R2, N1

CONSTITUTIONAL AMENDMENT

8lr1493

# By: Delegate Parrott

Introduced and read first time: February 9, 2018 Assigned to: Environment and Transportation

## A BILL ENTITLED

#### 1 AN ACT concerning

# State Roads Commission – Eminent Domain – "Quick Take" Process on Behalf of the Department of Transportation

4 FOR the purpose of proposing an amendment to the Maryland Constitution to authorize  $\mathbf{5}$ the General Assembly to enact a law authorizing the taking of certain property under 6 certain circumstances by the State Roads Commission for the Department of 7 Transportation; authorizing property to be condemned for certain projects; 8 prohibiting property from being condemned for certain paths or trails; making 9 certain conforming changes; submitting this amendment to the qualified voters of the State for their adoption or rejection; making certain provisions of this Act subject 10 11 to a certain contingency; and generally relating to eminent domain and the State 12Roads Commission and the Department of Transportation.

- 13 BY renumbering
- 14 Article Transportation
- Section 8–318 through 8–331, respectively, and the part "Part III. "Quick–Take"
   Condemnation by Commission Board of Property Review Procedure"; and
   8–334 through 8–339, respectively, and the part "Part IV. "Quick–Take"
   Condemnation by Commission Accelerated Procedure"
- 19to be Section 2–802 through 2–815, respectively, and the part "Part I. "Quick–Take"20Condemnation by the State Roads Commission Board of Property Review21Procedure"; and 2–818 through 2–823, respectively, and the part "Part II.22"Quick–Take" Condemnation by the State Roads Commission Accelerated23Procedure"
- 24 Annotated Code of Maryland
- 25 (2015 Replacement Volume and 2017 Supplement)

26 BY proposing an amendment to the Maryland Constitution

- 27 Article III Legislative Department
- 28 Section 40B

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW. [Brackets] indicate matter deleted from existing law.



- 1 BY repealing and reenacting, with amendments,
- 2 Article Real Property
- 3 Section 12–101(c)
- 4 Annotated Code of Maryland
- 5 (2015 Replacement Volume and 2017 Supplement)
- 6 BY repealing and reenacting, with amendments,
- 7 Article State Government
- 8 Section 9–1011(c)
- 9 Annotated Code of Maryland
- 10 (2014 Replacement Volume and 2017 Supplement)
- 11 BY repealing and reenacting, without amendments,
- 12 Article Transportation
- 13 Section 1–101(a), (f), and (i)
- 14 Annotated Code of Maryland
- 15 (2015 Replacement Volume and 2017 Supplement)
- 16 BY adding to
- 17 Article Transportation
- Section 2–112; and 2–801 to be under the new subtitle "Subtitle 8. Acquisition of
   Property by "Quick–Take" Condemnation"
- 20 Annotated Code of Maryland
- 21 (2015 Replacement Volume and 2017 Supplement)
- 22 BY repealing and reenacting, with amendments,
- 23 Article Transportation
- 24 Section 8–302
- 25 Annotated Code of Maryland
- 26 (2015 Replacement Volume and 2017 Supplement)
- 27 BY repealing and reenacting, with amendments,
- 28 Article Transportation
- 29 Section 2–802 through 2–806, 2–808, 2–809, 2–811 through 2–815, 2–818, 2–820, 30 2–822, and 2–823
- 31 Annotated Code of Maryland
- 32 (2015 Replacement Volume and 2017 Supplement)
- 33 (As enacted by Section 1 of this Act)
- 34 BY repealing and reenacting, without amendments,
- 35 Article Transportation
- 36 Section 2–807, 2–810, 2–819, and 2–821
- 37 Annotated Code of Maryland
- 38 (2015 Replacement Volume and 2017 Supplement)
- 39 (As enacted by Section 1 of this Act)
- 40 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,

 $\mathbf{2}$ 

1 That Section(s) 8-318 through 8-331, respectively, and the part "Part III. "Quick-Take"  $\mathbf{2}$ Condemnation by Commission – Board of Property Review Procedure": and 8–334 through 3 8-339, respectively, and the part "Part IV. "Quick-Take" Condemnation by Commission -4 Accelerated Procedure" of Article – Transportation of the Annotated Code of Maryland be  $\mathbf{5}$ renumbered to be Section(s) 2–802 through 2–815, respectively, and the part "Part I. 6 "Quick–Take" Condemnation by the State Roads Commission – Board of Property Review 7 Procedure"; and 2-818 through 2-823, respectively, and the part "Part II. "Quick-Take" Condemnation by the State Roads Commission - Accelerated Procedure". 8 9 SECTION 2. AND BE IT FURTHER ENACTED, (Three-fifths of all the members elected to each of the two Houses concurring), That it be proposed that the Maryland 10 11 Constitution read as follows: 12Article III – Legislative Department 40B. 13

The General Assembly shall enact no law authorizing private property to be taken 14 15for public use without just compensation, to be agreed upon between the parties or awarded by a jury, being first paid or tendered to the party entitled to such compensation, except 1617that where such property in the judgment of the State Roads Commission is needed by the State for highway purposes OR CRITICAL INFRASTRUCTURE PROJECTS, the General 18 19 Assembly may provide that such property may be taken immediately upon payment 20therefor to the owner or owners thereof by said State Roads Commission, or into Court, 21such amount as said State Roads Commission shall estimate to be of the fair value of said 22property, provided such legislation also requires the payment of any further sum that may 23subsequently be awarded by a jury.

24 SECTION 3. AND BE IT FURTHER ENACTED, That the Laws of Maryland read 25 as follows:

26

#### **Article – Real Property**

27 12–101.

28 (c) This title does not prevent the State Roads Commission from using the 29 procedures set forth in [Title 8, Subtitle 3] **TITLE 2, SUBTITLE 8** of the Transportation 30 Article, or prevent Baltimore City from using the procedure set forth in the Charter of 31 Baltimore City and §§ 21–12 through 21–22, inclusive, of the Public Local Laws of 32 Baltimore City.

33

#### Article - State Government

34 9–1011.

35 (c) (1) The Archives shall receive, index, and file durable-backed, microfilm 36 aperture card copies or electronic images of plats showing property or rights-of-way

$\frac{1}{2}$	acquired or conveyed by the State Roads Commission and the State Highway Administration.						
$3 \\ 4 \\ 5$	(2) (i) The Archives electronically shall post an image of each plat on the Archives Web site (http://www.plats.net) for the county where the property or right-of-way is located.						
$6 \\ 7$	(ii) The posted image shall conform to a generally accepted archival standard in quality and permanence.						
8 9	(iii) The image shall include or be linked to a certification by the State Archivist that the image is an authentic representation of the plat received by the Archives.						
10 11	(iv) Such certification by the State Archivist shall constitute a recordation of the plat.						
$12 \\ 13 \\ 14 \\ 15$	, , , , , , , , , , , , , , , , , , ,						
$\begin{array}{c} 16 \\ 17 \end{array}$	(vi) The Archives may charge a reasonable fee, not to exceed \$3, to the public for the cost of reproducing a copy of a plat under this subsection.						
18	Article – Transportation						
19	1–101.						
20	(a) In this article the following words have the meanings indicated.						
$\begin{array}{c} 21 \\ 22 \end{array}$	(f) "Department" means the State Department of Transportation and includes the Office of the Secretary and the modal administrations.						
23	(i) "Modal administration" means any of the following:						
24	(1) The State Aviation Administration;						
25	(2) The Maryland Port Administration;						
26	(3) The Maryland Transit Administration;						
27	(4) The State Highway Administration; or						
28	(5) The Motor Vehicle Administration.						
29	2–112.						

1 ON BEHALF OF AND AT THE REQUEST OF THE DEPARTMENT, THE STATE 2 ROADS COMMISSION MAY EXERCISE THE AUTHORITY VESTED IN IT BY ARTICLE III, 3 § 40B OF THE MARYLAND CONSTITUTION AND ACQUIRE FOR THE STATE, BY 4 CONDEMNATION UNDER SUBTITLE 8 OF THIS TITLE, ANY PRIVATE PROPERTY FOR 5 ANY HIGHWAY PURPOSE OR CRITICAL INFRASTRUCTURE PROJECT.

6 SUBTITLE 8. ACQUISITION OF PROPERTY BY "QUICK-TAKE" CONDEMNATION.

7 **2–801.** 

8 (A) IN THIS SUBTITLE THE FOLLOWING WORDS HAVE THE MEANINGS 9 INDICATED.

10 (B) "COURT" HAS THE MEANING STATED IN § 8–301 OF THIS ARTICLE.

11 (C) "HIGHWAY" HAS THE MEANING STATED IN § 8–101 OF THIS ARTICLE.

12 (D) "LAND" HAS THE MEANING STATED IN § 8–301 OF THIS ARTICLE.

13 (E) "PLAT" HAS THE MEANING STATED IN § 8–301 OF THIS ARTICLE.

14 (F) "STATE HIGHWAY" HAS THE MEANING STATED IN § 8–101 OF THIS 15 ARTICLE.

16 2-802.

17 (a) (1) If property is to be condemned under this subtitle [for a highway 18 purpose], the [administration] **DEPARTMENT** shall request the Commission to condemn 19 the necessary property under this part.

(2) (2) However, if the Commission considers the procedures of this part
inappropriate, the property may be condemned by the Commission under [Part IV] PART
II of this subtitle or by the [Administration] DEPARTMENT under Title 12 of the Real
Property Article.

24 (b) Except as provided in this part, condemnation proceedings under this part 25 shall follow the procedures set forth in Title 12 of the Real Property Article and the 26 Maryland Rules.

 $27 \quad 2-803.$ 

28 (A) Property may be acquired under this part for [a]:

29 (1) A State highway [only] if the highway has:

$\frac{1}{2}$	[(1)] (I) Each of its termini within an area in this State that the <b>STATE HIGHWAY</b> Administration recognizes as a principal traffic generating center;						
3	[(2)] (II) Each of its termini at or near a public highway in this State;						
4 5 6	[(3)] (III) One terminus within an area in this State that the STATE HIGHWAY Administration recognizes as a principal traffic generating center and the other terminus at or near a public highway in this State; or						
7 8 9 10 11	[(4)] (IV) One terminus within an area in this State that the STATE HIGHWAY Administration recognizes as a principal traffic generating center or at or near a public highway in this State and the other terminus at the boundary of another state connecting with a highway recognized by the STATE HIGHWAY Administration as a principal traffic distribution, collection, or dispersal artery; OR						
12	(2) A CRITICAL INFRASTRUCTURE PROJECT.						
13 14	•						
15	2-804.						
$\begin{array}{c} 16 \\ 17 \end{array}$							
18	(1) Complete appropriate engineering and other studies; and						
19	(2) Prepare a construction plan that shows:						
$\begin{array}{c} 20\\ 21 \end{array}$	(i) [The] IF THE PROPERTY IS CONDEMNED FOR A STATE HIGHWAY, THE location of the highway to be constructed, improved, or reconstructed;						
22	(ii) The length of the construction; and						
23	(iii) The width of the right–of–way necessary for the construction.						
$\begin{array}{c} 24 \\ 25 \end{array}$	(b) After preparing the construction plan, the [Administration] <b>DEPARTMENT</b> shall prepare plats that include:						
26	(1) The construction plan;						
27	(2) The fee simple and easement area to be acquired, by showing:						
28	(i) The centerline of the construction;						

1			(ii)	The length and termini of the construction; and			
$2 \\ 3$	centerline; a	ınd	(iii)	The width of the necessary right-of-way on either side of the			
4 5 6		(3) According to information obtained by the [Administration] <b>RTMENT</b> , the property lines of the property owners whose property will be affected acquisition.					
7	(c)	After	the pl	ats are prepared, the [Administration] <b>DEPARTMENT</b> shall:			
8 9	investigatio	(1) ns nec		e the engineering and real estate studies, evaluations, and to determine, in its opinion:			
10			(i)	The fair value of the property to be acquired; and			
$\begin{array}{c} 11 \\ 12 \end{array}$	remaining p	(ii) The fair compensation for any resulting damages to the emaining property of the owner;					
13		(2)	Prepa	are an estimate of this fair value and fair compensation; and			
$\begin{array}{c} 14 \\ 15 \end{array}$	[8–323] <b>2–8</b>	(3) Provide for payment of these estimated amounts as required by § 8–323] <b>2–807</b> of this subtitle.					
16	2-805.						
$\begin{array}{c} 17\\18\end{array}$	(a) require appr	(a) The plats and estimates prepared by the [Administration] <b>DEPARTMENT</b> require approval by a resolution of the Commission.					
19	(b)	If the	plats	and estimates are approved by the Commission:			
$\begin{array}{c} 20\\ 21 \end{array}$	of plats; and	(1) l	The (	Chairman of the Commission shall sign the cover sheet of each set			
22		(2)	A set	of plats and its signed cover sheet shall be filed for record with:			
23			(i)	The secretary of the Commission; and			
24			(ii)	The State Archives.			
25	(c)	(1)	The s	ecretary of the Commission shall record the plats filed with him.			
$\begin{array}{c} 26 \\ 27 \end{array}$	provided in	(2) § 9–10		filed with the State Archives shall be electronically recorded as he State Government Article.			
28	2-806.						

The plats and estimates approved by the Commission shall be kept as part of

3 Notwithstanding any other [statute to the contrary] **PROVISION OF LAW**: (b) 4 Except as permitted by the Commission, the plats prepared by the (1) $\mathbf{5}$ [Administration] **DEPARTMENT** are not public information or open to public inspection 6 until they have been recorded; and 7 (2)Except when filed with a board of property review or a court, the 8 estimates prepared by the [Administration] **DEPARTMENT** are not public information or open to public inspection until all the property shown on the plats has been acquired or its 9 price determined. 10 11 2 - 807.12(a) After the plats are filed for record, the Commission immediately shall: (1)13File, in the court for the county in which the property to be acquired is located, a petition for condemnation that includes: 1415(i) The name and address of the property owner; 16 (ii) The location of the property to be acquired; and 17(iiii) The estimated fair value of the property to be acquired and estimated fair compensation for any damage resulting to the remaining property of the 1819 owner: and 20(2)Pay to the owner of the property or into the court for the owner's benefit, 21the estimated fair value and fair compensation specified in the petition. 22(b) On written request to the clerk of the court, the property owner is entitled to 23receive any amount paid into the court for the property owner's benefit, within 10 business 24days of the request, without prejudice to any of the property owner's rights, if the property 25owner agrees to repay to the Commission any excess of that amount over the final award 26that is allowed in the subsequent condemnation proceedings. 27A payment made under this section does not limit in any way the amount of (c)28the final award that may be allowed in the subsequent condemnation proceedings. 292 - 808.30 Except as provided in subsection (b) of this section, after the petition is filed (a) and payment is made under § [8–323] 2–807 of this subtitle: 31

8

(a)

the permanent records of the Commission.

1

 $\mathbf{2}$ 

1 (1) The Commission may take possession of the property to be acquired, as 2 shown on the recorded plats;

3 (2) The [Administration] **DEPARTMENT** may proceed with construction 4 without interference by the owner; and

5 (3) With the permission of the [Administration] **DEPARTMENT** and under 6 its supervision, any public or private utility may install its facilities on any land being 7 acquired by the Commission in fee simple.

8 (b) Unless the owner agrees otherwise, if a dwelling or place of business is taken, 9 the resident or occupant need not vacate the dwelling or place of business until the title to 10 the property has been acquired by deed or condemnation.

11 2-809.

12 (a) After the petition is filed and payment is made under § [8–323] **2–807** of this 13 subtitle, the Commission shall seek to acquire the property by amicable negotiation.

14 (b) For purposes of these negotiations, the Commission shall determine the value 15 of the property to be acquired as of the date the payment is made to the property owner or 16 into court under § [8–323] **2–807** of this subtitle.

17 2-810.

(a) Except as provided in subsection (b) of this section, if the Commission is
 unable to acquire the property by negotiation, it shall certify the case to the board of
 property review for the county in which the property is located, as provided in the Maryland
 Rules.

22 (b) A case shall be filed as a condemnation case in the court for the county in 23 which the property is located and may not be heard by a board of property review if:

24 (1) The Commission determines that valid, marketable title is 25 unobtainable without a court proceeding; or

26 (2) A nonresident has an interest in the property and will not accept service 27 of process and agree to the board's jurisdiction.

28 2-811.

29 (a) (1) There is a board of property review in each county.

30 (2) If necessary, additional boards may be appointed in any county.

31 (b) (1) Each board of property review of a county has three members who are 32 appointed by the judges of the circuit court for the county.

	10			HOUSE BILL 1363			
1		(2)	Of the	e members of each board:			
2			(i)	One shall be a lawyer;			
3			(ii)	One shall be a farmer engaged in some agricultural pursuit; and			
45	background	(iii) One shall be an engineer or a person with an engineering ackground and knowledge.					
$6 \\ 7$	during his t	(3) erm of	A member of the General Assembly may not be a member of a board f office.				
8 9	(c) is appointed	(1) l and q	Each board member serves for a term of 2 years and until his successor qualifies.				
$\begin{array}{c} 10\\ 11 \end{array}$	for the rema	(2) ainder	A member appointed to fill a vacancy in an unexpired term serves only er of that term.				
$\begin{array}{c} 12\\ 13 \end{array}$	(d) Court of App	(d) (1) A board member is entitled to the per diem compensation set by the purt of Appeals.					
$\begin{array}{c} 14 \\ 15 \end{array}$	by the Com	(2) missio		ompensation shall be uniform statewide and shall be paid monthly ouchers approved by the clerk of the court.			
$\begin{array}{c} 16 \\ 17 \end{array}$	(e) Each board shall appoint its chairman and may adopt rules not inconsistent with this [title] <b>SUBTITLE, TITLE 8 OF THIS ARTICLE,</b> or the Maryland Rules.						
$\frac{18}{19}$	(f) whenever po	<b>(1)</b> ossible		county shall provide a suitable place for its board to meet and, erk of the court shall provide suitable clerical assistance.			
$\begin{array}{c} 20\\ 21 \end{array}$	DEPARTME	(2) ENT sh		clerk fails to provide clerical assistance, the [Administration] vide it on request of the board.			
$\frac{22}{23}$	(g) is an officer			is under the jurisdiction of the court and each member of the board			
24	2-812.						
25	(a)	Each	board	of property review:			
26		(1)	Shall	hear promptly all cases certified to it by the Commission;			
27 28	Commission	(2) i; and	Shall	determine the total amount of the award to be paid by the			

1 (3) May determine the portion of an award to be paid to persons, other than 2 the fee owner, who have an interest in the property.

3 (b) (1) Unless all parties in a case certified to a board agree otherwise, the full 4 board shall hear and decide the case.

5 (2) If a member of the board is absent or disqualified from hearing or 6 deciding any case, the judges of the court that appointed the board shall designate another 7 individual with qualifications similar to those of the absent or disqualified member to serve 8 instead.

9 (c) The board shall determine the fair value of the property to be acquired as of 10 the date payment is made under § [8–323] **2–807** of this subtitle.

11 2-813.

12 (A) If any party is dissatisfied with the findings or award of a board of property 13 review, the case may be appealed to the court.

14 **(B)** On appeal, the court shall hear and determine the case de novo, as provided 15 by law and the Maryland Rules.

16 2-814.

17 If, within 1 year after payment is made under § [8–323] **2–807** of this subtitle, the 18 Commission fails to ascertain the entire amount to be paid for the property and acquire 19 title to it by deed or condemnation or, within that same 1–year period, fails to file timely a 20 petition for condemnation as required by the Maryland Rules, then the fair value of the 21 property shall be the greater of the values determined as of:

- 22 (1) The date the title to the property is acquired; and
- 23 (2) The date the payment was made under § [8–323] **2–807** of this subtitle.
- 24 2-815.

25 At the conclusion of all proceedings, the Commission shall pay to the property owner:

26 (1) Any excess of the final award over the amount paid under § [8–323]
27 2–807 of this subtitle; and

(2) Interest on the excess from the date of payment under § [8–323] 2–807
of this subtitle at the rate of 6 percent a year.

30 2-818.

1 (a) If the Commission determines that condemnation under [Part III] **PART I** of 2 this subtitle is inappropriate, the Commission may acquire property by condemnation 3 under this part, after making every reasonable and good faith effort to negotiate.

4 (b) Except as provided in this part, condemnation proceedings under this part 5 shall follow the procedures set forth in Title 12 of the Real Property Article and the 6 Maryland Rules.

7 2-819.

8 To condemn property under this part, the Commission shall:

9 (1) File a petition for condemnation in the court for the county in which the 10 property to be acquired is located; and

11 (2) Pay to the owner of the property or into the court for the owner's benefit, 12 the amount that the Commission estimates to be the fair value of the property to be 13 acquired and fair compensation for any damage resulting to the remaining property of the 14 owner.

15 2-820.

16 After the petition is filed and payment is made under § [8–335] **2–819** of this 17 subtitle:

18 (1) The Commission may take possession of the property to be acquired;19 and

20 (2) The [Administration] **DEPARTMENT** may proceed with construction 21 without interference by the owner.

22 2-821.

On written request to the clerk of the court, the property owner is entitled to receive any amount paid into the court for the property owner's benefit within 10 business days of the request, without prejudice to any of the property owner's rights, if the property owner agrees to repay to the Commission any excess of that amount over the final award that is allowed in the subsequent condemnation proceedings.

 $28 \quad 2-822.$ 

A payment made under § [8–335] **2–819** of this subtitle does not limit in any way the amount of the final award that may be allowed in the subsequent condemnation proceedings.

 $32 \quad 2-823.$ 

12

1 At the conclusion of all proceedings, the Commission shall pay to the property owner 2 any excess of the final award over the amount paid under § [8–335] **2–819** of this subtitle.

3 8–302.

[(a)] The Administration may acquire for this State, by condemnation under Title 5 12 of the Real Property Article or by lease, agreement, gift, grant, purchase, or otherwise, 6 any private property for any public purpose that it considers necessary or desirable to 7 perform the duties imposed by this title or for any other purpose authorized under this title.

8 [(b) On behalf of and at the request of the Administration, the State Roads 9 Commission may exercise the authority vested in it by Article III, § 40B of the Maryland 10 Constitution and acquire for this State, by condemnation under Part III or Part IV of this 11 subtitle, any private property for any highway purpose.]

12 SECTION 4. AND BE IT FURTHER ENACTED, That the General Assembly 13 determines that the amendment to the Maryland Constitution proposed by Section 2 of this 14 Act affects multiple jurisdictions and that the provisions of Article XIV, § 1 of the Maryland 15 Constitution concerning local approval of constitutional amendments do not apply.

16 SECTION 5. AND BE IT FURTHER ENACTED, That the amendment to the 17Maryland Constitution proposed by Section 2 of this Act shall be submitted to the qualified 18voters of the State at the next general election to be held in November 2018 for adoption or 19 rejection pursuant to Article XIV of the Maryland Constitution. At that general election, 20the vote on the proposed amendment to the Constitution shall be by ballot, and on each 21ballot there shall be printed the words "For the Constitutional Amendment" and "Against 22the Constitutional Amendment", as now provided by law. Immediately after the election, 23all returns shall be made to the Governor of the vote for and against the proposed 24amendment, as directed by Article XIV of the Maryland Constitution, and further 25proceedings had in accordance with Article XIV.

SECTION 6. AND BE IT FURTHER ENACTED, That Sections 1 and 3 of this Act shall take effect on the taking effect of Section 2 of this Act. If Section 2 of this Act does not take effect, Sections 1 and 3 of this Act shall be abrogated and of no further force and effect.

29 SECTION 7. AND BE IT FURTHER ENACTED, That, except as provided in 30 Sections 5 and 6 of this Act, this Act shall take effect June 1, 2018.