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A bill to be entitled An act relating to eminent domain; amending s. 73.021, F.S.; providing that other actions relating to condemned property may be included in eminent domain actions; providing for joint condemnation actions by two or more condemning authorities; amending s. 73.032, F.S.; providing preemption for rules of the Florida Supreme Court relating to offers of judgment; providing that any party may serve an offer of judgment regardless of the amount at issue; deleting a provision authorizing a defendant to make offers to enter judgment under \$100,000; expanding contents of an offer of judgment; excluding attorney's fees in determining certain costs; amending s. 73.051, F.S.; providing for filing written defenses to eminent domain petitions after entry of an order of taking; amending s. 73.0511, F.S.; requiring a fee owner's counsel to be provided prelitigation notice; requiring notice of the Department of Environmental Protection or water management districts; amending s. 73.071, F.S.; requiring a defendant claiming fixtures or trade fixture damages to provide an inventory identifying the items claimed; clarifying the determination of enhancement values in setoff of severance damages; requiring consideration of certain cleanup costs and sources in determining the value of property; prohibiting recovery of special damages under certain

1 circumstances; limiting business damages to 2 parties with an actual ownership interest in the property taken; providing criteria; 3 creating s. 73.074, F.S.; providing for the 4 5 valuation and apportionment of awards relating to condominium units and condominium common 6 7 elements; creating s. 73.075, F.S.; providing 8 legislative findings; creating s. 73.076, F.S.; 9 providing standards for discovery of documents, 10 property visits, and other items; authorizing presuit settlement offers by the condemning 11 authority and each owner; providing procedures; 12 13 providing sanctions for failure to comply with 14 presuit discovery requirements; creating s. 15 73.077, F.S.; providing for court ordered mediation; requiring monetary claims to be 16 17 quantified before mediation; requiring parties 18 to exchange valuation reports and summaries 19 before mediation; providing sanctions for 20 failure to comply with court ordered mediation; 21 amending s. 73.091, F.S.; providing a 22 definition; requiring payment of costs incurred 23 in a sale in settlement of pending condemnation; prohibiting award of certain fees 24 25 and costs; excluding recovery of certain costs; amending s. 73.092, F.S.; providing for 26 27 attorney's fees based on certain criteria; 28 providing a definition; requiring the filing of 29 certain information by a condemnee's attorneys; 30 requiring a defendant's attorney to provide for certain fee agreements; amending s. 73.093,

1 F.S.; providing for written valuation reports; 2 providing for compensation for certain valuation reports; precluding expert testimony 3 4 inconsistent with written reports; amending s. 5 73.131, F.S.; exempting a condemning authority 6 from liability for certain costs and attorney's 7 fees; providing conditions for attorney's fees 8 or costs on the appeal of a business damages 9 claim; amending s. 74.031, F.S.; providing for 10 contents of declarations of taking; amending s. 74.041, F.S.; eliminating authorization to 11 combine certain summonses for certain purposes; 12 13 providing that certain petitions are not 14 required to meet certain constructive service 15 requirements; amending s. 74.051, F.S.; requiring a court to enter an order of taking 16 17 under certain circumstances; providing for 18 budgeting of certain expert witness costs; 19 providing for acquisition of certain property; 20 amending s. 74.071, F.S.; providing for 21 interest on judgments; amending s. 127.01, F.S.; clarifying that counties may condemn land 22 23 for certain purposes; authorizing state agencies to delegate eminent domain power for 24 25 programs and projects to local governments under certain conditions; providing an 26 27 effective date. 28 29 WHEREAS, when a condemning authority acquires property

under the powers of eminent domain, the owners are entitled to

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full compensation and reasonable costs including attorney's fees, and

WHEREAS, when contaminated property is condemned, the cost of cleanup is a factor influencing value and consideration of any monetary sources to defray the cost of contamination cleanup assures that the public pays one time for the cleanup with the owner being fully compensated, and

WHEREAS, public improvement projects frequently enhance property values in the general area of the project, and

WHEREAS, condominium units, timeshare units, and condominium common areas present unique valuation issues and apportionment of condominium awards assures an equitable distribution of the compensation due unit owners, and

WHEREAS, presuit discovery and early mediation of eminent domain proceedings may substantially reduce the court's case load, delay, and costs, including attorney's fees, while preserving each owner's right to compensation for the property acquired, and

WHEREAS, when the public pays costs, including attorney's fees, those fees and costs should be objectively measurable and properly reflect the economic benefit that accrues to attorneys and experts paid by the public, and

WHEREAS, attorneys and expert witnesses paid by the public benefit from timely payment, assured payment at the outset of the case, and reduced office costs of collection of fees due attorneys and expert witnesses as a result of public payment, and

WHEREAS, it is the intent of the Legislature by adoption of this act to assure full compensation to each owner while reducing costs of acquiring property under the powers of eminent domain, NOW, THEREFORE,

Be It Enacted by the Legislature of the State of Florida:

Section 1. Section 73.021, Florida Statutes, is amended to read:

73.021 Petition; contents.--Those having the right to exercise the power of eminent domain may file a petition therefor in the circuit court of the county wherein the property lies, which petition shall set forth:

- (1) The authority under which and the use for which the property is to be acquired, and that the property is necessary for that use. $\dot{\tau}$
- (2) A description identifying the property sought to be acquired. The petitioners may join in the same action all properties involved in a planned project whether in the same or different ownership, or whether or not the property is sought for the same use. A petition may assert alternative claims with regard to requesting partial takings and total takings if the authorizing resolution of the condemning authority provides for such a result and the condemning authority is proposing to undertake a total acquisition under the authority of s. 337.27(2), if the testimony at the hearing on the order of taking justifies a total acquisition of a parcel of property.
- (3) The estate or interest in the property which the petitioner intends to acquire, except a petitioner may, under s. 337.27(2), describe an entire lot, block, or tract of land or alternatively describe a portion of the property to be acquired.÷
- (4) The names, places of residence, legal disabilities, if any, and interests in the property of all owners, lessees, mortgagees, judgment creditors, and

lienholders, so far as ascertainable by diligent search, and all unknown persons having an interest in the property when the petitioner has been unable to ascertain the identity of such persons by diligent search and inquiry. If any interest in the property, or lien thereon, belongs to the unsettled estate of a decedent, the executor or administrator shall be made a defendant without joining the devisee or heir; if a trust estate, the trustee shall be made a defendant without joining the cestui que trust. The court may appoint an administrator ad litem to represent the estate of a deceased person whose estate is not being administered, and a guardian ad litem for all defendants who are infants or are under other legal disabilities; and for defendants whose names or addresses are unknown. A copy of the order of appointment shall be served on the guardian ad litem at least 10 days before trial unless he or she has entered an appearance. +

- (5) Whether any mobile home is located on the property sought to be acquired and, if so, whether the removal of that mobile home will be required. If such removal shall be required, the petition shall name the owners of each such mobile home as defendants. This subsection shall not apply to any governmental authority exercising its power of eminent domain when reasonable relocation or removal expenses must be paid to mobile home owners under other provisions of law or agency rule applicable to such exercise of power.
- (6) A statement that the petitioner has surveyed and located its line or area of construction, and intends in good faith to construct the project on or over the described property.+

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- 1 (7) A demand for relief that the property be condemned 2 and taken for the uses and purposes set forth in the petition, 3 and that the interest sought be vested in the petitioner. 4 (8) Any other cause of action relating to the property
 - (8) Any other cause of action relating to the property to be condemned, its parent parcel or the property, roadway, or right-of-way which it abuts, in whole or part, including, but not limited to, claims pertaining to environmental matters of any nature.

Two or more condemning authorities may combine to condemn property. Although the entire property is not necessary for an individual condemning authority's project, the combined or coordinated use of the property to be condemned shall satisfy the requirement that the property be acquired for a public purpose notwithstanding the fact that only one of the condemning authorities acts as the petitioner pursuant to an agreement between the condemning authorities. A condemning authority may exercise the powers of eminent domain granted to the Department of Transportation by s. 337.27(1) and (2) and this section.

this section.
 Section 2. Section 73.032, Florida Statutes, is

amended to read:

73.032 Offer of judgment.--

- (1) This section shall provide the exclusive offer of judgment provisions for eminent domain actions <u>unless the</u>
 Florida Supreme Court adopts procedural rules to the contrary.
- (2) Any party The petitioner may serve a defendant with an offer of judgment upon the other party no sooner than 120 days after the date the applicable defendant has filed an answer and no later than 20 days prior to trial.

(3) A defendant may make an offer to have judgment entered against defendant for payment of compensation by petitioner only for an amount that is under \$100,000, and such offer may be served on petitioner no sooner than 120 days after the defendant has filed an answer and no later than 20 days prior to trial.

(3) $\frac{(4)}{(a)}$ The offer of judgment must:

- 1. Be in writing;
- 2. Settle all pending claims in defense of the eminent domain proceeding with that party subject to apportionment claims if there are multiple parties claiming an interest in the land being condemned or parties exclusive of attorney's fees and costs;
- 3. Offers of judgment relating to business damages or other special damages must be made to any party asserting such claims and are subject to apportionment claims if there are multiple parties claiming an interest in the damage claims;
- $\underline{4.3.}$ State that the offer is made pursuant to this section;
 - 5.4. Name the parties to whom the offer is made;
 - 6.5. Briefly summarize any relevant conditions;
 - 7.6. State the total amount of the offer; and
 - 8.7. Include a certificate of service.
- (b) The offer of judgment must be served in the same manner as other pleadings upon the parties to whom it is made, but may not be filed with the court unless it is accepted or unless filing is necessary to enforce this section.
- (c) The offer of judgment shall be deemed rejected unless accepted by filing both a written acceptance and the written offer with the court within 30 days after service of the offer, or before the trial begins if less than 30 days.

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Upon proper filing of both the offer and acceptance, the court shall enter judgment thereon. A rejection of an offer terminates the offer.

- (d) The party making the offer may withdraw the offer in a writing served on the opposing party before a written acceptance is filed with the court. Once withdrawn in this manner, an offer is void.
- (e) An offer of judgment which is rejected or which is withdrawn does not preclude the making of a subsequent offer of judgment; however, any such subsequent offer of judgment shall automatically void the prior offer of judgment as if the same had never been made.
- (4) (4) (5) If a defendant does not accept the offer of judgment made by the petitioner and the judgment obtained by the defendant, exclusive of any interest accumulated after the offer of judgment was initially made, is equal to or less than such offer, then the court shall not award any costs, including attorney's fees, incurred by the defendant after the date the offer of judgment was rejected.
- (5)(6) If the petitioner rejects the offer of judgment made by defendant and the judgment obtained by defendant, exclusive of any interest accumulated after the offer of judgment was initially made, is equal to or is more than such offer, then the court shall consider such factor in evaluating the difficulty of the case when determining the amount to award as a reasonable attorney's fee to the defendant based on the factors set forth in s. 73.092(2) and (3).
- (6) (6) (7) At the time an offer of judgment is made by the petitioner, the petitioner shall identify and make available to the defendant the construction plans, if any, for the 31 project on which the offer is based.

1 (7)(8) Evidence of an offer of judgment is admissible
2 only in proceedings to enforce an accepted offer or to
3 determine the costs to be awarded a defendant pursuant to
4 subsection (5) or a reasonable attorney's fee pursuant to
5 subsection (6).

Section 3. Section 73.051, Florida Statutes, is amended to read:

73.051 Returns; defaults.--Any person interested in or having a lien upon the property, whether named as a defendant or not, may file his or her written defenses to the petition, as a matter of right, on or before the return date set in the notice or thereafter by leave of court subsequent to the order of taking being entered if the proceedings are under chapter 74. If a defendant does not file his or her defenses on or before the return date, defaults may be entered against the defendant, but nothing shall prevent any person who is shown by the record to be interested in the property from appearing before the jury to claim the amount of compensation that he or she conceives to be due for the property.

Section 4. Section 73.0511, Florida Statutes, is amended to read:

73.0511 Prelitigation notice.--

- (1) Prior to instituting litigation, the condemning authority shall notify the fee owners of statutory rights under s. 73.091 or the fee owner's legal counsel if the fee owner is known to be represented by legal counsel.
- (2) The condemning authority shall notify the department or governing board of a water management district as provided in s. 373.023.

Section 5. Section 73.071, Florida Statutes, is amended to read:

73.071 Jury trial; compensation; severance damages.--

- (1) When the action is at issue, and only upon notice and hearing to set the cause for trial, the court shall impanel a jury of 12 persons as soon as practical considering the reasonable necessities of the court and of the parties, and giving preference to the trial of eminent domain cases over other civil actions, and submit the issue of compensation to them for determination, which issue shall be tried in the same manner as other issues of fact are tried in the circuit courts.
- (2) The amount of such compensation shall be determined as of the date of trial, or the date upon which title passes, whichever shall occur first.
- (3) The jury shall determine solely the amount of compensation to be paid, which compensation shall include:
- (a) The value of the property sought to be appropriated $\dot{\underline{}}$
- (b) The cost of cleanup of contamination, if any, on the property shall be considered when determining the value of the property, together with any monetary sources to defray the cost of contamination cleanup that are available to the property owner.
- (c)(b) Where less than the entire property is sought to be appropriated, any damages to the remainder caused by the taking, including, when the action is by the Department of Transportation, county, municipality, board, district or other public body for the condemnation of a right-of-way, and the effect of the taking of the property involved may damage or destroy an established business of more than 5 years' standing, owned by the party whose lands are being so taken, located upon adjoining lands owned or held by such party, the

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probable damages to such business which the denial of the use of the property so taken may reasonably cause; any person claiming the right to recover such special damages shall set forth in his or her written defenses the nature and extent of such damages, however, if an entire lot, block, or tract of land which encompasses the business is acquired, no special damages shall be allowed.; and

(d)(c) Where the appropriation is of property upon which a mobile home, other than a travel trailer as defined in s. 320.01, is located, whether or not the owner of the mobile home is an owner or lessee of the property involved, and the effect of the taking of the property involved requires the relocation of such mobile home, the reasonable removal or relocation expenses incurred by such mobile home owner, not to exceed the replacement value of such mobile home. compensation paid to a mobile home owner under this paragraph shall preclude an award to a mobile home park owner for such expenses of removal or relocation. Any mobile home owner claiming the right to such removal or relocation expenses shall set forth in his or her written defenses the nature and extent of such expenses. This paragraph shall not apply to any governmental authority exercising its power of eminent domain when reasonable removal or relocation expenses must be paid to mobile home owners under other provisions of law or agency rule applicable to such exercise of power.

(e) Business damages are limited to those parties that have an actual ownership interest in the property taken. The party claiming business damages must specifically plead in his or her written defenses to the condemnation petition the exact dollar amount of business damages. The party claiming business damages must also set forth in his or her written defenses the

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specific basis or theory upon which they are claiming business damages.

(4) When the action is by the Department of Transportation, county, municipality, board, district, or other public body for the condemnation of a road, canal, levee, or water control facility right-of-way, the enhancement, if any, in value of the remaining adjoining property of the defendant property owner by reason of the construction or improvement made or contemplated by the petitioner shall be offset against the damage, if any, resulting to such remaining adjoining property of the defendant property owner by reason of the construction or improvement. However, such enhancement in the value shall not be offset against the value of the property appropriated, and if such enhancement in value shall exceed the damage, if any, to the remaining adjoining property, there shall be no recovery over against such property owner for such excess. Enhancement need not be unique to the property which is the subject of the condemnation but may be general to the area. It is the intent of the Legislature that property owners not receive windfalls which result from actions of government which benefit property owners by enhancing property values. When the actions of government enhance property values, the enhanced value of the remainder of a parcel of property shall offset any damages resulting to the remainder of a parcel resulting from acquisition by eminent domain.

(5) Any increase or decrease in the value of any property to be acquired which occurs after the scope of the project for which the property is being acquired is known in the market, and which is solely a result of the knowledge of the project location, shall not be considered in arriving at

the value of the property acquired. For the purpose of this section, the scope of the project for which the property is being acquired shall be presumed to be known in the market on or after the condemnor executes a resolution which depicts the location of the project or includes the project in the capital improvements element of a local government comprehensive plan.

- (6) Any person claiming the right to recover for the taking of, or damages to, fixtures or trade fixtures shall set forth in his or her written defenses an inventory identifying each item claimed as a fixture or trade fixture and the nature and extent of such damages.
- (7) (6) The jury shall view the subject property upon demand by any party or by order of the court.
- (8) (7) If the jury cannot agree on a verdict the court shall discharge them, impanel a new jury, and proceed with the trial.
- Section 6. Sections 73.074, 73.075, 73.076, and 73.077, Florida Statutes, are created to read:
- 73.074 Valuation and apportionment related to condominium units and common elements.--
- (1) Notwithstanding any other provision of this chapter or any other provision of law, the valuation of condominium units including timeshare units, common elements, and apportionment of compensation with respect to the acquisition of a unit, part of a unit, or an acquisition of a portion of the common elements of a condominium shall comply with the provisions of this section.
- (2) If a unit or part of a unit including timeshare units, excluding common elements, is acquired by eminent domain, the award must compensate for damages to the unit and its common element interest. Appraisal valuations shall

separately value the unit or part of a unit including its common element interest when a unit or part of a unit, excluding common elements, is acquired.

- eminent domain, an appraisal valuation shall value the common elements and damages to the condominium property in respect to all or an abbreviated part of the condominium property as appropriate. Damages to individual units including timeshare units resulting from the acquisition of common elements of condominium property may be apportioned to individual units within the appraisal valuation if the damage to individual units is different in kind or degree from other units within the condominium property.
- (4) The declaration or bylaws of a condominium association may provide for the apportionment of any award for an acquisition of all or a part of the condominium property.
- (5) Unless otherwise provided in the declaration or bylaws of a condominium association, any compensation for the acquisition of all or part of condominium property shall be apportioned as follows:
- (a) Each unit owner shall be awarded the entire award, or apportioned share as to timeshare units, for the acquisition of all or part of an individual unit and for damages to the unit when all or part of the individual unit is acquired.
- (b) If the declaration or bylaws establish limited common areas, the award for limited common elements shall be apportioned to the unit owners of the units to which the use of those limited common elements is restricted in proportion to their respective percentage interests in the limited common elements.

1 (c) Any award for the acquisition of general common 2 elements shall be allocated to all unit owners in proportion 3 to their respective percentage interest in the general common elements. 4 5 73.075 Legislative findings and intent.--6 (1) The Legislature makes the following findings: 7 (a) The costs of condemnation proceedings have 8 increased in recent years, present post-litigation discovery and mediation practices have contributed to increased costs 9 10 for acquiring property necessary for road construction and other public improvement projects. 11 12 (b) The high cost of condemnation proceedings can be 13 substantially alleviated by quantifying the claims of owners early in the proceedings, by presuit discovery of information 14 15 and documents, and by early mediation of claims, thereby reducing delay and costs, including attorney's fees, while 16 17 preserving each owner's right to compensation for the property 18 taken and special damages. 19 (c) The intent of presuit discovery and court-ordered 20 mediation is to encourage prelitigation negotiations, 21 voluntary exchange of information and documents related to the 22 determination of compensation due each owner, mediated 23 settlements, and to deter discovery and mediation abuse in condemnation proceedings, and to protect condemning

73.076 Presuit discovery of condemnation claims and making presuit settlement offers. --

authorities, the public, and property owners from unnecessary

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litigation.

(1) After written notice of pending condemnation proceedings is provided to the fee owners by the condemning authority, each owner and the condemning authority shall

provide to the other party reasonable access to the property and information within its possession or control in order to facilitate evaluation of compensation due each owner, negotiated settlements, and mediation.

- (2) Access to the property and information shall be provided without formal discovery and the failure of any party to comply with presuit discovery shall constitute evidence of failure of that party to comply with good faith presuit discovery requirements and the court shall impose appropriate sanctions, including payment of the costs of the discovery, the disallowance of payment of all or part of the costs including attorney's fees under s. 73.091, or other sanctions appropriate to discovery abuse.
- (3) By written request after the notice of pending condemnation proceedings, the condemning authority and each owner shall request discovery of documents or things. The documents or things must be produced within 30 days after the date of receipt of the request. The condemning authority and each owner are required to produce discoverable documents and things within that party's possession or control.
- visits and request information and documents relating to any owner's property and business interests, including, but not limited to, leases, financial, and business records kept by each owner in the ordinary course of business, trade fixture, and equipment inventories and other information and documents related to valuation of each owners' interests in the property sought to be condemned. The owners may in writing request that the condemning authority provide related right-of-way maps, construction plans, and other information and documents related to the property sought to be condemned.

- (5) It shall not be grounds to refuse property visits or information or documents on the basis that they are not yet completed or available.
- (6) Within 60 days following the production of documents or things under this section, the condemning authority and each owner shall each serve written settlement offers with supporting documentation on the other. If there are multiple owners of the land being condemned or multiple interests in business damages or other special damages, then settlement offers shall be made subject to apportionment among the multiple interests.
- (7) Following service of the settlement offers, the condemning authority and owners are encouraged to engage in voluntary negotiations and mediation to achieve presuit settlements or sales in settlement of pending or threatened condemnation proceedings.
- (8) The written settlement offers made under this section shall not be admissible in any subsequent proceeding.
- paid by the condemning authority unless an owner fails to comply with the requirements of this section. A failure of the condemning authority or any owner to comply with this section shall constitute evidence of failure of that party to comply with good faith presuit discovery requirements and the court shall impose appropriate sanctions, including requiring an owner to pay costs of presuit discovery, the disallowance of payment of all or part of the costs, including attorney's fees under s. 73.091, or other sanctions appropriate to a failure to comply with discovery practice.

73.077 Court ordered mediation.--

- (1) Upon motion by the condemning authority or any owner, the court shall refer all valuation issues to mediation. The parties may submit a list of recommended mediators to the court. The court, after consideration of the lists of recommended mediators, shall appoint a qualified mediator. The costs of mediation shall be paid by the condemning authority unless a party fails to comply with the requirements of this section.
- (2) At least 20 days prior to the date of the mediation, the condemning authority and each owner shall file with the court, the mediator, and serve each other with a mediation statement stating with particularity:
- (a) The experts employed in the case, and the areas of expertise.
- (b) The condemning authority shall quantify its monetary position and each owner shall quantify its claims by dollar amount specific to each element of compensation, including the amount to be paid for the property taken, and when applicable, the damage to the remainder caused by the taking, business damages, moving costs, separate compensation for permanent improvements made by a mobile home owner under s. 73.072, or other special damages.
- (3) At least 20 days prior to the date of the mediation, the condemning authority and each owner shall mutually exchange written valuation reports prepared by valuation experts.
- (4) Failure of the condemning authority or any owner to comply with this section shall constitute evidence of failure of that party to comply with good faith mediation requirements and the court shall impose appropriate sanctions, including requiring an owner to pay the costs of mediation,

costs of discovery, the disallowance of payment of all or part of the costs, including attorney's fees under s. 73.091, or other sanctions appropriate to a failure to comply with mediation practice.

Section 7. Subsections (1) and (2) of section 73.091, Florida Statutes, are amended, and subsections (6), (7), (8), (9), and (10) are added to said section, to read:

73.091 Costs of the proceedings.--

- provided in s. 73.092 as well as all reasonable costs, including attorney's fees, incurred in the defense of the eminent domain proceedings in the circuit court, including, but not limited to, reasonable appraisal fees and, when business damages are compensable, a reasonable accountant's fee, to be assessed by that court. As used in this chapter, the term "costs in the defense of the eminent domain proceedings" means costs incurred in defeating an order of taking or, in the event of a taking, costs limited to the determination of the value of the land acquired.
- (2) At least 30 days prior to a hearing to assess costs under this section, the condemnee's attorney shall submit to the condemning authority for each expert witness complete time records and a detailed statement of services rendered by date, nature of services performed, time spent performing such services, and costs incurred, and a copy of any fee agreement which may exist between the expert and the condemnee or the condemnee's attorney.
- (6) Costs, including, but not limited to, attorney's fees and other fees, shall not be awarded for time, work, or effort directed toward the amount of fees or costs to be

1 awarded unless the condemning authority denies entitlement to 2 the costs. (7) Costs in defense of the eminent domain proceedings 3 may include costs, including attorney's fees actually incurred 4 5 in a sale in settlement of any pending or threatened 6 condemnation proceedings. 7 (8) Attorneys and experts entitled to fees resulting from a sale in settlement of any pending or threatened 8 9 condemnation proceeding shall have a statutory cause of action 10 in the circuit court to determine reasonable fees. (9) Costs in defense of the proceedings shall not 11 include travel expenses of attorneys and experts except where 12 13 it is shown that a lack of attorneys or expertise exists in the judicial circuit where the petition was filed. 14 15 (10) Costs in defense of the eminent domain 16 proceedings shall not include office expenses of attorneys and expert witnesses, such as, but not limited to, travel 17 18 expenses, postage, copy costs, facsimile expenses, express delivery, courier services, long distance telephone service, 19 20 tolls, computer research costs, and other similar office 21 expenses. Court reporter services and exhibit preparation 22 when the exhibits are actually used at a mediation, 23 evidentiary hearing, or trial shall be compensable if necessarily incurred in defense of the eminent domain 24 25 proceeding. 26 Section 8. Section 73.092, Florida Statutes, is 27 amended to read: 2.8 (Substantial rewording of section. See 29 s. 73.092, F.S., for present text.) 30 73.092 Attorney's fees.--

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- (a) An objective determination of the attorney's time reasonably required to adequately represent the owner and the reasonable hourly rate for attorneys in the community in cases in which fees are not contingent upon the success of the claim.
- (b) The skill employed by the attorney in conducting the cause.
- (c) The "result obtained" by the attorney's work efforts. The term "result obtained" means the difference, exclusive of interest, between the final judgment or settlement and the total compensation claim of the defendant based on the defendant's written appraisals, business damage, and other valuation reports.
- $\underline{\mbox{(d)}}$ The responsibility incurred and fulfilled by the attorney.
- (e) The novelty, difficulty, and importance of the questions involved, including whether an order of taking was defeated, whether the case went to trial, whether the parties participated in voluntary negotiations and mediation, and other similar matters.
- (2) In assessing costs, including attorney's fees, at least 30 days prior to a hearing on costs the condemnee's attorney shall file with the court and serve on the condemning authority:
- (a) Complete time records for each attorney and expert witness including a detailed statement of services rendered by

date, nature of services performed, time spent performing such
services and actual costs incurred.

- (b) An itemized statement indicating the amount of money recovered as compensation, including the property acquired, severance damage, business damages, and each element of special damages claimed and a similarly itemized accounting of the amount of money claimed by the owner in the proceeding.
- (3) As an exhibit to any motion for costs, including attorney's fees, the defendant's attorney shall provide to the condemning authority and the court a copy of any fee agreement that may exist between the defendant and his attorney and the defendant and each expert.

Section 9. Section 73.093, Florida Statutes, is created to read:

73.093 Valuation reports in eminent domain proceedings.--

(1) Property appraisers, including fixture appraisers, shall prepare written reports and comply with the requirements of chapter 475. Business damage experts shall prepare written reports and comply with the requirements of Florida

Administrative Code, Rule 61 HI-20.0098. Experts relied upon by appraisers, fixture appraisers, business damage experts or other valuation experts, such as, but not limited to, marketing analysts, engineers, planners, and surveyors, shall be referenced in the written valuation reports with the written marketing surveys, reports, plans, surveys, or other reference material of the expert relied upon attached as an appendix to the appraisal, fixture appraisal, business damage, or other valuation report. Written reports prepared in compliance with this section shall satisfy the requirements of s. 119.07.

- (2) Upon trial or any evidentiary proceeding, all parties shall be limited in their affirmative proof of value to matters set forth in their respective appraisal, fixture appraisal, business damage, or other valuation reports. Any party who fails to exchange written appraisal, business damage, or other valuation reports for court ordered mediation, or prior to filing a notice or motion for trial shall be precluded from offering any testimony on value as to the element of compensation being valued.
- (3) The owner may obtain one written valuation report by a real property appraiser and one report by a fixture appraiser and business damage expert, if those elements of damage are compensable. If record title exists in more than one person or if a business is owned by more than one person, then the condemning authority shall not be required to reimburse more than one owner for valuation reports unless multiple reports are ordered by the court or required in apportionment proceedings.
- (4) Upon motion of any party, the court may, upon good cause shown, relieve a party of a default in exchanging valuation reports, extend the time for exchanging reports, or allow an amended or supplemental report to be exchanged upon such conditions as the court may direct. The court may compensate the owner for more than one valuation report upon good cause shown with consideration given to the number of reports and types of reports prepared by the condemning authority.

Section 10. Subsection (2) of section 73.131, Florida Statutes, is amended, and subsection (3) is added to said section, to read:

73.131 Appeals; costs.--

- (2) The petitioner shall pay all reasonable costs of the proceedings in the appellate court, including a reasonable attorney's fee to be assessed by that court, except upon an appeal taken by a defendant in which the judgment of the lower court shall be affirmed, or upon an appeal taken by a defendant or defendant's attorneys or experts relating to costs, including attorney's fees, unless the condemning authority denies entitlement to attorney's fees or other costs.
- (3) No attorney's fees or costs shall be awarded on an appeal of a business damages claim unless the property owner prevails, regardless of which party appeals the trial court's decision.

Section 11. Section 74.031, Florida Statutes, is amended to read:

74.031 Declaration of taking; contents.--Those having the right to take possession and title in advance of the entry of final judgment in eminent domain actions, as provided by law, may file, either with the petition or at any time prior to the entry of final judgment, a declaration of taking signed by the petitioner, or its duly authorized agent or attorney, stating that the property sought to be appropriated is thereby taken for the use set forth in the petition. A declaration of taking made under s. 337.27(2) may describe an entire lot, block, or tract of land and alternatively describe a portion of the property to be acquired. The petitioner shall make a good faith estimate of value, based upon a valid appraisal of each parcel in the proceeding, which shall be made a part of the declaration of taking.

Section 12. Subsection (3) of section 74.041, Florida Statutes, is amended, and subsection (4) is added to said section, to read:

74.041 Process; service and publication.--

- combined with the summons to show cause and the published summons provided in s. 73.031, but In no event shall the petition date provided in this section be noticed for a date earlier than 1 day following the date specified in the summons to show cause and the published summons provided in s. 73.031 for the defendants to serve written defenses to the petition in eminent domain proceedings and, if a defendant requests, a hearing on the petition for order of taking.
- (4) A petitioner who complies with the requirements of this section is not required to comply with the constructive service requirements of chapter 49.

Section 13. Subsections (1) and (2) of section 74.051, Florida Statutes, are amended, and subsections (4) and (5) are added to said section, to read:

74.051 Hearing on order of taking.--

(1) If a defendant requests a hearing pursuant to s. 74.041(3), said defendant may appear and be heard on all matters properly before the court which may be determined prior to the entry of the order of taking, including the jurisdiction of the court, the sufficiency of pleadings, whether the petitioner is properly exercising its delegated authority, and the amount to be deposited for the property sought to be appropriated. Any defendant failing to timely file a request for hearing, failing to comply with presuit discovery, or failing to serve a settlement offer under s. 73.076 shall waive any right to object to the order of taking,

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and title shall be vested in the petitioner, upon deposit as hereinafter provided, which date shall be the date of valuation.

- (2) If a hearing is timely requested, the court shall make such order as it deems proper, securing to all parties the rights to which they may be entitled, not inconsistent with the provisions of this section. If no defendant makes a timely request for hearing, or if a defendant fails to comply with presuit discovery or fails to serve a settlement offer, the court shall enter the order of taking. The court may make such orders in respect of encumbrances, liens, rents, taxes, assessments, insurance, amount of the good faith deposit, and other charges, if any, as shall be just and equitable. If the court finds that the petitioner is entitled to possession of the property prior to final judgment, it shall enter an order requiring the petitioner to deposit in the registry of the court such sum of money as will fully secure and fully compensate the persons entitled to compensation as ultimately determined by the final judgment. Said deposit shall not be less than the amount of the petitioner's estimate of value, if the petitioner be the state or any agency thereof, any county, the city, or other public body; otherwise, double the amount of petitioner's estimate of value.
- (4) At the hearing for an order of taking, each defendant filing an answer shall identify each expert by area of expertise necessary to determine the value of the property taken and damage to the remainder, as well as each special damage claim of that defendant. Each defendant shall propose a cost budget for consideration by the court. After consideration of the experts proposed, the areas of expertise, the possible use of joint experts by one or more defendants,

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amended to read:

and the defendants' proposed cost budgets, the court shall establish a monetary cost budget for each defendant which may include use of joint experts by one or more defendants. The cost budget shall not be exceeded; however, upon good cause shown, a defendant may move the court for additional expert witnesses or an increase in the cost budget. The court shall enter such orders as the court deems proper to manage expert costs while securing to all parties the rights to which they are entitled.

(5) If a declaration of taking describes an entire lot, block, or tract of land and alternatively describes a portion of the property to be acquired, the court shall determine whether the acquisition costs for an entire lot, block, or tract of land will be equal to or less than the court of acquiring a portion of the property. If the court finds that the petitioner is entitled to acquire an entire lot, block, or tract of land, the court shall enter an order requiring the petitioner to deposit in the registry of the court such sum of money as will fully secure compensation to persons entitled to compensation. If the court finds that the petitioner is not entitled to acquire an entire lot, block, or tract of land, the court shall upon affirmative proof of public purpose and necessity, determine what portion, if any, of the property may be acquired and enter an order requiring the petitioner to deposit such sum of money as will fully secure compensation to persons entitled to compensation. The jury shall determine solely the amount of compensation to be paid for the property acquired under the court's order of taking. Section 14. Section 74.071, Florida Statutes, is

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74.071 Paying over funds in court. -- At any time, prior to the entry of final judgment, and upon motion by the proper defendants, the court may direct that the sum of money set forth in the declaration of taking be paid forthwith to such defendants from the money deposited in the registry of the court. If the compensation awarded for the property by the final judgment shall exceed the amount withdrawn by the defendant, the court shall enter judgment against the petitioner for the deficiency with interest, at the same interest rate as provided in all circuit court judgments, running from the date of withdrawal. If the amount withdrawn exceeds the compensation awarded for the property by the final judgment, the court shall enter a judgment against such defendant for the excess, and such judgment shall be a lien against any of the defendant's property except his or her homestead.

Section 15. Paragraph (a) of subsection (1) of section 127.01, Florida Statutes, is amended, and subsection (3) is added to said section, to read:

127.01 Counties delegated power of eminent domain; recreational purposes, issue of necessity of taking.--

(1)(a) Each county of the state is delegated authority to exercise the right and power of eminent domain in the interest of the public health, safety, and welfare of the county and for the county land acquisition program; that is, the right to appropriate property, except state or federal, for any county purpose. The absolute fee simple title to all property so taken and acquired shall vest in such county unless the county seeks to condemn a particular right or estate in such property.

(3) Each agency of the state may delegate its eminent domain powers for programs or projects within its jurisdiction to the counties and municipalities of the state. Such delegation shall occur pursuant to an intergovernmental agreement between the parties. Section 16. This act shall take effect upon becoming a law. HOUSE SUMMARY With respect to eminent domain, revises provisions relating to: condemned property actions, joint condemnation actions, preemption for rules of the Florida Supreme Court, offers of judgment, written defenses to eminent domain petitions, prelitigation notice, determination of property values, recovery of special damages, county condemnation of land, state agency delegation of eminent domain power to local governments, valuation and apportionment of awards relating to condominium units and condominium common elements, standards for discovery, presuit settlement offers, court standards for discovery, presuit settlement offers, cour ordered mediation, payment of settlement costs, written court valuation reports, costs and attorney's fees, declarations of taking, expert witness costs, and interest on judgments.