Department of Fiscal Services

Maryland General Assembly

FISCAL NOTE

Senate Bill 393 (Senator McCabe) Budget and Taxation

Agricultural Land Preservation - Easements Held By County Agricultural Land Preservation Programs - Condemnation Payments

This bill provides that if a State or county agency acquires land by condemnation which is under an agricultural preservation easement held by a county agricultural land preservation program the condemning authority must pay:

- ° the landowner the value of the land minus the amount paid for the easement; and
- ° the county agricultural land preservation program the amount paid for the

easement.

Fiscal Summary

State Effect: None. Overall expenditures would not be affected.

Local Effect: Potential indeterminate increase in revenues; potential indeterminate decrease in expenditures.

Fiscal Analysis

Background: Currently, the Maryland Agricultural Land Preservation Foundation receives repayment for easements on condemned properties. Several counties now have agricultural easement programs of their own; this bill allows them to be repaid for these easements in the same manner.

Local Effect: Condemnation of land that holds an agricultural easement is rare. Currently, there are no provisions for local agricultural land preservation programs to reclaim amounts paid for easements if it were to happen. If the county is the condemning authority, then

overall local expenditures would decrease. The county would pay the landowner the value of the land minus the original easement amount; the easement amount would then be paid into the local agricultural land preservation program (a reallocation of funds). If the State is the condemning authority, then local revenues would increase due to the payment of the easement amount to the local program.

Information Source(s): Maryland Department of Agriculture, Carroll County, Department of Fiscal Services

Fiscal Note History: First Reader - March 1, 1996

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