

# Senate Bill 204

Printed pursuant to Senate Interim Rule 213.28 by order of the President of the Senate in conformance with pre-session filing rules, indicating neither advocacy nor opposition on the part of the President (at the request of Governor John A. Kitzhaber, M.D., for Housing and Community Services Department)

## SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure **as introduced**.

Provides that certain provisions do not apply to certain real property acquired or sold by Housing and Community Services Department. Provides that certain provisions do not apply to mineral or geothermal resource rights or proceeds from those rights acquired and held by department.

Declares emergency, effective on passage.

## A BILL FOR AN ACT

1  
2 Relating to interests held by the Housing and Community Services Department; creating new pro-  
3 visions; amending ORS 270.100 and 273.785; and declaring an emergency.

4 **Be It Enacted by the People of the State of Oregon:**

5 **SECTION 1.** ORS 270.100 is amended to read:

6 270.100. (1)(a) Before offering for sale any real property or equitable interest therein owned by  
7 the state, the state agency acting for the state in such transaction shall report its intent of sale or  
8 transfer to the Oregon Department of Administrative Services. The department, or the agency spe-  
9 cifically designated by the department, shall notify other state agencies authorized to own real  
10 property of the intended sale or transfer to determine whether acquisition of the real property or  
11 interest therein would be advantageous to another state agency.

12 (b) The department shall give political subdivisions, as defined in ORS 271.005, the first oppor-  
13 tunity after other state agencies to acquire, purchase, exchange or lease real property to be sold  
14 or disposed of by the State of Oregon. The state agency responsible for selling or transferring the  
15 property may require at the time of the sale or transfer that any state real property sold or trans-  
16 ferred to a political subdivision, as defined in ORS 271.005, shall be for use for a public purpose or  
17 benefit, and not be for resale to a private purchaser.

18 (c) If property is not disposed of under paragraph (a) or (b) of this subsection, in accordance  
19 with rules adopted by the department, the state agency desiring to sell or transfer the property shall  
20 cause it to be appraised by one or more competent and experienced appraisers. Except as provided  
21 in ORS 273.825, if such property has an appraised value exceeding \$5,000 it shall not be sold to any  
22 private person except after notice calling for such proposals as set forth in ORS 270.130.

23 (d) The department shall adopt rules to carry out the provisions of this section.

24 (2) Before acquisition of any real property or interest therein by any state agency, except for  
25 highway right of way acquired by the Department of Transportation and park properties acquired  
26 by the State Parks and Recreation Department and property within the approved projected campus  
27 boundaries for public universities of the Oregon University System, the state agency shall report its  
28 intent of acquisition to the Oregon Department of Administrative Services. The department shall

**NOTE:** Matter in **boldfaced** type in an amended section is new; matter [*italic and bracketed*] is existing law to be omitted. New sections are in **boldfaced** type.

1 notify other state agencies owning land of the intended acquisition to determine whether another  
2 state agency desires to sell or transfer property which would meet the needs of the purchasing  
3 agency. In accordance with rules adopted by the Oregon Department of Administrative Services, if  
4 no other state agency desires to sell or transfer property which would meet the needs of the agency,  
5 the agency may acquire the real property or interest therein, consistent with applicable provisions  
6 of law.

7 (3) Before any terminal disposition of real property or an interest in real property, the state  
8 agency acting for the state in the transaction must secure approval of the transaction from the  
9 Oregon Department of Administrative Services.

10 (4) Subsection (3) of this section does not apply to terminal disposition of the following real  
11 property:

12 (a) Property controlled by the State Department of Fish and Wildlife;

13 (b) State forestlands controlled by the State Forestry Department;

14 (c) Property controlled by the Department of Transportation;

15 (d) Property controlled by the Department of State Lands;

16 (e) Property controlled by the Oregon University System;

17 (f) Property controlled by the legislative or judicial branches of state government; and

18 (g) Property controlled by the State Parks and Recreation Department.

19 (5) Notwithstanding the provisions of subsection (4) of this section, prior approval by the Oregon  
20 Department of Administrative Services is required for the terminal disposition of public land for less  
21 than the fair market value of that land.

22 (6) The provisions of ORS 184.634, 270.005 to 270.015, 270.100 to 270.190, 273.416, 273.426 to  
23 273.436, 273.551 and 308A.709 (1) to (4) do not apply to:

24 (a) A home or farm acquired[,] or sold[, or both,] by the Department of Veterans' Affairs under  
25 ORS 88.720, 406.050, 407.135, 407.145, 407.375 and 407.377.

26 (b) **Real property acquired or sold by the Housing and Community Services Department**  
27 **under the provisions of ORS 456.515 to 456.725 or ORS chapter 458.**

28 **SECTION 2.** ORS 273.785 is amended to read:

29 273.785. ORS 273.551 and 273.775 to 273.790 do not apply to:

30 (1) Soil, clay, stone, sand and gravel acquired or used by state agencies for the purpose of con-  
31 structing or repairing roads or other state facilities, or the proceeds from those materials.

32 (2) Mineral or geothermal resource rights or proceeds from those rights acquired by the State  
33 Fish and Wildlife Commission pursuant to an agreement with the federal government under 16 U.S.C.  
34 669 to 669i (P.L. 75-415).

35 (3) Mineral or geothermal resource rights or proceeds from those rights if other disposition is  
36 required by federal rules or regulations or any agreement entered into at the time of acquisition of  
37 the mineral or geothermal resource rights by the state.

38 (4) Proceeds of mineral and geothermal resource rights acquired by the state pursuant to ORS  
39 530.010 and 530.030, other than those distributed under ORS 530.110 (1)(c).

40 (5) Mineral or geothermal resource rights or proceeds from those rights acquired after January  
41 1, 1974, for the state by the Department of Veterans' Affairs pursuant to ORS 88.720, 406.050 (2),  
42 407.135 or 407.145. After consultation, the Department of State Lands and the Department of  
43 Veterans' Affairs shall enter into an interagency agreement governing consultation between them  
44 concerning mineral and geothermal resource values on properties acquired for the state by the De-  
45 partment of Veterans' Affairs. The Department of Veterans' Affairs shall adopt rules relating to the

1 release of mineral and geothermal rights on such properties.

2 (6) Mineral or geothermal resource rights or proceeds from those rights given by a donor to any  
 3 public university or office, department or activity under the control of the State Board of Higher  
 4 Education that are acquired or held for the state by the State Board of Higher Education pursuant  
 5 to ORS chapters 351 and 567. In managing mineral or geothermal resource leases, the State Board  
 6 of Higher Education shall consult with the Department of State Lands in accordance with an  
 7 interagency agreement established by the department and the State Board of Higher Education  
 8 governing consultation between the department and the State Board of Higher Education and gov-  
 9 erning management of the mineral or geothermal resources.

10 (7) Mineral or geothermal resource rights or proceeds from those rights acquired and held by  
 11 the Department of Transportation. In managing mineral or geothermal resource leases, the Depart-  
 12 ment of Transportation shall enter into an intergovernmental agreement with the Department of  
 13 State Lands governing consultation between the departments and governing management of the  
 14 mineral or geothermal resources.

15 **(8) Mineral or geothermal resource rights or proceeds from those rights acquired and**  
 16 **held by the Housing and Community Services Department.**

17 **SECTION 3. (1) The amendments to ORS 270.100 by section 1 of this 2013 Act apply to**  
 18 **real property acquired or sold by the Housing and Community Services Department under**  
 19 **the provisions of ORS 456.515 to 456.725 or ORS chapter 458 on or after the effective date of**  
 20 **this 2013 Act.**

21 **(2) The amendments to ORS 273.785 by section 2 of this 2013 Act apply to mineral or**  
 22 **geothermal resource rights or proceeds from those rights acquired and held by the Housing**  
 23 **and Community Services Department on or after the effective date of this 2013 Act.**

24 **SECTION 4. This 2013 Act being necessary for the immediate preservation of the public**  
 25 **peace, health and safety, an emergency is declared to exist, and this 2013 Act takes effect**  
 26 **on its passage.**

27 \_\_\_\_\_