#### A-56 Washburn Co RR Grade Acquisition

State of Wisconsin Department of Natural Resources dnr.wi.gov

Motorized Recreation Grant Application **For:** (choose all that apply)

Form 8700-159 (R 02/2024)

Page 1 of 5

Due Date: April 15

☐ Snowmobile Trail Aid

Notice: Completion of this form is required under Wisconsin Statutes 23.09(26) and 23.33. Failure to complete this form will result in denial of financial assistance. Personally identifiable information found on this form is not intended to be used for any other purpose. The Department of Natural Resources (DNR) may provide this information to requesters as required by Wisconsin's Public Records law (ss. 19.31 – 19.39, Wis. Stats.).

Instructions: Applications may combine more than one source of funds. They may be submitted for consideration of traditional ATV, UTV, Snowmobile and Motorized Stewardship funding. Submit one copy of all forms and attachments. See Page 2 for necessary attachments. Send applications to your Community Services Specialist.

DN	R Use Only
Category	Number

Section 1: Applicant Information								
Applicant / Organization Name		Check Recipient: Individual other than authorized individual to act						
Washburn County Forestry		on behalf of the applicant.    Select if the same as applicant.						
Individual Authorized to Act on Behalf of Ap	per Resolution	Check Recipient Name (Name to Appear on Check)						
Brandon Shutt		Washburn County						
Title			Title	Title				
Assistant Recreation Administrator		Assistant Recreation Administrator						
Address			Address					
1760 Roundhouse Road	1760 Roundhouse Road			1760 Roundhouse Road				
City	State	ZIP Code	City	State	ZIP Code			
Spooner	WI	54801	Spooner	WI	54801			
Telephone Number	Email	Address						
(715) 635-4490	t@co.washburi	n.wi.us						
Section 2: Project Information Required	d for al	l Projects						
Project Title			Current Eunded Miles	low Miles /:				

Section 2: Project Information Required for all Projects									
Project Title			Current Funded Miles		New Miles (if applicable)				
Shell Lake Railroad Grade Acquisition						116.4	116.4		
County	Township	Range	)	Section	1/4 1/4	1/4	GPS Coordinates:		
W1-1	N						Lat		
Washburn	N	(	WC				Long.		

**Project Description Summary** 

The Union Pacific Railroad has offered Washburn County the opportunity to acquire an abandoned railroad grade running from Spooner, south to the Washburn/Barron County line. On the Barron County side, an ATV/Snowmobile has been developed. On the Washburn side, an ATV trail is developed on the north half of the grade (funded trail without legal ownership. This was based on federal code prior to a supreme court ruling). This project consists of an approximate 5-mile corridor running south of Shell Lake to the Barron County line. The corridor is 100 feet wide and includes approximately 60.3 acres. We have secured a certified appraisal for the property and will be negotiating from that basis.

In order to split up the appraisal and acquisition costs, Washburn County will apply for acquisition of the northern portion in 2026. We will also be applying for development funds in 2026 as well. The full project estimate is \$377,777, which we are splitting 50% with Snowmobile. It is unlikely we will receive funds.

\$311.777

X I certify that all maintenance land use agreements are on file.

		•						
Estimated Cos	st	456000000000000000000000000000000000000						
Maintenance	Acquisition	Insurance	Development	Bridge Rehab.	Trail Rehab.	Total Estimated Cost		
	\$155,689.00					\$ <del>155,689.0</del> 0		
			Leave Blank - DNI	R Use Only				
	\$155,889					\$155,889		
Applicant Cer	tification							
Printed Name of	of Authorized Official		0	fficial's Title				
Brandon S	Shutt		<i>F</i>	Assistant Recreation Administrator				

As the applicant's authorized official, I certify that, to the best of my knowledge, the information in this application is true and correct.

Brandon Shidt	4/1/2025	
Signature of Authorized Official	Date Prepared	

State of Wisconsin Department of Natural Resources PO Box 7921, Madison WI 53707-7921 dnr.wi.gov

## **Recreation Grant Project Cost Estimate Worksheet**

Form 8700-014 (R 02/23)

Page 1 of 2

For use with Recreation Grant Application Forms

Project Name:		Prepared By:	Date
Shell Lake Railroad	Grade Acquisition	Mike Peterson	03/31/2025
County	Project Applicant:	Landowner Name	O Public
Washburn	Washburn County	Union Pacific	Private

$\downarrow$	DEVELOPMENT PROJECT ITEMS  List by individual item or break down by Use Areas  (See Item List On Back Of This Form)	Quantity	Unit of Measure	Component Costs	Estimated Total Item Cost
C	Appraised property value	1		\$295,000.00	295,000.00
С	Title Insurance	1		\$2,500.00	2,500.00
С	Appraisal	1		\$13,277.00	13,277.00
С	Misc. Closing Costs	1		\$1,000.00	1,000.00
			,		

#### NOTE:

- For development projects, contingency and indirect costs are <u>not</u> eligible expenses.
- For acquisition projects, complete the Acquisition Project Cost Estimate Section of this form.



#### WASHBURN COUNTY

#### FORESTRY DEPARTMENT

1760 Roundhouse Road • Spooner, WI 54870 (715) 635-4490 • Fax (715) 388-7947

#### SHELL LAKE RAILROAD GRADE ACQUISITION - UNION PACIFIC RAILROAD

#### Wisconsin Department of Natural Resources ATV & Snowmobile Grant Programs

#### **BACKGROUND**

The Chicago & Northwestern abandoned the rail line from Spooner to Hudson in 1982. A majority of the railroad parcel(s), in Washburn County, remained dormant since then and most of the area is listed under Washburn County tax records as "right-of-way". Prior to 2014, there were legal assumptions that abandoned railroad grades were federally designated as public transportation highways and as such, Washburn County took a risk and developed the area from Spooner to Shell Lake as an ATV trail. This section of abandoned railroad had served as snowmobile trail for decades prior.

In 2014, court rulings called the issue into question, putting ownership of the northern section into question. No issues of rights to use the grade have arisen. Currently, the ATV trail designation ends in the City of Shell Lake and Snowmobile designation continues south for an additional mile.

Washburn County has identified the benefit of developing recreational trails on the remainder of the grade as well as the need to acquire the parcels if they were to come up for sale.

#### **CURRENT STATUS**

A private landowner adjacent to the abandoned grade made a request to purchase several small parcels. This triggered a first right of refusal process that we were not aware existed. Once an offer was made, WisDOT was contacted for a right of refusal, then WDNR and finally Washburn County. We made a claim on the right of refusal and began working with Union Pacific to purchase all of the remaining grade parcels that would be available.

We have split this project into 2 phases. Phase one includes grade parcels running south from Shell Lake to the Barron County line at Barronett. Phase 2 will be Shell Lake north to Spooner. Phase one is approximately 5 linear miles, 100 feet wide and comprises roughly 60.3 acres. The City of Shell Lake owns all of the grade within the city limits and has committed to us a right to use that corridor. The Town of Barronett owns approximately ¼ mile south of the city limits and has also agreed to allow us to use their portion for recreational trail purposes.

There are 2 small private ownerships that were acquired in the mid 1980's. We plan on re-routing the trail to an adjacent town road for approximately ¼ mile to bypass those owners.

#### PROJECT DESCRIPTION

Union Pacific handles land sales through a process of an offer to purchase, followed by their review of comparable values to determine pricing. We contracted with Solum Appraisals, who has conducted numerous rail grade evaluations, and he established a value of \$295,000. We are applying for acquisition costs only at this time and will pursue development grants at a later date. The appraisal cost is \$13,277. Union Pacific is requiring title insurance and we are estimating \$2500. We also included miscellaneous closing costs of \$1000, which includes deed work, legal fees and recording. The total grant application is \$311,777

Phase 1 of this project will allow us to permanently connect a new ATV trail from Shell Lake to trails in Barron County as well as extend the snowmobile trail along the grade rather than across private parcels to the east. The land use agreements to the east have been uncertain recently and routing the trail on this grade gives us a permanent connection.

This project also provides for a permanent connection to the Shell Lake ATV campground that has been funded with ATV monies in the past. Phase 2 of this project will be a similar cost and connect north to the south limits of the City of Spooner and the Wild River Trail.

Due to the extensive length of this project, the legal description and GPS coordinate boxes on the application are left blank. Maps of the project segments are instead attached for reference.

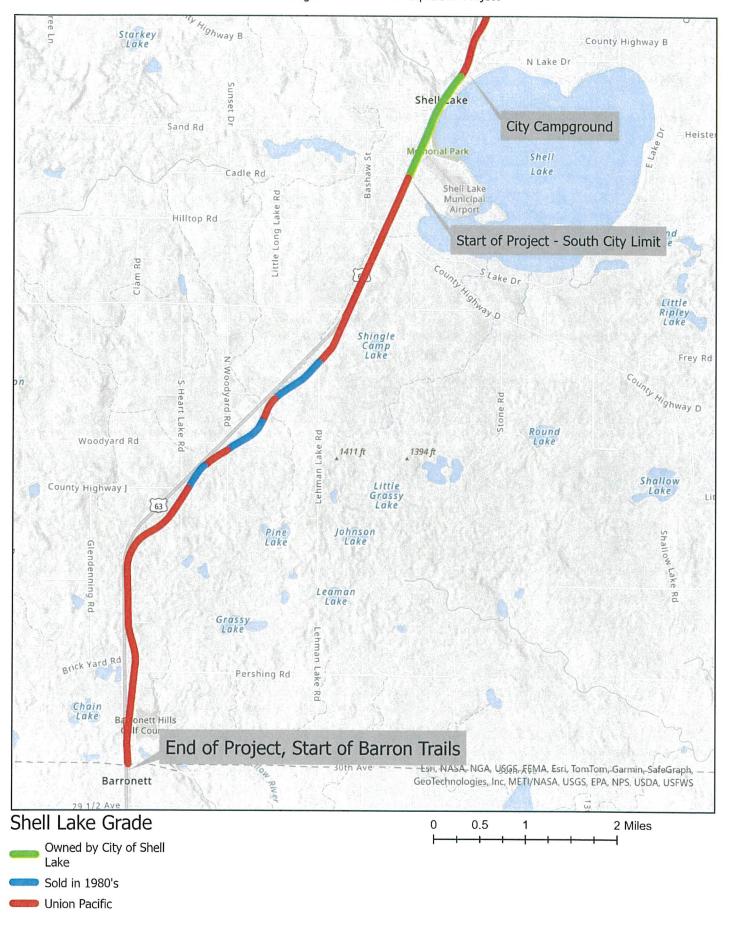
We appreciate your consideration of this project.

Sincerely

Mike Peterson

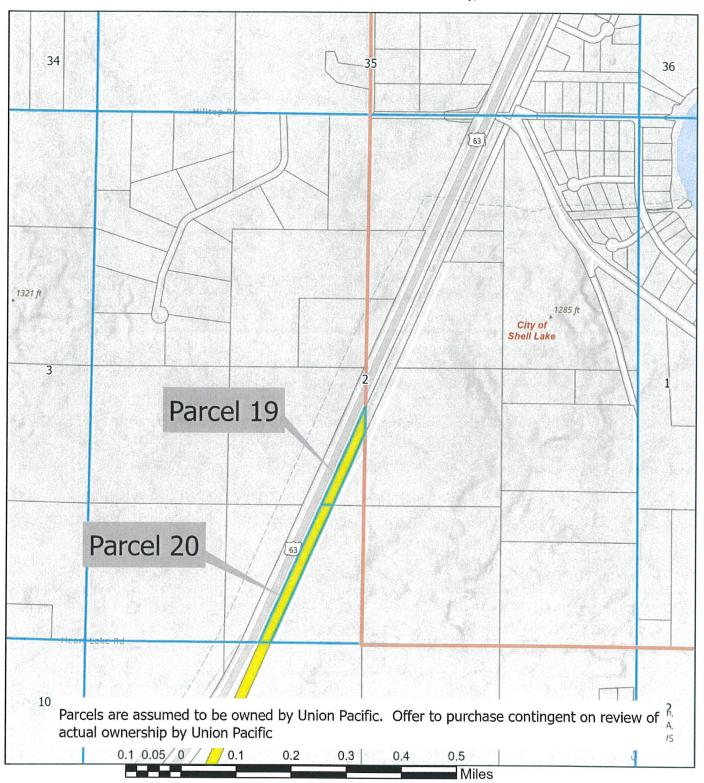
Washburn County Forest Administrator

Shell Lake Railgrade - Phase I of Acquisition Project



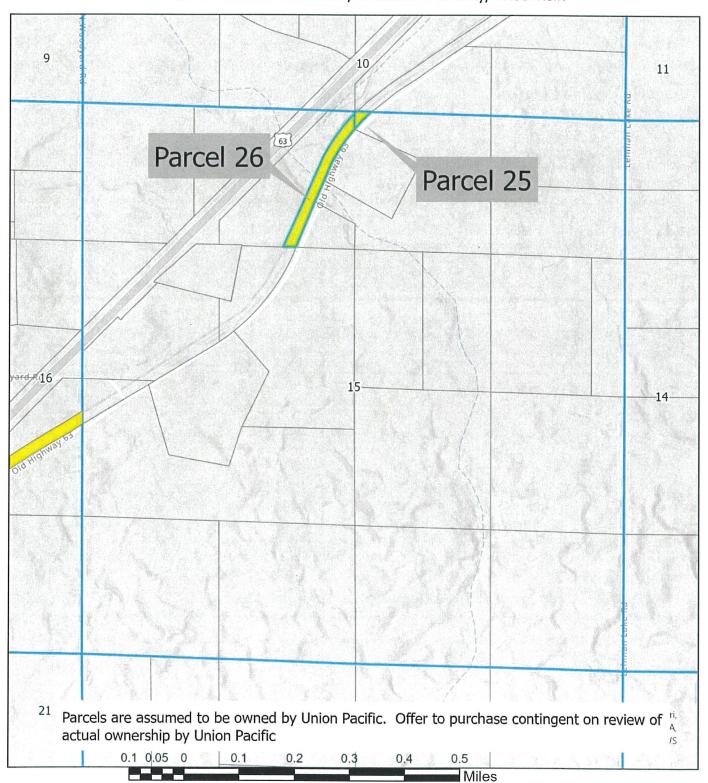
Parcel 19 - Approximately 2.03 Acres lying in the NESW Parcel 20 - Approximately 3.30 Acres lying in the SESW

Section 2 T37N-R13W Town of Barronett; Washburn County, Wisconsin



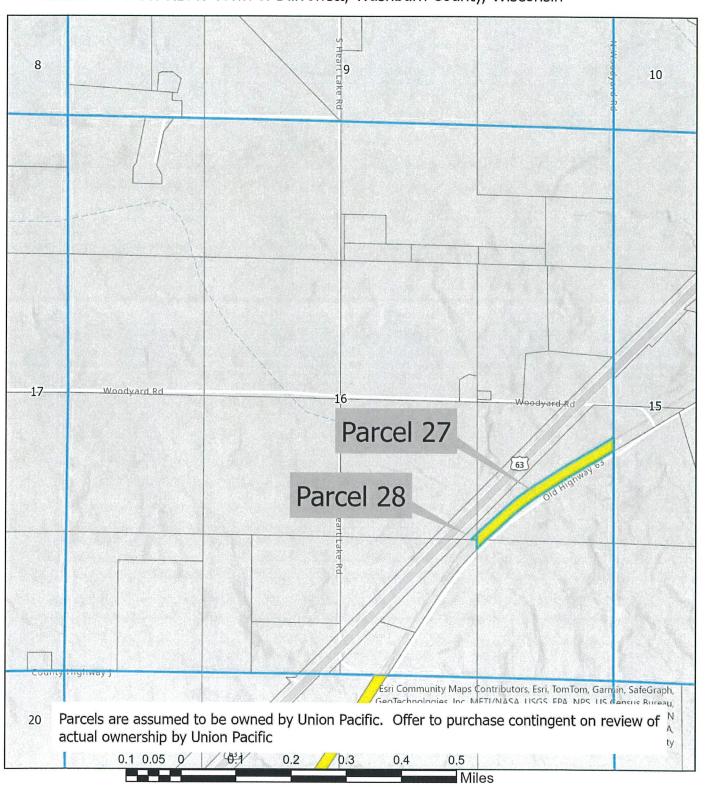
Parcel 25 - Approximately 0.29 Acres lying in the NWNE Parcel 26 - Approximately 3.19 Acres lying in the NENW

Section 15 T37N-R13W Town of Barronett; Washburn County, Wisconsin



Parcel 27 - Approximately 3.84 Acres lying in the NESE Parcel 28 - Approximately 0.03 Acres lying in the NWSE

Section 16 T37N-R13W Town of Barronett; Washburn County, Wisconsin



Parcel 29 - Approximately 1.67 Acres lying in the NWNE

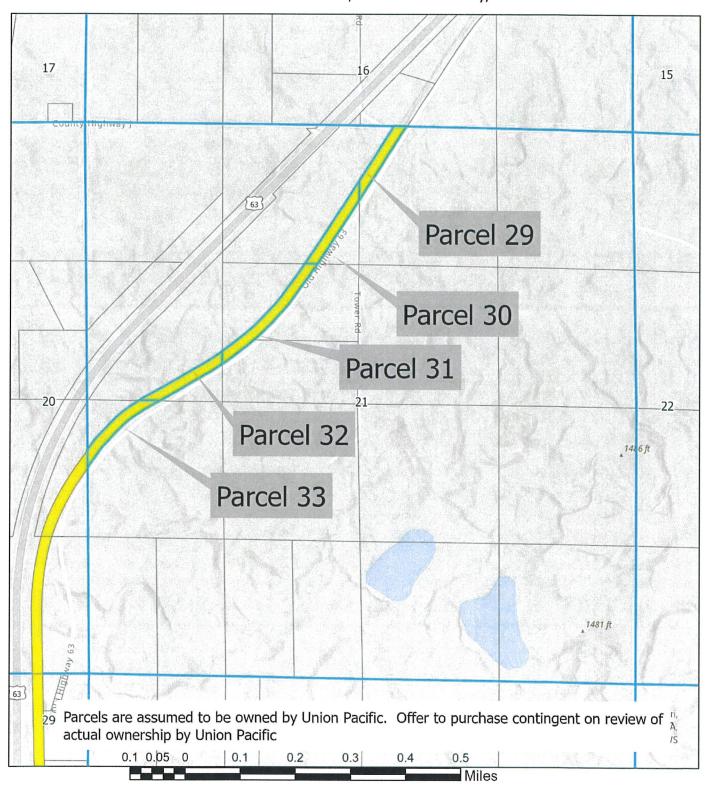
Parcel 30 - Approximately 1.93 Acres lying in the NENW

Parcel 31 - Approximately 2.87 Acres lying in the SENW

Parcel 32 - Approximately 1.85 Acres lying in the SWNW

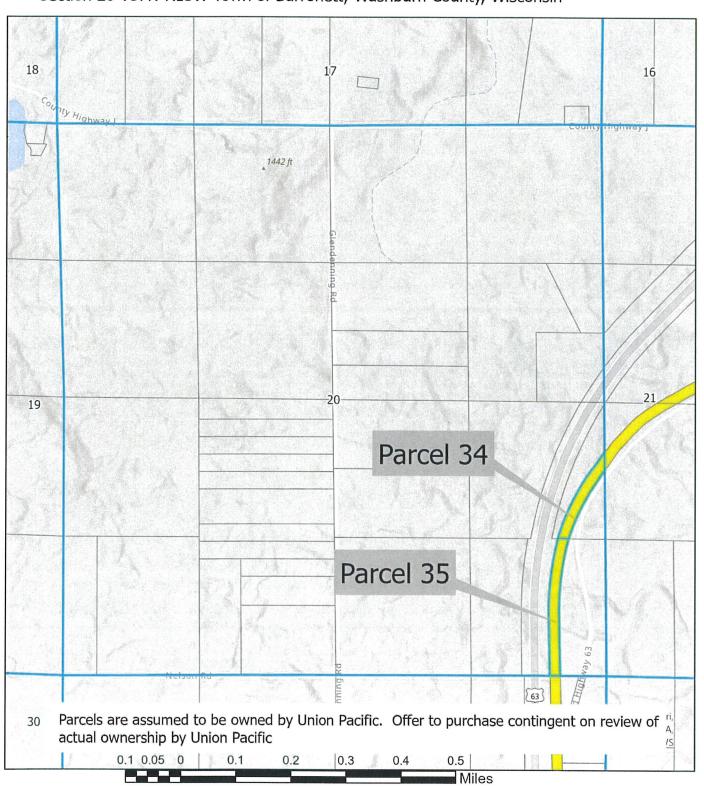
Parcel 33 - Approximately 1.89 Acres lying in the NWSW

Section 21 T37N-R13W Town of Barronett; Washburn County, Wisconsin



Parcel 34 - Approximately 1.99 Acres lying in the NESE Parcel 35 - Approximately 3.02 Acres lying in the SESE

Section 20 T37N-R13W Town of Barronett; Washburn County, Wisconsin



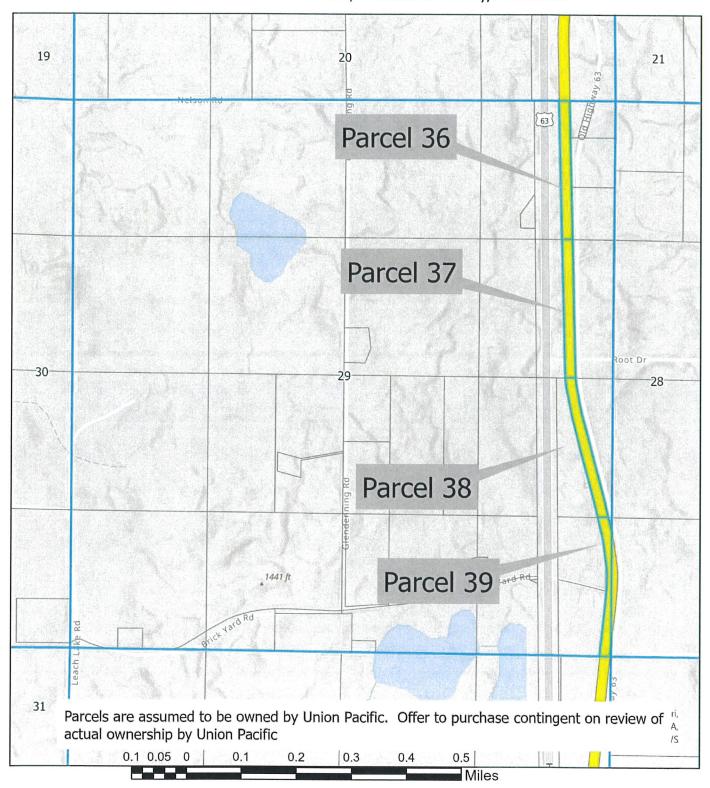
Parcel 36 - Approximately 3.04 Acres lying in the NENE

Parcel 37 - Approximately 3.02 Acres lying in the SENE

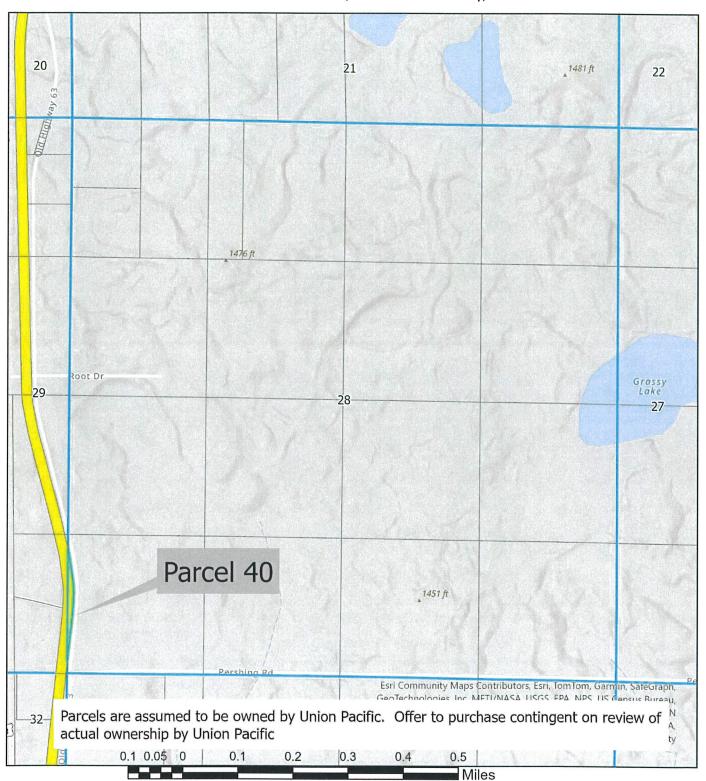
Parcel 38 - Approximately 3.13 Acres lying in the NESE

Parcel 39 - Approximately 2.25 Acres lying in the SESE

Section 29 T37N-R13W Town of Barronett; Washburn County, Wisconsin



Section 28 T37N-R13W Town of Barronett; Washburn County, Wisconsin



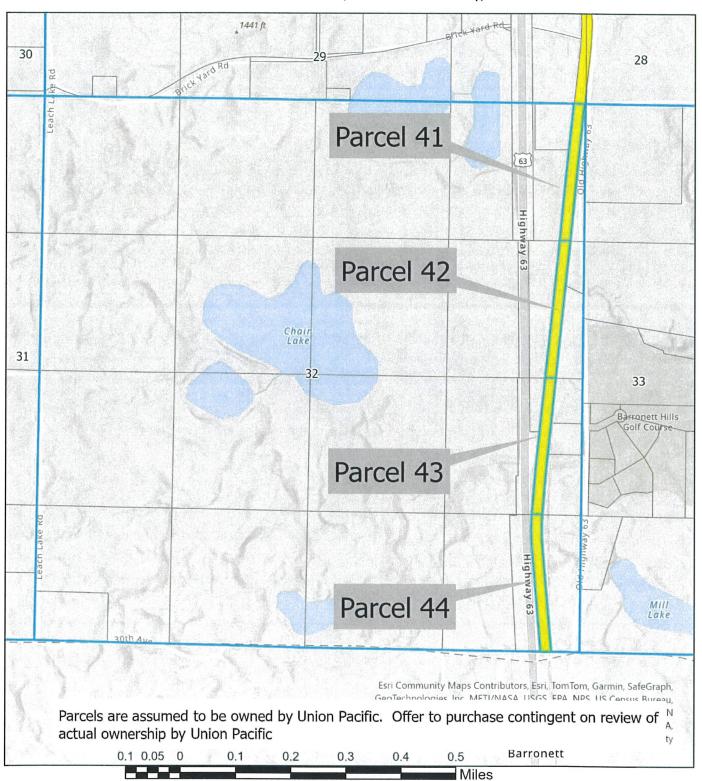
Parcel 41 - Approximately 3.02 Acres lying in the NENE

Parcel 42 - Approximately 3.02 Acres lying in the SENE

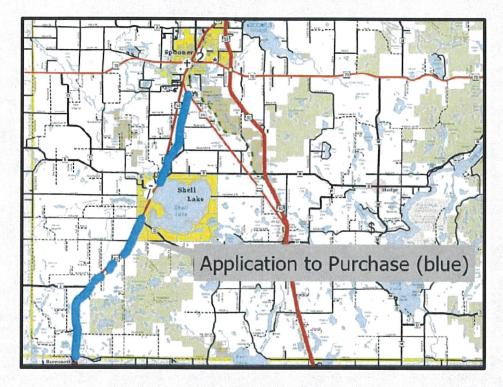
Parcel 43 - Approximately 3.00 Acres lying in the NESE

Parcel 44 - Approximately 3.00 Acres lying in the SESE

Section 32 T37N-R13W Town of Barronett; Washburn County, Wisconsin



### NARRATIVE APPRAISAL REPORT FOR THE MARKET VALUE OF THE UNION PACIFIC RAILROAD RIGHT OF WAY LOCATED FROM SHELL LAKE TO BARRONETT, WASHBURN COUNTY, WISCONSIN



# PREPARED FOR: MICHAEL PETERSON, ADMINISTRATOR WASHBURN COUNTY FORESTRY DEPARTMENT 1760 ROUNDHOUSE ROAD SPOONER, WISCONSIN 54801

PREPARED BY: CRAIG L. SOLUM, MAI W7261 CABLE LAKE ROAD SPOONER, WISCONSIN 54801

EFFECTIVE DATE OF THE APPRAISAL: DATE OF THE REPORT:

JANUARY 29<sup>th</sup>, 2025 MARCH 27<sup>th</sup>, 2025

# Craig L. Solum, MAI

Real Estate Valuation & Consultation W7261 Cable Lake Road, Spooner, WI 54801 (715) 520-3093 email craig@solumappraisal.com

March 27<sup>th</sup>, 2025

Michael Peterson, Administrator
WASHBURN COUNTY FORESTRY DEPARTMENT
1760 Roundhouse Road
Spooner, WI 54801

Subject:

Narrative Market Value Appraisal Report For The Union Pacific Railroad Corridor

Located Between the City of Shell Lake and the Village of Barronett,

Washburn County, Wisconsin

Mr. Peterson:

In accordance with your request, I have conducted the required investigation, gathered the necessary data, and made certain analyses that have enabled me to form an opinion of the market value of the **UNION PACIFIC RAILROAD CORRIDOR** property located between the City of Shell Lake and the Village of Barronett, Washburn County, Wisconsin. The property consists of a 100 feet wide corridor containing 60.34 acres. It is approximately five miles in length and extends from south of County Highway D at the south limits of the City of Shell Lake to the south Washburn County line at 30<sup>th</sup> Avenue near Barronett.

The property is legally described on page six of the appraisal report.

Based on the inspection of the property and the investigation and analyses undertaken, I have formed the opinion that, as of January 29<sup>th</sup>, 2025, and subject to the assumptions and limiting conditions set forth in the addendum of this report, the market value of the subject property is:

# TWO HUNDRED NINETY-FIVE THOUSAND DOLLARS (\$295,000)

The narrative appraisal that follows sets forth the identification of the property, the assumptions and limiting conditions, pertinent facts about the area and the subject property, comparable data, the results of the investigation and analyses, and the reasoning leading to the conclusions set forth.

Respectfully submitted, CRAIG L.SOLUM, MAI

Claig J. Slum

Craig L. Solum, MAI

Wisconsin Certified General Appraiser #26