Session of 2014

SENATE BILL No. 423

By Committee on Ways and Means

2-26

1 AN ACT concerning real property; authorizing the secretary of 2 administration to sell the Landon state office building and the 3 Eisenhower state office building; authorizing the secretary of 4 administration to exercise the option to purchase and sell the Van Buren project and the Curtis state office building and parking facility. 5 6 7 Be it enacted by the Legislature of the State of Kansas: 8 Section 1. (a) The secretary of administration is hereby authorized 9 and empowered, for and on behalf of the state of Kansas, to sell and 10 convey all of the rights, title and interest in the following tracts of real 11 estate located in Shawnee county, Kansas: 12 TRACT 1: The South 7 feet of Lot 160, and all Lots 162, 164, 166 and 168, on Harrison Street; AND Lots 26, 28, 30, 32, 34 and 36 on 6th 13 Avenue East, along with vacated alley lying South of Lot 168 on Harrison 14 Street, and North of Lots 26, 28, 30, 32, 34 and 36 on 6th Avenue East, all 15 16 in the Original Town, City of Topeka, Shawnee County, Kansas. TRACT 2: Lots 25, 27, 29, 31, 33, 35, 37, 39, 41, 43, 45 and 47, on 6th 17 18 Avenue East; AND Lots 193, 195, 197, 199, 201, 203, 205, 207, 209, 211, 19 213, and 215 on Van Buren Street; AND Lots 194, 196, 198, 200, 202, 20 204, and 206, on Harrison Street, along with all of the vacated alleys in the 21 block bounded by 6th Avenue on the North, Van Buren Street on the East, 22 Seventh Avenue on the South, and Harrison Street on the West, all in the 23 Original Town, City of Topeka, Shawnee County, Kansas, except the South 24 1.5 feet of said Lot 206. 25 TRACT 3: Lots 217, 219, 221, 223, 225, 227, 229, 231 and 233 on Van 26 Buren Street; AND Lots 218, 220, 222, 224, 226, 228, 230, 232 and 234 27 on Harrison Street, along with the vacated allev lying West of Lots 217 28 through 233 (odd) on Van Buren Street and East of Lots 218 through 234 29 (even) on Harrison Street; AND Lots 236, 238 and 240 on Harrison Street, 30 all in the Original Town, City of Topeka, Shawnee County, Kansas. 31 {(b) No sale or conveyance of the real property described in 32 subsection (a) shall be authorized or approved by the secretary of 33 administration without having first advised and consulted with the joint 34 committee on state building construction.

35 (c) Prior to the sale or conveyance of the real property described in 36 subsection (a), the state finance council shall approve the sale, which is

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1 hereby characterized as a matter of legislative delegation and subject to

the guidelines prescribed in subsection (c) of K.S.A. 75-3711, and
amendments thereto. The matter may be submitted to the state finance
council for approval at any time, including periods of time during which

5 *the legislature is in session.*}

6 (b) $\{(d)\}$ (1) When the sale is made, the proceeds thereof shall be 7 remitted to the state treasurer in accordance with the provisions of K.S.A. 8 75-4215, and amendments thereto. Upon receipt of each such remittance, 9 the state treasurer shall deposit the entire amount in the state treasury to 10 the credit of the Eisenhower building escrow fund which is hereby created in the state treasury. Moneys in the Eisenhower building escrow fund shall 11 12 be used only to: (A) Call and redeem outstanding bonds associated with 13 any of the property described in subsection (a) in accordance with their 14 terms on or after their first optional redemption date as may be permitted 15 in accordance with the applicable bond covenants, along with any other 16 legally available revenues as may be necessary; and (B) pay the expenses 17 of such sale and any costs of appraisal.

18 (2) The Kansas development finance authority shall be responsible 19 for certifying to the secretary of administration and the state treasurer that 20 the outstanding bonds associated with any of the property described in 21 subsection (a) have been legally defeased in full. The president of the 22 Kansas development finance authority shall transmit a copy of such 23 certification to the director of legislative research.

(3) Upon receiving such certification, the state treasurer shall transfer
any remaining moneys in the Eisenhower building escrow fund-to the state
general fund {as provided for the proceeds from the sale of surplus real
estate pursuant to subsection (f) of K.S.A. 2013 Supp. 75-6609, and
amendments thereto}.

(4) Expenditures from the Eisenhower building escrow fund shall be
made upon warrants of the director of accounts and reports issued pursuant
to vouchers approved by the secretary of administration.

(c) The conveyance of real property authorized by this section shall
 not be subject to the provisions of K.S.A. 2013 Supp. 75-6609, and
 amendments thereto.

35 (d) {(e)} In the event that the secretary of administration determines 36 that the legal description of the parcel described by this section is 37 incorrect, the secretary of administration may convey the property utilizing 38 the correct legal description but the deed conveying the property shall be 39 subject to the approval of the attorney general.

Sec. 2. (a) The secretary of administration is hereby authorized and
empowered, for and on behalf of the state of Kansas, to sell and convey all
of the rights, title and interest in the following tract of real estate located in
Shawnee county, Kansas:

A tract of land in the Southeast Quarter of Section 31, Township 11 1 2 South, Range 16 East of the 6th Principal Meridian in the City of Topeka, County of Shawnee, State of Kansas, and more particularly described as 3 follows: All of Lots Nos. 290, 292, 294, 296, 298, 300, 302, 304, 306, 308, 4 5 310, and 312 on Jackson Street in original town and the Northerly one-half 6 of alley lying Southerly of and adjacent to Lot 312 as vacated by 7 Ordinance No. 3009 dated October 6, 1909, and pursuant to Ord. 3021 8 dated Nov. 19, 1909, and A.T.&S.F. Cont. No. 25487 filed with Register of 9 Deeds, Shawnee County, March 15, 1982, at 1:48 p.m. in Book 2160, commencing on page 172. Said lots and portion of vacated alley 10 containing 46,800 square feet of land, more or less. 11

12 {(b) No sale or conveyance of the real property described in 13 subsection (a) shall be authorized or approved by the secretary of 14 administration without having first advised and consulted with the joint 15 committee on state building construction.

16 (c) Prior to the sale or conveyance of the real property described in 17 subsection (a), the state finance council shall approve the sale, which is 18 hereby characterized as a matter of legislative delegation and subject to 19 the guidelines prescribed in subsection (c) of K.S.A. 75-3711, and 20 amendments thereto. The matter may be submitted to the state finance 21 council for approval at any time, including periods of time during which 22 the legislature is in session.}

(b) {(d)} When the sale is made, the proceeds thereof shall be
remitted to the state treasurer in accordance with the provisions of K.S.A.
75-4215, and amendments thereto. Upon receipt of-each such remittance,
the state treasurer shall deposit the entire amount in the state treasury-to
the eredit of the state general fund {and credit as provided for the
proceeds from the sale of surplus real estate pursuant to subsection (f) of
K.S.A. 2013 Supp. 75-6609, and amendments thereto}.

30 (c) The conveyance of real property authorized by this section shall
 31 not be subject to the provisions of K.S.A. 2013 Supp. 75-6609, and
 32 amendments thereto.

33 (d) {(e)} In the event that the secretary of administration determines 34 that the legal description of the parcel described by this section is 35 incorrect, the secretary of administration may convey the property utilizing 36 the correct legal description but the deed conveying the property shall be 37 subject to the approval of the attorney general.

Sec. 3. (a) The secretary of administration is hereby authorized and empowered, for and on behalf of the state of Kansas, to act as the tenant for the state of Kansas - Kansas department for children and families, known as the department of social and rehabilitation services in the lease with option to purchase agreement dated January 1, 1999, to exercise such tenant's option to purchase the Van Buren project and the land pursuant to 1 such lease with option to purchase agreement.

2 {(b) No option to purchase, sale or conveyance of the real property 3 described in subsection (a) shall be authorized or approved by the 4 secretary of administration without having first advised and consulted 5 with the joint committee on state building construction.

6 (c) Prior to the exercising of the option to purchase and the sale or 7 conveyance of the real property described in subsection (a), the state finance council shall approve the option to purchase and sale, which is 8 hereby characterized as a matter of legislative delegation and subject to 9 the guidelines prescribed in subsection (c) of K.S.A. 75-3711, and 10 amendments thereto. The matter may be submitted to the state finance 11 12 council for approval at any time, including periods of time during which 13 the legislature is in session.}

(b) {(d)} When such option has been exercised, the secretary of
 administration is hereby authorized and empowered, for and on behalf of
 the state of Kansas, to sell and convey all of the rights, title and interest in
 the Van Buren project and land subject to the terms and conditions of the
 lease and any outstanding bonds.

(e) {(e) } When the sale is made, the proceeds thereof shall be used 19 20 only to: (1) Call and redeem outstanding bonds associated with the Van 21 Buren project and the land in accordance with their terms on or after their 22 first optional redemption date as may be permitted in accordance with the 23 applicable bond covenants, along with any other legally available revenues 24 as may be necessary; (2) pay the costs and expenses resulting from 25 exercising the option to purchase; and (3) pay the closing costs and expenses of such sale. Any remaining moneys shall be deposited in the 26 27 state general fund {remitted to the state treasurer in accordance with the 28 provisions of K.S.A. 75-4215, and amendments thereto. Upon receipt of 29 such remittance, the state treasurer shall deposit the entire amount in 30 the state treasury and credit as provided for the proceeds from the sale of 31 surplus real estate pursuant to subsection (f) of K.S.A. 2013 Supp. 75-32 6609, and amendments thereto}.

33 (d) The conveyance of real property authorized by this section shall
 34 not be subject to the provisions of K.S.A. 2013 Supp. 75-6609, and
 35 amendments thereto.

(e) {(f)} In the event that the secretary of administration determines
 that the legal description of the parcel described by this section is
 incorrect, the secretary of administration may convey the property utilizing
 the correct legal description but the deed conveying the property shall be
 subject to the approval of the attorney general.

41 (f) $\{(g)\}$ As used in this section:

42 (1) "Van Buren project and land" means the following described real 43 estate located in Shawnee County, Kansas, including all buildings, 1 improvements, machinery and equipment constructed, located or installed 2 on such real estate:

3 All of lots 146, 148, 150, 152, 154, 156, 158, 160, 162, 164, 166 and 4 168 on Van Buren streets in the City of Topeka, Shawnee County, Kansas.

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(2) "Lease with option to purchase agreement dated January 1, 1999" 6 means the lease with option to purchase agreement dated January 1, 1999, 7 as amended, entered into between the Topeka public building commission 8 and the state of Kansas - department of social and rehabilitation services, currently known as the Kansas department for children and families. 9

Sec. 4. (a) The secretary of administration is hereby authorized and 10 11 empowered, for and on behalf of the state of Kansas, as the tenant for the 12 state of Kansas - Kansas department administration in the lease with option to purchase agreement dated December 1, 1998, to exercise such 13 14 tenant's option to purchase the Curtis state office building and the land 15 pursuant to such lease with option to purchase agreement.

16 *(b)* No option to purchase, sale or conveyance of the real property described in subsection (a) shall be authorized or approved by the 17 18 secretary of administration without having first advised and consulted 19 with the joint committee on state building construction.

20 (c) Prior to the exercising of the option to purchase and the sale or 21 conveyance of the real property described in subsection (a), the state 22 finance council shall approve the option to purchase and sale, which is 23 hereby characterized as a matter of legislative delegation and subject to the guidelines prescribed in subsection (c) of K.S.A. 75-3711, and 24 25 amendments thereto. The matter may be submitted to the state finance 26 council for approval at any time, including periods of time during which 27 the legislature is in session.}

28 (b) {(d)} When such option has been exercised, the secretary of 29 administration is hereby authorized and empowered, for and on behalf of the state of Kansas, to sell and convey all of the rights, title and interest in 30 31 the Curtis state office building and land subject to the terms and conditions 32 of the lease and any outstanding bonds.

33 (e) {(e)} When the sale is made, the proceeds thereof shall be used 34 only to: (1) Call and redeem outstanding bonds associated with the Curtis 35 state office building and the land in accordance with their terms on or after 36 their first optional redemption date as may be permitted in accordance with 37 the applicable bond covenants, along with any other legally available 38 revenues as may be necessary; (2) pay the costs and expenses resulting 39 from exercising the option to purchase; and (3) pay the closing costs and 40 expenses of such sale. Any remaining moneys shall be deposited in the 41 state general fund {remitted to the state treasurer in accordance with the provisions of K.S.A. 75-4215, and amendments thereto. Upon receipt of 42 43 such remittance, the state treasurer shall deposit the entire amount in

1 the state treasury and credit as provided for the proceeds from the sale of

2 surplus real estate pursuant to subsection (f) of K.S.A. 2013 Supp. 753 6609, and amendments thereto}.

4 (d) The conveyance of real property authorized by this section shall 5 not be subject to the provisions of K.S.A. 2013 Supp. 75-6609, and 6 amendments thereto.

7 (c) {(f)} In the event that the secretary of administration determines 8 that the legal description of the parcel described by this section is 9 incorrect, the secretary of administration may convey the property utilizing 10 the correct legal description but the deed conveying the property shall be 11 subject to the approval of the attorney general.

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(f) {(g)} As used in this section:

(1) "Curtis state office building and land" means the following
described real estate located in Shawnee County, Kansas, including all
buildings, improvements, machinery and equipment constructed, located
or installed on such real estate:

Lots 325, 327, 329, 331, 333, 335, 337, 339, 341, 343, 345 and 347 on
Kansas Avenue; Lots 73, 75, 77, 79, 81, 83, 85, 87 and 89 on 10th Avenue
East; and Lots 338, 340, 342, 344, 346 and 348 on Jackson Street in the
City of Topeka, Shawnee County, Kansas.

(2) "Lease with option to purchase agreement dated December 1,
1998" means the lease with option to purchase agreement dated December
1, 1998, as amended, entered into between the Topeka public building
commission and the state of Kansas - department of administration.

Sec. 5. (a) The secretary of administration is hereby authorized and empowered, for and on behalf of the state of Kansas, as the tenant for the state of Kansas - Kansas department administration in the lease with option to purchase agreement dated December 1, 1998, to exercise such tenant's option to purchase the Curtis parking facility and the land pursuant to such lease with option to purchase agreement.

31 {(b) No option to purchase, sale or conveyance of the real property 32 described in subsection (a) shall be authorized or approved by the 33 secretary of administration without having first advised and consulted 34 with the joint committee on state building construction.

35 (c) Prior to the exercising of the option to purchase and the sale or conveyance of the real property described in subsection (a), the state 36 37 finance council shall approve the option to purchase and sale, which is 38 hereby characterized as a matter of legislative delegation and subject to 39 the guidelines prescribed in subsection (c) of K.S.A. 75-3711, and amendments thereto. The matter may be submitted to the state finance 40 41 council for approval at any time, including periods of time during which 42 the legislature is in session.}

43 (b) $\{(d)\}$ When such option has been exercised, the secretary of

administration is hereby authorized and empowered, for and on behalf of
 the state of Kansas, to sell and convey all of the rights, title and interest in
 the Curtis parking facility and land subject to the terms and conditions of
 the lease and any outstanding bonds.

5 (e) {(e)} When the sale is made, the proceeds thereof shall be used 6 only to: (1) Call and redeem outstanding bonds associated with the Curtis 7 parking facility and the land in accordance with their terms on or after 8 their first optional redemption date as may be permitted in accordance with the applicable bond covenants, along with any other legally available 9 revenues as may be necessary; (2) pay the costs and expenses resulting 10 from exercising the option to purchase; and (3) pay the closing costs and 11 12 expenses of such sale. Any remaining moneys shall be deposited in the state general fund {remitted to the state treasurer in accordance with the 13 14 provisions of K.S.A. 75-4215, and amendments thereto. Upon receipt of 15 such remittance, the state treasurer shall deposit the entire amount in 16 the state treasury and credit as provided for the proceeds from the sale of surplus real estate pursuant to subsection (f) of K.S.A. 2013 Supp. 75-17 18 6609, and amendments thereto }.

19 (d) The conveyance of real property authorized by this section shall
 20 not be subject to the provisions of K.S.A. 2013 Supp. 75-6609, and
 21 amendments thereto.

(e) {(f)} In the event that the secretary of administration determines that the legal description of the parcel described by this section is incorrect, the secretary of administration may convey the property utilizing the correct legal description but the deed conveying the property shall be subject to the approval of the attorney general.

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 $(f) \{(g)\}$ As used in this section:

(1) "Curtis parking facility and land" means the following described
 real estate located in Shawnee County, Kansas, including all buildings,
 improvements, machinery and equipment constructed, located or installed
 on such real estate:

Lots 349, 351, 353, 357 and 359 on Kansas Avenue; and Lots 350, 352, 354, 356, 358 and 360 on Jackson Street in the City of Topeka, Shawnee County, Kansas.

(2) "Lease with option to purchase agreement dated December 1,
1998" means the lease with option to purchase agreement dated December
1, 1998, as amended, entered into between the Topeka public building
commission, the state of Kansas - department of administration and the
City of Topeka, Kansas.

40 {Sec. 6. (a) As used in this section:

- 41 (1) "Affiliated person" means:
- 42 (A) Any member of the immediate family of a state or local official;
- 43 *or*

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1 (B) any partnership, firm, corporation or limited liability company 2 with which a state or local official is associated or in which a state or 3 local official has an interest, or any partner, officer, director or employee 4 thereof while the state or local official is associated with such 5 partnership, firm, corporation or company.

(2) "State or local official" means any person who is:

7 (A) Any state officer or employee required to file a written 8 statement of substantial interests pursuant to the state governmental 9 ethics law;

10 (B) the governor or any full-time professional employee of the 11 office of the governor;

12 (C) any member of the legislature and any full-time professional 13 employee of the legislature;

(D) any justice of the supreme court, judge of the court of appeals
 or judge of the district court;

16 (E) the head of any state agency, the assistant or deputy heads of 17 any state agency, or the head of any division within a state agency; or

18 (F) any member of the governing body of a city in Shawnee county 19 or the governing body of Shawnee county; any municipal or county 20 judge of such city or county; any city, county or district attorney of such 21 city or county; and any member of or attorney for the planning board or 22 zoning board of such city or county and any professional planner or 23 consultant regularly employed or retained by such planning board or 24 zoning board.

(b) No state or local official or affiliated person shall hold, directly
or indirectly, an interest in, be employed by, represent or appear for any
entity to bid on or purchase any property described in section 1, 2, 3, 4,
or 5, and amendments thereto.

(c) No state or local official or affiliated person shall represent,
appear for or negotiate on behalf of any person or entity submitting a
proposal to bid on or purchase any property described in section 1, 2, 3,
4, or 5, and amendments thereto.

(d) No state or local official or affiliated person, within five years
immediately subsequent to the termination of the office or employment
of the official, shall hold, directly or indirectly, an interest in, be
employed by or represent, appear for or negotiate on behalf of any
person or entity submitting a proposal to bid on or purchase any
property described in section 1, 2, 3, 4, or 5, and amendments thereto.

(e) No state or local official shall solicit or accept, directly or
indirectly, any complimentary service or discount from any person
submitting a proposal to bid on or purchase any property described in
section 1, 2, 3, 4, or 5, and amendments thereto, which such official
knows or has reason to know is other than a service or discount that is

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1 offered to members of the general public in like circumstance.

2 (f) No state or local official shall influence, or attempt to influence,

3 by use of official authority, the decision of the secretary of 4 administration in selling or conveying any property described in section

- 4 auministration in setting or conveying any property described in section 5 1, 2, 3, 4, or 5, and amendments thereto. Any such attempt shall be
- *reported promptly to the attorney general. 6*
- 7 (g) Willful violation of this section is a class A misdemeanor.}
- 8 Sec. 6. {7.} This act shall take effect and be in force from and after its 9 publication in the Kansas register.