

Department of Planning and Budget 2008 Fiscal Impact Statement

1. Bill Number: HB388

| | | | | | | |
|-----------------|---------------|--------------|---------------|------------|---------------|-----------|
| House of Origin | <u> X </u> | Introduced | <u> </u> | Substitute | <u> </u> | Engrossed |
| Second House | <u> </u> | In Committee | <u> </u> | Substitute | <u> </u> | Enrolled |

2. Patron: Bulova

3. Committee: General Laws

4. Title: State agencies; conveyance of easements

5. Summary: This bill clarifies the process for conveying easements by state agencies. Such conveyances must be deemed to be in the public interest and subject to guidelines adopted by the Department of General Services.

6. Fiscal Impact Estimates: Indeterminate. See Item 8.

7. Budget Amendment Necessary: No

8. Fiscal Implications: Increased revenue that may be generated from private entities that are granted easements on Commonwealth property cannot be adequately estimated because there are no land valuations available to estimate values of past projects, although we know that many such easements have been conveyed for little or no consideration. With approval of this legislation, the Department of General Services will establish policy to ensure that all easements in gross and easements serving adjacent properties are conveyed at fair value. The department may incur some costs to develop the guidelines.

9. Specific Agency or Political Subdivisions Affected: All state agencies. Some institutions may be affected, although they generally have separate statutory authority. None of the institutions having delegated authority will be affected.

10. Technical Amendment Necessary: No

11. Other Comments: None

Date: 1/18/2008 dpb

Document: G:\AFG\2008 Session\FIS\HB388.Doc AFG

cc: Secretary of Administration