CERTIFICATION OF ENROLLMENT

SUBSTITUTE HOUSE BILL 1433

Chapter 349, Laws of 1997

55th Legislature 1997 Regular Session

EASTERN STATE HOSPITAL--LEASES WITH CONSORTIUMS OF COUNTIES FORMED TO ACQUIRE FACILITIES

EFFECTIVE DATE: 5/13/97

Passed by the House April 19, 1997 Yeas 90 Nays 1

CLYDE BALLARD

Speaker of the House of Representatives

Passed by the Senate April 7, 1997 Yeas 44 Nays 3 CERTIFICATE

I, Timothy A. Martin, Chief Clerk of the House of Representatives of the State of Washington, do hereby certify that the attached is **SUBSTITUTE HOUSE BILL 1433** as passed by the House of Representatives and the Senate on the dates hereon set forth.

BOB MORTON TIMOTHY A. MARTIN

President of the Senate

Chief Clerk

Approved May 13, 1997

FILED

May 13, 1997 - 2:34 p.m.

GARY LOCKE

Governor of the State of Washington

Secretary of State State of Washington

SUBSTITUTE HOUSE BILL 1433

AS AMENDED BY THE SENATE

Passed Legislature - 1997 Regular Session

State of Washington 55th Legislature 1997 Regular Session

By House Committee on Capital Budget (originally sponsored by Representatives Sump, McMorris, Ballasiotes, DeBolt, Sheahan, Talcott, Quall, D. Sommers, Honeyford, Chandler, Schoesler, Crouse, Mastin and Mielke)

Read first time 02/25/97.

- 1 AN ACT Relating to leases with consortiums of counties formed to
- 2 acquire correctional facilities; amending RCW 43.17.360; and declaring
- 3 an emergency.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 5 **Sec. 1.** RCW 43.17.360 and 1996 c 261 s 2 are each amended to read 6 as follows:
- 7 (1) The department of social and health services and other state
- 8 agencies may lease real property and improvements thereon to a
- 9 consortium of three or more counties in order for the counties to
- 10 construct or otherwise acquire correctional facilities for juveniles or
- 11 adults.
- 12 (2) A lease governed by subsection (1) of this section shall not
- 13 charge more than one dollar per year for the land value and facilities
- 14 value, during the initial term of the lease, but the lease may include
- 15 provisions for payment of any reasonable operation and maintenance
- 16 expenses incurred by the state.
- 17 The initial term of a lease governed by subsection (1) of this
- 18 section shall not exceed twenty years, except as provided in subsection
- 19 (4) of this section. A lease renewed under subsection (1) of this

- section after the initial term shall charge the fair rental value for 1 the land and ((facilities, and may)) improvements other than those 2 improvements paid for by a contracting consortium. The renewed lease 3 4 may also include provisions for payment of any reasonable operation and maintenance expenses incurred by the state. For the purposes of this 5 subsection, fair rental value shall be determined by the commissioner 6 of public lands in consultation with the department and shall not 7 8 include the value of any improvements paid for by a contracting 9 consortium.
- 10 (3) The net proceeds generated from any lease entered or renewed under subsection (1) of this section involving land and facilities on 11 12 the grounds of eastern state hospital shall be used solely for the benefit of eastern state hospital programs for the long-term care needs 13 of patients with mental disorders. These proceeds shall not supplant 14 or replace funding from traditional sources for the normal operations 15 and maintenance or capital budget projects. It is the intent of this 16 17 subsection to ensure that eastern state hospital receives the full benefit intended by this section, and that such effect will not be 18 19 diminished by budget adjustments inconsistent with this intent.
- 20 (4) The initial term of a lease under subsection (1) of this section entered into after January 1, 1996, and involving the grounds of Eastern State hospital, shall not exceed fifty years. This subsection applies retroactively, and the department shall modify any existing leases to comply with the terms of this subsection. No other terms of a lease modified by this subsection may be modified unless both parties agree.
- NEW SECTION. Sec. 2. If any provision of this act or its application to any person or circumstance is held invalid, the remainder of the act or the application of the provision to other persons or circumstances is not affected.
- NEW SECTION. Sec. 3. This act is necessary for the immediate preservation of the public peace, health, or safety, or support of the state government and its existing public institutions, and takes effect immediately.

Passed the House April 19, 1997.
Passed the Senate April 7, 1997.
Approved by the Governor May 13, 1997.
Filed in Office of Secretary of State May 13, 1997.