

AMENDED IN SENATE SEPTEMBER 6, 2013

AMENDED IN SENATE AUGUST 12, 2013

AMENDED IN SENATE JUNE 26, 2013

AMENDED IN ASSEMBLY MAY 9, 2013

AMENDED IN ASSEMBLY APRIL 8, 2013

CALIFORNIA LEGISLATURE—2013–14 REGULAR SESSION

ASSEMBLY BILL

No. 826

Introduced by Assembly Member Jones-Sawyer

February 21, 2013

An act relating to state property, and making an appropriation therefor.

LEGISLATIVE COUNSEL'S DIGEST

AB 826, as amended, Jones-Sawyer. State property: surplus.

(1) Existing law authorizes the Director of General Services to dispose of state surplus property, subject to specified conditions, including authorization by the Legislature.

This bill would authorize the director to dispose of 8 specified parcels of state property. *The bill would require the proceeds from one parcel to be used to pay off specified federal equity financing.*

(2) 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. (a) The Director of General Services may sell,
 2 exchange, sell combined with an exchange, or lease for fair market
 3 value, upon those terms and conditions as the Director of General
 4 Services determines are in the best interests of the state, all or any
 5 part of the following real property pursuant to Section 11011.1 of
 6 the Government Code:

7 (1) Parcel 1, consisting of approximately 15 acres and
 8 improvements, known as a portion of the California Department
 9 of Corrections and Rehabilitation’s Preston Youth Correctional
 10 Facility, located at 201 Waterman Road, in Ione, Amador County.

11 (2) Parcel 2, consisting of approximately 160 acres and
 12 improvements, known as the California Department of Corrections
 13 and Rehabilitation’s Estrella Correctional Facility, located at 4545
 14 Airport Road, in Paso Robles, San Luis Obispo County.

15 (3) Parcel 3, consisting of approximately 0.90 acres and
 16 improvements, known as the Employment Development
 17 Department’s Vallejo Office Building, located at 1440 Marin
 18 Street, in Vallejo, Solano County. *Proceeds received from the*
 19 *disposition of Parcel 3 shall be used to pay off any indebtedness*
 20 *secured by the property and attributable to any federal equity*
 21 *financing, as required under applicable state and federal law.*

22 (b) To the extent that bonds issued by the State Public Works
 23 Board involve the property to be sold pursuant to this section, all
 24 issuer- and trustee-related costs associated with the review of any
 25 proposed sale, together with the costs related to the defeasance or
 26 retirement of any bonds, which may include the cost of nationally
 27 recognized bond counsel, shall be paid from the proceeds of any
 28 sale or lease authorized by this section.

1 SEC. 2. (a) The Director of General Services may sell, for fair
2 market value, upon those terms and conditions as the Director of
3 General Services determines are in the best interests of the state,
4 all or a portion of the following properties located in the City of
5 Sacramento, County of Sacramento, and leased by the department
6 to the Capitol Area Development Authority pursuant to Section
7 11011.1 of the Government Code:

8 (1) Parcel 1, consisting of approximately 0.027 acres and
9 improvements, located at 1627 10th Street, in Sacramento,
10 Sacramento County Assessor Parcel Number 006-0330-006.

11 (2) Parcel 2, consisting of approximately 0.027 acres and
12 improvements, located at 1607 10th Street, in Sacramento,
13 Sacramento County Assessor Parcel Number 006-0330-007.

14 (3) Parcel 3, consisting of approximately 0.030 acres and
15 improvements, located at 1036 P Street, in Sacramento, Sacramento
16 County Assessor Parcel Number 006-0330-011.

17 (4) Parcel 4, consisting of approximately 0.025 acres and
18 improvements, located at 1603 10th Street, in Sacramento,
19 Sacramento County Assessor Parcel Number 006-0330-014.

20 (5) Parcel 5, consisting of approximately 0.039 acres and
21 improvements, located at 1601 10th Street, in Sacramento,
22 Sacramento County Assessor Parcel Number 006-0330-015.

23 (b) To the extent that bonds issued by the State Public Works
24 Board involve the property to be sold pursuant to this section, all
25 issuer- and trustee-related costs associated with the review of any
26 proposed sale, together with the costs related to the defeasance or
27 retirement of any bonds, which may include the cost of nationally
28 recognized bond counsel, shall be paid from the proceeds of any
29 sale or lease authorized by this section.