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WEST VIRGINIA LEGISLACE URE STATE SEVENTY-EIGHTH LEGISLATURE

REGULAR SESSION, 2007

ENROLLED

COMMITTEE SUBSTITUTE

FOR

Senate Bill No. 582

(By Senators Tomblin, Mr. President, and Caruth, By Request of the Executive)

[Passed March 10, 2007; to take effect July 1, 2007.]

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OFFICE WEST VIRGINIA SECRETARY OF STATE

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(By Senators Tomblin, Mr. President, and Caruth, By Request of the Executive)

[Passed March 10, 2007; to take effect July 1, 2007.]

AN ACT to repeal $\S5A-3-38$, \$5A-3-39, \$5A-3-40, \$5A-3-40aand \$5A-3-41 of the Code of West Virginia, 1931, as amended; to repeal \$20-1A-1, \$20-1A-2, \$20-1A-3, \$20-1A-4, \$20-1A-5, \$20-1A-6, \$20-1A-8 and \$20-1A-9 of said code; to amend said code by adding thereto a new article, designated \$5A-10-1, \$5A-10-2, \$5A-10-3, \$5A-10-4, \$5A-10-5, \$5A-10-6, \$5A-10-7, \$5A-10-8, \$5A-10-9, \$5A-10-10and \$5A-10-11; to amend said code by adding thereto a new article, designated \$5A-11-1, \$5A-11-2, \$5A-11-3, \$5A-11-4, \$5A-11-5, \$5A-11-6, \$5A-11-7 and \$5A-11-8; to amend and reenact \$5F-2-1 and \$5F-2-2 of said code; and to amend and reenact \$20-1-7 of said code, all relating to the creation of the Real Estate Division in the Department

of Administration; providing the Real Estate Division approval of leases; exempting the acquisition and management of public lands and streams by the Division of Natural Resources; creating the position of Executive Director of the Real Estate Division; granting the division authority; requiring inspection of leased or rental property; requiring agencies to maintain and submit real estate inventory records to the Real Estate Division; requiring review of real property inventory; granting rule-making authority; transferring the Public Land Corporation to the Real Estate Division; continuing the Public Land Corporation's board of directors; continuing the Public Land Corporation powers and duties related to the acquisition, leasing, development, disposition and use of public lands; requiring sales of public land to be conducted by competitive bidding and exceptions; requiring public hearing before the sale, lease, exchange or transfer of land or minerals; requiring competitive bidding and notice before the development or extraction of minerals and related standards; and providing for the transfer and transition of the Public Land Corporation to the Real Estate Division.

Be it enacted by the Legislature of West Virginia:

That $\S5A-3-38$, $\S5A-3-39$, $\S5A-3-40$, $\S5A-3-40a$ and $\S5A-3-41$ of the Code of West Virginia, 1931, as amended, be repealed; that $\S20-1A-1$, $\S20-1A-2$, $\S20-1A-3$, $\S20-1A-4$, $\S20-1A-5$, $\S20-1A-6$, $\S20-1A-8$ and $\S20-1A-9$ of said code be repealed; that said code be amended by adding thereto a new article, designated \$5A-10-1, \$5A-10-2, \$5A-10-3, \$5A-10-4, \$5A-10-5, \$5A-10-6, \$5A-10-7, \$5A-10-8, \$5A-10-9, \$5A-10-10 and \$5A-10-11; that said code be amended by adding thereto a new article, designated \$5A-11-1, \$5A-11-2, \$5A-11-3, \$5A-11-4, \$5A-11-5, \$5A-11-6, \$5A-11-7 and \$5A-11-8; that \$5F-2-1 and \$5F-2-2 of said code be amended and reenacted; and that \$20-1-7 of said code be amended and reenacted, all to read as follows:

CHAPTER 5A. DEPARTMENT OF ADMINISTRATION.

ARTICLE 10. REAL ESTATE DIVISION.

§5A-10-1. Division created; purpose; director.

1 (a) There is hereby created the Real Estate Division 2 within the Department of Administration for the 3 purpose of establishing a centralized office to provide 4 leasing, appraisal and other real estate services to the 5 Secretary of the Department of Administration. 6 (b) The division shall be under the supervision and control of an executive director, who shall be appointed 7 by the Governor, by and with the advice and consent of 8 9 the Senate. 10 (c) Candidates for the position of executive director 11 shall: 12 (1) Have at least a bachelor of arts or science degree 13 from an accredited four-year college or university; and 14 (2) (A) Be a licensed real estate broker, pursuant to the 15[°] provisions of article forty, chapter thirty of this code; or 16 (B) Be a licensed or certified real estate appraiser 17 pursuant to the provisions of article thirty-eight, 18 chapter thirty of this code; or 19 (3) (A) Be considered based on their demonstrated 20 education, knowledge and a minimum of ten years' experience in the areas of commercial real estate 21 22 leasing, commercial real estate appraisal; or 23 (B) Any relevant experience of a minimum of ten years 24 which demonstrates an ability to effectively accomplish 25 the purposes of this article. 26 (d) The Real Estate Division is authorized to employ 27 such employees, including, but not limited to, real estate appraisers licensed in accordance with the provisions of 28 29 article thirty-eight, chapter thirty of this code, as may be necessary to discharge the duties of the division. 30

§5A-10-2. Leases for space to be made in accordance with article; exceptions.

1 (a) Notwithstanding any other provision of this code, 2 no department, agency or institution of state 3 government may lease, or offer to lease, as lessee, any 4 grounds, buildings, office or other space except in 5 accordance with the provisions of this article and article 6 three of this chapter.

7 (b) The provisions of the article, except as to office
8 space, do not apply to the Division of Highways of the
9 Department of Transportation.

10 (c) The provisions of this article do not apply to:

(1) Public lands, rivers and streams acquired,
managed or which title is vested in or transferred to the
Division of Natural Resources of the Department of
Commerce, pursuant to section seven, article one,
chapter twenty of this code and section two, article five
of said chapter;

17 (2) The Higher Education Policy Commission;

18 (3) The West Virginia Council for Community and19 Technical College Education;

20 (4) The institutional boards of governors in
21 accordance with the provisions of subsection (v), section
22 four, article five, chapter eighteen-b of this code;

(5) The real property held by the Department of
Agriculture, including all institutional farms,
easements, mineral rights, appurtenances, farm
equipment, agricultural products, inventories, farm
facilities and operating revenue funds for those
operations;

(6) The real property held by the West Virginia State
Conservation Committee, including all easements,
mineral rights, appurtenances and operating revenue
funds for those operations.

§5A-10-3. Powers and duties of Real Estate Division.

The Real Estate Division has the following powers and
 duties:

3 (1) To provide leasing, appraisal and other real estate
4 services to state spending units;

5 (2) To ensure that the purchase of real estate and all
6 contracts for lease are based on established real estate
7 standards and fair market price;

8 (3) To develop and implement minimum lease space
9 standards for the lease of any grounds, buildings, office
10 or other space required by any spending unit of state
11 government;

(4) To develop and implement minimum standards for
the selection and acquisition, by contract or lease, of all
grounds, buildings, office space or other space by a
spending unit of state government except as otherwise
provided in this article;

17 (5) To establish and maintain a comprehensive18 database of all state real estate contracts and leases;

19 (6) To develop policies and procedures for statewide20 real property management;

(7) To maintain a statewide real property management
system that has consolidated real property, building and
lease information for all departments, agencies and
institutions of state government;

(8) To develop and maintain a centralized repository
of comprehensive space needs for all state departments,
agencies and institutions of state government, including
up-to-date space and resource utilization, anticipated
needs and recommended options;

30 (9) To provide statewide policy leadership and
31 coordinate master planning to guide and organize
32 capital asset management; and

33 (10) To provide assistance to all state departments,

- 34 agencies or institutions in acquiring, leasing and
- 35 disposing of real property.

§5A-10-4. Leasing of space by executive director; delegation of authority.

1 The executive director is authorized to lease, in the 2 name of the state, any grounds, buildings, office or other 3 space required by any department, agency or institution 4 of state government: Provided, That the executive 5 director may expressly delegate, in writing, the 6 authority granted to him or her by this article to the 7 appropriate department, agency or institution of state government when the rental and other costs to the state 8 9 do not exceed the sum specified by regulation in any one 10 fiscal year or when necessary to meet bona fide 11 emergencies arising from unforeseen causes.

§5A-10-5. Selection of grounds, etc.; acquisition by contract or lease; long-term leases.

(a) The executive director has sole authority to select 1 2 and to acquire by contract or lease, in the name of the 3 state, all grounds, buildings, office space or other space, 4 the rental of which is necessarily required by any 5 spending unit, upon a certificate from the chief 6 executive officer or his designee of said spending unit 7 that the grounds, buildings, office space or other space 8 requested is necessarily required for the proper function 9 of said spending unit, that the spending unit will be 10 responsible for all rent and other necessary payments in 11 connection with the contract or lease and that 12 satisfactory grounds, buildings, office space or other 13 space is not available on grounds and in buildings now 14 owned or leased by the state.

(b) The executive director shall, before executing any
rental contract or lease, determine the fair rental value
for the rental of the requested grounds, buildings, office
space or other space, in the condition in which they
exist and shall contract for or lease said premises at a
price not to exceed the fair rental value thereof.

21 (c) The executive director may enter into long-term 22 agreements for buildings, land and space for periods 23 longer than one fiscal year: Provided, That such long-24 term lease agreements are not for periods in excess of 25 forty years, except that the secretary may, in the case of the Adjutant General's department, enter into lease 26 27 agreements for a term of fifty years or a specific term of more than fifty years so as to comply with federal 28 29 regulatory requirements and shall contain, in substance, 30 all the following provisions:

(1) That the Department of Administration, as lessee,
has the right to cancel the lease without further
obligation on the part of the lessee upon giving thirty
days' written notice to the lessor, such notice being
given at least thirty days prior to the last day of the
succeeding month;

37 (2) That the lease shall be considered canceled without
38 further obligation on the part of the lessee if the state
39 Legislature or the federal government should fail to
40 appropriate sufficient funds therefore or should
41 otherwise act to impair the lease or cause it to be
42 canceled; and

43 (3) That the lease shall be considered renewed for each
44 ensuing fiscal year during the term of the lease unless it
45 is canceled by the Department of Administration before
46 the end of the then current fiscal year.

§5A-10-6. Long-term leases of public lands for wireless communication towers.

1 (a) Notwithstanding any provision of law to the 2 contrary, the executive director has sole authority to negotiate and enter into long-term lease agreements for 3 lease of public lands to be used for placement of 4 wireless communication towers: Provided, That such 5 6 long-term lease agreements may not be for periods in excess of thirty years: Provided, however, That for the 7 8 governmental units named in subsection (d) of this section, any lease proposed by the executive director 9 may only be entered into upon approval in writing of 10

11 the ranking administrator of the respective 12 governmental unit described in said subsection.

(b) All revenues derived from leases established upon
the enactment of this section shall be deposited into the
General Revenue Fund except as provided in
subsections (c) and (d) of this section.

17 (c) Revenues from leases initiated prior to the
enactment of this section or subsequently renewed shall
continue to be treated as they were prior to the
enactment of this section.

21 (d) Revenues derived from the lease of property under 22 the control of the Department of Transportation shall be 23 deposited into the State Road Fund. Revenues derived 24 from the lease of property under the control of the 25 Division of Natural Resources shall be retained by the 26 Division of Natural Resources and deposited into the 27 appropriate fund. Revenues derived from the lease of 28 property under the control of the Department of 29 Agriculture shall be deposited into the Agriculture Fees 30 Fund. Revenues derived from the lease of property 31 under the control of the Division of Forestry shall be 32 deposited into the Division of Forestry Fund. Revenues 33 derived from the lease of property under the control of 34 institutions of higher education shall be deposited into 35 the institution's education and general capital fees fund. 36 Revenues derived from the lease of property under the 37 control of Higher Education Policy Commission shall be deposited into the commission's State Gifts Grants and 38 39 Contracts Fund. Revenues derived from the lease of property under the control of the West Virginia Council 40 for Community and Technical College Education shall 41 be deposited into the council's Tuition and Required 42 Educational and General Fees Fund. 43

(e) Any long-term lease agreement entered into
pursuant to this section shall contain provisions
allowing for the nonexclusive use of the public lands
and allowance for use of the same public space for
additional towers by competing persons or corporations.

(f) The executive director is further authorized to
enter into long-term lease agreements for additional
wireless communication towers by other persons or
corporations upon the same public lands in which there
already exists a lease and tower provided for under this
section.

(g) Any long-term lease agreement entered into
pursuant to this section shall be recorded in the office of
the county clerk where public land which is the subject
of the lease agreement is located.

§5A-10-7. Leases and other instruments for space signed by executive director; approval as to form; filing.

1 Leases and other instruments for grounds, buildings, 2 office or other space shall be signed by the Executive 3 Director of the Real Estate Division in the name of the 4 state. They shall be approved as to form by the 5 Attorney General. A lease or other instrument for 6 grounds, buildings, office or other space that contains a 7 term, including any options, of more than six months for its fulfillment shall be filed with the State Auditor. 8

§5A-10-8. Inspection of leased property; requiring approval of executive director for permanent changes.

1 (a) The executive director of the real estate division 2 shall inspect as necessary any property which may be under a lease or rental agreement in order to determine 3 4 whether the property is being kept, preserved, cared for, 5 repaired, maintained, used and operated in accordance 6 with the terms and conditions of the lease or rental agreement. The executive director is authorized to take 7 8 such action necessary to correct any violation of the 9 terms and conditions of the lease or rental agreement.

(b) A spending unit which is granted any grounds,
buildings, office space or other space leased in
accordance with the provisions of this article may not
order or make permanent changes of any type thereto,
unless the executive director of the real estate division
has first determined that the change is necessary for the

- 16 proper, efficient and economically sound operation of 17 the spending unit
- 17 the spending unit.
- (c) For purposes of this section, a "permanent change"
 means any addition, alteration, improvement,
 remodeling, repair or other change involving the
 expenditure of state funds for the installation of any
 tangible effect which cannot be economically removed
 from the grounds, buildings, office space or other space
 when vacated by the spending unit.

§5A-10-9. Real property accounting and records.

(a) All real property owned or leased by the state shall 1 2 be accounted for by the state spending unit that owns, 3 leases or is in the possession of the real property. 4 (b) Each state spending unit shall establish and 5 maintain a record of each item of real property it owns and/or leases and annually furnish its records to the 6 **Real Estate Division**. 7 8 (c) The accounting and reporting requirements of this 9 section, except as to office space, do not apply to: 10 (1) The Division of Highways of the Department of 11 Transportation; 12 (2) Public lands, rivers and streams acquired, 13 managed or which title is vested in or transferred to the 14 Division of Natural Resources of the Department of 15 Commerce, pursuant to section seven, article one, 16 chapter twenty of this code and section two, article five 17 of said chapter; 18 (3) The Higher Education Policy Commission; 19 (4) The West Virginia Council for Community and

20 Technical College Education; or

21 (5) The institutional boards of Governors in
22 accordance with the provisions of subsection (v), section
23 four, article five, chapter eighteen-b of this code.

24 25 26 27 28 29 30	(d) With regard to public lands that may be by law specifically allocated to and used by any state agency, institution, division, or department, such agency, institution, division, or department shall provide an inventory of such public land(s) to the public land corporation in accordance with the provisions of article eleven of this chapter.
31 32	(e) The records furnished to the Real Estate Division shall include the following information, if applicable:
33 34	(1) A description of each item of real property including:
35 36	(A) A reference to a book, page and/or image number from the county records in a particular county; or
37	(B) A legal description;
38 39	(2) The date of purchase and the purchase price of the real property;
40 41	(3) The date of lease and the rental costs of the real property;
42 43	(4) The name of the state spending unit holding title to the real property for the state;
44 45 46	(5) A description of the current uses of the real property and the projected future use of the real property; and
47 48	(6) A description of each building or other improvement located on the real property.
49 50 51 52 53	(f) If the description of real property required under this section is excessively voluminous, the Real Estate Division may direct the spending unit in possession of the real property to furnish the description only in summary form, as agreed to by the division and the

54 spending unit.

§5A-10-10. Real property review.

1 2 3 4	(a) At least once every four years, the Real Estate Division shall review the inventory of real property for each state spending unit submitted pursuant to this article to verify the accuracy of the inventory records.
5 6	(b) Based on the review of the inventory of real property, the Real Estate Division shall:
7 8 9	(1) Identify any real property owned or leased by the state that is not being used or that is being substantially underused;
10 11 12	(2) Make recommendations to the Governor and the Secretary of the Department of Administration regarding the use of real property, which shall include:
13 14	(A) An analysis of the highest and best use to which the real property may legally be placed; and
15 16 17 18	(B) An analysis of alternative uses of the real property addressing the potential for any other transaction or use that the Real Estate Division determines to be in the best interest of the state; and
19 20 21 22	(3) Submit to the Governor and the Secretary of the Department of Administration any information pertinent to the evaluation of a potential transaction involving the real property, including:
23 24 25	(A) An evaluation of any proposals received from private parties that would be of significant benefit to the state; and
26	(B) The market value of such real property.

§5A-10-11. Rulemaking.

- The executive director shall propose rules for 1
- legislative approval, in accordance with the provisions 2
- of article three, chapter twenty-nine-a of this code, to implement and enforce the provisions of this article. 3
- 4

ARTICLE 11. PUBLIC LAND CORPORATION.

§5A-11-1. Public Land Corporation.

(a) The Public Land Corporation, heretofore created
 and established as a unit of the Division of Natural
 Resources, is hereby continued and established as a unit
 of the Real Estate Division of the Department of
 Administration.

6 (b) The corporation is a public benefit corporation and
7 an instrumentality of the state and may sue or be sued,
8 contract and be contracted with, plead and be
9 impleaded, have and use a common seal.

10 (c) The corporation is vested with the title of the state 11 of West Virginia in public lands, the title to which now 12 is or may hereafter become vested in the State of West 13 Virginia by reason of any law governing the title of lands of the state: Provided, That those lands for which 14 15 title is specifically vested by law in other state agencies, 16 institutions and departments shall continue to be vested 17 in such state agencies, institutions and departments.

18 (d) The provisions of this article do not apply to:

19 (1) The State of West Virginia's interest in the rivers, 20 streams, creeks or beds thereof and all other public 21 lands managed or acquired by the Division of Natural 22 Resources pursuant to the provisions of section seven, 23 article one, chapter twenty of this code and section two, 24 article five, chapter twenty of this code, the title to all of 25 which shall collectively be transferred to and vested in 26 the Division of Natural Resources for the use and 27 enjoyment of the citizens of the state; or

(2) Public lands acquired by the Division of Forestrypursuant to article one-a, chapter nineteen of this code.

§5A-11-2. Corporation boards of directors, members, expenses, appointment, terms, qualifications; director as board chairman; meetings, quorum; executive secretary, secretary to board; professional and support staff; execution of legal documents, permits and licenses.

1 (a) The Public Land Corporation is governed by a 2 board of directors comprised of six members of which 3 four shall be ex officio and two shall be appointed by 4 the Governor. The members of the board shall receive 5 no compensation for their service thereon. The board 6 members who are not ex officio shall be reimbursed by 7 the Secretary of the Department of Administration for their actual and necessary expenses incurred pursuant 8 to their duties under this article from funds authorized 9 10 for such purposes. 11 (b) The following serve as ex officio members of the 12 board: 13 (1) The executive director of the Real Estate Division 14 or a designee, who shall serve as chair; 15 (2) The director of the Division of Natural Resources 16 or a designee; 17 (3) The commissioner of the Department of Culture 18 and History or a designee; and 19 (4) The secretary of the Department of Administration, 20 or a designee. 21 (c) The Governor shall appoint, by and with the advice 22 and consent of the Senate, two members with a 23 demonstrated interest and knowledge in the 24 conservation and protection of the aesthetic, biological, 25 geological, historical, archeological, cultural or 26 recreational values of the public lands of the state. The 27 terms are for four years and no member may serve more 28 than two consecutive terms. The members on the Board 29 as of the first day of January, two thousand seven, shall 30 continue to serve until their term has expired and may 31 be reappointed. (d) A majority of the board constitutes a quorum for

(d) A majority of the board constitutes a quorum for
the transaction of business. The board shall meet at
such times and places as it may determine and shall
meet on call of the chair. It shall be the duty of the
chair to call a meeting of the board on the written
request of any three members.

(e) The Executive Director of the Real Estate Division
shall appoint and supervise an executive secretary of
the public land corporation, and may employ other
necessary professional and support staff for the
purposes of this article, who shall be employees of the
Department of Administration with merit system status.

44 (f) An affirmative vote of a majority of the members of 45 the corporation is required for any action of the 46 corporation with respect to the sale or exchange of 47 public lands or for the issuance of a lease or contract for the development of minerals, oil or gas. All actions 48 49 must be taken at a scheduled meeting of the corporation held in compliance with the provisions of article nine-a, 50 51 chapter six of this code.

52 (g) The powers and duties of the corporation are 53 nondelegable, except that the executive secretary may 54 negotiate and enter into preliminary agreements on 55 behalf of the corporation, and shall, upon authorization 56 of the corporation, be entitled to engage in valid actions 57 the corporation in respect of day-to-day of 58 administrative activities. An agreement entered into by 59 the executive secretary on behalf of the corporation is 60 not valid until such agreement is approved by an 61 affirmative vote of a majority of the corporation.

§5A-11-3. Public Land Corporation, powers and duties.

1 (a) The corporation is hereby authorized and 2 empowered to:

3 (1) Acquire from any persons or the State Auditor or
4 any local, state or federal agency, by purchase, lease or
5 other agreement, any lands necessary and required for
6 public use;

7 (2) Acquire by purchase, condemnation, lease or
8 agreement, receive by gifts and devises or exchange,
9 rights-of-way, easements, waters and minerals suitable
10 for public use;

11 (3) Sell or exchange public lands where it is12 determined that the sale or exchange of such tract meets

13 any or all of the following disposal criteria:

14 (A) The tract was acquired for a specific purpose
15 and the tract is no longer required for that or any other
16 state purpose;

17 (B) Disposal of the tract serves important public 18 objectives including, but not limited to, expansion of 19 communities and economic development which cannot 20 be achieved on lands other than public lands and which 21 clearly outweigh other public objectives and values including, but not limited to, recreation and scenic 22 values which would be served by maintaining the tract 23 24 in state ownership; or

(C) The tract, because of its location or other
characteristics, is difficult and uneconomic to manage
as part of the public lands and is not suitable for
management by another state department or agency.

(4) Sell, purchase or exchange lands or stumpage for
the purpose of consolidating lands under state or federal
government administration subject to the disposal
criteria specified in subdivision (3) of this subsection;

(5) Negotiate and effect loans or grants from the
government of the United States or any agency thereof
for acquisition and development of lands as may be
authorized by law to be acquired for public use;

37 (6) Expend the income from the use and38 development of public lands for the following purposes:

39 (A) Liquidate obligations incurred in the
40 acquisition, development and administration of lands,
41 until all obligations have been fully discharged;

42 (B) Purchase, develop, restore and preserve for 43 public use, sites, structures, objects and documents of 44 prehistoric, historical, archaeological, recreational, 45 architectural and cultural significance to the State of 46 West Virginia; and

47 (C) Obtain grants or matching moneys available

from the government of the United States or any of its
instrumentalities for prehistoric, historic,
archaeological, recreational, architectural and cultural
purposes.

52 (7) Designate lands, to which it has title, for 53 development and administration for the public use 54 including recreation, wildlife stock grazing, agricultural 55 rehabilitation and homesteading or other conservation 56 activities;

57 (8) Enter into leases as a lessor for the development and extraction of minerals, including coal, oil, gas, sand 58 59 or gravel, except as otherwise circumscribed herein: 60 Provided, That leases for the development and 61 extraction of minerals shall be made in accordance with 62 the provisions of sections five and six of this article. 63 The corporation shall reserve title and ownership to the 64 mineral rights in all cases;

65 (9) Convey, assign or allot lands to the title or 66 custody of proper departments or other agencies of state 67 government for administration and control within the 68 functions of departments or other agencies as provided 69 by law;

(10) Make proper lands available for the purpose of
cooperating with the government of the United States in
the relief of unemployment and hardship or for any
other public purpose.

74 There is hereby continued in the State Treasury (b) 75 a special public land corporation fund into which shall 76 be paid all proceeds from public land sales and 77 exchanges and rents, royalties and other payments from 78 mineral leases: Provided, That all royalties and 79 payments derived from rivers, streams or public lands 80 acquired or managed by the Division of Natural 81 Resources pursuant to section seven, article one, chapter 82 twenty of this code and section two, article five, chapter 83 twenty of this code shall be retained by the Division of 84 Natural Resources. The corporation may acquire public 85 lands from use of the payments made to the fund, along 86 with any interest accruing to the fund. The corporation

87 shall report annually, just prior to the beginning of the 88 regular session of the Legislature, to the finance 89 committees of the Legislature on the financial condition 90 of the special fund. The corporation shall report 91 annually to the Legislature on its public land holdings 92 and all its leases, its financial condition and its 93 operations and shall make such recommendations to the 94 Legislature concerning the acquisition, leasing, 95 development, disposition and use of public lands.

96 All state agencies, institutions, divisions and (c) 97 departments shall make an inventory of the public lands 98 of the state as may be by law specifically allocated to 99 and used by each and provide to the corporation a list of 100 such public lands and minerals, including their current 101 use, intended use or best use to which lands and 102 minerals may be put: Provided, That the Division of 103 Highways need not provide the inventory of public 104 lands allocated to and used by it, and the Division of 105 Natural Resources need not provide the inventory of 106 rivers, streams and public lands acquired or managed 107 by it. The inventory shall identify those parcels of land 108 which have no present or foreseeable useful purpose to 109 the State of West Virginia. The inventory shall be 110 submitted annually to the corporation by the first day 111 of August. The corporation shall compile the inventory 112 of all public lands and minerals and report annually to 113 the Legislature by no later than the first day of January, 114 on its public lands and minerals and the lands and 115 minerals of the other agencies, institutions, divisions or 116 departments of this state which are required to report 117 their holdings to the corporation as set forth in this 118 subsection, and its financial condition and its 119 operations.

§5A-11-4. Public Land Corporation to conduct sales of public lands by competitive bidding, modified competitive bidding or direct sale.

(a) Sales, exchanges or transfers of public lands under
 this article shall be conducted under competitive
 bidding procedures. However, where the secretary or
 executive director determines it necessary and proper in
 order to assure the following public policies, including,

but not limited to, a preference to users, lands may be
sold by modified competitive bidding or without
competitive bidding. In recognizing public policies, the
secretary or director shall give consideration to the
following potential purchasers:

(1) The local government entities which are in thevicinity of the lands; and

13 (2) Adjoining landowners.

14 (b) The policy for selecting the methods of sale is as15 follows:

16 (1) Competitive sale is the general procedure for sales
17 of public lands and shall be used in the following
18 circumstances:

(A) Wherever in the judgment of the secretary the
lands are accessible and usable regardless of adjoining
land ownership; or

(B) Wherever the lands are within a developing or
urbanizing area and land values are increasing due to
the location of the land and interest on the competitive
market.

26 (2) Modified competitive sales may be used to permit 27 the adjoining landowner or local governmental entity to 28 meet the high bid at the public sale. Lands otherwise 29 offered under this procedure would normally be public lands not located near urban expansion areas, or not 30 31 located near areas with rapidly increasing land values, and where existing use of adjacent lands would be 32 33 jeopardized by sale under competitive bidding 34 procedures.

35 (3) Direct sale may be used when the lands offered for
36 sale are completely surrounded by lands in one
37 ownership with no public access, or where the lands are
38 needed by local governments.

39 (4) In no event shall lands be offered for sale by
40 "modified competitive sales" or "direct sale" unless and

41 until the corporation makes a written finding of 42 justification for use of an alternative bidding procedure.

(5) Subject to the bidding procedures set forth herein,
the corporation is authorized, at its discretion, to sell
public lands subject to rights-of-way, restrictive
covenants or easements retained by the corporation,
limiting the use of such lands to purposes consistent
with the use of adjoining or nearby lands owned by the
corporation.

50 (c) When lands have been offered for sale by one
51 method of sale and the lands remain unsold, then the
52 lands may be reoffered by another method of sale.

53 (d) Except as provided in this article and section 54 seven-a, article one, chapter twenty of this code, public 55 lands may not be sold, exchanged or transferred by the 56 corporation for less than fair market value. Fair market 57 value shall be determined by an appraisal made by the 58 Real Estate Division. The appraisal shall be performed 59 using the principles contained in the current Uniform 60 Appraisal Standards for Federal Land Acquisitions 61 published under the auspices of the Interagency Land 62 Acquisition Conference: Provided, That public lands not 63 acquired or managed by the Division of Natural 64 Resources pursuant to section seven, article one, chapter 65 twenty of this code or section two, article five of said chapter may be sold, exchanged or transferred to any 66 67 federal agency or to the state or any of its political subdivisions for less than fair market value if, upon a 68 69 specific written finding of fact, the Executive Director 70 of the Real Estate Division determines that such a 71 transfer would be in the best interests of the corporation 72 and state.

(e) The corporation may reject all bids when such bids
do not represent the corporation's considered value of
the property exclusive of the fair market value.

(f) The corporation shall propose rules for legislative
approval, in accordance with the provisions of article
three, chapter twenty-nine-a of this code, regarding
procedures for conducting public land sales by

- 80 competitive bidding, modified competitive bidding and
- 81 direct sales.

§5A-11-5. Public Land Corporation to hold public hearing before sale, lease, exchange or transfer of land or minerals.

1 (a) Prior to any final decision of any state agency to 2 sell, lease as a lessor, exchange or transfer land or 3 minerals title to which is vested in the Public Land 4 Corporation pursuant to this article, the Public Land 5 Corporation shall:

6 (1) Prepare and reduce to writing the reasons and 7 supporting data regarding the sale, lease, exchange or transfer of land or minerals. The written reasons 8 required under this section shall be available for public 9 10 inspection at the office of the county clerk at the county courthouse of each county in which the affected lands or 11 12 minerals are located during the two successive weeks 13 before the date of the public hearing required by this 14 section;

15 (2) Provide for a public hearing to be held at a reasonable time and place within each county in which 16 the affected lands or minerals are located to allow 17 interested members of the public to attend the hearing 18 without undue hardship. Members of the public may be 19 present, submit statements and testimony and question 20 21 the corporation's representative appointed pursuant to 22 this section;

(3) Not less than thirty days prior to the public 23 hearing, provide notice to all members of the 24 Legislature, to the head of the governing body of any 25 political subdivision having zoning or other land use 26 regulatory responsibility in the geographic area within 27 28 which the public lands or minerals are located and to 29 the head of any political subdivision having administrative or public services responsibility in the 30 31 geographic area within which the lands or minerals are 32 located;

33 (4) Cause to be published a notice of the required

34 public hearing. The notice shall be published as a Class 35 II legal advertisement in compliance with the provisions 36 of article three, chapter fifty-nine of this code and the 37 publication area shall be each county in which the 38 affected lands or minerals are located. The public 39 hearing shall be held no earlier than the fourteenth successive day and no later than the twenty-first 40 41 successive day following the first publication of the 42 notice. The notice shall contain the time and place of 43 the public hearing along with a brief description of the 44 affected lands or minerals;

(5) Cause a copy of the required notice to be posted in
a conspicuous place at the affected land for members of
the public to observe. The notice shall remain posted
for two successive weeks prior to the date of the public
hearing;

50 (6) Appoint a representative of the corporation who 51 shall conduct the required public hearing. The 52 corporation's representative shall have full knowledge of all the facts and circumstances surrounding the 53 54 proposed sale, lease, exchange or transfer. The 55 representative of the corporation conducting the public 56 hearing shall make the results of the hearing available 57 to the executive director of the Real Estate Division and 58 the Secretary of the Department of Administration for 59 consideration prior to making final decisions regarding 60 the affected lands or minerals. The representative of the 61 corporation shall make a report of the public hearing 62 available for inspection by the public or, upon written 63 request of any interested person, provide a written copy 64 thereof and to all individuals previously receiving 65 written notice of the hearing within thirty days 66 following the public hearing; and

67 (7) If the evidence at the public hearing establishes by
68 a preponderance that the appraisal provided for in
69 subsection (d), section four of this article does not
70 reflect the true, fair market value, the Public Land
71 Corporation shall cause another appraisal to be made.

(8) If the evidence at the public hearing establishes bya preponderance that the sale or exchange of land does

74 not meet the criteria set forth in subdivision three. 75 subsection (a), section three of this article, the public 76 land corporation may not proceed with the sale or 77 exchange of said land without judicial approval. 78 (b) The corporation may not sell, lease as lessor, 79 exchange or transfer lands or minerals before the 80 thirtieth successive day following the public hearing 81 required by this section, but in no event may the sale, 82 lease, exchange or transfer of lands or minerals be made 83 prior to fifteen days after the report of the public 84 hearings are made available to the public in general. 85 (c) If the corporation authorizes the staff to proceed 86 with consideration of the lease or sale under the terms 87 of this article, all requirements of this section shall be 88 completed within one year of date of the authorization 89 by the corporation.

§5A-11-6. Competitive bidding and notice requirements before the development or extraction of minerals on certain lands; related standards.

1 (a) The corporation may enter into a lease or contract 2 for the development of minerals, including, but not 3 limited to, coal, gas, oil, sand or gravel on or under 4 lands in which the corporation holds any right, title or 5 interest: *Provided*, That no lease or contract may be 6 entered into for the extraction and removal of minerals 7 by surface mining or auger mining of coal.

(b) With the exception of deep mining operations 8 9 which are already in progress and permitted as of the 10 fifth day of July, one thousand nine hundred eighty-11 nine, the extraction of coal by deep mining methods 12 under state forests or wildlife refuges may be permitted 13 only if the lease or contract provides that no entries, 14 portals, air shafts or other incursions upon and into the 15 land incident to the mining operations may be placed or 16 constructed upon the lands or within three thousand 17 feet of its boundary.

18 (c) Any lease or contract entered into by the 19 corporation for the development of minerals shall

- 20 reserve to the state all rights to subjacent surface
- 21 support with which the state is seized or possessed at
- 22 the time of such lease or contract.

(d) Notwithstanding any other provisions of the code
to the contrary, nothing herein may be construed to
permit extraction of minerals by any method from, on or
under any state park or state recreation area, nor the
extraction of minerals by strip or auger mining upon
any state forest or wildlife refuge.

29 (e) The corporation may enter into a lease or contract 30 for the development of minerals where the lease or 31 contract is not prohibited by any other provisions of this 32 code, only after receiving sealed bids therefor, after 33 notice by publication as a Class II legal advertisement 34 in compliance with the provisions of article three, 35 chapter fifty-nine of this code. The area for publication 36 shall be each county in which the minerals are located.

37 (f) The minerals so advertised may be leased or 38 contracted for development at not less than the fair 39 market value, as determined by an appraisal made by an independent person or firm chosen by the corporation, 40 41 to the highest responsible bidder, who shall give bond 42 for the proper performance of the contract or lease as 43 the corporation designates: *Provided*, That the 44 corporation may reject any and all bids and to 45 readvertise for bids.

(g) If the provisions of this section have been complied
with, and no bid equal to or in excess of the fair market
value is received, the corporation may, at any time
during a period of six months after the opening of the
bids, lease or contract for the development of the
minerals, but the lease or contract price may not be less
than the fair market value.

(h) Any lease or contract for the development of
minerals entered into after the effective date of this
section shall be made in accordance with the provisions
of this section and section five of this article.

57 (i) The corporation will consult with the office of the

58 Attorney General to assist the corporation in carrying59 out the provisions of this section.

60 (j) The corporation shall consult with an independent 61 mineral consultant and any other competent third 62 parties with experience and expertise in the leasing of 63 minerals, to assist the corporation in carrying out the 64 provisions of this section, including determining fair 65 market value and negotiating terms and conditions of 66 mineral leases.

67 (k) Once the lessee commences the production of 68 minerals and royalties become due and are paid to the public land corporation, the public land corporation 69 70 shall hire an independent auditing firm to periodically review the lessee's books and accounts for compliance 71 72 of payment of appropriate royalties due the public land 73 corporation for its minerals as produced under the lease 74 agreement.

§5A-11-7. Effectuation of transfer of public land corporation and transition.

To effectuate the transfer of the public land
 corporation to real estate division of the Department of
 Administration upon the effective date of this section in

4 the year two thousand seven:

(1) Subject to the provisions of section one-d of this 5 6 the Secretary of the Department of article. 7 Administration or a designee and the Secretary of the 8 Department of Commerce or a designee shall determine 9 which employees, records, responsibilities, obligations, assets and property, of whatever kind and character, of 10 11 the Public Land Corporation will be transferred to the Estate Division of the 12 Real Department of Administration beginning the effective date of this 13 section in the year two thousand seven: Provided, That 14 any title transferred to or vested in the Public Land 15 Corporation, formerly existing under the provisions of 16 article one-a, chapter twenty of this code, as of the first 17 18 day of July, two thousand seven, or which may hereafter become vested in the Public Land Corporation in 19 accordance with the provisions of this article, shall 20

21 continue to be vested in the Public Land Corporation.

22 (2) All orders, determinations, rules, permits, grants, 23 contracts, certificates, licenses, waivers, bonds, 24 authorizations and privileges which have been issued. 25 made, granted or allowed to become effective by the 26 Governor, by any state department or agency or official 27 thereof, or by a court of competent jurisdiction, in the 28 performance of functions which have been transferred 29 to the Real Estate Division of the Department of 30 Administration and were in effect on the date the 31 transfer occurred continue in effect, for the benefit of 32 the department, according to their terms until modified, 33 terminated, superseded, set aside or revoked in 34 accordance with the law by the Governor, the secretary 35 of the Department of Administration, or other 36 authorized official, a court of competent jurisdiction or 37 by operation of law.

38 (3) Any proceedings, including, but not limited to, 39 notices of proposed rulemaking, in which the Public 40 Land Corporation was an initiating or responding party 41 are not affected by the transfer of the Public Land 42 Corporation to the Real Estate Division of the 43 Department of Administration. Orders issued in any 44 proceedings continue in effect until modified, 45 terminated, superseded or revoked by the Governor, the 46 Secretary of Administration, by a court of competent 47 jurisdiction or by operation of law. Nothing in this 48 subdivision prohibits the discontinuance or 49 modification of any proceeding under the same terms 50 and conditions and to the same extent that a proceeding could have been discontinued or modified if the Public 51 52 Land Corporation had not been transferred to the Real 53 Estate Division of the Department of Administration. 54 Transfer of the Public Land Corporation does not affect 55 suits commenced prior to the effective date of the 56 transfer and all such suits and proceedings shall be had, 57 appeals taken and judgments rendered in the same 58 manner and with like effect as if the transfer had not 59 occurred, except that the Secretary of the Department 60 of Administration or other officer may, in an 61 appropriate case, be substituted or added as a party.

§5A-11-8. Continuation of the Public Land Corporation.

- 1 Pursuant to the provisions of article ten, chapter four
- 2 of this code, the Public Land Corporation shall continue
- 3 to exist until the first day of July, two thousand nine,
- 4 unless sooner terminated, continued or reestablished.

CHAPTER 5F. REORGANIZATION OF THE EXECUTIVE BRANCH OF STATE GOVERNMENT.

ARTICLE 2. TRANSFER OF AGENCIES AND BOARDS.

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§5F-2-1. Transfer and incorporation of agencies and boards; funds.

1 2 3 4 5	(a) The following agencies and boards, including all of the allied, advisory, affiliated or related entities and funds associated with any agency or board, are incorporated in and administered as a part of the Department of Administration:
6 7	(1) Building Commission provided in article six, chapter five of this code;
8 9 10	(2) Public Employees Insurance Agency and Public Employees Insurance Agency Advisory Board provided in article sixteen, chapter five of this code;
11 12	(3) Governor's Mansion Advisory Committee provided for in article five, chapter five-a of this code;
13 14	(4) Commission on Uniform State Laws provided in article one-a, chapter twenty-nine of this code;
15 16	(5) West Virginia Public Employees Grievance Board provided for in article three, chapter six-c of this code;
17 18	(6)Board of Risk and Insurance Management provided for in article twelve, chapter twenty-nine of this code;
19 20	(7) Boundary Commission provided in article twenty- three, chapter twenty-nine of this code;
21	(8) Public Defender Services provided in article

22 twenty-one, chapter twenty-nine of this code;

- 23 (9) Division of Personnel provided in article six,24 chapter twenty-nine of this code;
- (10) The West Virginia Ethics Commission provided in
 article two, chapter six-b of this code;
- 27 (11) Consolidated Public Retirement Board provided
 28 in article ten-d, chapter five of this code; and
- 29 (12) Real Estate Division provided in article ten,30 chapter five-a of this code.

(b) The following agencies and boards, including all of
the allied, advisory, affiliated or related entities and
funds associated with any agency or board, are
incorporated in and administered as a part of the
Department of Commerce:

- 36 (1) Division of Labor provided in article one, chapter
 37 twenty-one of this code, which includes:
- 38 (A) Occupational Safety and Health Review
 39 Commission provided in article three-a, chapter twenty40 one of this code; and
- 41 (B) Board of Manufactured Housing Construction and
 42 Safety provided in article nine, chapter twenty-one of
 43 this code;

44 (2) Office of Miners' Health, Safety and Training
45 provided in article one, chapter twenty-two-a of this
46 code. The following boards are transferred to the Office
47 of Miners' Health, Safety and Training for purposes of
48 administrative support and liaison with the Office of the
49 Governor:

50 (A) Board of Coal Mine Health and Safety and Coal
51 Mine Safety and Technical Review Committee provided
52 in article six, chapter twenty-two-a of this code;

53 (B) Board of Miner Training, Education and 54 Certification provided in article seven, chapter twenty55 two-a of this code; and

56 (C) Mine Inspectors' Examining Board provided in 57 article nine, chapter twenty-two-a of this code;

58 (3) The West Virginia Development Office, which
59 includes the Division of Tourism and the Tourism
60 Commission provided in article two, chapter five-b of
61 this code;

62 (4) Division of Natural Resources and Natural
63 Resources Commission provided in article one, chapter
64 twenty of this code;

65 (5) Division of Forestry provided in article one-a,66 chapter nineteen of this code;

67 (6) Geological and Economic Survey provided in68 article two, chapter twenty-nine of this code; and

69 (7) Workforce West Virginia provided in chapter70 twenty-one-a of this code, which includes:

71 (A) Division of Unemployment Compensation;

72 (B) Division of Employment Service;

73 (C) Division of Workforce Development; and

74 (D) Division of Research, Information and Analysis;75 and

76 (8) Division of Energy provided in article two-f,77 chapter five-b of this code.

(c) The Economic Development Authority provided in
article fifteen, chapter thirty-one of this code is
continued as an independent agency within the
executive branch.

(d) The Water Development Authority and Board
provided in article one, chapter twenty-two-c of this
code is continued as an independent agency within the
executive branch.

86 87 88 89 90	(e) The following agencies and boards, including all of the allied, advisory and affiliated entities, are transferred to the Department of Environmental Protection for purposes of administrative support and liaison with the Office of the Governor:
91 92	(1) Air Quality Board provided in article two, chapter twenty-two-b of this code;
93 94	(2) Solid Waste Management Board provided in article three, chapter twenty-two-c of this code;
95 96 97	(3) Environmental Quality Board, or its successor board, provided in article three, chapter twenty-two-b of this code;
98 99	(4) Surface Mine Board provided in article four, chapter twenty-two-b of this code;
100 101	(5) Oil and Gas Inspectors' Examining Board provided in article seven, chapter twenty-two-c of this code;
102 103	(6) Shallow Gas Well Review Board provided in article eight, chapter twenty-two-c of this code; and
104 105	(7) Oil and Gas Conservation Commission provided in article nine, chapter twenty-two-c of this code.
106 107 108 109 110	(f) The following agencies and boards, including all of the allied, advisory, affiliated or related entities and funds associated with any agency or board, are incorporated in and administered as a part of the Department of Education and the Arts:
111 112	(1) Library Commission provided in article one, chapter ten of this code;
113 114	(2) Educational Broadcasting Authority provided in article five, chapter ten of this code;
115 116	(3) Division of Culture and History provided in article one, chapter twenty-nine of this code;
117	(4) Division of Rehabilitation Services provided in

118	section two, article ten-a, chapter eighteen of this code.
119 120 121 122 123	(g) The following agencies and boards, including all of the allied, advisory, affiliated or related entities and funds associated with any agency or board, are incorporated in and administered as a part of the Department of Health and Human Resources:
124 125	(1) Human Rights Commission provided in article eleven, chapter five of this code;
126 127	(2) Division of Human Services provided in article two, chapter nine of this code;
128 129	(3) Bureau for Public Health provided in article one, chapter sixteen of this code;
130 131 132	(4) Office of Emergency Medical Services and Advisory Council provided in article four-c, chapter sixteen of this code;
133 134	(5) Health Care Authority provided in article twenty- nine-b, chapter sixteen of this code;
135 136	(6) Commission on Mental Retardation provided in article fifteen, chapter twenty-nine of this code;
137 138	(7) Women's Commission provided in article twenty, chapter twenty-nine of this code; and
139 140	(8) The Child Support Enforcement Division provided in chapter forty-eight of this code.
141 142 143 144 145	(h) The following agencies and boards, including all of the allied, advisory, affiliated or related entities and funds associated with any agency or board, are incorporated in and administered as a part of the Department of Military Affairs and Public Safety:
146 147	(1) Adjutant General's Department provided in article one-a, chapter fifteen of this code;
148 149	(2) Armory Board provided in article six, chapter fifteen of this code;

150 (3) Military Awards Board provided in article one-g, 151 chapter fifteen of this code; 152 (4) West Virginia State Police provided in article two, 153 chapter fifteen of this code; 154 (5) Division of Homeland Security and Emergency 155 Management and Disaster Recovery Board provided in 156 article five, chapter fifteen of this code and Emergency 157 Response Commission provided in article five-a of said 158 chapter; 159 (6) Sheriffs' Bureau provided in article eight, chapter 160 fifteen of this code; (7) Division of Corrections provided in chapter 161 162 twenty-five of this code; 163 (8) Fire Commission provided in article three, chapter 164 twenty-nine of this code; 165 (9) Regional Jail and Correctional Facility Authority provided in article twenty, chapter thirty-one of this 166 167 code; 168 (10) Board of Probation and Parole provided in article 169 twelve, chapter sixty-two of this code; and (11) Division of Veterans' Affairs and Veterans' 170 171 Council provided in article one, chapter nine-a of this 172 code. (i) The following agencies and boards, including all of 173 174 the allied, advisory, affiliated or related entities and 175 funds associated with any agency or board, are 176 incorporated in and administered as a part of the 177 Department of Revenue: (1) Tax Division provided in article one, chapter 178 179 eleven of this code; 180 (2) Racing Commission provided in article twenty-181 three, chapter nineteen of this code;

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182 (3) Lottery Commission and position of Lottery 183 Director provided in article twenty-two, chapter 184 twenty-nine of this code; (4) Agency of Insurance Commissioner provided in 185 186 article two, chapter thirty-three of this code; 187 (5) Office of Alcohol Beverage Control Commissioner 188 provided in article sixteen, chapter eleven of this code 189 and article two, chapter sixty of this code; 190 (6) Board of Banking and Financial Institutions 191 provided in article three, chapter thirty-one-a of this 192 code; 193 (7) Lending and Credit Rate Board provided in 194 chapter forty-seven-a of this code; 195 (8) Division of Banking provided in article two, 196 chapter thirty-one-a of this code; 197 (9) The State Budget Office provided in article two of 198 this chapter; 199 (10) The Municipal Bond Commission provided in 200 article three, chapter thirteen of this code; 201 (11) The Office of Tax Appeals provided in article ten-202 a, chapter eleven of this code; and 203 (12) The State Athletic Commission provided in article 204 five-a, chapter twenty-nine of this code. 205 (j) The following agencies and boards, including all of 206 the allied, advisory, affiliated or related entities and 207 funds associated with any agency or board, are 208 incorporated in and administered as a part of the 209 **Department of Transportation:** 210 (1) Division of Highways provided in article two-a, 211 chapter seventeen of this code; 212 (2) Parkways, Economic Development and Tourism 213 Authority provided in article sixteen-a, chapter

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214 seventeen of this code;

(3) Division of Motor Vehicles provided in article two,
chapter seventeen-a of this code;

217 (4) Driver's Licensing Advisory Board provided in218 article two, chapter seventeen-b of this code;

(5) Aeronautics Commission provided in article two-a,
chapter twenty-nine of this code;

(6) State Rail Authority provided in article eighteen,chapter twenty-nine of this code; and

(7) Port Authority provided in article sixteen-b,chapter seventeen of this code.

(k) Except for powers, authority and duties that have
been delegated to the secretaries of the departments by
the provisions of section two of this article, the position
of administrator and the powers, authority and duties of
each administrator and agency are not affected by the
enactment of this chapter.

231 (l) Except for powers, authority and duties that have 232 been delegated to the secretaries of the departments by 233 the provisions of section two of this article, the 234 existence, powers, authority and duties of boards and 235 the membership, terms and gualifications of members of the boards are not affected by the enactment of this 236 chapter. All boards that are appellate bodies or are 237 238 independent decisionmakers shall not have their 239 appellate or independent decision-making status 240 affected by the enactment of this chapter.

241 (m) Any department previously transferred to and 242 incorporated in a department by prior enactment of this 243 section means a division of the appropriate department. 244 Wherever reference is made to any department 245 transferred to and incorporated in a department created 246 in section two, article one of this chapter, the reference means a division of the appropriate department and any 247 248 reference to a division of a department so transferred and incorporated means a section of the appropriate 249

250 division of the department.

251 (n) When an agency, board or commission is 252 transferred under a bureau or agency other than a 253 department headed by a secretary pursuant to this section, that transfer is solely for purposes of 254 255 administrative support and liaison with the office of the 256 Governor, a department secretary or a bureau. Nothing 257 in this section extends the powers of department 258 secretaries under section two of this article to any 259 person other than a department secretary and nothing 260 limits or abridges the statutory powers and duties of 261 statutory commissioners or officers pursuant to this 262 code.

§5F-2-2. Power and authority of secretary of each department.

(a) Notwithstanding any other provision of this code
 to the contrary, the secretary of each department shall
 have plenary power and authority within and for the
 department to:

5 (1) Employ and discharge within the office of the 6 secretary employees as may be necessary to carry out 7 the functions of the secretary, which employees shall 8 serve at the will and pleasure of the secretary;

9 (2) Cause the various agencies and boards to be 10 operated effectively, efficiently and economically, and 11 develop goals, objectives, policies and plans that are 12 necessary or desirable for the effective, efficient and 13 economical operation of the department;

14 (3) Eliminate or consolidate positions, other than
15 positions of administrators or positions of board
16 members and name a person to fill more than one
17 position;

18 (4) Transfer permanent state employees between
19 departments in accordance with the provisions of
20 section seven of this article;

21 (5) Delegate, assign, transfer or combine22 responsibilities or duties to or among employees, other

23 than administrators or board members;

24 (6) Reorganize internal functions or operations;

25 (7) Formulate comprehensive budgets for 26 consideration by the Governor, and transfer within the 27 department funds appropriated to the various agencies 28 of the department which are not expended due to cost 29 savings resulting from the implementation of the 30 provisions of this chapter: *Provided*, That no more than 31 twenty-five percent of the funds appropriated to any 32 one agency or board may be transferred to other 33 agencies or boards within the department: Provided, 34 however, That no funds may be transferred from a 35 special revenue account, dedicated account, capital 36 expenditure account or any other account or funds 37 specifically exempted by the Legislature from transfer, 38 except that the use of appropriations from the State 39 Road Fund transferred to the Office of the Secretary of 40 the Department of Transportation is not a use other 41 than the purpose for which the funds were dedicated 42 and is permitted: Provided further, That if the 43 Legislature by subsequent enactment consolidates 44 agencies, boards or functions, the appropriate secretary 45 may transfer the funds formerly appropriated to the 46 agency, board or function in order to implement 47 consolidation. The authority to transfer funds under 48 this section shall expire on the thirtieth day of June, two 49 thousand five;

50 (8) Enter into contracts or agreements requiring the 51 expenditure of public funds, and authorize the 52 expenditure or obligation of public funds as authorized 53 by law: *Provided*, That the powers granted to the 54 secretary to enter into contracts or agreements and to 55 make expenditures or obligations of public funds under 56 this provision shall not exceed or be interpreted as 57 authority to exceed the powers granted by the 58 Legislature to the various commissioners, directors or 59 board members of the various departments, agencies or 60 boards that comprise and are incorporated into each 61 secretary's department under this chapter;

62 (9) Acquire by lease or purchase property of whatever

63 kind or character and convey or dispose of any property of whatever kind or character as authorized by law: 64 *Provided*. That the powers granted to the secretary to 65 lease, purchase, convey or dispose of such property shall 66 67 be exercised in accordance with the provisions of articles three, ten and eleven, chapter five-a of this 68 69 code: *Provided however*, That the powers granted to the 70 secretary to lease, purchase, convey or dispose of such 71 property shall not exceed or be interpreted as authority to exceed the powers granted by the Legislature to the 72 73 various commissioners, directors or board members of 74 the various departments, agencies or boards that 75 comprise and are incorporated into each secretary's 76 department under this chapter;

77 (10) Conduct internal audits;

78 (11) Supervise internal management;

(12) Promulgate rules, as defined in section two,
article one, chapter twenty-nine-a of this code, to
implement and make effective the powers, authority and
duties granted and imposed by the provisions of this
chapter in accordance with the provisions of chapter
twenty-nine-a of this code;

(13) Grant or withhold written consent to the proposal
of any rule, as defined in section two, article one,
chapter twenty-nine-a of this code, by any
administrator, agency or board within the department.
Without written consent, no proposal for a rule shall
have any force or effect;

91 (14) Delegate to administrators the duties of the
92 secretary as the secretary may deem appropriate from
93 time to time to facilitate execution of the powers,
94 authority and duties delegated to the secretary; and

95 (15) Take any other action involving or relating to 96 internal management not otherwise prohibited by law.

97 (b) The secretaries of the departments hereby created
98 shall engage in a comprehensive review of the practices,
99 policies and operations of the agencies and boards

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achieved therein, including, but not limited to, the 102 103 following: 104 (1) The elimination, reduction and restriction of the 105 state's vehicle or other transportation fleet; 106 (2) The elimination, reduction and restriction of state 107 government publications, including annual reports, 108 informational materials and promotional materials; 109 (3) The termination or rectification of terms contained 110 in lease agreements between the state and private sector 111 for offices, equipment and services; 112 (4) The adoption of appropriate systems for 113 accounting, including consideration of an accrual basis 114 financial accounting and reporting system; 115 (5) The adoption of revised procurement practices to 116 facilitate cost-effective purchasing procedures, 117 including consideration of means by which domestic 118 businesses may be assisted to compete for state 119 government purchases; and 120 (6) The computerization of the functions of the state 121 agencies and boards. 122 (c) Notwithstanding the provisions of subsections (a) 123 and (b) of this section, none of the powers granted to the 124 secretaries herein shall be exercised by the secretary if 125 to do so would violate or be inconsistent with the 126 provisions of any federal law or regulation, any federal-127 state program or federally delegated program or 128 jeopardize the approval, existence or funding of any 129 program. 130 (d) The layoff and recall rights of employees within 131 the classified service of the state as provided in 132 subsections five and six, section ten, article six, chapter 133 twenty-nine of this code shall be limited to the organizational unit within the agency or board and 134 135 within the occupational group established by the

within their departments to determine the feasibility of

cost reductions and increased efficiency which may be

136 classification and compensation plan for the classified 137 service of the agency or board in which the employee 138 was employed prior to the agency or board's transfer or 139 incorporation into the department: *Provided*, That the 140 employee shall possess the qualifications established for 141 the job class. The duration of recall rights provided in 142 this subsection shall be limited to two years or the 143 length of tenure, whichever is less. Except as provided 144 in this subsection, nothing contained in this section 145 shall be construed to abridge the rights of employees 146 within the classified service of the state as provided in 147 sections ten and ten-a, article six, chapter twenty-nine 148 of this code.

149 (e) Notwithstanding any other provision of this code 150 to the contrary, the secretary of each department with 151 authority over programs which are payors for 152 prescription drugs, including but not limited to, the 153 Public Employees Insurance Agency, the Children's 154 Health Insurance Program, the Division of Corrections, 155 the Division of Juvenile Services, the Regional Jail and 156 Correctional Facility Authority, the Workers' 157 Compensation Fund, state colleges and universities, 158 public hospitals, state or local institutions including 159 nursing homes and veteran's homes, the Division of Rehabilitation, public health departments, the Bureau 160 161 for Medical Services and other programs that are payors 162 for prescription drugs, shall cooperate with the Office of 163 the Pharmaceutical Advocate established pursuant to section four, article sixteen-d, chapter five of this code 164 165 for the purpose of purchasing prescription drugs for any 166 program over which they have authority.

CHAPTER 20. NATURAL RESOURCES.

ARTICLE 1. ORGANIZATION AND ADMINISTRATION.

§20-1-7. Additional powers, duties and services of director.

- 1 In addition to all other powers, duties and
- 2 responsibilities granted and assigned to the director in
- 3 this chapter and elsewhere by law, the director is hereby
- 4 authorized and empowered to:

5 (1) With the advice of the commission, prepare and 6 administer, through the various divisions created by this 7 chapter, a long-range comprehensive program for the 8 conservation of the natural resources of the state which 9 best effectuates the purpose of this chapter and which 10 makes adequate provisions for the natural resources 11 laws of the state;

(2) Sign and execute in the name of the state by the
Division of Natural Resources any contract or
agreement with the federal government or its
departments or agencies, subdivisions of the state,
corporations, associations, partnerships or individuals;

17 (3) Conduct research in improved conservation
18 methods and disseminate information matters to the
19 residents of the state;

20 (4) Conduct a continuous study and investigation of
21 the habits of wildlife and, for purposes of control and
22 protection, to classify by regulation the various species
23 into such categories as may be established as necessary;

(5) Prescribe the locality in which the manner and
method by which the various species of wildlife may be
taken, or chased, unless otherwise specified by this
chapter;

28 (6) Hold at least six meetings each year at such time 29 and at such points within the state, as in the discretion 30 of the Natural Resources Commission may appear to be 31 necessary and proper for the purpose of giving 32 interested persons in the various sections of the state an 33 opportunity to be heard concerning open season for their respective areas, and report the results of the 34 meetings to the Natural Resources Commission before 35 36 such season and bag limits are fixed by it;

(7) Suspend open hunting season upon any or all
wildlife in any or all counties of the state with the prior
approval of the Governor in case of an emergency such
as a drought, forest fire hazard or epizootic disease
among wildlife. The suspension shall continue during
the existence of the emergency and until rescinded by

the director. Suspension, or reopening after such
suspension, of open seasons may be made upon twentyfour hours' notice by delivery of a copy of the order of
suspension or reopening to the wire press agencies at
the state capitol;

48 (8) Supervise the fiscal affairs and responsibilities of49 the division;

50 (9) Designate such localities as he or she shall 51 determine to be necessary and desirable for the 52 perpetuation of any species of wildlife;

(10) Enter private lands to make surveys or
inspections for conservation purposes, to investigate for
violations of provisions of this chapter, to serve and
execute warrants and processes, to make arrests and to
otherwise effectively enforce the provisions of this
chapter;

59 (11) Acquire for the state in the name of the Division 60 of Natural Resources by purchase, condemnation, lease 61 or agreement, or accept or reject for the state, in the 62 name of the Division of Natural Resources, gifts, 63 donations, contributions, bequests or devises of money, 64 security or property, both real and personal, and any 65 interest in such property, including lands and waters, 66 which he or she deems suitable for the following 67 purposes:

68 (a) For state forests for the purpose of growing timber,
69 demonstrating forestry, furnishing or protecting
70 watersheds or providing public recreation;

(b) For state parks or recreation areas for the purpose
of preserving scenic, aesthetic, scientific, cultural,
archaeological or historical values or natural wonders,
or providing public recreation;

(c) For public hunting, trapping or fishing grounds or
waters for the purpose of providing areas in which the
public may hunt, trap or fish, as permitted by the
provisions of this chapter and the rules issued
hereunder;

80 (d) For fish hatcheries, game farms, wildlife research
81 areas and feeding stations;

(e) For the extension and consolidation of lands or
waters suitable for the above purposes by exchange of
other lands or waters under his or her supervision;

(f) For such other purposes as may be necessary tocarry out the provisions of this chapter;

87 (12) Capture, propagate, transport, sell or exchange
88 any species of wildlife as may be necessary to carry out
89 the provisions of this chapter;

90 (13) Sell timber for not less than the value thereof, as 91 appraised by a qualified appraiser appointed by the 92 director, from all lands under the jurisdiction and 93 control of the director, except those lands that are designated as state parks and those in the Kanawha 94 95 State Forest. The appraisal shall be made within a 96 reasonable time prior to any sale, reduced to writing, 97 filed in the office of the director and shall be available 98 for public inspection. The director must obtain the 99 written permission of the Governor to sell timber when 100 the appraised value is more than five thousand dollars. 101 The director shall receive sealed bids therefor, after 102 notice by publication as a Class II legal advertisement 103 in compliance with the provisions of article three, 104 chapter fifty-nine of this code and the publication area 105 for such publication shall be each county in which the 106 timber is located. The timber so advertised shall be sold 107 at not less than the appraised value to the highest 108 responsible bidder, who shall give bond for the proper 109 performance of the sales contract as the director shall 110 designate; but the director shall have the right to reject 111 any and all bids and to readvertise for bids. If the 112 foregoing provisions of this section have been complied 113 with and no bid equal to or in excess of the appraised 114 value of the timber is received, the director may, at any 115 time, during a period of six months after the opening of the bids, sell the timber in such manner as he or she 116 117 deems appropriate, but the sale price shall not be less 118 than the appraised value of the timber advertised. No 119 contract for sale of timber made pursuant to this section

120 shall extend for a period of more than ten years. And 121 all contracts heretofore entered into by the state for the 122 sale of timber shall not be validated by this section if 123 the same be otherwise invalid. The proceeds arising 124 from the sale of the timber so sold shall be paid to the 125 Treasurer of the State of West Virginia and shall be 126 credited to the division and used exclusively for the purposes of this chapter: Provided, That nothing 127 128 contained herein shall prohibit the sale of timber which 129 otherwise would be removed from rights-of-way 130 necessary for and strictly incidental to the extraction of 131 minerals;

132 (14) Sell or lease, with the approval in writing of the 133 Governor, coal, oil, gas, sand, gravel and any other 134 minerals that may be found in the lands under the 135 jurisdiction and control of the director, except those 136 lands that are designated as state parks. The director, 137 before making sale or lease thereof, shall receive sealed 138 bids therefor, after notice by publication as a Class II 139 legal advertisement in compliance with the provisions 140 of article three, chapter fifty-nine of this code, and the 141 publication area for such publication shall be each 142 county in which such lands are located. The minerals so 143 advertised shall be sold or leased to the highest 144 responsible bidder, who shall give bond for the proper 145 performance of the sales contract or lease as the director 146 shall designate; but the director shall have the right to 147 reject any and all bids and to readvertise for bids. The 148 proceeds arising from any such sale or lease shall be 149 paid to the Treasurer of the State of West Virginia and 150 shall be credited to the division and used exclusively for 151 the purposes of this chapter;

(15) Exercise the powers granted by this chapter for
the protection of forests and regulate fires and smoking
in the woods or in their proximity at such times and in
such localities as may be necessary to reduce the danger
of forest fires;

157 (16) Cooperate with departments and agencies of
158 state, local and federal governments in the conservation
159 of natural resources and the beautification of the state;

160 (17) Report to the Governor each year all information 161 relative to the operation and functions of the division 162 and the director shall make such other reports and 163 recommendations as may be required by the Governor, including an annual financial report covering all 164 165 receipts and disbursements of the division for each 166 fiscal year, and he or she shall deliver such report to the 167 Governor on or before the first day of December next 168 after the end of the fiscal year so covered. A copy of 169 such report shall be delivered to each house of the 170 Legislature when convened in January next following:

(18) Keep a complete and accurate record of all
proceedings, record and file all bonds and contracts
taken or entered into and assume responsibility for the
custody and preservation of all papers and documents
pertaining to his or her office, except as otherwise
provided by law;

(19) Offer and pay, in his or her discretion, rewards for
information respecting the violation, or for the
apprehension and conviction of any violators, of any of
the provisions of this chapter;

(20) Require such reports as he or she may deem to be
necessary from any person issued a license or permit
under the provisions of this chapter, but no person shall
be required to disclose secret processes or confidential
data of competitive significance;

186 (21) Purchase as provided by law all equipment187 necessary for the conduct of the division;

188 (22) Conduct and encourage research designed to
189 further new and more extensive uses of the natural
190 resources of this state and to publicize the findings of
191 such research;

(23) Encourage and cooperate with other public and
private organizations or groups in their efforts to
publicize the attractions of the state;

195 (24) Accept and expend, without the necessity of 196 appropriation by the Legislature, any gift or grant of money made to the division for any and all purposes
specified in this chapter and he or she shall account for
and report on all such receipts and expenditures to the
Governor;

201 (25) Cooperate with the state historian and other 202 appropriate state agencies in conducting research with 203 reference to the establishment of state parks and 204 monuments of historic, scenic and recreational value 205 and to take such steps as may be necessary in 206 establishing such monuments or parks as he or she 207 deems advisable;

(26) Maintain in his or her office at all times, properly
indexed by subject matter and also in chronological
sequence, all rules made or issued under the authority
of this chapter. Such records shall be available for
public inspection on all business days during the
business hours of working days;

(27) Delegate the powers and duties of his or her
office, except the power to execute contracts not related
to land and stream management, to appointees and
employees of the division, who shall act under the
direction and supervision of the director and for whose
acts he or she shall be responsible;

(28) Conduct schools, institutions and other
educational programs, apart from or in cooperation
with other governmental agencies, for instruction and
training in all phases of the natural resources programs
of the state;

(29) Authorize the payment of all or any part of the
reasonable expenses incurred by an employee of the
division in moving his or her household furniture and
effects as a result of a reassignment of the employee: *Provided*, That no part of the moving expenses of any
one such employee shall be paid more frequently than
once in twelve months; and

(30) Promulgate rules, in accordance with the
provisions of chapter twenty-nine-a of this code, to
implement and make effective the powers and duties

- vested in him or her by the provisions of this chapter and take such other steps as may be necessary in his or her discretion for the proper and effective enforcement of the provisions of this chapter.

The Joint Committee on Enrolled Bills hereby certifies that the foregoing bill is correctly enrolled.

Chairman Senate Committee Chairman House Committee

Originated in the Senate.

In effect July 1, 2007.

Clerk of the Senate

, h. S Clerk of the House of Delegates

bruch resident the Senate Speaker House of Delegates

The within is approved ... this the \dots Day of \dots 2007. Governor

PRESENTED TO THE GOVERNOR

APR 0 2 2007

Time 3.130 pm