

EXECUTIVE DEPARTMENT
STATE OF CALIFORNIA



EXECUTIVE ORDER D-77-89

WHEREAS, the State of California owns land and property worth billions of dollars; and

WHEREAS, unused or underused land or property can be managed in cooperation with the private sector for the benefit of the State and its people; and

WHEREAS, The Vision: California 2010 report of the California Economic Development Corporation and the Commission on California State Government Organization and Economy recommended that the State should improve management of its lands and property to increase return to the State; and

WHEREAS, improved management of State land and property can generate revenues through such means as sale, lease, trade or joint development with private firms; and

WHEREAS, revenues generated by such means can be used to finance construction and operation of public projects; and

WHEREAS, State agencies are required to prepare and maintain an inventory of their land and property; and

WHEREAS, it is in the public interest for the State to actively manage its land and property and for private firms to finance and manage public works in cooperation with the State;

NOW, THEREFORE. I, GEORGE DEUKMEJIAN, Governor of the State of California, by virtue of the power and authority vested in me by the Constitution and statutes of the State of California, do hereby issue this order to become effective immediately:

1. It is the policy of the State to actively manage its land and property for maximum public benefit and highest and best use, working in cooperation with the private sector. To effect this policy the State shall establish a pro-active asset management function.
2. There is within the Governor's Office of Planning and Research an asset management function through which the Director shall oversee pro-active asset management activities and coordinate State efforts to develop projects jointly with departments and the private sector. The Director shall encourage and assist State agencies to implement the program, review and approve goals, plans, procedures and specific proposals developed by them, work with the private sector to provide information and assistance about opportunities for development, issue an annual report on its achievements and activities, and may establish advisory groups as needed to carry out its duties.

3. All agencies, departments, boards, and commissions, in recognition of the benefits to be derived from the pro-active asset management function shall:
 - a. Take appropriate action to manage their land and property to further the State asset management policy;
 - b. Employ such methods as lease, sale, or trade of unused or underused State land or property, and joint ventures with the private sector, where appropriate, in order to ensure maximum public benefit;
 - c. Develop goals, and procedures to implement this order, employing the capabilities of the private sector where appropriate, to assess development potential and undertake projects;
 - d. Develop specific proposals for managing unused or underused property for the benefit of State programs and organize those proposals in an annual plan to be submitted to appropriate agencies for approval;
 - e. Coordinate with the pro-active asset management function proposals to finance and construct State buildings and other facilities.
4. Projects developed pursuant to this policy shall be subject to the approval of the Public Works Board. In making its determinations the board shall consider the utilization of pro-active asset management to accomplish the goals of the projects.

IN WITNESS WHEREOF I have hereunto set my hand and caused the Great Seal of the State of California to be affixed this 22nd day of June 1989.

Governor of California

ATTEST:

Secretary of State