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576-04171B-09

Proposed Committee Substitute by the Policy and Steering Committee on Ways and Means

A bill to be entitled

An act relating to state-owned real property; amending s. 253.034, F.S.; requiring the state to offer to lease state-owned buildings or lands to state agencies and universities before being offered for sale or lease to others; amending s. 255.249, F.S.; requiring the Department of Management Services to adopt rules relating to leases of privately owned buildings; requiring that the department determine if certain leases are in the best interests of the state; amending s. 255.25, F.S.; requiring that an agency seeking to lease a privately owned building or land receive a determination from the Department of Management Services that the lease serves the best interests of the state; amending s. 627.351, F.S.; subjecting Citizens Property Insurance Corporation to ch. 255, F.S., relating to public property and publicly owned buildings; requiring the Department of Management Services to create and maintain a database of state-owned property; providing requirements for the database; requiring a report to the Governor and Legislature; requiring the Department of Management Services to begin the process to dispose of certain buildings; providing an effective date.

26 Be It Enacted by the Legislature of the State of Florida: 27

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28 Section 1. Subsection (15) is added to section 253.034, 29 Florida Statutes, to read: 30 253.034 State-owned lands; uses.-(15) Before a building or parcel of land is offered for 31 32 lease, sublease, or sale to a local or federal unit of 33 government or a private party, it shall first be offered for 34 lease to state agencies and state universities, with priority 35 consideration given to state universities. 36 Section 2. Paragraphs (b) and (k) of subsection (4) of 37 section 255.249, Florida Statutes, are amended to read: 38 255.249 Department of Management Services; responsibility; 39 department rules.-40 (4) The department shall adopt rules pursuant to chapter 41 120 providing: (b) Procedures for soliciting and accepting competitive 42 solicitations for leased space of 5,000 square feet or more in 43 privately owned buildings, for evaluating the proposals 44 received, for exemption from competitive solicitations 45 46 requirements of any lease the purpose of which is the provision 47 of care and living space for persons or emergency space needs as 48 provided in s. 255.25(10), and for the securing of at least 49 three documented quotes for a lease that is not required to be 50 competitively solicited. 51 (k) For a lease of less than 5,000 square feet, a method 52 for certification by the agency head or the agency head's 53 designated representative that all criteria for leasing have 54 been fully complied with and for the filing of a copy of such 55 lease and all supporting documents with the department for its

review and approval as to technical sufficiency and whether it

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57 is in the best interests of the state.

58 Section 3. Subsection (2) of section 255.25, Florida 59 Statutes, are amended to read:

60 255.25 Approval required prior to construction or lease of61 buildings.-

62 (2) (a) Except as provided in s. 255.2501, a state agency 63 may not lease a building or any part thereof unless prior approval of the lease conditions and of the need therefor is 64 65 first obtained from the department. Any approved lease may 66 include an option to purchase or an option to renew the lease, 67 or both, upon such terms and conditions as are established by 68 the department subject to final approval by the head of the Department of Management Services and s. 255.2502. 69

70 (b) The approval of the department, except for technical 71 sufficiency, need not be obtained For the lease of less than 5,000 square feet of space, a state agency must notify the 72 73 department at least 30 days before the execution of the lease. 74 The department shall review the lease and determine whether 75 suitable space is available in a state-owned building located in 76 the same geographic region. If the department determines that 77 space is not available, the department must determine whether 78 the state agency lease is in the best interests of the state. If 79 the department determines that the execution of the lease is not 80 in the best interests of the state, the department shall notify 81 the agency proposing the lease, the Governor, and the presiding 82 officers of each house of the Legislature of such finding in 83 writing. within a privately owned building, provided the agency head or the agency head's designated representative has 84 85 certified compliance with applicable leasing criteria as may be

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86 provided pursuant to s. 255.249(4)(k) and has determined such 87 lease to be in the best interest of the state. A lease that is 88 for a term extending beyond the end of a fiscal year is subject 89 to the provisions of ss. 216.311, 255.2502, and 255.2503.

90 (c) The department shall adopt as a rule uniform leasing 91 procedures for use by each state agency other than the 92 Department of Transportation. Each state agency shall ensure 93 that the leasing practices of that agency are in substantial 94 compliance with the uniform leasing rules adopted under this 95 section and ss. 255.249, 255.2502, and 255.2503.

96 (d) Notwithstanding paragraph (a) and except as provided in 97 ss. 255.249 and 255.2501, a state agency may not lease a building or any part thereof unless prior approval of the lease 98 99 terms and conditions and of the need therefor is first obtained from the department. The department may not approve any term or 100 101 condition in a lease agreement which has been amended, 102 supplemented, or waived unless a comprehensive analysis, including financial implications, demonstrates that such 103 104 amendment, supplement, or waiver is in the state's long-term 105 best interest. Any approved lease may include an option to 106 purchase or an option to renew the lease, or both, upon such 107 terms and conditions as are established by the department subject to final approval by the head of the Department of 108 109 Management Services and the provisions of s. 255.2502.

Section 4. Present paragraphs (f) through (ee) of subsection (6) of section 627.351, Florida Statutes, are redesignated as paragraphs (g) through (ff), respectively, and a new paragraph (f) is added to that subsection, to read: 627.351 Insurance risk apportionment plans.-

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115	(6) CITIZENS PROPERTY INSURANCE CORPORATION
116	(f) The corporation is subject to the provisions of chapter
117	<u>255.</u>
118	Section 5. Database of state-owned property
119	(1) The Department of Management Services is directed to
120	create, administer, and maintain a comprehensive database of all
121	state-owned real property. To that end, the Department of
122	Management Services shall prepare a plan to compile the database
123	and address the following issues in the plan:
124	(a) A method for requiring that specific information be
125	provided for each property in the database in order to determine
126	appropriate valuation.
127	(b) A method for maintaining and updating the database.
128	(c) A method for the identification and assessment of
129	database properties for potential disposition.
130	(d) A method for requiring that the Department of
131	Management Services be notified of identified properties for
132	purposes of conducting a strategic valuation and disposition
133	analysis.
134	(2) The Department of Management Services shall submit the
135	plan to the President of the Senate, the Speaker of the House of
136	Representatives, and the Executive Office of the Governor by
137	January 4, 2010.
138	Section 6. In an effort to improve cost efficiencies and
139	maximize revenues to the state, by disposing of surplus
140	property, the Department of Management Services, in coordination
141	with the Board of Trustees of the Internal Improvement Trust
142	Fund, is directed to immediately begin the disposition process
143	of the Fuller Warren Building, the Bloxham Building, the Bloxham

PROPOSED COMMITTEE SUBSTITUTE

Florida Senate - 2009 Bill No. SB 1804

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- 144 Annex Properties "A, B, and C," the Firestone Building, and the
- 145 <u>Winchester Building</u>.
- 146

Section 7. This act shall take effect July 1, 2009.