Council funds. The \$3 to \$2 match is required at the program level, not the individual project level.

State and Council funds contribute up to 75% of the purchase price and eligible costs; the Regional Park Implementing Agency (Agency) contributes the remaining 25% as local match.

Project Budget

The appraised value of the subject property is \$635,000, and the Seller has agreed to a purchase price of \$650,000, or 102% of the appraised value. See Exhibit 4 for more information on the appraisal. The total project cost including legal fees, environmental assessments, stewardship, taxes, and appraisal is \$728,593 as shown in Table 1 below.

Table 1. Project Budget

Budget item	Requested amount
Purchase price	\$650,000
Appraisal, legal fees, taxes, closing costs	\$16,093
Environmental assessment	\$2,500
Stewardship	\$60,000
Total Costs	\$728,593
Grant structure	
Grant amount	\$546,445

\$182,148

Acquisition Details

Local match

This is a straightforward fee-title acquisition. Three Rivers acquired this property on April 15, 2025. Because they had already reached their annual cap limit for the PAOF program in fiscal year 2025 (FY2025), they had asked the Council to consider approving this acquisition as a reimbursement grant. Council staff agreed this was a reasonable approach as long as the grant request was submitted for early FY2026 consideration. In addition, Three Rivers was able to sell the home for reuse rather than have it deconstructed. The sale of the home was around \$2,000 and the proceeds will be used for stewardship of the site.

Rationale

Council staff conduct the review of each PAOF request on a first-come-first-served basis under the following standards:

- the proposed acquisition complies with state statute and Council policy
- all necessary documentation for the acquisition is in place
- the appraisal is reasonable and appropriate

This acquisition is consistent with:

The Parks and Trails Legacy Fund

- The 2050 Regional Parks and Trails Policy Plan
 - Planning Policy Strategy 1 requires that before an Agency can receive a grant for acquisition, the proposed project must be consistent with a Council-approved long-range plan. The Council approved the West Mississippi River Regional Trail long-range plan in 2018 (Business Item 2018-85). The proposed acquisition is within the boundaries of the approved long-range plan.
 - Natural Systems and Policy Action 1 prioritizes the acquisition of lands with natural resource features, access to water, and/or restoration potential for the Regional Parks System. The subject property is necessary to complete the West Mississippi River Regional Trail and contains 285 linear feet of Mississippi River shoreline.
 - Finance Action 3 authorizes the use of PAOF as the funding mechanism for the acquisition of Regional Park and Trail lands and matching every \$3 in state funds with \$2 in Council bonds.

Imagine Lens Analysis

On February 12, 2025, the Council adopted Imagine 2050, which builds on the policy direction established in Thrive MSP 2040. Under the Imagine lens, this request is consistent with the Regional Core Value of Stewardship. The Council's investment in the West Mississippi River Regional Trail will provide access to nature and the outdoors and enhance quality of life in the region, which is consistent with several of our Regional Goals including "Our communities are healthy and safe" and "We protect and restore natural systems."

Funding

The Council will fund the 75% share with the Parks and Trails Legacy Fund and Council funds. The PAOF program has available funds in the Council's Authorized Capital Program.

Three Rivers Park District will provide a local match of \$182,148.

Exhibit List

Exhibit 1: Images

Exhibit 2: Grant request letter
Exhibit 3: Grant application

Exhibit 4: Appraisal excerpt

Exhibit 5: Board approval

Exhibit 6: Purchase agreement

Exhibit 1 - Images

Figure 1. Map of the Regional Parks System and the West Mississippi River Regional Trail (circled in red)

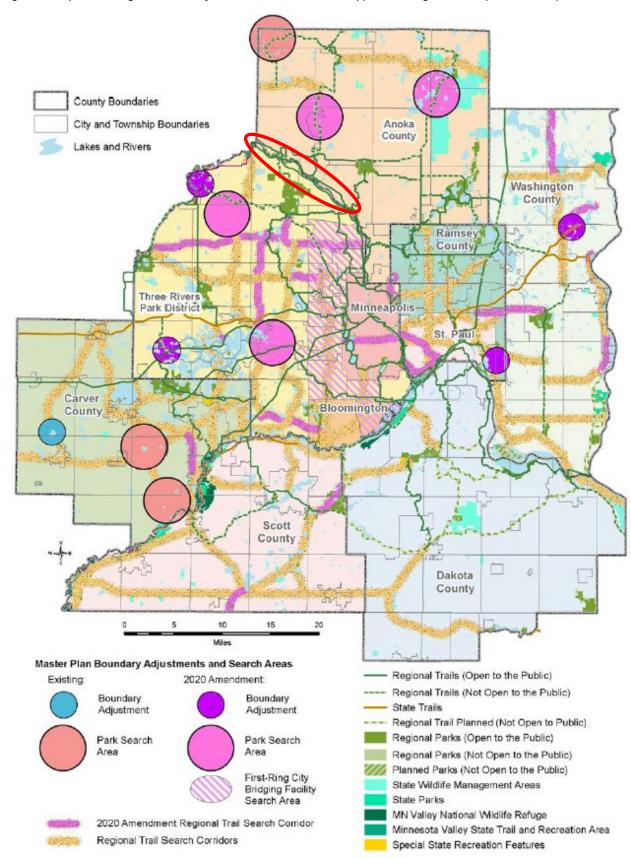


Figure 2. Excerpt from the West Mississippi River Regional Trail long-range plan showing a map of the regional trail, with the approximate location of the subject property starred.



Figure 3. Map of Dayton segment of the West Mississippi River Regional Trail, with the subject property location starred.

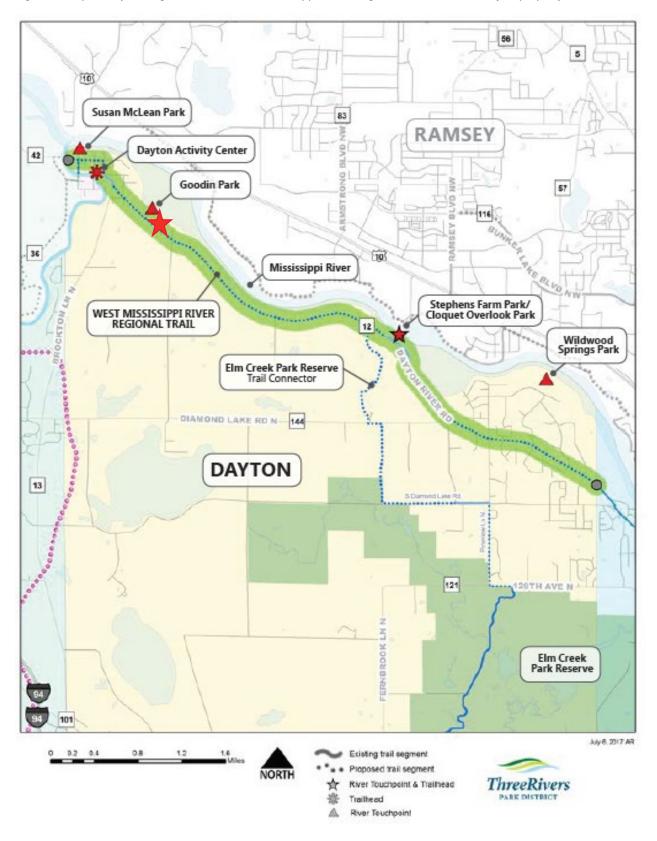


Figure 4. Map showing the subject property outlined in blue and the proposed West Mississippi River Regional Trail location in pink.

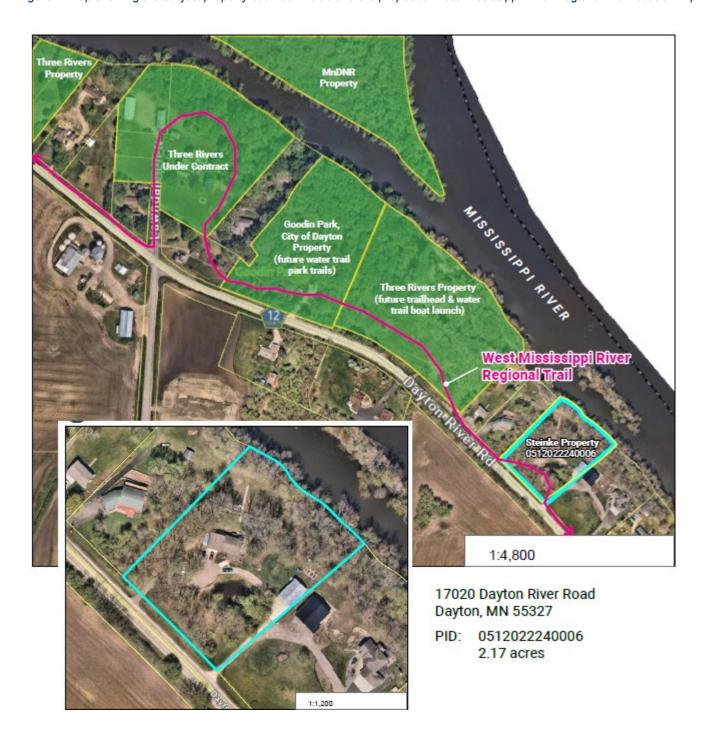


Exhibit 2: Grant request letter



Three Rivers
Park District
Board of
Commissioners

May 1, 2025

Marge Beard District 1

Jennifer DeJournett Vice Chair District 2

> Erin Kolb District 3

Louise M. Segreto District 4

> John Gibbs Chair District 5

Jan Guenther Appointed At Large

Jesse Winkler Appointed At Large

Boe Carlson Superintendent Mr. Emmett Mullin, Manager Regional Parks and Natural Resources Unit Community Development Division 390 North Robert Street St. Paul, MN 55101

RE: Trail Acquisition Opportunity Grant Fund Request
West Mississippi River Regional Trail: Steinke Property
17020 Dayton River Road, Dayton, Minnesota
PID: 05-120-22-24-0006

Dear Emmett,

Three Rivers Park District respectfully requests a Park Acquisition Opportunity Grant for West Mississippi River Regional Trail in the amount of \$546,445 for acquisition of 2.17 acres located along the Mississippi River in the City of Dayton. Please process this request and forward to the Metropolitan Parks Open Space Commission, Community Development Committee, and Metropolitan Council for consideration and approval.

Background Summary

Three Rivers is pursuing acquisition of properties along the West Mississippi River Regional Trail (WMRRT). The WMRRT is designated as a destination regional trail and is envisioned to function as a linear park or greenway, both connecting people to the Mississippi River and improving natural resources along the corridor. Acquisition of this property supports the long-term vision of the WMRRT corridor by preserving and restoring the existing natural resources along the Mississippi River.

Regional Recreation Amenity

Acquisition of this parcel is critical to the long-term WMRRT vision. When complete, the regional trail will span over 20.2 miles from the confluence of the Mississippi and Crow Rivers in Dayton to the Grand Rounds in Minneapolis, thereby connecting the communities of Dayton, Champlin, Brooklyn Park and Brooklyn Center.

Natural Resource Summary

During the planning for the WMRRT, parcels directly along the Mississippi River were identified so that the trail corridor could act as a buffer and provide some additional level of protection of the river. The property totals 2.17 acres including floodplain and dense forest.

Funding Request

Three Rivers requests FY2026 Metropolitan Council acquisition funding consideration at the Council's earliest opportunity as the closing of the property happened on April 15, 2025.

Thank you for your continued assistance through this process.

Maggie Heurung Planner

Enclosures

C: Jonathan Vlaming, Associate Superintendent Kelly Grissman, Director of Planning Jessica Lee, Metropolitan Council

Exhibit 3: Grant application









Out d

















Instructi ns

Print to PDF will convert the application plus any PDF attachments into a single PDF file. Release for Review will change the status of the application to Under Review and move it on to the evaluation process. Negotiation will allow you to unlock one or more sections of the application and route the application back to the applicant for further editing. Annotations allow internal staff to add notes that are visible to internal staff only and possibly also reviewers if they have a special security privilege. The applicant cannot see these notes. Versions will display all component versions that were created as a result of the negotiation process. Feedback allows staff to enter feedback about the application to the applicant. The feedback text will appear at the bottom of the application and will be visible to anyone who has access to the application. Withdraw changes the status of the application to Withdrawn and removes the app from the evaluation process.

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Ma | Print t PDF | Re ease f r Review | Ne tiati n | Ann tati ns(0) | Versi ns | Feedback | Withdraw

23171 - FY2026 Park Acquisition Opportunity Fund Program - Final Application

24664 - West Mississippi River Regional Trail Steinke Property **Parks Grants Acquisition**

Submitted d

Submitted Date:

05/01/2025 1:16 Submitted By: PM d

Maggie Marie Heurung

Status:

Applicant Information

Primary Contact:

Feel free to edit your profile any time your information changes. Create your own personal alerts using My Alerts

Name:* d

She/her/her d

Maggie d First Name d

Marie d

Heurung

Tit e:* d

Associate Planner d

De artment: d

Planning

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Address:* d

3000 Xenium Ln N

d

Plymouth d

Minnesota

55441

763-694-7797

Ext.

Fax: d

What Grant Pr rams are y u most

interested in?d

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rgani ation Information

Name:*

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Or anizati n Ty e: Or anizati n Website:

Address:* d

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Minnesota d

55441-2661

Hennepin d

Phone:* u 7 700 **u**

Fax: u

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Project description

PAOF grants are limited to a single park or trail. Do not mix properties from more than one park or trail on a single request.

Park or trail name West Mississippi Regional Trail

Master plan

An acquisition request will not be considered complete until the property is included in a Council-approved master plan.

Is the project consistent with a Co ncil-

approved master plan?

Yes

If yes, name of master plan and date of

Co ncil approval u

West Mississippi River Regional Trail Master Plan

04/2 /2018

Name of master plan

Council approval date - Format: mmddyyyy (Do not enter any punctuation.)

Ext.

If no, has a master plan amendment been s bmitted to the Co ncil for review and approval? u

Acquisition method

Acq isition method u Fee title

If the acq isition method is anything other than ro tine, provide more detail.

This question seeks a general description of the acquisition method - is this a routine purchase, or does it involve a land donation, park dedication fees, condemnation, or some combination? Please use this space to describe the overall acquisition **project**.

Does this acq isition involve eminent

domain? u

No

Eminent domain

If eminent domain is being used:

(1) you must upload a copy of the notice your Agency provided to the Council that the petition to the Court was filed.

(2) Include documentation of your governing body's authorization (on the Other Acquisition Attachments web page).

When was the Co ncil notified of yo r intention to se eminent domain?

Date the petition was filed. u

Settlement date u

Public domain

Note that ENRTF funding cannot be used for acquisitions of property already in the public domain unless a minimum of 12 LCCMR commissioners approve the transaction. If this is a public domain acquisition and if you propose using ENRTF, be sure your closing schedule accommodates planning to be included on a future LCCMR agenda.

Is any portion of the property u c rrently in the p blic domain?

No

If yes, describe/name the entity and the portion of the property it owns, as well as why this p blic-to-p blic transfer is necessary.

Closing date

The Council will process all acquisition requests expeditiously, but we do not guarantee that the approval process will be completed to meet your requested closing date. This date will be considered an **estimate** only. However, the acquisition must be completed during the standard one-year grant term unless prior approval is obtained from the Council or the grant term is amended.

Estimated closing date u 04/1 /202

Format: mmddyyyy (Do not enter any punctuation.) u

Type of agreement u Purchase Agreement

not, paronado agrocimon, onor lottor, c

Date agreement expires u

Format: mmddyyyy (Do not enter any punctuation.) u

Relocation costs u

Payment of relocation costs is required by both state and federal law, unless the seller waives those rights. Please consult with Agency attorneys to determine applicability for this acquisition. If the seller has waived relocation rights, you must upload an executed copy of the waiver.

Does the req ested grant amo nt incl de relocation costs? u

No u

Appraisal

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Appraisal effective date 12/12/2024 Appraised value

Amount being offered the seller U \$650,000.00 *U* 02.36% (net of closing and other costs) U % of appraised value

Who performed the appraisal? Nagell Appraisal & Consulting, Inc. U

Who contracted for the appraisal (i.e., was it done at arms' length)?

Three Rivers Park District

Survey

Was a survey done? U Nο

Quality of natural resources - is the property...

...undeveloped? es Fully *U* artially

\$635,000.00

...wooded? es

> Fully *U* artially

...shoreline? es

artially

Describe the existing natural resources it contains

This property is situated along the Mississippi River and is partially in the floodplain area. The upland portion of the property contains dense forest.

Known opposition

Is the Agency aware of any opposition No to this acquisition? U

If yes, explain: U

Encumbrances

To your knowledge, are there any current or anticipated assessments or No liens on property?

If yes, describe.

Are there easements or other encumbrances on any part of the $\ensuremath{\textit{U}}$ No property?

If yes, describe

Clear title

To your knowledge, does the current Yes owner have clear title to the property?

If not, what must be done to clear the title, and when will that be completed? U

Suggested funding source

For guid nc , s t PAOF rul s in t 2040 R gion IP rks Policy Pl n t at http://metrocouncil.org/Parks/Publications-And-Resources/POLICY-PLANS/2040-Regional-Parks-Policy-Plan.aspx; for ENRTF fee title acquisition project requirements, s http://www.lccmr.leg.mn/pm_info/enrtf_fee-title-acquisition-project-requirements.pdf

T Council will r vi w your roj cts cifics nd work wit you to d t rmin t o tim a funding sourc (s).

Anticipated funding source UPTLF Legacy / Council match

Funding source comments, if desired

Structures currently on the property U

Dozes theop opeot oo ot in ANY

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Yes

If es, ce thece o hobitoble o

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st uo du e(s)? oo

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Thee house ccan possibility be relocated by anhouse m ving control and sold to an other family rointerested group. We are explicing the feasibility forthis as miving a three-level house has some constraints.

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Theor property contains a single-family residential hone. Theor hone is 2,995 finished square feet, was indiginally built in 1976 and is in good c aditio no.

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NGTICE: dENGREFormation has specific requirements forodisseminating information to the public when property is purchase through the Trust Fund. It is the agency's responsibility to meet those requirements and to provide documentation to the Council BEFFORE payment with be made.

Steveardship and minimal accessoo

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The structure will be m ved and / rodem lished and the land will be rest reed t on a tural green space.

Hoovo wild theostew a dsohip impleme t tio obeofu odeod?o

Stewardship cofforous on this property will be both funded by the PAODF grant and provided in-kind by Thoree Riozers Natural Recountries and Management staffo

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Site Description

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Landoldsae History

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Addjoole of lock buses o Agricultural, Residential

Inspection

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Sellers an ar els i

II r nam e	Parc I addr ss i	PID i	Acrs (Ffor i as ments)		Hab tabl i structur s? i		C ty i		M t Counc I d str ct	MPO SC	Lat tud i	ong tud
Bradley and i Kelly Steinke	17020 Dayton River Road, Dayton, i Minnesota i	05-120- 22-24- i 0006 i	2.17 C	02/18/2025	Yes i	34A i	Dayton I	Anoka Tennepin	1 i	A i	45.231591	-93.495922

Lo al mat h

ourc of local match i

Three Rivers G.O. Bond Funds and Legacy funding.

Grant agreement signatories

Full nami tl fths san attorn y, sth sgnatur 'for form only'?

Eric Quiring i General Counsel Yes
Boe Carlson i Superintendent i

A quisition Costs

Cost It ms Amount S i	tat funds i	Mitro funds i	Match funds
Purchase price			
·	\$292,500i.00	\$195,000i00 i	\$162,500.00
	\$292,50 01 00	\$195,000 . 00 1	\$162,500.00
Appraisal expenses			
Appraisal \$1,400.00	\$630i.00	\$420i.00	\$350.00
Appraisal review \$0.00	\$0.00 i	\$0.00 i	\$0.00
Environmental expenses			
Phase I environmental bite asbessment \$2,500i00	\$1,125. 0 0 i	\$750i.00	\$625.00
Phase II environmental site assessment \$0.00	\$0.00	\$0.00	\$0.00
Environmental contamination remediation \$0.00	\$0.00	\$0.00	\$0.00
Holding expenses			
Interest \$0.00	\$0.00	\$0.00	\$0.00
iand stewardship \$60,000.00	\$27,000i.00	\$18,000 i .00 i	\$15,000.00
Land development \$0.00	\$0i.00	\$0i.00	\$0.00
Pro-rated share of all property taxes/assessments \$4,867.00	\$2,190i.00 i	\$1i,460i.00	\$1,217.00
Legal services and closing costs \$1,845.00	\$830i.00	\$554. 0 0	\$461.00
Property tax equivalency payment-473.341 \$3,506.00	\$1,578. 0 0	\$1,052. 0 0	\$876.00
Relocation costs to seller \$0.00	\$0.00	\$0.00	\$0.00
State deed tax/conservation fee \$0.00	\$0. 0 0	\$0.00	\$0.00
Title insurance \$1,625.00	\$732i00	\$487. 0 0	\$406.00
Well disclosure statement \$50i.00	\$22. 0 0 i	\$15. 0 0	\$13.00
Other holding \$0.00	\$0i.00	\$0i.00	\$0.00
Other expenses			
Other expenses i \$2,800.00	\$1,260.00 i	\$840.00 i	\$700.00
Totals \$728,593.00 i	\$327,867.00 i	\$218,578.00 i	\$182,148.00 i

Total Estimate A quisition Costs

Totals i	Total acqu st on cost	Total pa d w th stat i funds	Total pa d w th metro i funds i	Total pa d byi ag ncy i	Total grant amount
Total Estimated Acquisition Cost (calculated after costs above i are entered) i	\$728,593.00	\$327,867.00 i	\$218,578.00 i	\$182,148.00 i	\$546,445.00 i

Exhibit 4: Appraisal excerpt

SUMMARY OF IMPORTANT FACTS & CONCLUSIONS



General Description:	Residential property
Report Type:	Appraisal Report
Current Use:	Single-family residential property
Special Assumptions:	None, see rear of report for standard assumptions
Site Size:	94,602 SF (2.17 acres)
Year Built:	1976
Finished Area:	2,995 SF
Zoning:	A1, Agricultural District
Highest and Best Use:	Current use
Property Rights Appraised:	Fee Simple Interest
Business Value / FF&E:	No business value or FF&E included
Value Type:	As-Is
Cost Approach:	Not Applied
Sales Comparison Approach:	\$635,000
Income Approach:	Not Applied
Final Value Opinion:	\$635,000

VALUE TYPE, CONDITION & STABILITY OF PROPERTY

Type of Value:	This report provides an opinion of <u>Market Value</u> .
Condition of Value:	This report provides an opinion of the <u>as-is</u> value.
Occupancy of Property:	Properties like the subject are typically owner occupied. The subject appears to have a history of owner occupancy.

INTENDED USE OF THE APPRAISAL

Intended Use:	The client intends to use the appraisal for <u>decision making regarding a</u> <u>potential purchase of the subject.</u>
Intended User(s):	Three Rivers Park District & Metropolitan Council & LCCMR No party, other than the named client and listed intended users, may use or rely upon any part of this report without the prior written authorization of both the named client and the appraiser. This report is not valid unless it contains the original signatures in blue ink. Any unauthorized third party relying upon any portion of this report does so at its own risk. Client may not rely on this appraisal for any other use.

DATE OF APPRAISAL

Effective Date:	December 12, 2024
Inspection Date:	December 12, 2024
Date of Report:	July 9, 2025

Exhibit 5: Board approval

Excerpt from 02/18/25 Board Meeting Minutes (Approved by Three Rivers Park District Board on 03/20/25)

5B. West Mississippi River Regional Trail Acquisition Opportunity

Ann Rexine, Principal Planner, provided a brief update regarding the proposed property acquisition, shared a map of the property location on screen (on file) and stood for Commissioners' questions.

MOTION by Guenther, seconded by DeJournett, TO APPROVE A PURCHASE AGREEMENT IN THE AMOUNT OF \$650,000 FOR THE ACQUISITION OF PROPERTY FOR THE WEST MISSISSIPPI RIVER REGIONAL TRAIL OFF OF DAYTON RIVER ROAD (PID 0512022240006) IN THE CITY OF DAYTON; TO ENTER INTO AN ACQUISITION REIMBURSEMENT GRANT WITH THE METROPOLITAN COUNCIL; AND TO ESTABLISH A PROJECT BUDGET IN THE AMOUNT OF \$745,000 WITH LOCAL FUNDING FROM THE LAND ACQUISITION DEVELOPMENT AND BETTERMENT FUND.

All ayes, no nays, **MOTION ADOPTED**

Exhibit 6: Purchase agreement

PURCHASE AGREEMENT

THIS PURCHASE AGREEMENT ("Agreement") is entered into by and between **Three Rivers Park District**, a public corporation and political subdivision of the State of Minnesota ("Buyer") and **Bradley and Kelly Steinke**, ("Sellers").

RECITALS

WHEREAS, Buyer is a political subdivision of the State of Minnesota, whose primary duties are acquisition, development and maintenance of large parks, wildlife sanctuaries or other reservations, and means for public access to historic sites and to lakes, rivers and streams and to other natural phenomena, and to acquire, establish, operate and maintain trail systems; and

WHEREAS, Sellers own property located at 17020 Dayton River Road, Dayton, Minnesota, legally described on Exhibit A hereto ("Subject Property"), containing approximately 2.17 acres; and

WHEREAS, Sellers and Buyer wish to enter into an agreement for the conveyance of the Subject Property from Sellers to Buyer.

NOW THEREFORE, for and in consideration of the above premises and the promises contained herein and other good and valuable consideration, the receipt and sufficiency of which is hereby acknowledged, the parties hereto agree as follows:

- **1.** <u>Conveyance</u>. Sellers hereby agree to convey to Buyer and Buyer agrees to accept from Sellers the Subject Property together with all improvements and fixtures.
- **2.** <u>Consideration</u>. In consideration of the conveyance, transfer and delivery by the Sellers to the Buyer of the Subject Property, the Buyer shall pay to the Sellers the sum of Six Hundred Fifty Thousand Dollars (\$650,000) ("Purchase Price") at Closing.
- **3.** <u>Deed/Marketable Title</u>. Subject to performance by the Buyer, Sellers agree to execute and deliver a Warranty Deed in recordable form conveying marketable title to Subject Property subject only to the following exceptions:
 - (a) Building and zoning laws, ordinances, State and Federal regulations; and
 - (b) Reservation of any minerals or mineral rights to the State of Minnesota.
- 4. Real Estate Taxes. Real estate taxes due and payable in the year of Closing shall be prorated between Sellers and Buyer on a calendar year basis to the actual date of Closing. Sellers shall pay the prorated portion of the real estate taxes up to and including the date prior to the date of Closing. Buyer shall pay its prorated portion of the real estate taxes from and after the date of Closing. Real estate taxes payable in the years prior to Closing shall be paid by Sellers on or before the date of Closing. Real estate taxes payable in the years subsequent to Closing shall be paid by Buyer.

- **5.** <u>Special Assessments</u>. Sellers shall pay on or before the date of Closing all special assessments levied or pending against the Subject Property as of the date of Closing.
- **6.** <u>Prorations</u>. Except as otherwise provided herein, all items customarily prorated and adjusted in connection with the Closing of the sale of the Subject Property shall be prorated as of the date of Closing. It shall be assumed that the Buyer will own the Subject Property for the entire date of the Closing.
- **7.** <u>Damages To Real Property</u>. Except for Buyer's inspection activities pursuant to Section 8(d), if there is any loss or damage to the Subject Property between the date hereof and the date of Closing, for any reason, the risk of loss shall be on the Sellers. Sellers shall notify Buyer of loss or damage to the Subject Property promptly upon such occurrence. If the Subject Property is destroyed or damaged before the Closing, this Agreement shall become null and void, at Buyer's sole option. Buyer shall have the right to terminate this Agreement within 30 days after Sellers notify Buyer of such damage. If Buyer elects to not terminate this Agreement, the proceeds of all insurance covering the Subject Property conveyed by this Agreement payable by reason of such damage or destruction shall be paid to Buyer.

8. Title and Documents.

- (a) <u>Documents and Information to be provided</u>. Within 15 days after the acceptance of this Agreement by the parties hereto, Sellers shall provide Buyer with the following:
 - (i) Copies of any environmental audits or assessments of the Subject Property that are in Sellers' possession.
 - (ii) Copies of any certificates, authorizations, permits, licenses and approvals which have been issued covering the Subject Property.
 - (iii) Copies of any surveys of the Subject Property that are in Sellers' possession.
 - (iv) Copies of any written agreements affecting the ownership and use of the Subject Property known to Sellers.
 - (v) An abstract of the Subject Property if in Sellers' possession.
- (b) <u>Title Commitment</u>. Buyer agrees to obtain an owner's title commitment. Buyer shall pay the title commitment fee and shall pay the premium for any title insurance desired by Buyer.
- (c) <u>Review of Commitment</u>. Buyer shall have 30 days after receipt of the title commitment within which to object to the contents. If said objections are not made in writing within such time period, Buyer shall be deemed to have waived such objections. If Buyer objects to the contents of the title documents, Sellers shall have 90 days from the date of such objections to make title marketable. If title is not made marketable within 90 days, this Agreement shall be null and void at the

sole option of Buyer and neither party shall have any further obligation under this Agreement.

- (d) Inspections; Document Review. With respect to all of the above items other than the title documents, Buyer shall have 90 days after delivery of the foregoing to Buyer during which to inspect all such items. Further, Buyer may inspect the Subject Property and conduct such other and further inspections or other review as seems necessary by Buyer during such period. If such review and/or inspection by the Buyer shall be unsatisfactory to Buyer, Buyer shall notify Sellers within such time period, and this Agreement shall be null and void at the sole discretion of the Buyer. If said period should expire without notice of Buyer's intention to terminate this Agreement, then this Agreement shall be considered in full force and effect and Buyer shall be deemed to have waived any objections based upon such review and inspection. Sellers hereby grant Buyer and/or its agents the right to enter upon the Subject Property for the purpose of inspection and to prepare topological studies, planning, surveys, soil tests and other engineering studies, and environmental inspection and testing that may be deemed necessary; provided however that Buyer shall pay all costs thereof and shall protect, defend, indemnify, save and hold Sellers and Subject Property harmless from and against any and all costs, damages and liabilities arising from entry upon inspection or testing of Subject Property, including but not limited to costs, damages and liabilities arising from mechanics, materialmens and other liens filed against Subject Property in connection with work performed or material furnished by or at the direction of Buyer and also any legal fees and court costs that may be expended or incurred in defending or releasing such liens. Notwithstanding anything to the contrary herein, this indemnification shall survive termination or cancellation of this Agreement.
- **9.** Environmental. To Sellers' knowledge, and except as disclosed in the reports and other documents provided to Buyer, Sellers' operations are in compliance with all applicable federal, state and local statutes, laws, rules, regulations, ordinances, orders, judicial or administrative decisions of any governmental authority or court of competent jurisdiction in effect and in each case, if applicable, as amended as of the Closing relating to (a) pollution of the environment, (b) a Release, as defined below, or threatened Release of Hazardous Materials, as defined below, or (c) the handling, storage, transport or disposal of Hazardous Materials (collectively, "Environmental Laws").

During the period of Sellers' ownership of the Subject Property, to the Sellers' knowledge, and except as disclosed in the reports and other documents provided to the Buyer (a) there has been no Release, as defined below, of any Hazardous Materials, as defined below, on the Subject Property, and (b) there have not been, and Sellers have not received any notices from any governmental authority of any underground storage tanks on the Subject Property. For purposes of this Agreement, "Release" shall mean, in violation of applicable Environmental Laws, depositing, discharging, injecting, spilling, leaking, leaching, dumping, emitting, escaping, emptying, seeping or placing and other similar actions into or upon any land, water or air, or otherwise entering into the environment, and "Hazardous Materials" shall mean (a) any chemicals, materials or substances defined as or included in the definition of "hazardous substances," "hazardous wastes," "hazardous materials," "extremely hazardous substances," "toxic substances," "pollutant or contaminant" or words of similar import, under applicable Environmental Laws; (b) any petroleum or petroleum products, natural or synthetic gas, radioactive materials, polychlorinate, biphenyls, asbestos in any form that is friable, urea

formaldehyde foam insulation or radon, and (c) any other chemical, material or substance, the handling, storage, transport or disposal of which is prohibited, limited or regulated by any governmental authority under applicable Environmental Laws.

Sellers have disclosed to the Buyer all reports and other documents in Sellers' possession concerning environmental matters relating to the Subject Property. To Sellers' knowledge there are no existing claims or causes of action, and there are no pending claims regarding the Subject Property against the Subject Property or Sellers involving the violation of Environmental Laws, and Sellers have no such claims against third parties. Sellers shall indemnify and hold Buyer harmless from and against any and all claims brought under Environmental Laws pertaining to conditions in existence and known to Sellers prior to conveyance to Buyer.

- **10.** <u>Sellers' Warranties</u>. As an inducement to Buyer to enter into this Agreement, and as part of the consideration therefore, Sellers represent and warrant to and covenant with Buyer that to the best of Sellers' knowledge at the time of Closing there are no persons in possession of the Subject Property, including, but not limited to tenants, licensees, or permittees.
- **11.** <u>Defaults/Right to Terminate</u>. In addition to the other rights to terminate this Agreement granted to each of the parties pursuant to this Agreement, either party may cancel this Agreement upon 30 day's written notice to the other party at any such time as such other party is in default of its agreements hereunder and remains in such default for 30 days following the written notice of such default.
- 12. <u>Due Authorization</u>. Sellers and Buyer hereby represent to the other that each has the requisite power and authority to execute this Agreement and the documents referred to herein and to perform its obligations hereunder and thereunder; and the individuals executing this Agreement and all such other documents that have a legal power, right and actual authority to bind each of the parties hereto to the terms and conditions of the Agreement and all other such documents. Further, each of the parties to this Agreement hereby represents to the other that its execution and performance of this Agreement and all other documents referred to herein shall not violate any applicable statute, ordinance, governmental restriction or regulation, or any prior restriction or agreement.

13. Closing; Contingencies.

- (a) <u>Performance at Closing</u>. Subject to satisfaction of Paragraphs 8 and 13(b) hereof, the Closing of the transaction contemplated by this Agreement shall take place at 3000 Xenium Lane North, Plymouth, MN 55441 on or before April 15, 2025 or at such other time as may be agreed upon between the parties.
 - (i) At the Closing Sellers shall:
 - (a) sign an Affidavit of Sellers confirming the absence of judgments, mechanics liens and unrecorded interests against the Subject Property not disclosed herein;

- (b) deliver any documents necessary to clear title in accordance with this Agreement, if any;
- (c) sign the well disclosure statement required by Minnesota Statutes §103I.235,
- (d) sign the Warranty Deed, and
- (e) pay the deed tax and conservation fee.
- (ii) At the Closing, Buyer shall:
 - (a) pay the title commitment fee, if not paid pursuant to paragraph 8(b);
 - (b) pay the premium for title insurance, if desired by Buyer;
 - (c) pay any and all other Closing costs including all filing fees; and
 - (d) Pay to the Sellers the Purchase Price for the conveyance, transfer and delivery of the Subject Property to the Buyer.
- (b) <u>Contingencies</u>. Notwithstanding the foregoing, the parties to this Agreement acknowledge that the Closing is expressly subject to the following contingencies:
 - (i) Buyer shall obtain consent of the City of Dayton to its acquisition of the Subject Property pursuant to Minn. Stat. §398.09(b)(1);
 - (ii) Buyer shall obtain all other consents required from governmental or other regulatory authorities;
 - (iii) Buyer shall have the right, at its sole discretion, to terminate this Agreement based on the environmental inspection findings which will occur within the 90-day inspection window or in the event any storage, dumping or release of hazardous materials, chemicals, pollution or similar occurs after the 90-day inspection window; and
 - (iv) This Agreement and the obligations of Buyer hereunder are strictly contingent upon approval of this Agreement by Buyer's Board of Commissioners.

Any failure to satisfy any contingency contained herein shall render this Agreement null and void, in the Buyer's sole discretion, and the parties shall execute any instruments necessary to cancel this Agreement.

14. <u>Condemnation</u>. In the event of the initiation of proceedings for condemnation (or sale in lieu thereof) of any portion of the Subject Property prior to Closing, Buyer shall have the right to cancel this Agreement, in which case this Agreement shall be deemed null

and void and neither of the parties shall have any further obligations. Conversely, Buyer may elect to purchase Subject Property and close the transaction notwithstanding such proceedings and, if Buyer shall so elect, all awards or payments made for such portion of Subject Property by the condemning authority to which Sellers are entitled shall be paid to Buyer and Buyer shall proceed to close the transactions herein and pay the full Purchase Price to Sellers.

- **15.** <u>Possession</u>. Sellers shall deliver possession of the Subject Property on the date of Closing.
- **16.** Representations and Warranties. The obligations of the Buyer under this Purchase Agreement are contingent on the representations and warranties of Sellers contained in this Purchase Agreement which must be true as of the date of this Agreement and on the date of Closing. All representations of the parties hereto shall survive Closing and delivery of the deed.
- **17.** <u>No Intent to Acquire by Condemnation</u>. Buyer and Sellers agree that Buyer has not indicated an intent to acquire the Subject Property through eminent domain.
 - **18.** Time. Time is of the essence for performance of the terms of this Agreement.
- **19.** <u>Binding Effect</u>. The provisions of this Agreement shall inure to the benefit and shall be binding on representatives, successors and assigns of the parties hereto, provided that neither party hereto shall have the right to assign its rights or obligations hereunder without the prior consent of the other party.
- **20.** <u>Waivers</u>. No waiver of any of the provisions of this Agreement shall constitute a waiver of any other provision whether or not similar, nor shall any waiver be a continuing waiver. No waiver shall be binding unless executed in writing. Any party may waive any provision of this Agreement intended for its benefit; provided, however, such waiver shall in no way excuse the other party from the performance of any of its other obligations under this Agreement.
- **21.** <u>Amendment</u>. No amendment of this Agreement shall be effective unless set forth in writing expressing the intent to so amend and signed by both parties.
- **22.** <u>Notices</u>. Any notices to be provided pursuant to the terms of this Agreement shall be in writing and shall be given by personal delivery or by express courier or by deposit in U.S. Certified Mail, Return Receipt Requested, postage prepaid, addressed to the Buyer or Sellers at the addresses set forth below or at such other address as either party may designate in writing. The date notice is given shall be the date on which the notice is delivered, if notice is given by personal delivery, or the date notice is sent by express courier or U.S. Mail if otherwise.

If to Sellers: Bradley and Kelly Steinke 17020 Dayton River Road Dayton, MN 55327

<u>If to Buyer</u>: Three Rivers Park District Office of the Superintendent c/o General Counsel 3000 Xenium Lane North Plymouth, MN 55441

- **23.** <u>Governing Law</u>. This Agreement is made and executed under and in all respects is to be governed and construed under the laws of the State of Minnesota.
- **24.** <u>Survival of Covenants</u>. All covenants, agreements, representations, and warranties contained herein shall survive delivery of the deed from Sellers to Buyer and be enforceable by Sellers or Buyer after delivery of the deed.
- **25.** Entire Agreement. This written Agreement constitutes the complete agreement between the parties and supersedes any and all other oral or written agreements, negotiations, understandings, and representations between the parties regarding the Subject Property.
 - **26. Brokers**. No brokers are involved in this real estate transaction.
 - **27.** <u>Disclosures</u>. Sellers make the following disclosures to Buyer:
 - (a) Sellers are not foreign persons for purposes of income taxation, and Sellers will provide Buyer with a FIRPTA Affidavit at Closing.
 - (b) Sellers are not aware of any methamphetamine production that has occurred on the Subject Property.
 - (c) Sellers are not aware of any human remains, burials or cemeteries located on the Subject Property.

IN WITNESS WHEREOF, the parties hereto have executed this Agreement. The effective date of this Agreement shall be the latest date beside the signatory lines below.

	THREE RIVERS PARK DISTRICT, a public corporation and political subdivision of the State of Minnesota
Dated: 02/18/2025	By
Dated: 02/18/2025	By Boe R. Carlson, Superintendent and
	Secretary to the Board
	SELLERS:
Dated: 01/17/2025 07:43PM UTC	By_Bradley Steinke
	Bradley Steinke
Dated: 01/17/2025 07:54PM UTC	By Kelly Steinke Kelly Steinke