1 A bill to be entitled 2 An act relating to private property rights protection; 3 amending s. 70.001, F.S.; revising legislative intent; revising notice of claim requirements for property 4 5 owners; revising procedures for determination of 6 compensation; requiring that certain settlements of 7 claims apply to all similarly situated residential 8 properties within a political subdivision under 9 certain circumstances; authorizing property owners to 10 bring claims against governmental entities in certain 11 circumstances; providing that property owners are not 12 required to submit formal development applications or proceed through formal application processes to bring 13 14 such claims; amending s. 70.45, F.S.; providing a definition; authorizing property owners to bring 15 actions to declare prohibited exactions invalid; 16 17 providing an effective date. 18 19 Be It Enacted by the Legislature of the State of Florida: 20 21 Section 1. Subsections (1), (4), (5), (6), and (11) of section 70.001, Florida Statutes, are amended to read: 22 23 70.001 Private property rights protection.-This act may be cited as the "Bert J. Harris, Jr., 24 (1)25 Private Property Rights Protection Act." The Legislature Page 1 of 13

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26 recognizes that some laws, regulations, and ordinances of the 27 state and political entities in the state, as applied, may 28 inordinately burden, restrict, or limit private property rights 29 without amounting to a taking under the State Constitution or 30 the United States Constitution. The Legislature determines that 31 there is an important state interest in protecting the interests 32 of private property owners from such inordinate burdens. The 33 Legislature further recognizes that it is in the public interest 34 to ensure that all similarly situated residential properties are 35 subject to the same rules and regulations. Therefore, it is the intent of the Legislature that, as a separate and distinct cause 36 37 of action from the law of takings, the Legislature herein 38 provides for relief, or payment of compensation, when a new law, 39 rule, regulation, or ordinance of the state or a political entity in the state, as applied, unfairly affects real property. 40 Not less than 90 150 days before prior to filing an 41 (4)(a) 42 action under this section against a governmental entity, a 43 property owner who seeks compensation under this section must 44 present the claim in writing to the head of the governmental

entity, except that if the property is classified as agricultural pursuant to s. 193.461, the notice period is 90 days. The property owner must submit, along with the claim, a bona fide, valid appraisal that supports the claim and demonstrates the loss in fair market value to the real property. If the action of government is the culmination of a process that

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51 involves more than one governmental entity, or if a complete 52 resolution of all relevant issues, in the view of the property 53 owner or in the view of a governmental entity to whom a claim is 54 presented, requires the active participation of more than one 55 governmental entity, the property owner shall present the claim 56 as provided in this section to each of the governmental 57 entities.

58 The governmental entity shall provide written notice (b) 59 of the claim to all parties to any administrative action that 60 gave rise to the claim, and to owners of real property contiguous to the owner's property at the addresses listed on 61 62 the most recent county tax rolls. Within 15 days after the claim 63 is presented, the governmental entity shall report the claim in 64 writing to the Department of Legal Affairs, and shall provide the department with the name, address, and telephone number of 65 the employee of the governmental entity from whom additional 66 67 information may be obtained about the claim during the pendency 68 of the claim and any subsequent judicial action.

69 (c) During the 90-day-notice period or the 150-day-notice 70 period, unless extended by agreement of the parties, the 71 governmental entity shall make a written settlement offer to 72 effectuate:

An adjustment of land development or permit standards
 or other provisions controlling the development or use of land.
 Increases or modifications in the density, intensity,

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76 or use of areas of development. 77 The transfer of developmental rights. 3. 78 4. Land swaps or exchanges. 79 5. Mitigation, including payments in lieu of onsite 80 mitigation. 81 6. Location on the least sensitive portion of the 82 property. 83 7. Conditioning the amount of development or use 84 permitted. 85 8. A requirement that issues be addressed on a more 86 comprehensive basis than a single proposed use or development. 87 9. Issuance of the development order, a variance, a 88 special exception, or any other extraordinary relief. 89 10. Purchase of the real property, or an interest therein, 90 by an appropriate governmental entity or payment of compensation. 91 92 11. No changes to the action of the governmental entity. 93 94 If the property owner accepts a settlement offer, either before 95 or after filing an action, the governmental entity may implement 96 the settlement offer by appropriate development agreement; by 97 issuing a variance, a special exception, or any other extraordinary relief; or by any other appropriate method, 98 subject to paragraphs paragraph (d) and (e). 99 100 When the claim involves one or more residential (d) Page 4 of 13

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101 properties and is brought as a result of the enactment, or 102 proposed enactment, of a political subdivision's regulation or 103 ordinance that applies to residential property, any settlement 104 offer that includes a modification or variance to the regulation 105 or ordinance shall apply to all similarly situated residential 106 properties within the political subdivision.

107 (e)1.(d)1. When a governmental entity enters into a 108 settlement agreement under this section which would have the effect of a modification, variance, or a special exception to 109 the application of a rule, regulation, or ordinance as it would 110 otherwise apply to the subject real property, the relief granted 111 112 shall protect the public interest served by the regulations at 113 issue and be the appropriate relief necessary to prevent the 114 governmental regulatory effort from inordinately burdening the 115 real property. Settlement offers made pursuant to paragraph (c) 116 shall be presumed to protect the public interest.

2. 117 When a governmental entity enters into a settlement 118 agreement under this section which would have the effect of 119 contravening the application of a statute as it would otherwise 120 apply to the subject real property, the governmental entity and 121 the property owner shall jointly file an action in the circuit 122 court where the real property is located for approval of the settlement agreement by the court to ensure that the relief 123 124 granted protects the public interest served by the statute at issue and is the appropriate relief necessary to prevent the 125

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126 governmental regulatory effort from inordinately burdening the 127 real property.

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129 This paragraph applies to any settlement reached between a 130 property owner and a governmental entity regardless of when the 131 settlement agreement was entered so long as the agreement fully 132 resolves all claims asserted under this section.

133 (5) (a) During the 90-day-notice period or the 150-day-134 notice period, unless a settlement offer is accepted by the property owner, each of the governmental entities provided 135 notice pursuant to subsection (4) paragraph (4) (a) shall issue a 136 137 written statement of allowable uses identifying the allowable 138 uses to which the subject property may be put. The failure of 139 the governmental entity to issue a statement of allowable uses 140 during the applicable 90-day-notice period or 150-day-notice period shall be deemed a denial for purposes of allowing a 141 142 property owner to file an action in the circuit court under this 143 section. If a written statement of allowable uses is issued, it 144 constitutes the last prerequisite to judicial review for the purposes of the judicial proceeding created by this section, 145 146 notwithstanding the availability of other administrative 147 remedies.

(b) If the property owner rejects the settlement offer and
the statement of allowable uses of the governmental entity or
entities, the property owner may file a claim for compensation

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151 in the circuit court, a copy of which shall be served 152 contemporaneously on the head of each of the governmental 153 entities that made a settlement offer and a statement of 154 allowable uses that was rejected by the property owner. Actions 155 under this section shall be brought only in the county where the 156 real property is located.

(6) (a) The circuit court shall determine whether an 157 158 existing use of the real property or a vested right to a 159 specific use of the real property existed and, if so, whether, considering the settlement offer and statement of allowable 160 uses, the governmental entity or entities have inordinately 161 162 burdened the real property. If the actions of more than one governmental entity, considering any settlement offers and 163 164 statement of allowable uses, are responsible for the action that 165 imposed the inordinate burden on the real property of the 166 property owner, the court shall determine the percentage of 167 responsibility each such governmental entity bears with respect to the inordinate burden. A governmental entity may take an 168 169 interlocutory appeal of the court's determination that the 170 action of the governmental entity has resulted in an inordinate 171 burden. An interlocutory appeal does not automatically stay the proceedings; however, the court may stay the proceedings during 172 the pendency of the interlocutory appeal. If the governmental 173 174 entity does not prevail in the interlocutory appeal, the court 175 shall award to the prevailing property owner the costs and a

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176 reasonable attorney fee incurred by the property owner in the 177 interlocutory appeal.

178 (b) Following its determination of the percentage of 179 responsibility of each governmental entity, and following the 180 resolution of any interlocutory appeal, the court shall impanel 181 a jury to determine the total amount of compensation to the 182 property owner for the loss in value due to the inordinate 183 burden to the real property. The property owner retains the 184 option to forego a jury and elect to have the court determine 185 the compensation. The award of compensation shall be determined by calculating the difference in the fair market value of the 186 187 real property, as it existed at the time of the governmental 188 action at issue, as though the owner had the ability to attain 189 the reasonable investment-backed expectation or was not left 190 with uses that are unreasonable, whichever the case may be, and 191 the fair market value of the real property, as it existed at the 192 time of the governmental action at issue, as inordinately 193 burdened, considering the settlement offer together with the 194 statement of allowable uses, of the governmental entity or entities. In determining the award of compensation, 195 196 consideration may not be given to business damages relative to 197 any development, activity, or use that the action of the 198 governmental entity or entities, considering the settlement 199 offer together with the statement of allowable uses has 200 restricted, limited, or prohibited. The award of compensation

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201 shall include a reasonable award of prejudgment interest from 202 the date the claim was presented to the governmental entity or 203 entities as provided in subsection (4).

(c) When the claim involves one or more residential
 properties and is brought as a result of the enactment, or
 proposed enactment, of a political subdivision's regulation or
 ordinance that applies to residential property, if the court
 finds that a modification or variance is the appropriate remedy,
 that finding shall apply to all similarly situated residential
 properties within the political subdivision.

(d)1.(c)1. In any action filed pursuant to this section, 211 212 the property owner is entitled to recover reasonable costs and 213 attorney fees incurred by the property owner, from the 214 governmental entity or entities, according to their 215 proportionate share as determined by the court, from the date of 216 the claim with the governmental entity pursuant to paragraph 217 (4) (a) filing of the circuit court action, if the property owner 218 prevails in the action and the court determines that the 219 settlement offer, including the statement of allowable uses, of 220 the governmental entity or entities did not constitute a bona 221 fide offer to the property owner which reasonably would have 222 resolved the claim, based upon the knowledge available to the 223 governmental entity or entities and the property owner during 224 the 90-day-notice period or the 150-day-notice period. 225 2. In any action filed pursuant to this section, the

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226 governmental entity or entities are entitled to recover 227 reasonable costs and attorney fees incurred by the governmental 228 entity or entities from the date of the filing of the circuit court action, if the governmental entity or entities prevail 229 in 230 the action and the court determines that the property owner did 231 not accept a bona fide settlement offer, including the statement 232 of allowable uses, which reasonably would have resolved the 233 claim fairly to the property owner if the settlement offer had been accepted by the property owner, based upon the knowledge 234 235 available to the governmental entity or entities and the 236 property owner during the 90-day-notice period or the 150-dav-237 notice period.

238 2.3. The determination of total reasonable costs and 239 attorney fees pursuant to this paragraph shall be made by the 240 court and not by the jury. Any proposed settlement offer or any 241 proposed decision, except for the final written settlement offer 242 or the final written statement of allowable uses, and any 243 negotiations or rejections in regard to the formulation either 244 of the settlement offer or the statement of allowable uses, are 245 inadmissible in the subsequent proceeding established by this 246 section except for the purposes of the determination pursuant to 247 this paragraph.

(e) (d) Within 15 days after the execution of any
 settlement pursuant to this section, or the issuance of any
 judgment pursuant to this section, the governmental entity shall

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251 provide a copy of the settlement or judgment to the Department 252 of Legal Affairs.

(11) A cause of action may not be commenced under this section if the claim is presented more than 1 year after a law or regulation is first applied by the governmental entity to the property at issue.

(a) For purposes of determining when this 1-year claimperiod accrues:

259 1.a. A law or regulation is first applied upon enactment 260 and notice as provided for in this sub-subparagraph subparagraph 261 if the impact of the law or regulation on the real property is 262 clear and unequivocal in its terms and notice is provided by 263 mail to the affected property owner or registered agent at the 264 address referenced in the jurisdiction's most current ad valorem 265 tax records. The fact that the law or regulation could be 266 modified, varied, or altered under any other process or 267 procedure does not preclude the impact of the law or regulation 268 on a property from being clear or unequivocal pursuant to this 269 sub-subparagraph subparagraph. Any notice under this sub-270 subparagraph subparagraph shall be provided after the enactment 271 of the law or regulation and shall inform the property owner or 272 registered agent that the law or regulation may impact the property owner's existing property rights and that the property 273 274 owner may have only 1 year from receipt of the notice to pursue any rights established under this section. 275

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276	b. If the notice required in sub-subparagraph a. is not
277	provided to the property owner, the property owner may bring a
278	claim against the governmental entity after the enactment of the
279	law or regulation if the impact of the law or regulation on the
280	real property is clear and unequivocal in its terms. In such
281	cases, the property owner is not required to submit a formal
282	application for development or proceed through formal
283	application processes if such actions would be futile and a
284	waste of resources.
285	2. Otherwise, the law or regulation is first applied to
286	the property when there is a formal denial of a written request
287	for development or variance.
288	Section 2. Paragraphs (c) through (e) of subsection (1) of
289	section 70.45, Florida Statutes, are redesignated as paragraphs
290	(d) through (f), respectively, a new paragraph (c) is added to
291	that subsection, and subsections (2), (4), and (5) of that
292	section are amended, to read:
293	70.45 Governmental exactions
294	(1) As used in this section, the term:
295	(c) "Imposition" or "imposed" means the time at which the
296	property owner must comply with the prohibited exaction or
297	condition of approval.
298	(2) In addition to other remedies available in law or
299	equity, a property owner may bring an action in a court of
300	competent jurisdiction under this section to <u>declare a</u>

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301 prohibited exaction invalid and recover damages caused by a 302 prohibited exaction. Such action may not be brought until a 303 prohibited exaction is actually imposed or required in writing 304 as a final condition of approval for the requested use of real 305 property. The right to bring an action under this section may 306 not be waived. This section does not apply to impact fees 307 adopted under s. 163.31801 or non-ad valorem assessments as defined in s. 197.3632. 308

(4) For each claim filed under this section, the governmental entity has the burden of proving that the <u>challenged</u> exaction has an essential nexus to a legitimate public purpose and is roughly proportionate to the impacts of the proposed use that the governmental entity is seeking to avoid, minimize, or mitigate. The property owner has the burden of proving damages that result from a prohibited exaction.

(5) The court may award attorney fees and costs to the prevailing party; however, if the court determines that the <u>challenged</u> exaction which is the subject of the claim lacks an essential nexus to a legitimate public purpose, the court shall award attorney fees and costs to the property owner.

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Section 3. This act shall take effect July 1, 2019.

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