# First Regular Session Seventy-second General Assembly STATE OF COLORADO

# **REREVISED**

This Version Includes All Amendments Adopted in the Second House

LLS NO. 19-0188.01 Jason Gelender x4330

**SENATE BILL 19-017** 

#### SENATE SPONSORSHIP

Zenzinger, Ginal, Todd, Bridges, Hisey, Scott, Sonnenberg, Story, Tate, Winter

### **HOUSE SPONSORSHIP**

Roberts, McLachlan, Buentello

#### **Senate Committees**

Transportation & Energy Appropriations

#### **House Committees**

Transportation & Local Government Appropriations

### A BILL FOR AN ACT

101	CONCERNING	THE	EXEMI	PTION	OF 7	ГНЕ D	EPARTMI	ENT OF
102	TRANSP	ORTAT	TION F	ROM	EXIST	ING R	EPORTIN	NG AND
103	TRANSPO	ORTATI	ON CO	MMISSIC	ON AP	PROVAI	L REQUIF	REMENTS
104	WHEN	IT AC	CQUIRE	S LAN	D NE	EDED	FOR SP	ECIFIED
105	HIGHWA	Y-RELA	ATED P	URPOSE	S BY	MEAN	S OTHE	R THAN
106	CONDEM	NATIO	N.					

## **Bill Summary**

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at <a href="http://leg.colorado.gov/">http://leg.colorado.gov/</a>.)

## Transportation Legislation Review Committee. Current law

SENATE 3rd Reading Unamended February 13, 2019

> SENATE Amended 2nd Reading February 12, 2019

Shading denotes HOUSE amendment. <u>Double underlining denotes SENATE amendment.</u>

Capital letters or bold & italic numbers indicate new material to be added to existing statute.

Dashes through the words indicate deletions from existing statute.

provides that when the department of transportation (CDOT) needs to acquire land in order to establish, open, relocate, widen, add mass transit to, or otherwise alter a portion of a state highway, it may only acquire the land after:

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- The chief engineer of CDOT has provided a written report to the transportation commission that describes the project and all land to be acquired for the project, includes a map of the existing and future boundaries of the highway, and estimates the damages and benefits to each affected landowner; and
- ! The transportation commission has determined that the project will serve public interest or convenience and adopted a resolution authorizing the chief engineer to offer affected landowners appropriate compensation.

The bill authorizes CDOT, acting through the chief engineer, to acquire land in such circumstances by purchase or exchange without providing the report or obtaining transportation commission approval. If CDOT needs to acquire land in such circumstances through condemnation, it must provide the report and obtain transportation commission approval.

Be it enacted by the General Assembly of the State of Colorado:

SECTION 1. Legislative declaration. (1) The general assembly
 hereby finds and declares that:

- (a) Section 43-1-208, Colorado Revised Statutes, has for many years specified that when the chief engineer of the department of transportation deems it desirable to establish a state highway or make specified types of changes to an existing state highway:
- (I) The chief engineer must provide a written report to the transportation commission that describes the project and all land to be acquired for the project, includes a map of the existing and future boundaries of the highway, and estimates the damages and benefits to each affected landowner;
- (II) The transportation commission must determine if the project will serve public interest or convenience and adopt a resolution

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authorizing the chief engineer to offer affected landowners appropriate compensation before the chief engineer may acquire land; and

- (III) The department of transportation may acquire any land needed for the project by condemnation if the landowner declines the chief engineer's offer of compensation;
- (b) Because the department of transportation must regularly acquire land adjacent to state highways and many acquisitions are routine, the transportation commission adopted a resolution in 1994 that directed the department to act on the transportation commission's behalf with respect to both the approval for land acquisition actions and the tendering of payments to landowners for damages in connection with previously approved highway projects;
- (c) Thereafter, believing that the transportation commission had, through the 1994 resolution, authorized it to acquire land for the purposes specified in section 43-1-208, Colorado Revised Statutes, without obtaining additional commission approval for each acquisition, the department of transportation regularly acquired land without such additional approval for over twenty years; and
- (d) In 2016, in *DOT v. Amerco Real Estate Co.*, 2016 CO 62, the Colorado Supreme Court held that:
- (I) The transportation commission cannot legally delegate its section 43-1-208, Colorado Revised Statutes, obligations to make a determination of public interest or convenience and approve the payment of compensation to affected landowners before authorizing the department of transportation to acquire land for the purposes specified in the statute; and
  - (II) The 1994 resolution therefore did not grant the department of

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transportation authority to acquire land for the purposes specified in the statute without transportation commission approval and the transportation commission must instead determine if a project that requires the acquisition of land will serve public interest or convenience and adopt a resolution authorizing the chief engineer to offer affected landowners appropriate compensation as specified in the statute.

- (2) The general assembly further finds and declares that:
- (a) Because the department of transportation must regularly acquire land for the purposes set forth in section 43-1-208, Colorado Revised Statutes, and in most instances can do so with the agreement of the affected landowner and because of the *Amerco* decision, the reporting and transportation commission approval requirements of section 43-1-208, Colorado Revised Statutes, are, in most instances, unnecessary, administratively burdensome, and inefficient; and
- (b) Because instances in which a landowner does not agree to sell the owner's land to the department of transportation are comparatively infrequent, it is necessary, appropriate, and not unduly burdensome to the state to continue to require reporting and transportation commission approval as specified in section 43-1-208, Colorado Revised Statutes, for those instances in which a petition in condemnation will be filed to acquire land for the purposes specified in the statute.
- **SECTION 2.** In Colorado Revised Statutes, 43-1-208, **amend** (1) and (2); and **repeal** (3) as follows:
  - **43-1-208. State highway damages eminent domain.** (1) If the chief engineer when he deems it desirable to establish, open, relocate, widen, add mass transit to, or otherwise alter a portion of a state highway, NEGOTIATIONS TO ACQUIRE THE LAND HAVE FAILED, AND THE CHIEF

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1 ENGINEER DETERMINES THAT FILING A PETITION IN CONDEMNATION 2 PURSUANT TO ARTICLE 1 OF TITLE 38 IS NECESSARY or when so required 3 by IF the commission OTHERWISE SO REQUIRES, THE CHIEF ENGINEER shall 4 make a written report to the commission describing the portion of the 5 highway to be established, opened, added to, or changed and the portions 6 of land of each landowner to be taken for the purpose and ACQUIRED BY 7 A PETITION IN CONDEMNATION. THE CHIEF ENGINEER shall accompany his 8 THE report with a map showing the present and proposed boundaries of 9 the portion of the highway to be established, opened, added to, or 10 changed, together with an estimate of the damages and benefits accruing 11 to each landowner whose land may be affected thereby AGAINST WHOSE 12 LAND A PETITION IN CONDEMNATION WILL BE FILED. THE CHIEF ENGINEER 13 MAY ALSO ACQUIRE LAND BY PURCHASE OR EXCHANGE OR THROUGH 14 NEGOTIATIONS PRIOR TO THE FILING OF A PETITION IN CONDEMNATION AND 15 IS NOT REQUIRED TO PROVIDE ANY INFORMATION ABOUT LAND SO 16 ACQUIRED TO THE COMMISSION UNDER THIS SECTION. 17 (2) If, upon receipt of such THE report AND AFTER PROVIDING TEN 18 DAYS WRITTEN NOTICE TO THE AFFECTED LANDOWNER OF THE DATE, TIME, 19 AND LOCATION OF THE COMMISSION MEETING AT WHICH A RESOLUTION TO 20 AUTHORIZE A PROPOSED ACTION AND THE FILING OF A PETITION IN 21 CONDEMNATION FOR LAND WILL BE CONSIDERED, WHICH NOTICE SHALL BE 22 SENT BY FIRST CLASS MAIL TO THE MAILING ADDRESS, IF ANY, OF THE LAND 23 THAT IS THE SUBJECT OF THE RESOLUTION AND ANY OTHER MAILING 24 ADDRESS OF THE LANDOWNER USED FOR PURPOSES OF NEGOTIATIONS WITH 25 THE LANDOWNER, AND PROVIDING THE LANDOWNER WITH AN 26 OPPORTUNITY TO BE HEARD AT THE MEETING, the commission decides that 27 public interest or convenience will be served by the proposed change

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PURSUANT TO ARTICLE 1 OF TITLE 38, it shall enter adopt a resolution upon its minutes approving the same and authorizing the chief engineer to tender each landowner the amount of damages, as estimated by him and approved by the commission. In estimating the amount of damages to be tendered a landowner, due account shall be taken of any benefits which will accrue to such landowner by the proposed action. The amount of benefit shall not in any case exceed the amount of damages awarded. ACTION AND THE FILING OF A PETITION IN CONDEMNATION FOR THE LAND. THEREUPON THE COMMISSION, ACTING THROUGH THE DEPARTMENT, SHALL PROCEED IN THE ACQUISITION OF THE LAND, UNDER ARTICLES 1 TO 7 OF TITLE 38, WITHOUT TENDER OR OTHER PROCEEDINGS UNDER THIS PART 2.

(3) Any person owning land or having an interest in any land over

(3) Any person owning land or having an interest in any land over which any proposed state highway extends who is of the opinion that the tender made to him by the transportation commission is inadequate, personally or by agent or attorney on or before ten days from the date of such tender, may file a written request addressed to the transportation commission for a jury to ascertain the compensation which he may be entitled to by reason of damages sustained by altering, widening, changing, or laying out such state highway. Thereupon the transportation commission shall proceed in the acquisition of such premises, under articles 1 to 7 of title 38, C.R.S. The transportation commission also has the power and is authorized to proceed in the acquisition of the lands of private persons for state highway purposes, according to said articles 1 to 7 of title 38, C.R.S., without tender or other proceedings under this part 2.

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1	<b>SECTION 3.</b> In Colorado Revised Statutes, 38-1-202, <b>amend</b> (1)
2	introductory portion and (1)(b)(IV)(I) as follows:
3	38-1-202. Governmental entities, corporations, and persons
4	authorized to use eminent domain. (1) The following governmental
5	entities, types of governmental entities, and public corporations, in
6	accordance with all procedural and other requirements specified in this
7	article ARTICLE 1 and articles 2 to 7 of this title TITLE 38 and to the extent
8	and within any time frame specified in the applicable authorizing statute,
9	may exercise the power of eminent domain:
10	(b) The state:
11	(IV) By action of the general assembly or by action of any of the
12	following officers and agencies of the state:
13	(I) The transportation commission created in section 43-1-106,
14	C.R.S., as authorized in section 43-1-208 (3), C.R.S. SECTION 43-1-208
15	(2);
16	SECTION 4. Act subject to petition - effective date. This act
17	takes effect at 12:01 a.m. on the day following the expiration of the
18	ninety-day period after final adjournment of the general assembly (August
19	2, 2019, if adjournment sine die is on May 3, 2019); except that, if a
20	referendum petition is filed pursuant to section 1 (3) of article V of the
21	state constitution against this act or an item, section, or part of this act
22	within such period, then the act, item, section, or part will not take effect
23	unless approved by the people at the general election to be held in
24	November 2020 and, in such case, will take effect on the date of the
25	official declaration of the vote thereon by the governor.

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