



CITY OF RAPID CITY

RAPID CITY, SOUTH DAKOTA 57701-5035


City Finance Office

300 Sixth Street

Rapid City, South Dakota 57701-5035

605-394-4143

MEMO

TO: Mayor & Council
From: Pauline Sumption 
Date: June 26, 2012
RE: 820 Lemmon Update

The previous direction from Council at the December 5, 2011 council meeting was to surplus the property at 820 Lemmon Ave and sell the house at auction, with the stipulation that the home be removed from City limits by the successful bidder. The structure was placed on the City auction list with the stipulations that the minimum bid would be \$3,000 and that the home would either be deconstructed or moved outside of the City limits within 30 days.

The City auction was held on Saturday, June 16th and unfortunately, no bids were received on the property. It is my understanding that NeighborWorks is still interested in this property. It is my recommendation to give the property to NeighborWorks, with the stipulation that they bring the property into compliance with the Rapid City Municipal Code and FEMA requirements for properties in the flood plain.

A new state law going into effect next month adds language to SDCL 6-5-2 that clarifies that gratuitous transfers from political subdivisions to nonprofits for "charitable, or humanitarian" purposes are specifically allowed. As such, the City Attorney's Office joins in the recommendation to gratuitously transfer the property to NeighborWorks, with the stipulation outlined above.

