House File 2461 - Introduced

HOUSE FILE BY KAUFMANN, TYMESON, ${\tt GRASSLEY}$, and ${\tt MERTZ}$

Passed	House,	Date	 Passed	Senate,	Date	
Vote:	Ayes _	Nays _	 Vote:	Ayes	1	Nays
		Approved			_	

A BILL FOR

1 An Act placing restrictions and requirements relating to eminent domain and condemnation procedures and including effective date and applicability date provisions. 4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA: 5 TLSB 6246YH 82 6 sc/rj/8

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           Section 1. NEW SECTION. 6A.15 PROPERTY ON STATE HISTORIC
     2 REGISTRY.
           Property listed on the state register of historic places
    4 maintained by the historical division of the department of
     5 cultural affairs shall not be removed from the register solely
     6 for the purpose of allowing acquisition of the property by
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     7 condemnation.
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          Sec. 2. Section 6A.24, subsection 3, Code 2007, is amended
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     9 to read as follows:
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           3. For any action brought under this section, the burden
  1 11 of proof shall be on the acquiring agency to prove by a
    12 preponderance of the clear and convincing evidence that the
  1 13 finding of public use, public purpose, or public improvement 1 14 meets the definition of those terms. If a property owner or a
  1 15 contract purchaser of record or a tenant occupying the
  1 16 property under a recorded lease prevails in an action brought 1 17 under this section, the acquiring agency shall be required to
  1 18 pay the costs, including reasonable attorney fees, of the
  1 19 adverse party.
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                    Section 6B.2C, Code 2007, is amended to read as
           Sec. 3.
  1 21 follows:
  1 22
           6B.2C
                  APPROVAL OF THE PUBLIC IMPROVEMENT.
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           The authority to condemn is not conferred, and the
  1 24 condemnation proceedings shall not commence, unless the
  1 25 governing body for the acquiring agency approves, by
    26 resolution, declares that adequate funding for the public 27 improvement has been secured, that the use of condemnation for
    28 the public improvement is approved, and that there is a
  1 29 reasonable expectation the applicant will be able to achieve
  1 30 its public purpose, comply with all applicable standards, and
  1 31 obtain the necessary permits.
    32 Sec. 4. <u>NEW SECTION</u>. 68B.8 BAN ON CERTAIN LOBBYING 33 ACTIVITIES ON BEHALF OF POLITICAL SUBDIVISIONS.
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           A political subdivision that collects and expends property
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    35 taxes shall not use public funds of any kind to pay a person,
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     1 organization, or other entity to act as a lobbyist in relation
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     2 to any legislation relating specifically to eminent domain
     3 authority or condemnation procedures.
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           Sec. 5. Section 316.4, subsection 1, Code 2007, is amended
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       to read as follows:
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           1. If a program or project undertaken by a displacing
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     7 agency will result in the displacement of a person, the
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8 displacing agency shall make a payment to the displaced 9 person, upon proper application as approved by the displacing 2 10 agency, for actual reasonable and necessary expenses incurred 11 in moving the person, the person's family, business, farm 2 12 operation, or other personal property subject to rules and 2 13 limits established by the department. The payment may also 2 14 provide for actual direct losses of tangible personal 15 property, purchase of substitute personal property, business 2 16 reestablishment expenses, storage expenses, and expenses 2 17 incurred in searching for a replacement business or farm. 18 relocation of a business or farm operation is not economically

feasible, the displaced person may also apply for payment 20 the loss of existing business relationships because of the <u>inability to relocate the business or farm operation to a</u> location similar in economic advantage to the location from 23 which the business or farm operation was displaced.

Sec. 6. EFFECTIVE AND APPLICABILITY DATES. This Act, 2 25 being deemed of immediate importance, takes effect upon
2 26 enactment and applies to projects or condemnation proceedings 2 27 pending or commenced on or after that date. EXPLANATION

This bill places various restrictions and requirements on 2 30 the use of eminent domain authority and condemnation 2 31 procedures.

The bill provides that property listed on the state 33 register of historic places shall not be removed from the 34 register solely for the purpose of allowing the property to be 35 acquired by condemnation.

The bill changes the standard of proof on the acquiring 2 agency from a preponderance of the evidence to clear and 3 convincing evidence for an action brought in district court 4 challenging the exercise of eminent domain authority or 5 contesting condemnation proceedings.

The bill provides that the authority to condemn property is 7 not conferred, and condemnation proceedings shall not 8 commence, until the governing body of the acquiring agency has 9 declared that adequate funding for the public improvement has 10 been secured.

The bill prohibits a political subdivision that collects 3 12 and expends property taxes from using any public funds to pay 3 13 a person, organization, or other entity to lobby on any 14 legislation relating specifically to eminent domain authority 3 15 or condemnation procedures.

3 16 The bill provides that if relocation of a business or farm 3 17 operation is not economically feasible, the displaced person 3 18 may apply for payment of the loss of existing business 3 19 relationships because of the inability to relocate the 20 business or farm operation to a location similar in economic 21 advantage to the location from which the business or farm 3 22 operation was displaced.

3 23 The bill takes effect upon enactment and applies to 24 projects or condemnation proceedings pending or commenced on 3 25 or after that date.

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