2007 RECONVENED SESSION

REENROLLED

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VIRGINIA ACTS OF ASSEMBLY - CHAPTER

2 An Act to amend and reenact §§ 15.2-1800, 15.2-1814, and 25.1-108 of the Code of Virginia, to amend 3 the Code of Virginia by adding a section numbered 1-237.1, and to repeal § 15.2-1900 of the Code 4 of Virginia, relating to eminent domain; definition of public uses.

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Approved

[S 1296]

Be it enacted by the General Assembly of Virginia:

8 1. That §§ 15.2-1800, 15.2-1814, and 25.1-108 of the Code of Virginia are amended and reenacted 9 and that the Code of Virginia is amended by adding a section numbered 1-237.1 as follows: 10

§ 1-237.1. Limitations on eminent domain.

11 A. The right to private property being a fundamental right, the General Assembly shall not pass any 12 law whereby private property shall be taken or damaged for public uses without just compensation. The 13 term "public uses" mentioned in Article I, Section 11 of the Constitution of Virginia is hereby defined as to embrace only the acquisition of property where: (i) the property is taken for the possession, 14 15 ownership, occupation, and enjoyment of property by the public or a public corporation; (ii) the 16 property is taken for construction, maintenance, or operation of public facilities by public corporations 17 or by private entities provided that there is a written agreement with a public corporation providing for use of the facility by the public; (iii) the property is taken for the creation or functioning of any public 18 19 service corporation, public service company, or railroad; (iv) the property is taken for the provision of 20 any authorized utility service by a government utility corporation; (v) the property is taken for the 21 elimination of blight provided that the property itself is a blighted property; or (vi) the property taken is 22 in a redevelopment or conservation area and is abandoned or the acquisition is needed to clear title 23 where one of the owners agrees to such acquisition or the acquisition is by agreement of all the owners. 24 B. For purposes of this section:

25 "Blighted property" means any property that endangers the public health or safety in its condition at 26 the time of the filing of the petition for condemnation and is (i) a public nuisance or (ii) an individual 27 commercial, industrial, or residential structure or improvement that is beyond repair or unfit for human 28 occupancy or use.

29 "Government utility corporation" means any county or municipality, or entity or agency thereof, 30 which provides or operates one or more of the following authorized utility services: gas, pipeline, 31 electric light, heat, power, water supply, sewer, telephone, or telegraph.

32 "Public corporation" means the Commonwealth of Virginia or any political subdivision thereof or any incorporated municipality therein or any public agency of the Commonwealth or of any political 33 34 subdivision thereof or of any municipality therein.

35 "Public facilities" means (i) airports, landing fields, and air navigation facilities; (ii) educational 36 facilities; (iii) flood control, bank and shore protection, watershed protection, and dams; (iv) hospital 37 facilities; (v) judicial and court facilities; (vi) correctional facilities, including jails and penitentiaries; 38 (vii) library facilities; (viii) military installations; (ix) parks so designated by the Commonwealth or by 39 the locality in its comprehensive plan; (x) properties of historical significance so designated by the 40 Commonwealth; (xi) law enforcement, fire, emergency medical, and rescue facilities; (xii) sanitary 41 sewer, water or stormwater facilities; (xiii) transportation facilities including highways, roads, streets, 42 and bridges, traffic signals, related easements and rights-of-way, mass transit, ports, and any 43 components of federal, state, or local transportation facilities; (xiv) waste management facilities for 44 hazardous, radioactive, or other waste; (xv) office facilities occupied by a public corporation; and (xvi) 45 such other facilities that are necessary to the construction, maintenance, or operation of a public facility as listed in clauses (i) through (xv) and directly related thereto. 46

47 C. No more private property may be taken than that which is necessary to achieve the stated public 48 use.

49 D. Except where property is taken (i) for the creation or functioning of a public service corporation, 50 public service company, or railroad; or (ii) for the provision of any authorized utility service by a government utility corporation, property can only be taken where: (a) the public interest dominates the 51 private gain and (b) the primary purpose is not private financial gain, private benefit, an increase in tax 52 53 base or tax revenues, or an increase in employment.

54 E. During condemnation proceedings, the property owner may challenge whether the taking or 55 damaging is for a public use, the stated public use is a pretext for an unauthorized use, or the taking or 56 damaging of property is a violation of subsection D. Nothing in this section shall be construed as

abrogating any defenses or rights otherwise available to the property owner independently of this 57 58 section.

59 F. Subject to the provisions of subsection D, the limitations contained in this section shall not 60 abrogate any other provision of law that authorizes a condemnor to dispose of property taken for a 61 public use as surplus property, as otherwise provided by law.

62 G. If the acquisition of only part of a property would leave its owner with an uneconomic remnant, the condemnor shall offer to acquire the entire property for its fair market value as otherwise provided 63 64 by law, but the condemnor shall not acquire an uneconomic remnant if the owner objects and desires to 65 maintain ownership of the excess property.

66 H. The provisions of this section shall control to the extent there are any inconsistencies between this 67 section and any other general or special law; otherwise, nothing herein shall be construed as abrogating the power of eminent domain delegated independently of this section. 68

69 I. The provisions of this section shall not apply to the forfeiture of property under Chapters 22 (§ 19.2-369 et seq.), 22.1 (§ 19.2-386.1 et seq.), and 22.2 (§ 19.2-386.15 et seq.) of Title 19.2. 70

J. The provisions of this section shall not apply to real property that is subject to a certificate of take or a certificate of deposit recorded prior to July 1, 2007, in the circuit court clerk's office for the 71 72 73 circuit where the real property is located or real property that is the subject of a petition for 74 condemnation filed prior to July 1, 2007. 75

§ 15.2-1800. Purchase, sale, use, etc., of real property.

76 A. A locality may acquire by purchase, gift, devise, bequest, exchange, lease as lessee, or otherwise, 77 title to, or any interests in, any real property, whether improved or unimproved, within its jurisdiction, 78 for any public use. Acquisition of any interest in real property by condemnation is governed by Chapter 79 19 (§ 15.2-1900 15.2-1901 et seq.). The acquisition of a leasehold or other interest in a 80 telecommunications tower, owned by a nongovernmental source, for the operation of a locality's wireless radio communications systems shall be governed by this chapter. 81

B. Subject to any applicable requirements of Article VII, Section 9 of the Constitution, any locality 82 83 may sell, at public or private sale, exchange, lease as lessor, mortgage, pledge, subordinate interest in or otherwise dispose of its real property, which includes the superjacent airspace (except airspace provided 84 85 for in § 15.2-2030) which may be subdivided and conveyed separate from the subjacent land surface, provided that no such real property, whether improved or unimproved, shall be disposed of until the 86 87 governing body has held a public hearing concerning such disposal. However, the holding of a public 88 hearing shall not apply to (i) the leasing of real property to another public body, political subdivision or 89 authority of the Commonwealth or (ii) conveyance of site development easements across public property, 90 including, but not limited to, easements for ingress, egress, utilities, cable, telecommunications, storm 91 water management, and other similar conveyances, that are consistent with the local capital improvement 92 program, involving improvement of property owned by the locality. The provisions of this section shall not apply to the vacation of public interests in real property under the provisions of Articles 6 (§ 15.2-2240 et seq.) and 7 (§ 15.2-2280 et seq.) of Chapter 22 of this title. 93 94

95 C. A city or town may also acquire real property for a public use outside its boundaries; a county 96 may acquire real property for a public use outside its boundaries when expressly authorized by law.

97 D. A locality may construct, insure, and equip buildings, structures and other improvements on real 98 property owned or leased by it.

99 E. A locality may operate, maintain, and regulate the use of its real property or may contract with 100 other persons to do so.

101 Notwithstanding any contrary provision of law, general or special, no locality providing access and 102 opportunity to use its real property, whether improved or unimproved, may deny equal access or a fair opportunity to use such real property to, or otherwise discriminate against, the Boy Scouts of America 103 104 or the Girl Scouts of the USA. Nothing in this paragraph shall be construed to require any locality to 105 sponsor the Boy Scouts of America or the Girl Scouts of the USA, or to exempt any such groups from 106 local policies governing access to and use of a locality's real property. The provisions of this paragraph 107 applicable to a locality shall also apply equally to any local governmental entity, including a department, 108 agency, or authority.

109 F. This section shall not be construed to deprive the resident judge or judges of the right to control 110 the use of the courthouse.

111 G. "Public use" as used in this section shall have the same meaning as in § 15.2-1900 1-237.1.

112 § 15.2-1814. Acquisition authorized by chapter declared to be for public use.

113 Any acquisition of property authorized by any provision of this chapter is hereby declared to be for a 114 public use as the term "public uses" is used in § 15.2-1900 1-237.1.

§ 25.1-108. Offer of repurchase to former owner. 115

116 A. If a condemnor has acquired a fee simple interest in property by exercise of its power of eminent 117 domain and subsequently declares that the property is surplus within 15 years of being vested with the

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title to such property, the condemnor shall offer, within 30 days following such determination, to sell 118 119 such property to the former owner or his heirs or other successors or assigns of record. Upon completion 120 of the stated public use or where the stated public use has been abandoned, the condemnor shall 121 provide written notice, pursuant to subsection B, of such completion or abandonment to the former 122 property owner or his heirs or other successors or assigns of record. Upon completion of the stated 123 public use or where the stated public use has been abandoned, the former property owner or his heirs 124 or other successors or assigns of record may make a written demand that the condemnor declare any 125 excess property as surplus. The right to the offer of repurchase cannot be waived and any contractual 126 provision or agreement waiving such right is void and unenforceable. The offer to sell shall be made by 127 the condemnor at the price paid by the condemnor to the former owner plus interest at the annual rate 128 of six percent; provided that the condemnor may increase the price by the fair market value of the 129 condemnor's improvements, determined at the time the offer to sell is made. In no case shall the price 130 established by the condemnor exceed the fair market value of the property at the time the offer to sell is 131 made. If no written response is received by the condemnor from the former owner within 90 days after 132 the offer to sell has been made, the former owner shall be deemed to have waived his right to the offer 133 of repurchase.

134 Nothing in this section shall be construed to require a condemnor to offer to sell property the 135 condemnor has acquired by the exercise of its eminent domain to a former owner after 15 years from 136 the date that the condemnor is vested with the title to such property.

B. Notice of the offer to repurchase shall be sent by certified mail to (i) the last known address of the former owner and (ii) the address of the last owner of record as it appears in the tax records of the local treasurer.

140 C. This section shall not apply to property acquired by the Commonwealth Transportation 141 Commissioner pursuant to Title 33.1.

142 2. That § 15.2-1900 of the Code of Virginia is repealed.

143 3. That, until July 1, 2010, the provisions of this act shall not affect the ability of a redevelopment

and housing authority organized pursuant to Title 36 of the Code of Virginia to acquire property pursuant to any redevelopment or conservation plan adopted prior to January 1, 2007. However,

146 the provisions of this act shall be applicable to all redevelopment and conservation plans adopted

147 after January 1, 2007.

148 4. Nothing contained in this act shall prohibit the Norfolk Redevelopment and Housing Authority

- 149 or the City of Norfolk to acquire property through the use of eminent domain for the location of a
- 150 recreational facility open to the public to be owned or operated by a not-for-profit entity, provided
- 151 such acquisitions are instituted prior to July 1, 2010.