LEGISLATURE OF NEBRASKA ONE HUNDRED SECOND LEGISLATURE

SECOND SESSION

LEGISLATIVE BILL 1134

Introduced by Avery, 28. Read first time January 19, 2012 Committee: Judiciary

A BILL

1	FOR AN ACT	relating to eminent domain; to amend sections 25-2501,
2		25-2502, 25-2503, 25-2504, 25-2505, 25-2506, and 76-704,
3]	Reissue Revised Statutes of Nebraska, and section
4		2-3234.07, Revised Statutes Cumulative Supplement, 2010;
5		to provide and change provisions relating to agency
6		condemnation of property for a public purpose; to define
7	i	and redefine terms; to provide a penalty; to harmonize
8]	provisions; to provide an operative date; and to repeal
9		the original sections.

10 Be it enacted by the people of the State of Nebraska,

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1 Section 1. Section 2-3234.07, Revised Statutes Cumulative 2 Supplement, 2010, is amended to read: 3 2-3234.07 Acquisition of private real property, or an interest therein, and any utilization of eminent domain approved 4 5 under sections 2-3234.02 to 2-3234.09 to establish a proposed trail shall be conducted in the manner and subject to the requirements 6 7 provided in sections 25-2501 to 25-2506 and sections 7 to 11 of this 8 act and 76-701 to 76-726. 9 Sec. 2. Section 25-2501, Reissue Revised Statutes of 10 Nebraska, is amended to read: 11 25-2501 (1) It is the intent and purpose of sections 12 25-2501 to 25-2506 and sections 7 to 11 of this act to establish a 13 uniform procedure to be used in acquiring condemning private property for a public purpose by the State of Nebraska and its political 14 15 subdivisions and by all <u>publicly and</u> privately owned public utility 16 corporations, and common carriers, and other agencies which have been granted the power of eminent domain. Such sections shall not apply 17 18 to: 19 (1) Water transmission and distribution pipelines and 20 their appurtenances and common carrier pipelines and their 21 appurtenances; 22 (2) Public utilities and cities of all classes and 23 villages when acquiring property for a proposed project involving the 24 acquisition of rights or interests in ten or fewer separately owned 25 tracts or when the acquisition is within the corporate limits of any

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1	city or village;
2	(3) Sanitary and improvement districts organized under
3	sections 31-727 to 31-762 when acquiring easements for a proposed
4	project involving the acquisition of rights or interests in ten or
5	fewer separately owned tracts;
6	(4) Counties and municipalities which acquire property
7	through the process of platting or subdivision or for street or
8	highway construction or improvements;
9	(5) <u>(a)</u> Common carriers subject to regulation by the
10	Federal Railroad Administration of the United States Department of
11	Transportation; or
12	(6) The Department of Roads when acquiring condemning
13	property for highway construction or improvements.
14	(2) It is the intent of the Legislature to provide
15	procedural oversight of agencies and their use of eminent domain, as
16	it is the Legislature that grants the power to condemn private
17	property when a public purpose is identified to meet a public need.
18	(3) It is the intent of the Legislature that the power of
19	eminent domain under sections 76-704 to 76-724 shall be exercised as
20	an action of last resort when good faith negotiations between
21	property owners and the agency have failed.
22	Sec. 3. Section 25-2502, Reissue Revised Statutes of
23	Nebraska, is amended to read:
24	25-2502 As used in sections 25-2501 to 25-2506 <u>and</u>
25	sections 7 to 11 of this act and 70-301, unless the context otherwise

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1 requires:

2	(1) Agency shall include the State of Nebraska and any
3	department, board, commission, or similar entity thereof which
4	possesses the authority to acquire property either with or without
5	the use of eminent domain, any political subdivision of the State of
б	Nebraska, and any privately owned public utility corporation or
7	common carrier not exempted by section 25-2501 which possesses the
8	authority to acquire property through the use of eminent domain;
9	(2) Property shall include any right or interest in real
10	property, including but not limited to easements, but shall not
11	include easements for public utilities located adjacent to and within
12	ten feet of a public road right-of way; and
13	(3) Negotiations shall mean communications between
14	representatives of the agency and the property owner or his
15	representatives who are specifically authorized to attempt to reach
16	agreement on terms by which the agency shall acquire such property.
17	(1) Agency includes (a) governmental entities given the
18	authority by statute to condemn property by eminent domain including,
19	but not limited to, the State of Nebraska, its departments and
20	agencies, municipalities, counties, utilities, the University of
21	Nebraska and state colleges, public schools, irrigation districts,
22	library boards, airport authorities, pipelines, county fair boards,
23	railroads, natural resources districts, sanitary and improvement
24	districts, bridge commissions, rural water districts, the Nebraska
25	Historical Society, a metropolitan transit authority, drainage

1	districts, and community redevelopment authorities and (b) any
2	company, corporation, or association formed, created, or incorporated
3	in the United States or a foreign country for the purpose of
4	providing services for a public purpose;
5	(2) Property means any right or interest in real or
б	personal property, including, but not limited to, temporary private
7	easements and rights-of-way, but does not include easements for
8	public utilities located adjacent to and within ten feet of a public
9	right-of-way; and
10	(3) Public purpose means (a) to provide public services
11	with or without cost to the recipient, including, but not limited to,
12	the general operation of government; public education; public safety;
13	transportation; public works; civil and criminal justice; public
14	health and welfare; developments by a public housing authority;
15	parks; cultural, recreational, and community development; and
16	cemetery purposes or (b) to carry out the duties and responsibilities
17	conferred by law with or without consideration. Public purpose does
18	not include leasing of property to a private party unless the lease
19	of the property is at fair market value for a public purpose. Leases
20	of property by a public housing authority to low-income individuals
21	as a place of residence are for the authority's public purpose.

Sec. 4. Section 25-2503, Reissue Revised Statutes of
Nebraska, is amended to read:

24 25-2503 Any agency which proposes to acquire <u>condemn</u> 25 private property for a public purpose shall <u>give mail written</u> notice

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of such proposed acquisition condemnation at least forty-five days 1 2 before beginning negotiations for such acquisition. scheduling an agency vote or other action of full and final approval, as described 3 in section 7 of this act, for such condemnation. The notice shall be 4 5 directed to each owner of property over or across which any right or 6 interest is to be acquired <u>condemned</u> and shall be deemed properly 7 given if delivered personally or mailed by registered or certified 8 first-class mail addressed to the property owner and to the address shown on the tax records in the office of the county treasurer, 9 except that such notice shall be sufficient if given mailed to the 10 administrator or executor of the estate of a deceased person, the 11 12 trustee of a trust estate, the guardian of the estate of a minor or 13 incompetent person, or a conservator. The notice shall (1) describe the property proposed to be acquired condemned and the compensation 14 15 to be given for such property, (2) include a statement of the authority for the acquisition, condemnation, (3) include the nature 16 of and necessity and public purpose for which the land shall be used, 17 (4) include the title, right, or interest in the property to be 18 acquired, condemned, (5) specify the amount of property needed for 19 20 the public purpose, (6) include the reasons for selecting the proposed location or route, and (7) state that if approval of any 21 other agency is required, the condemner shall set forth which other 22 agency's approval shall be necessary and, when the acquisition 23 condemnation involves a highway, power line, telephone line, utility, 24 or similar infrastructure project, shall include a map and plat 25

1 showing the proposed route to be followed by the project. permanent 2 and, when applicable, temporary route, right-of-way, or easement to 3 be utilized by a public purpose project, (8) a description of the rights of the property owner, including the right to retain counsel 4 5 for negotiation of compensation and the proper county, municipal, or 6 state authority in which to file an appeal against proposed public 7 purpose project, and (9) include the projected date on which 8 construction of a public purpose project will commence, which shall 9 not be more than eighteen months following full and final approval, 10 as described in section 7 of this act.

Sec. 5. Section 25-2504, Reissue Revised Statutes of Nebraska, is amended to read:

13 25-2504 After giving mailing notice pursuant to section 25-2503, the agency shall hold a public hearing on the proposed 14 public project and acquisition condemnation at least thirty days 15 16 before beginning negotiations for such acquisition. scheduling an agency vote or other action of full and final approval, as described 17 in section 7 of this act, for such condemnation. Notice of such 18 19 public hearing shall be published at least ten days prior to such 20 hearing in a legal newspaper published in and of general circulation 21 in each county, if such a newspaper exists, or if no such newspaper 22 is published in the county, notice shall be published in a newspaper which has been designated as the official legal notice publication by 23 the county board and is of general circulation in the county or 24 25 counties in which the hearing is to be held. When the proposed

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acquisition condemnation consists of property from more than one 1 2 county, a hearing shall be held in the county seat of each county. 3 When the proposed acquisition condemnation is countywide in scope, the hearing shall be held at the county seat. When the proposed 4 5 acquisition condemnation involves a lesser area, the hearing shall be held in a location convenient to the property to be acquired. 6 7 condemned. When the proposed acquisition condemnation involves 8 property located outside this state, the hearing shall be held at the 9 principal office of the agency.

10 At the hearing, the agency shall explain the nature of and necessity for the project for which it seeks to acquire condemn 11 12 property, the reasons for selecting the particular location or route, 13 the right of each owner of property to be represented by an attorney and to negotiate and accept or reject the offer of damages which will 14 15 be sustained by the proposed acquisition, condemnation, and the right 16 to require that such damages be determined pursuant to the procedures for acquisition condemnation by eminent domain. The agency shall hear 17 18 and consider any objections from any person and shall make available all documents relating to the proposed condemnation that are public 19 20 records open to the public under sections 84-712 to 84-712.09.

If the agency relocates the proposed project following such hearing and such relocation would require the acquisition <u>condemnation</u> of rights or interests in the property of more than ten additional owners of separately owned tracts to whom notice was not previously given, the agency shall give notice as provided in section

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25-2503 to such additional owners and shall hold a public hearing as provided in this section with reference solely to that part of the project which has been relocated, <u>except</u> ; <u>Provided</u>, that the time restrictions in section 25-2503 and this section shall not be applicable to any such additional notice, <u>or hearing</u>, <u>or</u> <u>negotiations</u>.

7 Sec. 6. Section 25-2505, Reissue Revised Statutes of
8 Nebraska, is amended to read:

9 25-2505 Any agency acquiring property on a willing buyerwilling seller basis or by gift, devise, or any other form of 10 voluntary transfer shall not be required to give the notice set forth 11 12 in section 25-2503 if such agency has no planned project involving 13 acquisition condemnation of the specific property, or any part thereof, through the use of eminent domain or the agency has no 14 authority to use eminent domain for acquisition condemnation of 15 16 property, but such agency shall hold a public hearing at least thirty days prior to consummation of the transaction whereby such property 17 is acquired by voluntary transfer which public hearing and public 18 notice of the same shall comply, where applicable, with section 19 20 25-2504. A school district may conduct any hearing required by this section as a part of the agenda at a regular or special meeting of 21 its school board or board of education at the board's usual meeting 22 23 place or at such other location within the school district as the board may designate. 24

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Sec. 7. Prior to exercising the right of eminent domain

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under sections 76-704 to 76-724, the agency shall have full and final approval for the public purpose project by (1) an affirmative agency majority vote or other agency action of approval or (2) having applied for and been granted any controlling federal or state order, permit, or authority, for a new public purpose project or the extension of an existing public purpose project.

7 Sec. 8. No agency shall, by itself or in cooperation with 8 one or more persons or agencies, (1) intimidate, deceive, beguile, 9 mislead, or impersonate any other person or entity by falsely 10 presenting, portraying, or claiming the right to execute, commence, 11 initiate, employ, wield, or use any power of eminent domain prior to 12 full and final approval, as described in section 7 of this act, for a 13 public purpose project or (2) cause, direct, authorize, or permit another under the direction of such company, corporation, or 14 15 association or persons cooperating with such entities to intimidate, 16 deceive, bequile, mislead, or impersonate any other person or entity by falsely presenting, portraying, or claiming the right to execute, 17 18 commence, initiate, employ, wield, or use any power of eminent domain prior to full and final approval, as described in section 7 of this 19 20 act, for a public purpose project.

Sec. 9. <u>Claiming to have the authority to exercise</u> <u>eminent domain rights under sections 76-704 to 76-724 for a specific</u> <u>public purpose project prior to having been granted full and final</u> <u>approval, as described in section 7 of this act, for the public</u> <u>purpose project shall be a Class IV misdemeanor per occurrence.</u>

1	Sec. 10. When two or more agencies have full and final
2	approval, as described in section 7 of this act, of an interest in
3	one or more parcels of private property, the legal rights thereto
4	shall be determined in the county court where the greatest parcel of
5	land exists for the public purpose project. There shall be no
6	authority to exercise eminent domain under sections 76-704 to 76-724
7	until a final determination of legal rights has been made by the
8	county court.
9	Sec. 11. In the event of an emergency for a new or
10	extension of an existing public purpose project, the agency shall
11	provide property owners notice requirements pursuant to section
12	25-2503 not less than fourteen days prior to having full and final
13	approval, as described in section 7 of this act, when such public
14	purpose project does not exceed ten or more property tracts.
15	Sec. 12. Section 25-2506, Reissue Revised Statutes of
16	Nebraska, is amended to read:
17	25-2506 Sections 25-2501 to 25-2506 <u>and sections 7 to 11</u>
18	of this act shall be construed to be cumulative and independent
19	legislation and complete in themselves.
20	Sec. 13. Section 76-704, Reissue Revised Statutes of
21	Nebraska, is amended to read:
22	76-704 If <u>Except</u> as provided in section 10 of this act,
23	$\underline{\text{if}}$ any condemnee shall fail to agree with the condemner with respect
24	to the acquisition of property sought by the condemner, a petition to
25	condemn the property may be filed by the condemner in the county

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court of the county where the property or some part thereof is
 situated.
 Sec. 14. This act becomes operative on January 1, 2013.
 Sec. 15. Original sections 25-2501, 25-2502, 25-2503,
 25-2504, 25-2505, 25-2506, and 76-704, Reissue Revised Statutes of
 Nebraska, and section 2-3234.07, Revised Statutes Cumulative
 Supplement, 2010, are repealed.