

**Contact: Joan Racki**

**DEMOLITION OF PROPERTY AT 3308 HUDSON ROAD, CEDAR FALLS**

**Action Requested:** Consider approval of the demolition of the house and garage located at 3308 Hudson Road, Cedar Falls, Iowa.

**(ROLL CALL VOTE)**

**Executive Summary:** The Board approved the purchase of property located at 3308 Hudson Road, Cedar Falls, Iowa in October 2008. The property; which is in a key location, was purchased for future University development. (Attachment A includes a map showing the location of the property.) The source of funds for the purchase was Treasurer's Temporary Investment Income.

The house was being rented and was extensively damaged by a fire on December 23, 2010. The insurance company has settled with the University and a check for \$203,190, the Actual Cash Value (ACV), has been deposited in Treasurer's Temporary Investment Income. The ACV was based upon a Replacement Cost Value of \$328,700, less depreciation of \$100,510 and less the insurance deductible of \$25,000. The University recommends demolition of the house and returning the property to green space until needed for future development.

The estimated cost of demolition is \$60,000 which includes razing and removal of the house, garage, walks and foundations, along with grading, backfilling, and disconnecting utilities. The cost of demolition will be paid from Treasurer's Temporary Investment Income (insurance proceeds).

Iowa Code §262.11 requires that all acts relating to the management, purchase, disposition or use of lands and other property of the institutions be approved by roll call vote.

