

1 2720-S AMS WOJA S5792.1

2 SHB 2720 - S AMD - 282

3 By Senators Wojahn, Loveland and Hargrove

4 ADOPTED 3/1/96

5 On page 2, line 31, after "value," insert "during the initial term
6 of the lease,"

7 On page 2, after line 32, insert the following:

8 "The initial term of a lease governed by subsection (1) of this
9 section shall not exceed twenty years. A lease renewed under
10 subsection (1) of this section after the initial term shall charge the
11 fair rental value for the land and facilities, and may include
12 provisions for payment of any reasonable operation and maintenance
13 expenses incurred by the state. For the purposes of this subsection,
14 fair rental value shall be determined by the commissioner of public
15 lands in consultation with the department.

16 (3) The net proceeds generated from any lease entered or renewed
17 under subsection (1) of this section involving land and facilities on
18 the grounds of eastern state hospital shall be used solely for the
19 benefit of eastern state hospital programs for the long-term care needs
20 of patients with mental disorders. These proceeds shall not supplant
21 or replace funding from traditional sources for the normal operations
22 and maintenance or capital budget projects. It is the intent of this
23 subsection to ensure that eastern state hospital receives the full
24 benefit intended by this section, and that such effect will not be
25 diminished by budget adjustments inconsistent with this intent."

26 EFFECT: Limits the length of the initial lease to twenty years,
27 during which time the counties may only be charged \$1 per year for the
28 land and buildings. After the initial twenty years, they would be
29 required to pay the fair rental value of the property. The proceeds
30 from the lease of eastern state hospital property are required to be
31 dedicated to hospital programs.

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