SENATE BILL 970

D3, M3, P3 SB 819/12 – JPR

By: Senator Pipkin

Introduced and read first time: February 15, 2013 Assigned to: Rules

A BILL ENTITLED

1 AN ACT concerning

2 Private Property Rights – Regulatory Infringement – Compensation

3 FOR the purpose of creating a cause of action under certain circumstances for a 4 property owner to use against the Department of Agriculture, the Department $\mathbf{5}$ of the Environment, the Department of Natural Resources, or the Department 6 of Planning if the application of a regulation adopted by any of the agencies 7 infringes on a private property right of the property owner; providing that the 8 cause of action shall be filed in a certain court; providing for the sum that a 9 private property owner may recover under a certain cause of action; requiring the award or judgment under a certain cause of action to be paid from certain 10 funds and prohibiting payment from the General Fund; providing for the venue 11 12of a certain cause of action; establishing a certain statute of limitations; 13 providing for the application of this Act; defining a certain term; and generally relating to the rights of private property owners. 14

- 15 BY adding to
- 16 Article Courts and Judicial Proceedings
- 17 Section 5–120
- 18 Annotated Code of Maryland
- 19 (2006 Replacement Volume and 2012 Supplement)
- 20 BY repealing and reenacting, with amendments,
- 21 Article Courts and Judicial Proceedings
- 22 Section 6–203(b)
- 23 Annotated Code of Maryland
- 24 (2006 Replacement Volume and 2012 Supplement)
- 25 BY adding to
- 26 Article State Government
- Section 12–601 through 12–604 to be under the new subtitle "Subtitle 6.
 Infringement on Private Property Rights"

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



	2 SENATE BILL 970
$\frac{1}{2}$	Annotated Code of Maryland (2009 Replacement Volume and 2012 Supplement)
$\frac{3}{4}$	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:
5	Article – Courts and Judicial Proceedings
6	5–120.
$7 \\ 8 \\ 9 \\ 10 \\ 11 \\ 12 \\ 13$	AN ACTION FOR DAMAGES ARISING OUT OF THE APPLICATION OF A REGULATION ADOPTED BY THE DEPARTMENT OF AGRICULTURE, THE DEPARTMENT OF THE ENVIRONMENT, THE DEPARTMENT OF NATURAL RESOURCES, OR THE DEPARTMENT OF PLANNING TO PRIVATE PROPERTY UNDER TITLE 12, SUBTITLE 6 OF THE STATE GOVERNMENT ARTICLE SHALL BE FILED WITHIN 6 YEARS OF THE DATE ON WHICH THE REGULATION IS APPLIED TO THE PRIVATE PROPERTY.
14	6–203.
$\begin{array}{c} 15\\ 16 \end{array}$	(b) (1) The venue of the following actions is in the county where all or any portion of the subject matter of the action is located:
17	(i) Partition of real estate;
18	(ii) Enforcement of a charge or lien on land;
19	(iii) Eminent domain;
20	(iv) Trespass to land; [and]
21	(v) Waste; AND
22 23	(VI) ANY ACTION UNDER TITLE 12, SUBTITLE 6 OF THE STATE GOVERNMENT ARTICLE.
$\begin{array}{c} 24 \\ 25 \end{array}$	(2) If the property lies in more than one county, the court where proceedings are first brought has jurisdiction over the entire property.
26	Article – State Government
27	SUBTITLE 6. INFRINGEMENT ON PRIVATE PROPERTY RIGHTS.
28	12–601.

1 IN THIS SUBTITLE, "PRIVATE PROPERTY" MEANS ANY REAL PROPERTY IN 2 THE STATE OTHER THAN REAL PROPERTY OWNED BY A UNIT OF FEDERAL, 3 STATE, OR LOCAL GOVERNMENT.

4 **12–602.**

5 THIS SUBTITLE DOES NOT APPLY TO REGULATIONS ADOPTED BY THE 6 DEPARTMENT OF AGRICULTURE, THE DEPARTMENT OF THE ENVIRONMENT, 7 THE DEPARTMENT OF NATURAL RESOURCES, OR THE DEPARTMENT OF 8 PLANNING THAT ARE REQUIRED TO COMPLY WITH FEDERAL LAW.

9 **12–603.**

10 (A) THE OWNER OF PRIVATE PROPERTY HAS A CAUSE OF ACTION 11 AGAINST THE STATE IF THE APPLICATION OF A REGULATION ADOPTED ON OR 12 AFTER JUNE 1, 2013, BY THE DEPARTMENT OF AGRICULTURE, THE 13 DEPARTMENT OF THE ENVIRONMENT, THE DEPARTMENT OF NATURAL 14 RESOURCES, OR THE DEPARTMENT OF PLANNING RESTRICTS, LIMITS, OR 15 OTHERWISE INFRINGES ON A RIGHT TO THE PRIVATE PROPERTY THAT WOULD 16 EXIST ABSENT THE APPLICATION.

17 (B) AN ACTION UNDER THIS SUBTITLE SHALL BE FILED IN A CIRCUIT 18 COURT AS PROVIDED IN § 6–203 OF THE COURTS ARTICLE.

19 **12–604.**

20 (A) IN AN ACTION FILED UNDER THIS SUBTITLE, THE PROPERTY OWNER 21 MAY RECOVER:

22(1) A SUM EQUAL TO THE DIMINUTION IN THE FAIR MARKET23VALUE OF THE PORTION OF THE PRIVATE PROPERTY AFFECTED BY THE24APPLICATION OF THE REGULATION THAT IS THE BASIS OF THE ACTION; AND

25 (2) COURT COSTS, REASONABLE ATTORNEY'S FEES, AND 26 REASONABLE EXPENSES.

(B) (1) AN AWARD OR JUDGMENT IN FAVOR OF A PROPERTY OWNER
MADE UNDER THIS SUBTITLE SHALL BE PAID OUT OF THE BUDGET OF THE
AGENCY RESPONSIBLE FOR ADOPTING THE REGULATION THAT IS THE BASIS OF
THE ACTION.

SENATE BILL 970

1 (2) AN AWARD OR JUDGMENT IN FAVOR OF A PROPERTY OWNER 2 MADE UNDER THIS SUBTITLE MAY NOT BE PAID FROM THE GENERAL FUND OF 3 THE STATE.

4 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect 5 June 1, 2013.