AMENDED IN SENATE JUNE 19, 2013 AMENDED IN ASSEMBLY MAY 24, 2013

AMENDED IN ASSEMBLY APRIL 24, 2013

CALIFORNIA LEGISLATURE-2013-14 REGULAR SESSION

ASSEMBLY BILL

No. 503

Introduced by Assembly Member Wieckowski

February 20, 2013

An act to add <u>Section</u> Sections 11011.29 and 11011.30 to the Government Code, relating to state property, and making an appropriation therefor.

LEGISLATIVE COUNSEL'S DIGEST

AB 503, as amended, Wieckowski. *State surplus property: disposition:* Agnews Developmental-Center: transfer of title. *Center.*

Existing law requires the Department of General Services to offer for sale land that is declared excess or is declared surplus by the Legislature, and that is not needed by any state agency, to local agencies and private entities and individuals, subject to specified conditions.

This bill would authorize the Director of General Services to transfer surplus state real property, or any portion thereof, to a local agency at a price that is less than fair market value, if the property to be transferred will be used solely for public school purposes. The bill additionally would authorize the director to enter into negotiations with the Santa Clara Unified School District, the City of San Jose, or both, to transfer title of all or a portion of the former Agnews Developmental Center to the Santa Clara Unified School District district, the city, or both, to be used for educational purposes at fair market value purposes, pursuant to the bill's authorization and existing law, as specified.

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The California Constitution provides that the proceeds from the sale of surplus state property be used to pay the principal and interest on bonds issued pursuant to the Economic Recovery Bond Act until the principal and interest on those bonds are fully paid, after which these proceeds are required to be deposited into the Special Fund for Economic Uncertainties. Existing statutory law similarly requires that the net proceeds received from any real property disposition be paid into the Deficit Recovery Bond Retirement Sinking Fund Subaccount, a continuously appropriated fund, until the bonds issued pursuant to the act are retired.

By increasing the amount transferred into a continuously appropriated fund, this bill would make an appropriation.

Vote: majority. Appropriation: yes. Fiscal committee: yes. State-mandated local program: no.

The people of the State of California do enact as follows:

1 SECTION 1. Section 11011.29 is added to the Government 2 Code, to read:

3 11011.29. Notwithstanding Section 11011.1 or any other law,

4 the Director of General Services may transfer surplus state real

5 property, or a portion of surplus state real property, to a local

6 agency at a price that is less than fair market value, if the property

7 to be transferred will be used solely for public school purposes.

8 SEC. 2. Section 11011.30 is added to the Government Code, 9 to read:

10 11011.30. The Director of General Services may enter into 11 negotiations with the Santa Clara Unified School District, the City 12 of San Jose, or both, to transfer title of all or a portion of the 13 former Agnews Developmental Center to the district, the city, or 14 both, for public school purposes, in accordance with Sections 15 11011.1 and 11011.29, and any other applicable provision of this 16 article.

SECTION 1. Section 11011.29 is added to the Government
Code, to read:

19 11011.29. Notwithstanding Section 11011.1 or any other law,

20 the Director of General Services may transfer title of the former

21 Agnews Developmental Center to the Santa Clara Unified School

22 District for educational purposes at fair market value. Fair market

23 value shall be determined based upon a mutually acceptable value

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- supported by an appraisal conducted by the department and an appraisal conducted by the Santa Clara Unified School District. 1
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