SEC. 2801. USE OF PROCEEDS, LAND CONVEYANCE, TYNDALL AIR FORCE BASE, FLORIDA.

Section 2862(c) of the National Defense Authorization Act for Fiscal Year 2000 (Public Law 106-65; 113 Stat. 868) is amended—

(1) by striking "and" and inserting a comma; and

(2) by inserting before the period at the end the following: ", or for other purposes, subject to the same limitations, described in section 2667(e) of title 10, United States Code".

Section-by-Section Analysis

This proposal would amend special legislative property conveyance authority in section 2862 of the National Defense Authorization Act for Fiscal Year 2000 to allow the Secretary of the Air Force to use the proceeds from the Air Force sale of the 33 acres, known as "Cove Gardens", in Bay County, Florida, for purposes other than to construct or improve military family housing at Tyndall Air Force Base, Florida. The amount of sale proceeds is $3,544,041.

Section 2862 of the National Defense Authorization Act for Fiscal Year 2000 authorized the Secretary of the Air Force to sell the Cove Gardens property to Panama City, Florida, for fair market value. Section 2862(c), which pre-dated the privatization of military family housing at Tyndall Air Force Base, limited the Air Force use of the proceeds to construction or improvement of military family housing units and improvement of ancillary supporting facilities related to such housing at the base. The Cove Garden property sale proceeds were distributed in 2011 for Air Force use.

Due to the completion of military family housing privatization at Tyndall, the Air Force does not anticipate a need for further construction or improvement of military family housing at the installation. This legislative proposal would allow the Air Force to realize the benefits from the property sale for other mission-related needs at the base, similar to how lease rent proceeds can be used pursuant to section 2667(e) of title 10, United States Code. This would include the following purposes: (1) Maintenance, protection, alteration, repair, improvement, or restoration (including environmental restoration) of property or facilities; (2) Construction or acquisition of new facilities; (3) Lease of facilities; (4) Payment of utility services; and (5) Real property maintenance services.

Budget Implications: This proposal does not increase or decrease the budget. The proposal allows alternate use of $3,544,041 formerly held in the Special Treasury 97X5188 Account and which was distributed to the Air Force Fund Code K-1.

Changes to Existing Law: This proposal would make the following changes to section 2862 of the National Defense Authorization Act for Fiscal Year 2000 (Public Law 106-65, 113 Stat.868):

§ 2862. Land conveyance, Tyndall Air Force Base, Florida.

(a) CONVEYANCE AUTHORIZED.—The Secretary of the Air Force may convey to Panama City, Florida (in this section referred to as the "City"), all right, title, and interest of the United States in and to a parcel of real property, including improvements thereon, consisting of approximately 33.07 acres in Bay County, Florida, and containing the military family housing project for Tyndall Air Force Base known as Cove Garden.

(b) CONSIDERATION.—As consideration for the conveyance under subsection (a), the City shall pay to the United States an amount equal to the fair market value of the real property to be conveyed, as determined by the Secretary.

(c) USE OF PROCEEDS.—In such amounts as are provided in advance in appropriations Acts, the Secretary may use the funds paid by the City under subsection (b) to construct or improve military family housing units at Tyndall Air Force Base, ~~and~~ to improve ancillary supporting facilities related to such housing, or for other purposes, subject to the same limitations, described in section 2667(e) of title 10, United States Code.

(d) DESCRIPTION OF PROPERTY.—The exact acreage and legal description of the real property to be conveyed under subsection (a) shall be determined by a survey satisfactory to the Secretary. The cost of the survey shall be borne by the City.

(e) ADDITIONAL TERMS AND CONDITIONS.—The Secretary may require such additional terms and conditions in connection with the conveyance under subsection (a) as the Secretary considers appropriate to protect the interests of the United States.