



116th MAINE LEGISLATURE

FIRST REGULAR SESSION-1993

Legislative Document

No. 672

H.P. 514

House of Representatives, February 25, 1993

An Act to Protect Private Property.

Reference to the Committee on State and Local Government suggested and ordered printed.

∕ĴOSEPH W. MAYO, Clerk

Presented by Representative DEXTER of Kingfield. Cosponsored by Representatives: CLUKEY of Houlton, STEVENS of Sabattus, TUFTS of Stockton Springs.

Be it enacted by the People of the State of Maine as follows:
Sec. 1. 1 MRSA c. 22 is enacted to read:
<u>Chapter 22</u>
Private Property Protection Act
<u>§841. Title</u>
<u>This chapter may be known and cited as the "Private Property</u> Protection Act."
§842. Definitions
As used in this chapter, unless the context otherwise indicates, the following terms have the following meanings.
1. Implementation of a regulation. "Implementation of a regulation" means the rendering of a final administrative
<u>decision on an application for decision under a regulation the</u> <u>occurrence of the effective date of a regulation or any other</u> <u>application of the regulation to a piece of property.</u>
2. Preregulatory fair market value. "Preregulatory fair market value" means the fair market value of a piece of property on the day before a regulation caused property value to fall by
more than 50%.
3. Regulation. "Regulation" means any law, rule or or ordinance that directly or indirectly affects the value of
property, including a land use or zoning ordinance or law.
<u>§843. Regulatory takings</u>
1. Regulatory takings. For purposes of this Act, whenever
implementation of a regulation by the State or a political subdivision of the State reduces the fair market value of real
property to less than 50% of its preregulatory fair market value, the property is deemed to be taken for the use of the public.
2. Purchase or compensation required. The owner of
property deemed to be taken under subsection 1 may file a petition in Superior Court in the district in which the property
is located to require the governmental unit that imposed the regulation to purchase the property at the preregulatory fair
market value or to pay compensation for the reduction in value caused by the regulation. The property owner may elect to have
the issue of compensation decided by a jury.

Page 1-LR1555(1)

L.D. 672

3. Fair market value. If the owner chooses to be compensated for the reduction in value caused by the regulation, compensation must be paid for the full amount of the decrease in fair market value and is not limited to the amount by which the decrease in fair market value exceeds 50%.

4. Exemption for regulation of noxious or harmful uses. Purchase or compensation is not required under this Act if the regulation is an exercise of the police power to prevent property use that is noxious or poses demonstrable harm to the health and safety of the public. A use is considered a noxious use only if it amounts to a public nuisance in fact. Determination by a governmental unit that a use is noxious or poses a demonstrable harm to public health and safety is not binding on the court. Review of that determination must be de novo.

<u>§844. Statute of limitations</u>

1. Injuries to real property. The statute of limitations 20 for actions brought pursuant to this Act is the statute of limitations for civil actions for injuries to real property. The statute of limitations begins to run when a final administrative 22 decision is issued affecting that property, except that, if passage of the regulation alone reduces the fair market value of 24 real property to less than 50% percent of its preregulatory fair market value without further governmental action and the 26 regulation contains no provision for relief from the regulation's operation, the statute of limitations begins to run on the date 28 the regulation becomes effective.

3. Retroactive application. This Act applies to 32 regulations that are applied or that become effective after the effective date of this Act and to the application of regulations 34 in effect on the effective date of this Act.

36 §845. Waiver as condition to approval prohibited

 A governmental unit may not make waiver of the provisions of this Act a condition for approval of the use of real property or
the issuance of any permit. A person may accept an approval of use or a permit granted by a governmental unit without
compromising rights under this Act if:

44 46

2

4

6

8

10

12

 $\mathbf{14}$

16

18

30

A. The person reserves the rights in writing at the time of acceptance of an authorization or permit; or

B. The person makes an oral statement before the
governmental unit granting the authorization or permit at a
public meeting at which the governmental unit renders its
decision.

<u>846. Legal challenges</u>

2	
	This Act does not preclude a property owner from challenging
4	<u>a regulation affected by this Act under any other law or</u>
	constitutional provision.
6	
8	STATEMENT OF FACT
10	This bill requires the State and its political subdivisions
	to pay property owners when state or local regulations lower the
12	owner's property value by more than 50%.

Page 3-LR1555(1) L.D. 672