



# SENATE BILL No. 817

January 23, 1996, Introduced by Senator STILLE and referred to the Committee on Local, Urban and State Affairs.

A bill to authorize the state administrative board to convey certain state owned property in Muskegon county; to prescribe conditions for the conveyance; and to provide for disposition of the revenue derived from the conveyance.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1       Sec. 1. (1) The state administrative board, on behalf of  
2 the state, may convey for consideration of not less than fair  
3 market value as determined pursuant to subsection (2), or for  
4 less than fair market value subject to subsection (3), all or any  
5 portion of certain property now under the jurisdiction of the  
6 department of mental health and located in the city of Muskegon,  
7 Muskegon county, Michigan, and more particularly described as  
8 follows:

9       Muskegon Regional Center for Developmental Disabilities  
10 located in the SE 1/4 of the NW 1/4 of Section 22, Town 10 North,

1 Range 16 West, except the east 33 feet, the north 33 feet, the  
2 west 30 feet and the south 30 feet thereof, all of which are  
3 reserved for roads and except that portion deeded to the City of  
4 Muskegon under Liber 758 at Page 312, City of Muskegon, Muskegon  
5 County, Michigan.

6 (2) The fair market value of the property described in sub-  
7 section (1) shall be determined by an appraisal based on the  
8 property's highest and best use, as prepared by the state tax  
9 commission or an independent fee appraiser.

10 (3) Any conveyance of the property described in subsection  
11 (1) for less than fair market value shall provide for both of the  
12 following:

13 (a) That the property shall be used exclusively for public  
14 purposes and that upon termination of that use or use for any  
15 other purpose, the state may reenter and repossess the property,  
16 terminating the grantee's estate in the property.

17 (b) That if the grantee disputes the state's exercise of its  
18 right of reentry and fails to promptly deliver possession of the  
19 property to the state, the attorney general, on behalf of the  
20 state, may bring an action to quiet title to, and regain posses-  
21 sion of, the property.

22 Sec. 2. The description of the parcel in section 1 is  
23 approximate and for purposes of the conveyance is subject to  
24 adjustment as the state administrative board or attorney general  
25 considers necessary by survey or other legal description.

26 Sec. 3. The conveyance authorized by this act shall be by  
27 quitclaim deed approved by the attorney general and shall reserve

1 to the state all rights to coal, oil, gas, and other materials,  
2 excluding sand, gravel, clay, or other nonmetallic minerals found  
3 on, within, or under the conveyed lands.

4       Sec. 4. The revenue received under this act shall be depos-  
5 ited in the state treasury and credited to the general fund.