

AMENDED IN SENATE AUGUST 5, 2014

AMENDED IN SENATE JUNE 2, 2014

AMENDED IN ASSEMBLY MARCH 28, 2014

CALIFORNIA LEGISLATURE—2013–14 REGULAR SESSION

ASSEMBLY BILL

No. 2174

Introduced by Committee on Accountability and Administrative Review (Assembly Members Frazier (Chair), Achadjian (Vice Chair), Buchanan, Ian Calderon, Cooley, Medina, and Quirk-Silva)

February 20, 2014

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

LEGISLATIVE COUNSEL'S DIGEST

AB 2174, as amended, Committee on Accountability and Administrative Review. State property: surplus.

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

~~Unemployment Compensation Disability Fund, which is continuously appropriated for the purpose of providing and administrating disability benefits.~~

This bill would authorize the director to dispose of specified parcels of surplus state property. This bill would also specify the treatment of state and federal equity reimbursements in one of the properties being so disposed. By increasing the amounts transferred into continuously appropriated funds, 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 0.434 acres and
8 improvements, known as the Employment Development
9 Department parking lot located at 850 Turk Street in San Francisco,
10 San Francisco County Assessor Parcel Number 0744-006.

11 (2) Parcel 2, consisting of three parcels of approximately 0.29
12 acres and improvements, known as the Employment Development
13 Department parking lot located at ~~700 Golden Gate Avenue~~ 745
14 *Franklin Street* in San Francisco, San Francisco County Assessor
15 Parcel Numbers 0761-002, 0761-003, and 0761-022.

16 (3) Parcel 3, consisting of approximately 1.5 acres and
17 improvements, known as the Department of General Services’
18 Bercut Drive Building, located at 570 Bercut Drive, in Sacramento,
19 Sacramento County Assessor Parcel Number 01-0181-028.

20 (4) Parcel 4, consisting of approximately 1.1 acres and
21 improvements, known as the Department of Public Health lab
22 facility located at 1449 West Temple Street in Los Angeles, Los
23 Angeles County Assessor Parcel Number 5160-005-900.

24 (5) Parcel 5, consisting of approximately 2.03 acres and
25 improvements, known as the Department of Corrections and
26 Rehabilitation’s Fresno Female Offender Program Property, located

1 at 2855 Whitesbridge Avenue, in Fresno, Fresno County Assessor
2 Parcel Number 464-020-01-1.

3 (6) *Parcel 6, consisting of approximately 1.04 acres and*
4 *improvements, known as the California Highway Patrol field office*
5 *located at 1888 Oceanside Boulevard, San Diego County Assessor*
6 *Parcel Number 151-010-19.*

7 (7) *Parcel 7, consisting of approximately 1.87 acres and*
8 *improvements, known as the California Highway Patrol field office*
9 *located at 4040 Pierce Road, Bakersfield, Kern County Assessor*
10 *Parcel Number 332-0100-029.*

11 (b) To the extent bonds issued by the State Public Works Board
12 involve the property to be sold pursuant to this section, all issuer-
13 and trustee-related costs associated with the review of any proposed
14 sale, together with the costs related to the defeasance or retirement
15 of any bonds, which may include the cost of nationally recognized
16 bond counsel, shall be paid from the proceeds of any sale or lease
17 authorized by this section.

18 (c) ~~Parcel 1 has both federal and state equity and proceeds~~
19 ~~received from the disposition of Parcel 1 shall be treated as follows~~
20 ~~with respect to such equity: equity. Proceeds received from the~~
21 ~~disposition of Parcel 1 shall be subject to the reimbursement of~~
22 ~~federal and state equity financing, as required under applicable~~
23 ~~federal and state laws.~~

24 ~~(1) Proceeds received from the disposition of Parcel 1 shall be~~
25 ~~in an amount equal to the moneys expended from the~~
26 ~~Unemployment Compensation Disability Fund used to purchase~~
27 ~~this parcel.~~

28 ~~(2) Proceeds received from the disposition of Parcel 1 shall be~~
29 ~~subject to the reimbursement of federal equity financing, as~~
30 ~~required under applicable state and federal law.~~

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