



## **122nd MAINE LEGISLATURE**

## FIRST REGULAR SESSION-2005

**Legislative Document** 

No. 668

H.P. 488

House of Representatives, February 8, 2005

An Act To Amend the Land Use Regulation Laws

Reference to the Committee on Judiciary suggested and ordered printed.

Millient M. Mac Jailand

MILLICENT M. MacFARLAND Clerk

Presented by Representative JOY of Crystal. (BY REQUEST) Cosponsored by Representatives: ANNIS of Dover-Foxcroft, CLARK of Millinocket, RICHARDSON of Carmel, SAVIELLO of Wilton, THOMAS of Ripley, VAUGHAN of Durham.

## Be it enacted by the People of the State of Maine as follows:

2 Sec. 1. 30-A MRSA §4361 is enacted to read: 4 §4361. Just compensation 6 1. Just compensation. If a municipality or the State 8 enforces a land use regulation that restricts the use of or reduces the fair market value of private real property, the 10 municipality or the State upon written demand pursuant to subsection 2 shall provide the owner of the property a remedy 12 under subsection 4. 14 2. Written demand. To receive just compensation under this section, an owner of real property affected by the enforcement of 16 a land use regulation must make a written demand to the municipality or the State within 2 years of the effective date of this section or when the municipality or the State attempts to

18 enforce the land use regulation, whichever is later. If the 20 municipality or the State is still enforcing the land use regulation against the property 180 days after the written demand 22 is made, the municipality or the State shall pay the owner just compensation calculated as of the date the written demand was 24 made in an amount equal to the reduction of the fair market value of the property resulting from the enforcement of the regulation. 26 A municipality or the State may adopt procedures to process written demands made under this section but may not use these procedures as a prerequisite for filing a written demand under 28 this section or require a property owner to file a permit 30 application to seek compensation under this section.

32 3. Cause of action. If the municipality or the State does not pay just compensation or continues to enforce the land use 34 regulation that is the subject of the written demand under subsection 2 more than 180 days after the written demand was 36 made, the property owner may file a cause of action in the District Court that has jurisdiction over the real property. A 38 court may order a remedy under subsection 4 in a cause of action filed under this subsection. A property owner who files suit 40 under this subsection is entitled to reasonable attorney's fees, costs and disbursements incurred in collecting the compensation.

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  4. Remedies. A municipality or the State shall pay a demand
  44 or modify, remove or not enforce the land use regulation underlying a written demand under subsection 2 within 180 days
  46 after the demand is made. If the municipality or the State does not provide a remedy under this subsection within 2 years after a
- 48 written demand has been made, the demanding property owner may use the property as permitted when the owner acquired the

property if the owner has not filed a cause of action under 2 subsection 3. 4 5. Exemptions. Exempted from this section are land use regulations that: 6 A. Restrict or prohibit activities recognized as public 8 nuisances under the common law; 10 B. Protect public health and safety such as fire, life safety and building codes, health and sanitation regulations, solid and hazardous waste regulations and 12 pollution control regulations; 14C. Are required to comply with federal law; 16 D. Restrict or prohibit the selling of pornography or nude 18 dancing; and 20 E. Were enacted before the owner acquired the property or, if the owner inherited the property from a family member, 22 the family member acquired the property. 24 The exemptions in this subsection must be construed narrowly in favor of compensation of the property owner. 26 **SUMMARY** 28 30 This bill allows a property owner to seek just compensation from a municipality or the State if the municipality or the State enforces a land use regulation that restricts the use of or 32 reduces the value of private real property. To receive just 34 compensation, the property owner must file a written demand with the municipality or the State within 2 years of the enactment of this Act or the enforcement of the regulation, whichever comes 36 If the municipality or State is still enforcing the later. 38 regulation 180 days after the written demand was made, the municipality or State owes the property owner just compensation 40 in the amount of the reduction in value of the property at the time the written demand was made. A municipality or the State must either pay the demand or remove, modify or not enforce the 42 land use regulation within 180 days after demand is made. If the property owner does not receive just compensation and the 44 regulation is still being enforced 180 days after written demand

regulation is still being enforced 180 days after written demand
 was made, the owner may file a cause of action in District Court
 and receive attorney's fees, costs and disbursements. If after 2
 years the property owner does not receive just compensation, the
 owner may use the property as permitted when the owner acquired
 the property. This bill does not apply to regulations that

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restrict common-law nuisances, protect public health and safety, 2

restrict or prohibit the selling of pornography or nude dancing or were enacted prior to the owner's or, if the property was 4 inherited, the owner's family member's acquisition of the property.