2017 Regular Session

HOUSE BILL NO. 144

## BY REPRESENTATIVE ZERINGUE

Prefiled pursuant to Article III, Section 2(A)(4)(b)(i) of the Constitution of Louisiana.

COASTAL RESOURCES: Provides for real property interests for integrated coastal restoration projects

| 1  | AN ACT  |
|----|---|
| 2  | To amend and reenact R.S. 49:214.5.5, relative to integrated coastal restoration projects; to |
| 3  | provide relative to immovable property interests that can be acquired by public               |
| 4  | entities for integrated coastal protection purposes; to provide for a term of                 |
| 5  | acquisition of certain immovable property interests for integrated coastal protection;        |
| 6  | and to provide for related matters.   |
| 7  | Be it enacted by the Legislature of Louisiana:  |
| 8  | Section 1. R.S. 49:214.5.5 is hereby amended and reenacted to read as follows:                |
| 9  | §214.5.5. Private property and public rights  |
| 10 | A. Recognizing that a substantial majority of the coastal lands in Louisiana                  |
| 11 | are privately owned, it is anticipated that a significant portion of the integrated           |
| 12 | coastal protection projects funded through the Coastal Protection and Restoration             |
| 13 | Fund either will occur on or in some manner affect private property.                          |
| 14 | $\underline{B}$ . No rights whatsoever shall be created in the public, whether such rights    |
| 15 | be in the nature of ownership, servitude, or use, with respect to any private lands or        |
| 16 | waters utilized, enhanced, created, or otherwise affected by activities of any                |
| 17 | governmental agency, local, state, or federal, or any person contracting with same            |
| 18 | for the performance of any activities, funded in whole or in part, by expenditures            |
| 19 | from the Coastal Protection and Restoration Fund or expenditures of federal funds.            |
| 20 | In the event legal proceedings are instituted by any person seeking recognition of a          |

### Page 1 of 4

CODING: Words in struck through type are deletions from existing law; words <u>underscored</u> are additions.

| 1  | right of ownership, servitude, or use in or over private property solely on the basis    |
|----|--|
| 2  | of the expenditure of funds from the Coastal Protection and Restoration Fund, the        |
| 3  | state shall indemnify and hold harmless the owner of such property for any cost,         |
| 4  | expense, or loss related to such proceeding, including court costs and attorney fees.    |
| 5  | C. Notwithstanding any law or provision to the contrary, no full ownership               |
| 6  | interest in property shall be acquired for integrated coastal protection through any     |
| 7  | method by the state of Louisiana, the Coastal Protection and Restoration Authority,      |
| 8  | a levee district, a levee authority, a sponsoring authority, a political subdivision, or |
| 9  | any other state, local, or federal entity, or their agents or employees, including but   |
| 10 | not limited to compensatory mitigation and ecosystem restoration purposes, unless        |
| 11 | such interest is voluntarily offered and agreed to in writing by owners with at least    |
| 12 | seventy-five percent ownership in the property or such entity seeking to acquire the     |
| 13 | property proves by clear and convincing evidence in a court of competent                 |
| 14 | jurisdiction that a full ownership interest is the minimum interest necessary to carry   |
| 15 | out the purposes of integrated coastal protection for the specific project for which it  |
| 16 | is acquired.   |
| 17 | D. Access rights, rights of use, servitudes, easements, or other property                |
| 18 | interests acquired for integrated coastal protection through any method by the state     |
| 19 | of Louisiana, the Coastal Protection and Restoration Authority, a levee district, a      |
| 20 | levee authority, a sponsoring authority, a political subdivision, or any other state,    |
| 21 | local, or federal entity, or their agents or employees, including but not limited to     |
| 22 | compensatory mitigation and ecosystem restoration purposes, shall be for a fixed         |
| 23 | term only and shall not be acquired in perpetuity unless such acquisition in             |
|    |  |

24 perpetuity is voluntarily offered and agreed to in writing by owners with at least 25 seventy-five percent ownership in the property. Furthermore, no fixed term for any 26 access rights, rights of use, servitudes, easements, or other property interests 27 acquired for integrated coastal protection shall exceed the life of the integrated 28 coastal protection project for which it is acquired unless such term is voluntarily

Page 2 of 4

| 1  | offered and agreed to in writing by owners with at least seventy-five percent                 |
|----|---|
| 2  | ownership in the property.  |
| 3  | E. The provisions of this Section shall not authorize acquisition of privately                |
| 4  | owned mineral interests and the reservation of mineral interests shall be as provided         |
| 5  | in R.S. 31:149. Additionally, any interest in property acquired under this Section            |
| 6  | shall not transfer to the acquiring entity any claims, causes of action, or litigious         |
| 7  | rights existing prior to the date of the acquisition but shall not extinguish the rights      |
| 8  | of the owners of the property to exercise such claims, causes of action, or litigious         |
| 9  | rights on the date of acquisition.  |
| 10 | Section 2. This Act shall become effective upon signature by the governor or, if not          |
| 11 | signed by the governor, upon expiration of the time for bills to become law without signature |
| 12 | by the governor, as provided by Article III, Section 18 of the Constitution of Louisiana. If  |
| 13 | vetoed by the governor and subsequently approved by the legislature, this Act shall become    |
| 14 | effective on the day following such approval.   |
|    |   |

# DIGEST

The digest printed below was prepared by House Legislative Services. It constitutes no part of the legislative instrument. The keyword, one-liner, abstract, and digest do not constitute part of the law or proof or indicia of legislative intent. [R.S. 1:13(B) and 24:177(E)]

HB 144 Reengrossed 2017 Regular Session

Zeringue

Abstract: Provides relative to property interests for integrated coastal restoration projects.

<u>Present law</u> recognizes that a significant portion of the projects funded through the Coastal Protection and Restoration Fund either will occur on or affect private property.

<u>Present law</u> provides that no ownership or use rights of private land or water are created in the public by expenditures from the Coastal Protection and Restoration Fund or expenditures of federal funds. <u>Proposed law</u> retains this provision of <u>present law</u>.

<u>Proposed law</u> provides that no full ownership interest in property shall be acquired for integrated coastal protection by the state, the Coastal Protection and Restoration Authority (CPRA), a levee district, a levee authority, a sponsoring authority, a political subdivision, or any other state, local, or federal entity, or their agents or employees, unless such interest is voluntarily offered and agreed to in writing by owners with at least 75% ownership interest in the property or such entity seeking to acquire the property proves in a court that a full ownership interest is the minimum interest necessary to carry out the purposes of integrated coastal protection for the specific project for which it is acquired.

<u>Proposed law</u> further provides that access rights, rights of use, servitudes, easements, or other property interests acquired for integrated coastal protection by the state, the CPRA, a levee district, a levee authority, a sponsoring authority, a political subdivision, or any other

### Page 3 of 4

CODING: Words in struck through type are deletions from existing law; words <u>underscored</u> are additions.

state, local, or federal entity, or their agents or employees, shall be for a fixed term only and shall not be acquired in perpetuity unless such acquisition in perpetuity is voluntarily offered and agreed to in writing by owners with at least 75% ownership interest in the property. Further provides that no fixed term for any access rights can exceed the life of the integrated coastal protection project for which it is acquired unless such term is voluntarily offered and agreed to in writing by owners with at least 75% ownership in the property.

<u>Proposed law</u> does not authorize acquisition of privately owned mineral interest and the reservation of mineral interest shall be as provided in <u>present law</u>.

<u>Proposed law</u> prohibits the transfer to the acquiring entity of any claims, causes of action, or litigious rights existing prior to the date of the acquisition but shall not extinguish the rights of the owners of the property to exercise such claims, causes of action, or litigious rights on the date of acquisition.

Effective upon signature of governor or lapse of time for gubernatorial action.

(Amends R.S. 49:214.5.5)

### Summary of Amendments Adopted by House

The Committee Amendments Proposed by <u>House Committee on Natural Resources and</u> <u>Environment</u> to the <u>original</u> bill:

- 1. Make technical changes.
- 2. Provide that agreements to voluntarily agree to transfer property interest be by owners with at least 75% ownership in the property.
- 3. Provide that <u>proposed law</u> does not authorize acquisition of privately owned mineral interest and the reservation of mineral interest must be as provided in <u>present law</u>.
- 4. Prohibit the transfer of causes of action to the entity acquiring property interest without extinguishing the causes of action of the prior private landowner.