By: Representative Lott

To: Judiciary A

HOUSE BILL NO. 579

AN ACT TO AMEND SECTION 11-27-1, MISSISSIPPI CODE OF 1972, TO 1 PROHIBIT USE OF THE POWER OF EMINENT DOMAIN FOR CERTAIN PRIVATE, 2 NONGOVERNMENTAL PURPOSES; TO AMEND SECTION 11-27-7, MISSISSIPPI 3 4 CODE OF 1972, TO REVISE NOTICE REQUIREMENTS; AND FOR RELATED 5 PURPOSES. 6 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: SECTION 1. Section 11-27-1, Mississippi Code of 1972, is 7 8 amended as follows: 9 11-27-1. (1) Any person or corporation having the right to condemn private property for public use shall exercise that right 10 as provided in this chapter, except as elsewhere specifically 11 provided under the laws of the State of Mississippi. 12 (2) Notwithstanding the provisions of this chapter or any 13 14 other provisions of law to the contrary, the right of eminent domain shall not be exercised for the purposes of converting 15 privately owned real property for retail, office, commercial, 16 industrial or residential development; or primarily for 17 enhancement of tax revenue; or solely for economic development 18 19 purposes; or for transfer to a person, nongovernmental entity, public-private partnership, corporation or other business entity. 20 Farmland shall not be declared blighted in order to justify the 21 use of eminent domain. Any condemning authority must declare 22 property other than farmland to be blighted or must demonstrate 23 that taking the property constitutes a genuine public use. 24 (3) Property condemned pursuant to any provision of law, if 25 not used for the purpose or purposes for which it was condemned or 26 for some other public use, that subsequently is determined to be 27 28 sold shall be offered first for sale to the person or persons from

29	whom the property was condemned, or to his or her known or
30	ascertainable heirs or assigns, at the price paid for the property
31	together with the fair market value of any improvements thereon,
32	less such amount, if any, as the person or persons from whom the
33	property was condemned shows by good and sufficient documentation
34	to be the amount of income and transaction taxes, if any, actually
35	paid in connection therewith. However, if the offer is not
36	accepted within ninety (90) days from the date it is made, the
37	property may be sold to any other person, but only at public sale
38	after legal notice is given.
39	(4) Condemning entities shall pay twenty-five percent (25%)
40	above the market value for homes taken by eminent domain plus all
41	relocation costs. Farmland held by the same family for
42	twenty-five (25) years or more shall be valued at one hundred
43	percent (100%) plus an additional one percent (1%) for each year
44	of ownership, with a minimum of one hundred twenty-five percent
45	(125%) and a maximum of one hundred fifty percent (150%) as the
46	value that must be paid.
47	(5) For the purposes of this section, the term "blighted
48	property" means property that contains any of the following
49	<u>factors:</u>
50	(a) The presence of structures, buildings or
51	improvements, which, because of dilapidation, deterioration, or
52	unsanitary or unsafe conditions, vacancy or abandonment, neglect
53	or lack of maintenance, inadequate provision for ventilation,
54	light, air, sanitation, vermin infestation or lack of necessary
55	facilities and equipment, are unfit for human habitation or
56	occupancy.
57	(b) The existence of high density of population and
58	overcrowding or the existence of structures which are fire hazards
59	or are otherwise dangerous to the safety of persons or property or
60	any combination of the factors.

H. B. No. 579 * HR40/ R784* 07/HR40/R784 PAGE 2 (CJR\BD)

61 (c) The presence of a substantial number of properties 62 having defective or unusual conditions of title which make the 63 free transfer or alienation of the properties unlikely or 64 impossible. 65 (d) The presence of structures from which the utilities, plumbing, heating, sewerage or other facilities have 66 67 been disconnected, destroyed, removed or rendered ineffective so that the property is unfit for its intended use. 68 69 (e) The presence of excessive vacant land on which 70 structures were previously located which, by reason of neglect or 71 lack of maintenance, has become overgrown with noxious weeds, is a place for accumulation of trash and debris or a haven for 72 73 mosquitoes, rodents or other vermin where the owner refuses to 74 remedy the problem after notice by the appropriate governing body. 75 (f) The presence of property which, because of physical 76 condition, use or occupancy, constitutes a public nuisance or 77 attractive nuisance where the owner refuses to remedy the problem 78 after notice by the appropriate governing body. (g) The presence of property with code violations 79 80 affecting health or safety that has not been substantially 81 rehabilitated within the time periods required by the applicable 82 codes. 83 (h) The presence of property that has tax delinquencies exceeding the value of the property. 84 85 (i) The presence of property which, by reason of environmental contamination, poses a threat to public health or 86 87 safety in its present condition. SECTION 2. Section 11-27-7, Mississippi Code of 1972, is 88 89 amended as follows: 90 11-27-7. The complaint shall be filed with the circuit clerk and shall be assigned a number and placed on the docket as other 91 92 pleadings in circuit court or county court. The plaintiff shall also file a lis pendens notice in the office of the chancery clerk 93 * HR40/ R784* H. B. No. 579 07/HR40/R784 PAGE 3 (CJR\BD)

94 immediately after filing the complaint. The circuit clerk, or the 95 plaintiff by his attorney, shall forthwith present such complaint 96 to the circuit judge or county judge, as the case may be, who 97 shall by written order directed to the circuit clerk fix the time 98 and place for the hearing of the matter, in termtime or vacation, 99 and the time of hearing shall be fixed on a date to allow 100 sufficient time for each defendant named to be served with process as is otherwise provided by the Mississippi Rules of Civil 101 Procedure, for not less than sixty (60) days prior to the hearing. 102 103 If a defendant, or other party in interest, shall not be served 104 for the specified time prior to the date fixed, the hearing shall 105 be continued to a day certain to allow the sixty-day period 106 specified. Not less than twenty (20) days prior to the date fixed 107 for such hearing, the plaintiff shall file with the circuit clerk and serve upon the defendants, or their respective attorneys, a 108 109 statement showing: (1) the fair market value of the property to 110 be condemned, determined as of the date of the filing of the 111 complaint; (2) the damages, if any, to the remainder if less than 112 the whole is taken, giving a total compensation and damages to be 113 due as determined by the plaintiff; and (3) a detailed disclosure 114 of all rights and remedies available to the defendant. Not less 115 than ten (10) days prior to the date fixed for such hearing, each 116 of the defendants shall file with the circuit clerk and serve upon 117 the plaintiff, or his attorney, a statement showing: (1) the fair 118 market value of the property to be condemned, determined as of the date of the filing of the complaint; (2) the damages, if any, to 119 120 the remainder if less than the whole is taken, giving a total 121 compensation and damages to be due as determined by the In each such instance, both the plaintiff and the 122 defendants. 123 defendant shall set out in such statement the asserted highest and best use of the property and shall itemize the elements of damage, 124 125 if any, to the remainder if less than the whole is taken. The statements required by this section shall constitute the pleadings 126 * HR40/ R784* H. B. No. 579

07/HR40/R784 PAGE 4 (CJR\BD) 127 of the parties with respect to the issue of value, and shall be 128 treated as pleadings are treated in civil actions in the circuit 129 court. The judge, for good cause shown, may increase or decrease 130 the time for pleading by the plaintiff or by the defendant. 131 SECTION 3. This act shall take effect and be in force from

132 and after its passage.