

# SENATE BILL No. 509

September 17, 2013, Introduced by Senator RICHARDVILLE and referred to the Committee on Government Operations.

A bill to authorize the conveyance of certain state-owned property in Ingham county; to prescribe conditions for the conveyance; to provide for certain powers and duties of certain state departments in regard to the conveyance; and to provide for appropriation of revenue derived from the conveyance.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1       Sec. 1. The secretary of the senate may convey by quitclaim  
2 deed for not less than fair market value all or portions of certain  
3 state-owned property now under the jurisdiction of the Michigan  
4 state senate, commonly known as the Farnum building, and located in  
5 the city of Lansing, county of Ingham, Michigan, and more  
6 particularly described as follows:

7                               PARCEL 1

1       The East 30 feet of the West 78 feet of the North 100 feet of  
2       Lots 11 and 12 and the North 100 feet of the West 48 feet of Lots  
3       11 and 12, Block 115, Original Plat, City of Lansing, Ingham  
4       County, Michigan, according to the recorded plat thereof.

5                               PARCEL 2

6       The north 32 5/6 feet of Lot 10 and the South 21 feet of Lot  
7       11, Block 115, Original Plat, City of Lansing, Ingham County,  
8       Michigan, according to the recorded plat thereof.

9       Sec. 2. The description of the property in section 1 is  
10      approximate and, for purposes of the conveyance, is subject to  
11      adjustments as the secretary of the senate or the attorney general  
12      considers necessary by survey or other legal description. The  
13      secretary of the senate may include necessary or advisable  
14      appurtenances and easements to the description in section 1.

15      Sec. 3. The property to be conveyed under section 1 shall  
16      include all surplus, salvage, and scrap property or equipment  
17      identified by the secretary of the senate.

18      Sec. 4. The fair market value of the property described in  
19      section 1 shall be determined by an appraisal prepared by an  
20      independent appraiser.

21      Sec. 5. All state agencies and departments shall provide full  
22      cooperation to the secretary of the senate to facilitate the  
23      performance of his or her duties, powers, and responsibilities and  
24      the conveyance of property under this act. The secretary of the  
25      senate may require a state agency or department to prepare or  
26      record any documents necessary to evidence the conveyance of  
27      property under this act.

1       Sec. 6. The secretary of senate shall not reserve to this  
2 state oil, gas, or mineral rights to the property conveyed under  
3 this act. However, the conveyance authorized under this act must  
4 provide that, if the purchaser or any grantee develops any oil,  
5 gas, or minerals found on, within, or under the conveyed property,  
6 the purchaser or any grantee will pay the state 1/2 of the gross  
7 revenue generated from the development of the oil, gas, or  
8 minerals. This payment will be deposited in the natural resources  
9 trust fund established in section 35 of article IX of the state  
10 constitution of 1963.

11       Sec. 7. The secretary of the senate shall reserve to this  
12 state all aboriginal antiquities including mounds, earthworks,  
13 forts, burial and village sites, mines, and other relics on,  
14 within, or under the property conveyed under this act, with power  
15 to this state and all others acting under its authority to enter  
16 the property for any purpose related to exploring, excavating, and  
17 taking away aboriginal antiquities.

18       Sec. 8. (1) The net revenue received from the sale of property  
19 under this act is appropriated to the Michigan state senate and  
20 shall be credited to the Farnum building and other properties fund  
21 to be used as directed by the secretary of the senate for acquiring  
22 or leasing office space for the Michigan state senate. These funds  
23 are designated as work project appropriations and shall not lapse  
24 at the end of the fiscal year and shall continue to be available  
25 for expenditure until the project has been completed.

26       (2) As used in this section, "net revenue" means the proceeds  
27 from the sale of the property less reimbursement for any costs to

1 this state associated with the sale of property, including, but not  
2 limited to, all of the following:

3 (a) Administrative costs including employee wages, salaries,  
4 and benefits.

5 (b) Costs of reports and studies and other materials necessary  
6 to the preparation of sale.

7 (c) Environmental remediation.

8 (d) Legal fees.

9 (e) Litigation costs related to the conveyance of the  
10 property.