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## SENATE BILL 5249

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State of Washington 57th Legislature 2001 Regular Session

By Senators Stevens, Swecker, Hochstatter, Morton, Long, Winsley, Rossi, West, T. Sheldon, Oke and Hewitt

Read first time 01/17/2001. Referred to Committee on State & Local Government.

- 1 AN ACT Relating to compensation for land use actions that cause
- 2 reductions in the value of property; adding a new chapter to Title 64
- 3 RCW; and providing an effective date.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 5 <u>NEW SECTION.</u> **Sec. 1.** The definitions in this section apply 6 throughout this chapter unless the context clearly requires otherwise.
- 7 (1) "Compensation" means remuneration that equals the reduction in
- 8 the fair market value of private real property that is attributable to
- 9 a restriction on the use of the property or any part thereof.
- 10 (2) "Government entity" means Washington state, state agencies,
- 11 agencies and commissions funded, in whole or in part, by the state,
- 12 counties, cities, towns, special districts, municipal corporations, or
- 13 quasi-municipal corporations.
- 14 (3) "Real property" means any interest in real property recognized
- 15 under Washington law, including but not limited to, water, crops,
- 16 forest products, minerals, or other natural resources.
- 17 <u>NEW SECTION.</u> **Sec. 2.** If any action by a government entity to
- 18 change the land use or zoning status of real property causes a

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- 1 reduction in the use or exchange value of that property, the property
- 2 is considered to have been taken for the use of the public.
- 3 <u>NEW SECTION.</u> **Sec. 3.** (1) The owner of the property that is taken 4 under section 2 of this act has a right to either:
- 5 (a) Require condemnation by and just compensation from the 6 government entity that took the action; or
- 7 (b) Receive compensation for the reduction in value caused by the 8 government entity's action.
- 9 (2) Property owners are entitled to a jury trial on the amount of 10 compensation required under this chapter.
- 11 <u>NEW SECTION.</u> **Sec. 4.** A government entity is liable to a
- 12 prevailing property owner for the reasonable and necessary costs of any
- 13 actions brought under this chapter, plus any actual and demonstrable
- 14 economic losses suffered by the property owner due to the government
- 15 entity's regulation during the period in which it was in effect.
- 16 <u>NEW SECTION.</u> **Sec. 5.** If any action by a government entity results
- 17 in a taking of property under this chapter and causes a reduction in
- 18 the full cash value of real property, the government entity's assessor
- 19 or, if appropriate, the department of revenue, shall reflect the
- 20 reduction in valuation by reducing the assessed valuation of the
- 21 property on the tax rolls as of the next valuation date.
- 22 <u>NEW SECTION.</u> **Sec. 6.** This chapter shall not be construed as an
- 23 exclusive remedy or to diminish other rights of property owners under
- 24 existing law.
- 25 <u>NEW SECTION.</u> **Sec. 7.** This chapter does not apply in the case of
- 26 an exercise of police power to prevent noxious use of property or
- 27 tangible harm to the health and safety of the public.
- NEW SECTION. Sec. 8. This chapter may be known and cited as the
- 29 property investment protection act.
- NEW SECTION. Sec. 9. This act takes effect January 1, 2002.

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- 1 <u>NEW SECTION.</u> **Sec. 10.** Sections 1 through 9 of this act constitute
- 2 a new chapter in Title 64 RCW.

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