

Department of Planning and Budget

2016 Fiscal Impact Statement

1. Bill Number: SB754

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

2. Patron: Vogel

3. Committee: Courts of Justice

4. Title: Property conveyance; Department of General Services; Clark County.

5. Summary: Authorizes the Department of General Services, with the approval of the Governor, to convey certain property to Clark County.

6. Budget Amendment Necessary: No.

7. Fiscal Impact Estimates: Fiscal impact is indeterminate. See Item 8, below.

8. Fiscal Implications: The state fiscal impact of this bill is the opportunity cost of allowing the transfer of the property identified in the bill to Clark County for \$1, which is indeterminate. Such a transfer would forego the alternative options otherwise available to the state, including use of the property by another state agency or revenue from the sale of the property for fair market value.

The property has already been identified through normal surplus property procedures for transfer to the Department of Military Affairs (DMA) to meet the agency's operational needs.

If the property was transferred to Clark County in accordance with the provisions of the bill, DMA would need to locate alternative property for its use. The cost of alternative property is indeterminate and would depend on whether other suitable surplus property was available or new property would need to be purchased.

Conversely, if the state decided to sell the property in the absence of the proposed legislation, it would expect to receive the fair market value of the property. The Clark County tax assessment value for the property identified in the bill is \$3,644,000. Proceeds from the sale of surplus property are shared equally between the State Park Acquisition and Development Fund and the general fund pursuant to § 2.2-1156, Code of Virginia. The Commonwealth is required to receive the fair market value for surplus state property for economic development purposes pursuant to § 4-5.10 of Chapter 665, 2015 Acts of Assembly.

9. Specific Agency or Political Subdivisions Affected: Department of General Services, Department of Conservation and Recreation, Department of the Treasury, and the Department of Military Affairs.

10. Technical Amendment Necessary: No.

11. Other Comments: None.

Date: February 2, 2016
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