



117th MAINE LEGISLATURE

FIRST REGULAR SESSION-1995

Legislative Document

No. 170

S.P. 82

In Senate, January 20, 1995

An Act to Require the State and Political Subdivisions to Pay Property Owners when Regulations Lower the Value of Property by More Than 50%.

Reference to the Committee on Judiciary suggested and ordered printed.

May Th.

MAY M. ROSS Secretary of the Senate

Presented by Senator HANLEY of Oxford. Cosponsored by Senators: BENOIT of Franklin, HATHAWAY of York, PENDEXTER of Cumberland, Representatives: BARTH of Bethel, BIRNEY of Paris, PERKINS of Penobscot, WATERHOUSE of Bridgton, WINSOR of Norway.

Sec. 1. 1 MRSA c. 22 is enacted to read:		
	<u>CHAPTER 22</u>	
	PRIVATE PROPERTY PROTECTION ACT	
<u>§841.</u>	Title	
	<u>his chapter may be known and cited as the "Private Prope:</u> tion Act."	
<u>§842.</u>	Definitions	
	s used in this chapter, unless the context otherw. tes, the following terms have the following meanings.	
<u></u>	to the realities of the maye the realities.	
regula decisi occurr	. Implementation of a regulation. "Implementation of tion" means the rendering of a final administrat on on an application for decision under a regulation, ence of the effective date of a regulation, or any ot ation of the regulation to a piece of property.	
<u>market</u> on the	Preregulatory fair market value. "Preregulatory for value" means the fair market value of a piece of propeed day before a regulation caused the property value to for than 50%.	
ordina	. Regulation. "Regulation" means any law, rule nce that directly or indirectly affects the value ty, including a land use or zoning ordinance or law.	
<u></u>	<u></u>	
<u>§843.</u>	Regulatory takings	
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<u>1</u> implem	. Regulatory takings. For purposes of this Act, whene mentation of a regulation by the State or a politi	
<u>1</u> implem subdiv	. Regulatory takings. For purposes of this Act, whene	

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caused by the regulation. The property owner may elect to have the issue of compensation decided by a jury.

- 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%.
- 10 **4. Exemption for regulation of noxious or harmful uses.** Purchase or compensation is not required under this Act if the 12 regulation is an exercise of the police power to prevent property use that is noxious or poses demonstrable harm to the health and 14 safety of the public. A use is considered a noxious use only if it amounts to a public nuisance in fact. Determination by a 16 governmental unit that a use is noxious or poses a demonstrable harm to public health and safety is not binding on the court. 18 Review of that determination must be de novo.

20 §844. Statute of limitations

- 1. Injuries to real property. The statute of limitations 22 for actions brought pursuant to this Act is the statute of 24 limitations for civil actions for injuries to real property. The statute of limitations begins to run when a final administrative 26 decision is issued affecting that property, except that, if passage of the regulation alone reduces the fair market value of 28 real property to less than 50% of its preregulatory fair market value without further governmental action and the regulation 30 contains no provision for relief from the regulation's operation, the statute of limitations begins to run on the date the 32 regulation becomes effective.
- 34 2. Application. This Act applies to regulations that are applied or that become effective after the effective date of this 36 Act and to the application of regulations in effect on the effective date of this Act.

<u>§845. Waiver as condition to approval prohibited</u>

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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:

1. Rights in writing. The person reserves the rights in 48 writing at the time of acceptance of an authorization or permit; or

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2. Oral statement. The person makes an oral statement 2 before the governmental unit granting the authorization or permit at a public meeting at which the governmental unit renders its 4 decision.

6 §846. Legal challenges

8 This Act does not preclude a property owner from challenging a regulation affected by this Act under any other law or 10 constitutional provision.

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STATEMENT OF FACT

This bill requires the State and its political subdivisions 16 to pay property owners when state or local regulations lower the owner's property value by more than 50%.

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