SB 311-2 (LC 1984) 3/24/17 (ASD/ps)

Requested by Senator ROBLAN

PROPOSED AMENDMENTS TO SENATE BILL 311

1 On page 1 of the printed bill, delete lines 5 through 8 and insert:

2 "(a)(A) 'Eligible costs' means costs that are:

"(i) Directly related to the work necessary to seismically retrofit eligible
property; and

"(ii) Incurred after an application relating to the retrofitting has been
approved under section 2 of this 2017 Act.

7 "(B) 'Eligible costs' includes, but is not limited to:

8 "(i) All costs directly related to structural seismic retrofitting, including, 9 but not limited to, the necessary costs of demolition and restoration of sim-10 ilar architectural finishes, electrical systems, plumbing and mechanical sys-11 tems necessary for access; and

"(ii) Architectural and engineering fees, and fees for testing, insurance
 and project management, related to the seismic retrofitting.

14 "(C) 'Eligible costs' does not include:

"(i) Costs associated with refurbishing or remodeling that are intended
to enhance the aesthetics, functionality or marketability of the improvements
but do not extend the seismic life safety of the improvements; or

"(ii) Costs for abatement of hazardous materials, including, but not limited to, asbestos, or for relocation or loss of rent during the seismic retrofitting.

21 "(b) 'Eligible property' means improvements built before January 1, 1993,

- 1 that constitute a commercial, industrial or multifamily building.".
- 2 In line 11, delete "has been" and insert "will be".
- 3 Delete lines 19 through 21.
- 4 In line 22, delete "(A)".
- 5 On page 2, line 1, delete "10" and insert "15".
- 6 Delete lines 2 and 3.
- 7 In line 8, after "of" insert "the tax benefit from".
- 8 Delete lines 10 and 11 and insert:
- 9 "(c) The ordinance or resolution may:

"(A) Further restrict eligible properties to unreinforced masonry
 buildings, unreinforced concrete buildings or any other building type con sidered seismically dangerous by the governing body of the city or county;

"(B) Impose an annual cap on the total dollar value of exemptions and
 partial exemptions; and

"(C) Impose any other conditions for the exemption or partial exemption
that do not conflict with sections 1 to 5 of this 2017 Act.".

17 On page 3, after line 4, insert:

"(e) Plans, calculations and any other documentation required by the city 18 or county, prepared and stamped by a registered structural engineer or ar-19 chitect certifying that the proposed seismic retrofitting qualifies under the 20performance standard defined as Basic Performance Objective for Existing 21Buildings, or higher, for structural performance in the Seismic Evaluation 22and Retrofit of Existing Buildings ASCE/SEI 41-13, published by the Ameri-23can Society of Civil Engineers and the Structural Engineering Institute, as 24in effect on December 31, 2016, unless the governing body of the city or 25county has expressly approved or required a different performance standard. 26The certification must include seismic retrofitting of parapets, cornices and 27chimneys. 28

29 "(f) Documentation of any financial incentives received from local, state 30 or federal government for the seismic retrofitting of the eligible property, exclusive of the exemption or partial exemption granted under sections 1 to
 5 of this 2017 Act.".

3 In line 5, delete "(e)" and insert "(g)".

In line 20, before the period insert ", reduced by any financial incentives received from local, state or federal government for the seismic retrofitting of the eligible property, exclusive of the exemption or partial exemption granted under sections 1 to 5 of this 2017 Act".

8 After line 24, insert:

"(6) Upon receiving notice under subsection (4) of this section of the ap-9 proval of an application, the owner of the eligible property shall cause to 10 be recorded with the clerk of the county in which the eligible property is 11 located a notice that contains a legal description of the eligible property and 12a statement that the eligible property has been granted a property tax ex-13 emption pursuant to an ordinance or resolution adopted under section 1 of 14 this 2017 Act and that the owner, or the owner's successor or assignees, may 15be liable for additional taxes under section 5 of this 2017 Act.". 16

In line 25, delete "(6)" and insert "(7)" and delete "in an arm's-length transaction".

In line 29, after "transfer" insert "and of the transferee's intention to continue the seismic retrofitting in a manner consistent with the requirements of sections 1 to 5 of this 2017 Act".

In line 34, delete "new or".

In line 36, before the period insert "that is consistent with the definition of 'eligible property' under section 1 of this 2017 Act".

In line 40, delete "under this sec-".

In line 41, delete "tion" and insert "pursuant to an ordinance or resolution adopted under section 1 of this 2017 Act".

28 In line 42, after "(1)" insert "(a)".

29 On page 4, after line 1, insert:

30 "(b) The owner shall include with the documentation the amount of any

SB 311-2 3/24/17 Proposed Amendments to SB 311 financial incentives received from local, state or federal government for the seismic retrofitting of the eligible property, exclusive of the exemption or partial exemption granted under sections 1 to 5 of this 2017 Act. The city or county shall report the amount of the incentives to the assessor of the county in which the eligible property is located, who shall reduce the eligible costs for the eligible property by the amount of the incentives.".

In line 4, delete "assessor of the county in which the eligible property is
located" and insert "county assessor".

9 In line 22, delete the second "or".

In line 23, delete the period and insert "; or

"(C) Perform the seismic retrofitting of the eligible property in substantial compliance with the standards certified in the manner provided in section 2 (2)(e) of this 2017 Act and approved with the application relating to the eligible property by the city or county under section 2 of this 2017 Act.".

16