City of Deadwood Parking and Transportation 108 Sherman Street Deadwood, SD 57732



Justin Lux Director (605) 578-2082 or justin@cityofdeadwood.com

MEMORANDUM

Date:

February 3, 2025

To:

Deadwood City Commission

From:

Justin Lux

Re:

South Dakota Department of Transportation Purchase Agreement

To construct the trailer parking lot and trailhead at the Deadwood sign on Highway 85 south of the Lodge, the city must first acquire the property from the South Dakota Department of Transportation (SDDOT). It is in the interest of both the SDDOT and City of Deadwood to also purchase property near the US Highway 85/385 intersection where the skate park used to be. The SDDOT seeks to acquire the parcel in which the Railroad parking lot is built for the future Deadwood box culvert project.

The attached purchase agreement allows the City of Deadwood to acquire the Deadwood Hill parcels and skate park parcels needed. The purchase price is \$779,000 (approximately \$85,000 per acre). The agreement allows SDDOT to acquire the Railroad lot parcel at the appraised value. That appraisal is ongoing, and purchase would be completed within 60 days.

Thank you for your consideration to this matter.