



07 - 0146

February 1, 2007

The Honorable Richard Cohen, Chair
Senate Finance Committee
121 State Capitol

The Honorable Alice Hausman, Chair
House Capital Investment Finance Division
453 State Office Building

The Honorable Loren Solberg, Chair
Ways & Means Committee
443 State Office Building

The Honorable Keith Langseth, Chair
Senate Capital Investment Committee
122 State Capitol

Dear Committee Chairs:

The attached report is submitted on behalf of the Department of Administration and in accordance with Minnesota Statutes §16B.24, Subdivision 3a. The report outlines sales or other transfers of real property owned by the state that have occurred in calendar year 2006.

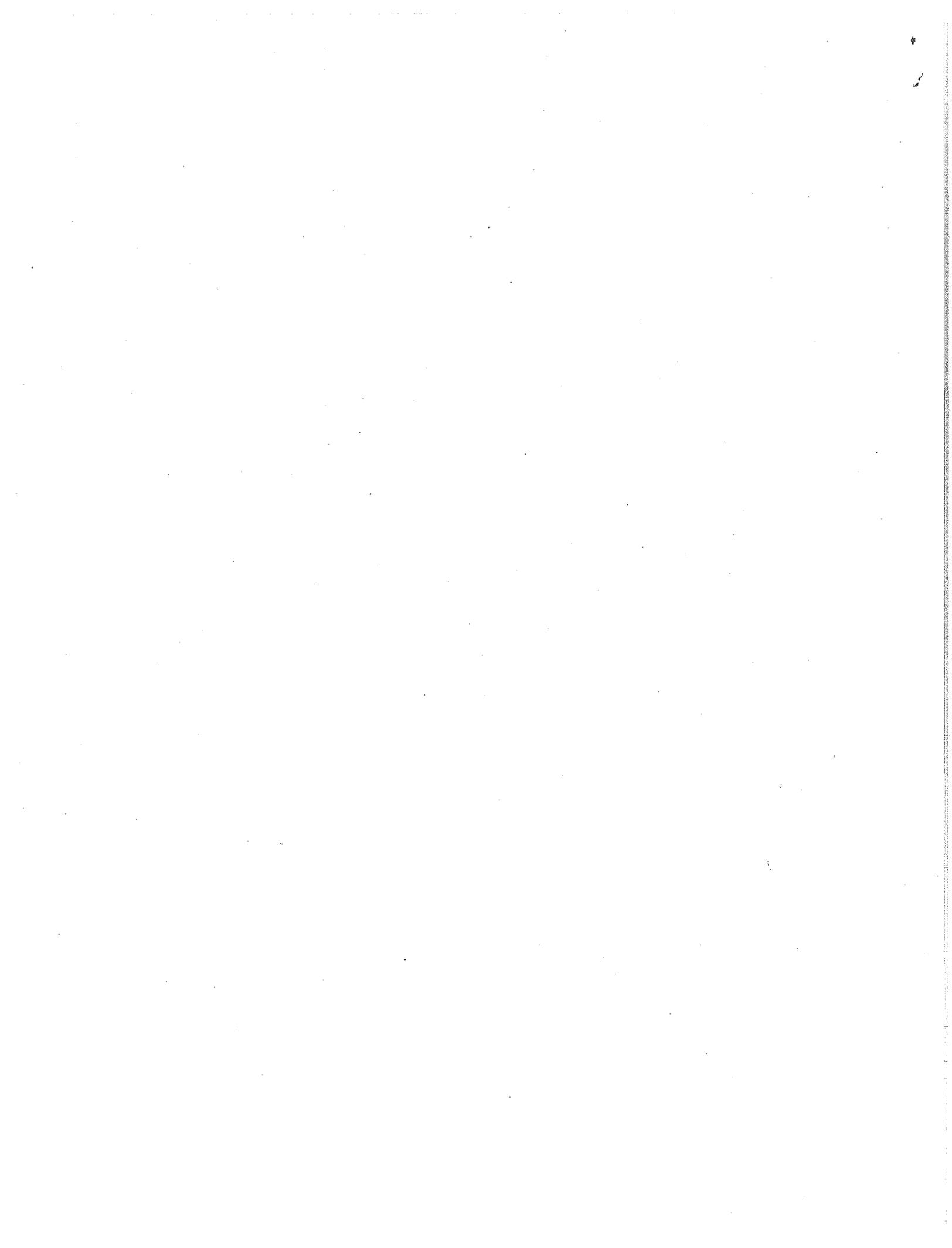
If you have any questions, please contact our office. Thank you for your continued support of the Department of Administration.

Sincerely,

A handwritten signature in black ink, appearing to read "Dana B. Badgerow". The signature is stylized and includes a large, sweeping flourish at the end.

Dana B. Badgerow
Commissioner

c: Legislative Reference Library (6)





SALE OF REAL PROPERTY 2006

Feb 2007

**This information will be made available in alternate format,
for example, large print, Braille, or cassette tape, upon request
at TTY 1-800-627-3529 or by contacting:**

**Real Estate Management Division
651.201.2550**

Cost to prepare this report: \$300.00

SALE OF REAL PROPERTY 2006

Minnesota Department of Administration

Minnesota Statutes 16B.24, Subdivision 3a, requires the Commissioner of Administration to report all sales or other transfers of real property owned by the state that have taken place in the preceding calendar year. The report includes a description of each property, reason for the sale, the name of the buyer, and the price for which the property was sold. This does not include real property held by the Department of Natural Resources, the Department of Transportation, or the Board of Water and Soil Resources, (except for real property that has been used for office space by any of those agencies), nor property owned by the University of Minnesota or the Board of Minnesota State Colleges and Universities.

This report covers the period from January 1, 2006 to December 31, 2006.

HENNEPIN COUNTY Department of Transportation

The former Traffic Management Building located in downtown Minneapolis was no longer needed by the Department of Transportation and was sold in a public auction.

Buyer: Convention Center Hotel, LLC.

Land Conveyed: 33,237 sq.ft.

Building Area: 10,368 sq.ft.

Transfer Date: Nov 2006

Purchase Price: \$1,301,000

KANDIYOHI COUNTY
Department of Human Services

The Department of Human Services (DHS) continues to work with counties and other stakeholders to transition state-operated adult mental health services from the large institutional settings of regional treatment centers to smaller settings closer to patients and their natural supports of family and friends. According to DHS, the development of new and better medications, along with the introduction of a broader array of community-based mental health services, have contributed to a decline in the use of inpatient hospitalization for individuals with mental illness. In addition, when hospitalization is necessary, it is for a much shorter period of time. The daily census at DHS's large institutional hospitals has steadily declined over the past 4-5 years. 2005 Minn. Laws Ch. 20, Art. I, Sec. 46, as amended by 2005 Minn. Laws First Special Session Ch. 7, Art. I, Sec. 30, authorizes the Commissioner of Administration to convey to a local unit of government for no consideration all or part of the real property at the Willmar Regional Treatment Center for public purposes. In accordance with the legislation, Kandiyohi County purchased the WRTC and intends to: 1) create a technology campus to retain and attract high-tech companies in the community; 2) maintain juvenile detention facilities; 3) expand correctional facilities; and, 4) continue mental health and chemical dependency programs.

Buyer: Kandiyohi County

Land Conveyed: 113 acres

Building Area: 525,000 sq.ft.

Transfer Date: Jan 2006

Purchase Price: \$1

NICOLLET COUNTY
Department of Human Services

This parcel of agricultural land was part of the St. Peter Regional Treatment Center and had been leased to a local farmer. Admin sold the property in a public sale and in accordance with the 2005 legislation to sell at least \$6,440,000 of state-owned land.

Buyer: David Hermel

Land Conveyed: 81.56 acres

Transfer Date: May 2006

Purchase Price: \$290,000