

FIRST REGULAR SESSION

ONE	HUNDRED	AND	THIRTEENTH	LEGISLATURE

Legislative Document NO. 548 H.P. 414 House of Representatives, February 25, 1987 Reference to the Committee on State and Local Government suggested and ordered printed. EDWIN H. PERT, Clerk Presented by Representative SPROUL of Augusta. Cosponsored by Representative WENTWORTH of Wells, Senators TUTTLE of York and GOULD of Waldo. STATE OF MAINE IN THE YEAR OF OUR LORD NINETEEN HUNDRED AND EIGHTY-SEVEN AN ACT Relating to the Disposition of Surplus Real Estate. Be it enacted by the People of the State of Maine as follows: Sec. 1. 1 MRSA c. 22 is enacted to read: CHAPTER 22 SALE OF STATE-OWNED REAL ESTATE §821. Definitions As used in this chapter, unless the context indicates otherwise, the following terms have the following meanings.

12

3 4

5

6

7

8

9

10

11

12

Page 1-LR1266

1. Appraised value. "Appraised value" means the 1 2 value arrived at by a professional real estate ap-3 praiser who is regularly engaged in the occupation of 4 providing real estate valuation services for a fee or 5 salary or who is deemed qualified by a nationally recognized real estate appraisal educational organi-6 7 zation on the basis of practical appraisal experience 8 or who has successfully completed the written exami-9 nation or evaluation organization of real estate ap-10 praisers. 11 2. Commissioner. "Commissioner" means the Com-12 missioner of Finance. 3. Department. "Department" means the Depart-13 14 ment of Finance. 15 §822. Sale of state-owned real estate 16 Notwithstanding any other provisions of law, if any department or agency of State Government, subject to Title 5, chapters 141 to 155, intends to offer for 17 18 sale or sells any real estate, including buildings 19 20 and other types of structures, the sale shall be conducted by the commissioner or his designee. 21 1. Exclusion of certain types of real 22 estate. This chapter does not apply to real estate which is to be sold or exchanged in a transaction which involves the acquisition of real estate by the 23 24 25 26 State in exchange for the real estate being sold. This chapter does not apply to any real estate that 27 was purchased in whole or in part with federal money 28 29 and the disposal of which is subject to federal regu-30 lation.

31 2. Exclusion of state agencies. The following 32 departments, agencies and appointed officials are be 33 exempt from this chapter, but nothing prohibits these 34 agencies from requesting the commissioner to sell 35 real estate of these agencies nor may the commission-36 er be prohibited from selling real estate for these 37 agencies:

38

A. The Department of Conservation;

39B. The State Tax Assessor pursuant to Title 30,40section 5702 and Title 36, section 1283; and

Page 2-LR1266

C. The Department of Transportation.

1

2 3. Status of real estate. No state-owned real 3 estate, subject to this chapter, may be sold unless 4 the commissioner determines that the real estate is 5 surplus and that no other agency or department of 6 State Government has a need and use for the real es-7 tate. 8 §823. To whom real estate is to be offered 9 The department shall offer the real estate, ex-10 cept as provided in section 824, to the following en-11 tities or persons in the following order. 12 1. Municipality. If the real estate is located 13 within a municipality, the department shall offer to 14 sell the real estate to the municipality at a price equal to at least 25% of the appraised value of the 15 16 real estate. 17 2. County. The department shall offer to sell 18 the real estate to the county in which the real es-19 tate is located at a price equal to at least 25% of 20 the appraised value of the real estate. 21 Abuttor. If the municipality and county in 22 which the real estate is located reject the real es-23 tate offered under this chapter, the department shall 24 offer the real estate to the abuttors, except that 25 the real estate shall be sold to only one abutting 26 property owner. In the event that more than one 27 abutting property owner wishes to purchase the real estate, the commissioner shall offer the real estate 28 29 to the abuttor presenting the highest bid in a sealed 30 bidding process. 31 Bid. The department may sell the real estate 4. 32 to any other person by means of a competitive bid. 33 process. 34 §824. Use of real estate sold to municipality or 35 county Reversion. Any deed conveying real estate 36 sold to a municipality or county pursuant to this 37 38 chapter shall contain a provision limiting the use of

Page 3-LR1266

1	the real estate to a public purpose. The deed shall			
2	provide that if the real estate ceases to be used for			
3	a public purpose it shall revert to the State.			
4	2. Purchase at appraised value. A municipality			
5	or county may purchase real estate under this chapter			
6	at the appraised value and be exempt from the rever-			
7	sion provision of this section.			
8	§825. Rules			
9	The commissioner may, in accordance with the			
10	Maine Administrative Procedure Act, Title 5, chapter			
11	375, promulgate rules to carry out the purposes of			
12	this chapter.			
	Sec. 2. 12 MRSA §7035, sub-§9, as amended by PL 1983, c. 819, Pt. A, §21, is further amended to read:			
16	9. Unneeded property. The Governor, on recommen-			
17	dation of the commissioner, may sell and convey on			
18	behalf of the State the interests of the State in			
19	property taken or acquired by purchase under chapters			
20	701 to 721 and deemed no longer necessary for the			
21	purposes of those chapters. The commissioner, with			
22	the approval of the Governor, may lease these same			
23	properties. The proceeds from these sales or leases			
24	shall be credited to the funds of the department. <u>Any</u>			
25	real estate offered for sale under this subsection			
26	shall be in accordance with Title 1, chapter 22.			
27	STATEMENT OF FACT			
28	The purpose of this bill is to establish a uni-			
29	form procedure for the sale of state-owned real es-			
30	tate.			
31	1266011787			

Page 4-LR1266