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1 A bill to be entitled 2 An act relating to Murphy Act lands; amending 3 s. 253.82, F.S.; providing for conveyance of 4 all Murphy Act transportation easements to the 5 governmental entity currently having title to 6 the adjacent roadway; requiring the 7 establishment of a procedure for review of deeds containing Murphy Act transportation 8 9 reservations; setting requirements for the 10 review process; providing for compensation of certain property owners if the reservation 11 12 denies the property owner the current economic use of the property; amending s. 712.04, F.S.; 13 14 providing for reservations of easements in 15 deeds by the Board of Trustees of the Internal Improvement Trust Fund to be extinguished on a 16 17 specified date, subject to certain limitations; providing applicability; amending s. 712.05, 18 19 F.S.; providing procedures by which a governmental entity may preserve a road 20 21 reservation; requiring notice; providing an 22 effective date. 23 Be It Enacted by the Legislature of the State of Florida: 24 25 26 Section 1. Subsection (6) is added to section 253.82, Florida Statutes, to read: 27 28 253.82 Title of state or private owners to Murphy Act 29 lands.--30 (6)(a) All reservations of easements on deeds by the

CODING: Words stricken are deletions; words underlined are additions.

Board of Trustees of the Internal Improvement Trust Fund

conveying land acquired under chapter 18296, Laws of Florida, 1 2 1937, are hereby vested by operation of law and without the 3 necessity of instruments of conveyance from the Trustees of 4 the Internal Improvement Fund, Trustees of the Internal 5 Improvement Trust Fund or the Board of Trustees of the 6 Internal Improvement Trust Fund, in the governmental entity 7 having right and title to the road to which the reservations 8 are adjacent. All reservations adjacent to a road that was 9 designated as a state road at the time of the reservation and which road is currently held by the state are conveyed to the 10 Department of Transportation. All reservations adjacent to a 11 12 road that was designated as a state road at the time of the 13 reservation and which is not held by the state and which is 14 located in an unincorporated area of a county or on a road 15 held by the county within any incorporated area are conveyed to the respective counties. All other reservations within 16 17 incorporated areas adjacent to a road that was designated as a state road at the time of the reservation and which are not 18 19 otherwise conveyed to the state or the county are conveyed to 20 the incorporated area. The conveyance includes all right, title, and interests in the reservation held by the Board of 21 Trustees of the Internal Improvement Trust Fund. 22

- (b) Every entity holding title to Murphy Act reservations must establish a procedure for review of any deed containing a reservation when a review is requested or a road project is anticipated. The review process must provide for:
- 1. A determination of whether the language of the deed created a reservation at the time of the original conveyance.
- 2. Review of any release of the reservation provided by the property owner.

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- 3. The recording of a notice of the nonexistence of a reservation if reservation language in the deed does not impact the property.
- 4. A determination of whether any or all of the reservation may be released, and a form for recording the release.
- 5. A process to allow for review through mediation if requested by the property owner or through binding arbitration pursuant to the process in chapter 44.
- 6. Any administrative fee charged not to exceed the actual cost to review the deed, with no fee to exceed \$300.

 The property owner shall be responsible for the payment of any recording fees the property owner incurs. The property owner and governmental entity shall be responsible for their respective fees to perform an appeal or participate in mediation or arbitration as provided in this subsection. A governmental entity may waive administrative fees upon a determination by the governmental entity of the property owner's economic hardship.
- (c)1. Any owner of property encumbered by a Murphy Act reservation who has been denied a release pursuant to this section of all or part of the reservation or who has received notice of a governmental entity's intent to preserve the reservation under s. 712.05, may appeal to the entity and show that the reservation substantially denies the property owner the current economic use of the property held by the owner. For purposes of this determination, the term "current economic use" means the use of the property on the date notice of the easement is filed under s. 712.05 or, if notice has not been received, upon the date the property owner applies for release of the easement.

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- 2. Upon a determination by the governmental entity that the reservation substantially denies the property owner the current economic use of the property held by the owner, the entity must purchase the real property and improvements not retained by the property owner in fee simple title or release all or part of the reservation as necessary to allow for the current economic use of the property.
- 3. Where the governmental entity and the property owner are unable to agree as to whether the reservation substantially denies the current economic use of the property or as to the purchase price, the property owner may request mediation, and, if mediation is unsuccessful, the property owner may demand binding arbitration pursuant to the process in chapter 44 to resolve these issues.
- 4. Prior to the payment of any compensation, the property owner must provide the governmental entity copies of any title insurance policies and notice of any compensation received from a title company related to the easement, and the amount of any compensation received or due as a result of such title insurance policies shall be offset against the amount of compensation paid by the governmental entity.
- The process for release of any reservation covered by this section or payment for property impacted by the use of a reservation covered by this section shall be solely in accordance with this section. Any action for the condemnation or inverse condemnation of property related to road construction is separate and distinct from any proceedings pursuant to this section.
- (e) The governmental entity is not liable for attorney's fees or costs incurred by the owner in establishing

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substantial denial of the current economic use or in establishing the purchase price of the property.

(f) The provisions of this subsection apply only to reservations of easements on deeds for roads and shall not apply to any other reservations, including canal, oil, gas, or mineral reservations.

Section 2. Section 712.04, Florida Statutes, is amended to read:

712.04 Interests extinguished by marketable record title.--Subject to the matters stated in s. 712.03, such marketable record title shall be free and clear of all estates, interests, claims, or charges whatsoever, the existence of which depends upon any act, title transaction, event or omission that occurred prior to the effective date of the root of title. All such estates, interests, claims, or charges, however denominated, whether such estates, interests, claims, or charges are or appear to be held or asserted by a person sui juris or under a disability, whether such person is within or without the state, whether such person is natural or corporate, or is private or governmental, are hereby declared to be null and void, except that this chapter shall not be deemed to affect any right, title, or interest of the United States, Florida, or any of its officers, boards, commissions, or other agencies reserved in the patent or deed by which the United States, Florida, or any of its agencies parted with title. However, all reservations of easements, except as provided in s. 253.82(6)(f), in deeds by the Trustees of the Internal Improvement Fund, Trustees of the Internal Improvement Trust Fund, Board of Trustees of the Internal Improvement Trust Fund conveying land acquired under chapter 18296, Laws of Florida, 1937, and not preserved in accordance

with s. 712.05(3), shall be extinguished by the Marketable Record Title Act on July 1, 2002, subject to the matters under 2 3 s. 712.03, and further subject to the right of any governmental entity holding title to the reservations to 4 5 preserve such reservations that are necessary for future transportation projects in adopted transportation plans by 6 7 filing notice under s. 712.05(3), before July 1, 2002. Section 3. Subsection (3) is added to section 712.05, 8 9 Florida Statutes, to read: 712.05 Effect of filing notice.--10 (3) Any governmental entity claiming a road 11 12 reservation pursuant to a deed conveyed pursuant to the Murphy 13 Act may preserve the reservation or any portion thereof 14 necessary for future transportation projects in adopted 15 transportation plans and protect it from extinguishment by the 16 operation of this chapter by filing for the record, prior to 17 July 1, 2002, a notice, in writing, in accordance with the provisions of this chapter. The notice will have the effect of 18 19 preserving the reservation or portion thereof for a period of 20 10 years if, prior to the end of the 10 years, the reservation is used or identified by the governmental entity in the plans 21 of a road project scheduled for construction to begin prior to 22 23 the end of the 10 years. Any reservation used or identified in the final design plans of a road project scheduled for 24 construction to begin before the end of the 10 years is not 25 26 extinguished. 27 Section 4. This act shall take effect upon becoming a 28 law. 29 30 31