SENATE BILL 5470

State of Washington 52nd Legislature 1991 Regular Session

By Senators Cantu and Williams; by request of Department of General Administration.

Read first time February 1, 1991. Referred to Committee on Governmental Operations.

- 1 AN ACT Relating to a facility land bank; adding a new chapter to
- 2 Title 79 RCW; providing an effective date; and declaring an emergency.
- 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 4 <u>NEW SECTION.</u> **Sec. 1.** The legislature finds that it may be
- 5 desirable for the department of general administration to acquire land
- 6 or real property prior to legislative appropriation for specific
- 7 facility projects to eliminate or reduce speculation by landowners
- 8 which would ultimately cause state land purchase costs to be
- 9 artificially inflated and to ensure that state facility development
- 10 occurs at the most desirable locations. The purpose of this chapter is
- 11 to provide a means to facilitate such purchases so that the costs of
- 12 these real property purchases are minimized and state facilities are
- 13 located consistent with state master plans, local land use plans, and
- 14 sound growth management principles. Land so purchased must be held in
- 15 trust until the legislature approves its use for specific projects.

- 1 <u>NEW SECTION.</u> **Sec. 2.** The department of general administration,
- 2 with the approval of the state capitol committee, may purchase or
- 3 receive real property or interests in real property at or below fair
- 4 market value to be held in trust in a facility land bank, which is
- 5 hereby created within the department. Property so purchased shall be
- 6 real property which is desirable for addition to the public lands of
- 7 the state because of its future value as locations for state office or
- 8 other facilities.
- 9 <u>NEW SECTION.</u> **Sec. 3.** The department of general administration,
- 10 with the approval of the state capitol committee, may:
- 11 (1) Sell property at fair market value to any state agency,
- 12 including the department of general administration, after receiving
- 13 legislative approval to construct or lease develop an office or other
- 14 facility;
- 15 (2) Exchange property held in the facility land bank for any other
- 16 public lands of equal value administered by the departments of general
- 17 administration or natural resources, including any lands held in trust;
- 18 (3) Exchange property held in the facility land bank for property
- 19 of equal or greater value which is owned publicly or privately, and
- 20 which has greater potential for development of state office or other
- 21 facilities; and
- 22 (4) Sell property held in the facility land bank in the manner
- 23 provided by law for the sale of state lands and to use the proceeds to
- 24 acquire property for the facility land bank which has greater potential
- 25 for state office or other facility use.
- 26 <u>NEW SECTION.</u> **Sec. 4.** The department of general administration
- 27 shall manage the property held in the facility land bank as provided in
- 28 chapter 43.82 RCW. However, these properties or interest in these

SB 5470 p. 2 of 5

- 1 properties shall not be withdrawn, exchanged, transferred, or sold
- 2 without first obtaining payment of the fair market value of the
- 3 property or interest therein or obtaining property of equal value in
- 4 exchange and approval of the state capitol committee.
- 5 NEW SECTION. Sec. 5. (1) There is created a state lands
- 6 management fund in the custody of the state treasurer to be used solely
- 7 for the purpose of defraying the costs and expenses necessarily
- 8 incurred by the department of general administration in managing,
- 9 administering, acquiring, and disposing of facility land bank real
- 10 property. Expenditures from the account shall be for no other purpose.
- 11 Only the director of general administration or the director's designee
- 12 may authorize expenditures from the fund, subject to approval of the
- 13 state capitol committee under section 2 of this act.
- 14 (2) The legislature may authorize appropriation of funds from the
- 15 state lands management fund for the purposes of this chapter. All
- 16 receipts from the sale or management of property in the facility land
- 17 bank above operating, management, and administrative costs shall be
- 18 returned as a recovered expense to the state lands management fund and
- 19 may be used to acquire property under section 2 of this act.
- 20 (3) The department of general administration shall be reimbursed
- 21 for actual costs and expenses incurred in managing and administering
- 22 the facility land bank program under this chapter from the state lands
- 23 management fund. Reimbursement from proceeds of sales shall be limited
- 24 to sales costs.
- 25 <u>NEW SECTION.</u> **Sec. 6.** (1) There is created a facility land bank
- 26 technical advisory committee, consisting of three members. Membership
- 27 shall consist of: One member qualified by experience and training in
- 28 matters pertaining to land use planning and real estate appointed by

- 1 the governor; one member qualified by experience and training in public
- 2 trust matters appointed by the state auditor; and one member qualified
- 3 by experience and training in financial matters appointed by the state
- 4 treasurer. Members shall serve at the pleasure of the appointing
- 5 official.
- 6 (2) The technical advisory committee shall provide professional
- 7 advice and counsel to the state capitol committee regarding land bank
- 8 sales, purchases, and exchanges involving urban property.
- 9 (3) Members of the technical advisory committee shall be appointed
- 10 for five-year terms and shall serve until a successor is appointed.
- 11 Vacancies shall be filled by the appointing authority. The initial
- 12 term of the appointee of the governor shall expire in three years. The
- 13 initial term of the appointee of the state auditor shall expire in four
- 14 years. The initial term of the appointee of the state treasurer shall
- 15 expire in five years. All terms expire December 31.
- 16 (4) Members of the technical advisory committee shall be reimbursed
- 17 for travel expenses incurred in the performance of their duties under
- 18 RCW 43.03.050 and 43.03.060.
- 19 <u>NEW SECTION.</u> **Sec. 7.** Real property purchased by the department of
- 20 general administration for office or other facility use shall be
- 21 subject to payment of in-lieu of real property taxes for the period in
- 22 which they are held in the facility land bank. Such payments are to be
- 23 made from the state lands management fund. The in-lieu payment shall
- 24 be equal to the property taxes which would otherwise be paid if the
- 25 land remained subject to the tax. Payment shall be made at the end of
- 26 the calendar year to the county in which the land is located. If a
- 27 parcel is not held in the facility land bank for the entire year, the
- 28 in-lieu payment shall be reduced proportionately to reflect only that
- 29 period of time in which the land was held in the facility land bank.

SB 5470 p. 4 of 5

- 1 The county treasurer shall distribute the in-lieu payments
- 2 proportionately in accordance with RCW 84.56.230 as though these moneys
- 3 were receipts from ad valorem property taxes.
- 4 <u>NEW SECTION.</u> **Sec. 8.** Sections 1 through 7 of this act shall
- 5 constitute a new chapter in Title 79 RCW.
- 6 <u>NEW SECTION.</u> **Sec. 9.** If any provision of this act or its
- 7 application to any person or circumstances is held invalid, the
- 8 remainder of the act or the application of the provision to other
- 9 persons or circumstances is not affected.
- 10 <u>NEW SECTION.</u> **Sec. 10.** This act is necessary for the immediate
- 11 preservation of the public peace, health, or safety, or support of the
- 12 state government and its existing public institutions, and shall take
- 13 effect July 1, 1991.