

Department of Planning and Budget 2004 Fiscal Impact Statement

1. Bill Number HB985

House of Origin	<input type="checkbox"/> Introduced	<input type="checkbox"/> Substitute	<input checked="" type="checkbox"/> Engrossed
Second House	<input type="checkbox"/> In Committee	<input checked="" type="checkbox"/> Substitute	<input type="checkbox"/> Enrolled

2. Patron Reese

3. Committee

4. Title Performance standards for state real property management

5. Summary/Purpose:

Requires the Division of Engineering and Buildings of the Department of General Services to establish performance standards for the acquisition, lease, and disposition of real property and for the management and use of such property. In addition, the head of each state agency or institution shall assure that real property assets held by the agency or institution are managed in accordance with the standards set by the Division. If a higher education institution has been delegated authority to manage aspects of its real property usage and has signed a memorandum of understanding with the Secretary of Administration related to this authority, it shall be deemed as in compliance with the performance standards provided it abides by the terms of the memorandum. The bill also requires the Division to report the performance standards to the Governor and the General Assembly by December 1, 2004, and to thereafter prepare, no later than November 30 of each year, reports to the Governor and the General Assembly on the implementation and effectiveness of the program.

6. Fiscal impact cannot be determined (see Item 8).

7. Budget amendment necessary: No

8. Fiscal implications: This proposal requires the Department of General Services (DGS) to establish performance standards for real property management and establishes additional reporting requirements on the effectiveness of these performance standards. These requirements will result in additional costs, which are indeterminate. DGS should be able to absorb the costs in existing agency programs.

9. Specific agency or political subdivisions affected: Department of General Services, all state agencies and higher education institutions with real property assets

10. Technical amendment necessary: No

11. Other comments: This proposal is similar to SB 289.

Date: 03/02/04 / amk

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cc: Secretary of Administration