23103227D

1

2 3

4

5

6

7 8

9

13

29

## HOUSE BILL NO. 2256

Offered January 11, 2023 Prefiled January 11, 2023

A BILL to amend and reenact § 2.2-2340 of the Code of Virginia and to amend the Code of Virginia by adding a section numbered 2.2-2340.1, relating to Fort Monroe Authority; fees; security.

## Patrons-Cordoza; Senator: Locke

Referred to Committee on General Laws

## 10 Be it enacted by the General Assembly of Virginia:

11 1. That § 2.2-2340 of the Code of Virginia is amended and reenacted and that the Code of Virginia 12 is amended by adding a section numbered 2.2-2340.1 as follows:

## § 2.2-2340. Additional declaration of policy; powers of the Authority; penalty.

14 A. It is the policy of the Commonwealth that the historic, cultural, and natural resources of Fort 15 Monroe be protected in any conveyance or alienation of real property interests by the Authority. Real property in the Area of Operation at Fort Monroe may be maintained as Commonwealth-owned land 16 that is leased, whether by short-term operating/revenue lease or long-term ground lease, to appropriate 17 18 public, private, or joint venture entities, with such historic, cultural, and natural resources being 19 protected in any such lease, to be approved as to form by the Attorney General of the Commonwealth 20 of Virginia. If sold as provided in this article, real property interests in the Area of Operation at Fort Monroe may only be sold under covenants, historic conservation easements, historic preservation 21 22 easements, or other appropriate legal restrictions approved as to form by the Attorney General that 23 protect these historic and natural resources. Properties in the Wherry Quarter and Inner Fort areas 24 identified in the Fort Monroe Reuse Plan may only be sold with the consent of both the Governor and 25 the General Assembly, except that any transfer to the National Park Service shall require only the approval of the Governor. The proceeds from the sale or pre-paid lease of any real or personal property 26 27 within the Area of Operation shall be retained by the Authority and used for infrastructure improvements 28 in the Area of Operation.

B. The Authority shall have the power and duty:

1. To sue and be sued; to adopt and use a common seal and to alter the same as may be deemed
expedient; to have perpetual succession; to make and execute contracts and other instruments necessary
or convenient to the exercise of the powers of the Authority; and to make and from time to time amend
and repeal bylaws, rules, and regulations, not inconsistent with law, to carry into effect the powers and
purposes of the Authority;

35 2. To foster and stimulate the economic and other development of Fort Monroe, including without 36 limitation development for business, employment, housing, commercial, recreational, educational, and 37 other public purposes; to prepare and carry out plans and projects to accomplish such objectives; to 38 provide for the construction, reconstruction, rehabilitation, reuse, improvement, alteration, maintenance, 39 removal, equipping, or repair of any buildings, structures, or land of any kind; to lease or rent to others 40 or to develop, operate, or manage with others in a joint venture or other partnering arrangement, on such 41 terms as it deems proper and which are consistent with the provisions of the Programmatic Agreement, 42 Design Standards, and Reuse Plan governing any lands, dwellings, houses, accommodations, structures, buildings, facilities, or appurtenances embraced within Fort Monroe; to establish, collect, and revise the 43 rents charged and terms and conditions of occupancy thereof; to terminate any such lease or rental 44 45 obligation upon the failure of the lessee or renter to comply with any of the obligations thereof; to 46 arrange or contract for the furnishing by any person or agency, public or private, of works, services, 47 privileges, or facilities in connection with any activity in which the Authority may engage, provided, however, that if services are provided by the City of Hampton pursuant to § 2.2-2341 for which the 48 49 City is compensated pursuant to subsection B of  $\S$  2.2-2342, then the Authority may provide for 50 additional, more complete, or more timely services than are generally available in the City of Hampton 51 as a whole if deemed necessary or appropriate by the Authority; to acquire, own, hold, and improve real 52 or personal property; to purchase, lease, obtain options upon, acquire by gift, grant, bequest, devise, 53 easement, dedication, or otherwise any real or personal property or any interest therein, which purchase, lease, or acquisition may only be made for less than fair market value if the Board of Trustees 54 55 determines, upon the advice of the Attorney General, that the transaction is consistent with the fiduciary obligation of the Authority to the Commonwealth and if necessary or appropriate to further the purposes 56 57 of the Authority; as provided in this article, to sell, lease, exchange, transfer, assign, or pledge any real 58 or personal property or any interest therein, which sale, lease, or other transfer or assignment may be

114

59 made for less than fair market value; as provided in this article, to dedicate, make a gift of, or lease for a nominal amount any real or personal property or any interest therein to the Commonwealth, the City

of Hampton, or other localities or agencies, public or private, within the Area of Operation or adjacent 61 62 thereto, jointly or severally, for public use or benefit, such as, but not limited to, game preserves, 63 playgrounds, park and recreational areas and facilities, hospitals, clinics, schools, and airports; to acquire, lease, maintain, alter, operate, improve, expand, sell, or otherwise dispose of onsite utility and 64 65 infrastructure systems or sell any excess service capacity for offsite use; to acquire, lease, construct, maintain, and operate and dispose of tracks, spurs, crossings, terminals, warehouses, and terminal 66 facilities of every kind and description necessary or useful in the transportation and storage of goods, 67 wares, and merchandise; and to insure or provide for the insurance of any real or personal property or 68 69 operation of the Authority against any risks or hazards;

70 3. To invest any funds held in reserves or sinking funds, or any funds not required for immediate disbursements, in property or security in which fiduciaries may legally invest funds subject to their control; to purchase its bonds at a price not more than the principal amount thereof and accrued interest, all bonds so purchased to be cancelled;

74 4. To undertake and carry out examinations, investigations, studies, and analyses of the business, 75 industrial, agricultural, utility, transportation, and other economic development needs, requirements, and potentialities of its Area of Operation or offsite needs, requirements, and potentialities that directly affect 76 77 the success of the Authority at Fort Monroe, and the manner in which such needs and requirements and 78 potentialities are being met, or should be met, in order to accomplish the purposes for which it is 79 created; to make use of the facts determined in such research and analyses in its own operation; and to 80 make the results of such studies and analyses available to public bodies and to private individuals, groups, and businesses, except as such information may be exempted pursuant to the Virginia Freedom 81 of Information Act (§ 2.2-3700 et seq.); 82

5. To administer, develop, and maintain at Fort Monroe permanent commemorative cultural and historical museums and memorials;

6. To adopt names, flags, seals, and other emblems for use in connection with such shrines and to copyright the same in the name of the Commonwealth;

87 7. To enter into any contracts not otherwise specifically authorized in this article to further the purposes of the Authority, after approval as to form by the Attorney General;

89 8. To establish nonprofit corporations as instrumentalities to assist in administering the affairs of the
 90 Authority;

91 9. To exercise the power of eminent domain in the manner provided by Chapter 3 (§ 25.1-300 et
92 seq.) of Title 25.1 within the Authority's Area of Operation; however, eminent domain may only be used
93 to obtain easements across property on Fort Monroe for the provision of water, sewer, electrical, ingress
94 and egress, and other necessary or useful services to further the purposes of the Authority, unless the
95 Governor has expressly granted authority to obtain interests for other purposes;

10. To fix, charge, and collect rents, fees, and charges (i) for the use of, or the benefit derived from, 96 97 the services or facilities provided, owned, operated, or financed by the Authority benefiting property 98 within the Authority's Area of Operation and (ii) for the consumption within the Area of Operation of 99 goods and services being provided in exchange for value by any person or business located and operating, permanently or temporarily, within the Area of Operation. Such rents, fees, and charges may 100 101 be charged to and collected by such persons and in such manner as the Authority may determine from (i) (a) any person contracting for the services or using the Authority facilities or (ii) (b) the owners, 102 103 tenants, or customers of the real estate and improvements that are served by, or benefit from the use of, any such services or facilities, in such manner as shall be authorized by the Authority in connection 104 with the provision of such services or facilities. Such rents, fees, and charges shall not be chargeable to 105 the Commonwealth or, where such rents, fees or charges relate to services or facilities utilized by the 106 107 City of Hampton to provide municipal services, to the City of Hampton except as may be provided by 108 lease or other agreement and may be used to fund the provision of the additional, more complete, or 109 more timely services authorized under subdivision 6 of § 2.2-2339, the payments provided under § 2.2-2342, or for other purposes as the Authority may determine to be appropriate, subject to the 110 111 provisions of subsection B of § 2.2-2342;

112 11. To receive and expend gifts, grants, and donations from whatever source derived for the purposes113 of the Authority;

12. To employ an executive director and such deputies and assistants as may be required;

115 13. To elect any past chairman of the Board of Trustees to the honorary position of chairman
116 emeritus. Chairmen emeriti shall serve as honorary members for life. Chairmen emeriti shall be elected
117 in addition to the nonlegislative citizen member positions defined in § 2.2-2338;

118 14. To determine what paintings, statuary, works of art, manuscripts, and artifacts may be acquired
by purchase, gift, or loan and to exchange or sell the same if not inconsistent with the terms of such
120 purchase, gift, loan, or other acquisition;

121 15. To change the form of investment of any funds, securities, or other property, real or personal, 122 provided the same are not inconsistent with the terms of the instrument under which the same were 123 acquired, and to sell, grant, or convey any such property, subject to the provisions of subsection A of 124 § 2.2-2340;

125 16. To cooperate with the federal government, the Commonwealth, the City of Hampton, or other 126 nearby localities in the discharge of its enumerated powers; 127

17. To exercise all or any part or combination of powers granted in this article;

128 18. To do any and all other acts and things that may be reasonably necessary and convenient to carry 129 out its purposes and powers;

130 19. To adopt, amend or repeal, by the Board of Trustees, or the executive committee thereof, 131 regulations concerning the use of, access to and visitation of properties under the control of the 132 Authority in order to protect or secure such properties and the public enjoyment thereof, with any violation of such regulations being punishable by a civil penalty of up to \$100 for the first violation and 133 134 up to \$250 for any subsequent violation, such civil penalty to be paid to the Authority; 135

20. To provide parking and traffic rules and regulations on property owned by the Authority; and

136 21. To provide that any person who knowingly violates a regulation of the Authority may be 137 requested by an agent or employee of the Authority to leave the property and upon the failure of such 138 person so to do shall be guilty of a trespass as provided in § 18.2-119.

139 § 2.2-2340.1. Use of safety and security enhancement devices.

140 The Authority shall have the power to install, operate, maintain, repair, and replace, or to cause to 141 be installed, operated, maintained, repaired, and replaced, within the Area of Operation, security 142 cameras and any other devices or sensors that may be useful to enhance the safety and security of

143 persons or property located within the Area of Operation.