As Introduced

124th General Assembly Regular Session 2001-2002

H. B. No. 426

REPRESENTATIVES Young, Brinkman, Britton, Carey, Carmichael, DeWine, Fessler, Flowers, Hagan, Lendrum, Schaffer, Schmidt, Seaver, Webster, Willamowski

A BILL

To amend section 163.59 of the Revised Code to require

acquiring state agencies to make every reasonable

effort to provide a copy of the appraisal to the

owner of real property appraised at more than

\$10,000, to require those agencies to update or

obtain new appraisals under certain circumstances,

and to specify that their acquisition of property

must be for a clearly defined public purpose that

is to be achieved in a defined and reasonable

period of time.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF OHIO:

Section 1. That section 163.59 of the Revised Code be amended 11 to read as follows: 12

Sec. 163.59. In order to encourage and expedite the 13 acquisition of real property by agreements with owners, to avoid 14 litigation and relieve congestion in the courts, to assure 15 consistent treatment for owners in the many state and federally 16

assisted programs, and to promote public confidence in public land 17 acquisition practices, heads of acquiring agencies shall, to the 18

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greatest extent practicable, be guided by do or ensure the	19
acquisition satisfies all of the following policies:	20
(A) The head of an acquiring agency shall make every	21
reasonable effort to acquire expeditiously real property by	22
negotiation.	23
(B) In order for an acquiring agency to acquire real	24
property, the acquisition shall be for a clearly defined public	25
purpose that is to be achieved in a defined and reasonable period	26
of time.	27
(C) Real property shall be appraised before the initiation of	28
negotiations, and the owner or his the owner's designated	29
representative shall be given an a reasonable opportunity to	30
accompany the appraiser during his the appraiser's inspection of	31
the property, except that the head of the lead agency may	32
prescribe a procedure to waive the appraisal in cases involving	33
the acquisition by sale or donation of property with a low fair	34
market value. If the appraisal values the property at more than	35
ten thousand dollars, the head of the acquiring agency concerned	36
shall make every reasonable effort to provide a copy of the	37
appraisal to the owner. As used in this section, "appraisal" means	38
a written statement independently and impartially prepared by a	39
qualified appraiser setting forth an opinion of defined value of	40
an adequately described property as of a specified date, supported	41
by the presentation and analysis of relevant market information.	42
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$\frac{(C)}{(D)}$ Before the initiation of negotiations for real	44
property, the head of the acquiring agency concerned shall	45
establish an amount which he that the head of the acquiring agency	46
believes to be just compensation therefor for the property and	47
shall make a prompt offer to acquire the property for <u>no less than</u>	48
the full amount so established. In no event shall such that amount	49
be less than the agency's approved appraisal of the fair market	50

value of such the property. Any decrease or increase in the fair market value of real property prior to the date of valuation caused by the public improvement for which such the property is acquired, or by the likelihood that the property would be acquired for such that improvement, other than that due to physical deterioration within the reasonable control of the owner, will be disregarded in determining the compensation for the property. The

The head of the acquiring agency concerned shall provide the owner of real property to be acquired with a written statement of, and summary of the basis for, the amount he that the head of the acquiring agency established as just compensation. Where appropriate, the just compensation for the real property acquired and for damages to remaining real property shall be separately stated.

(D) The owner shall be given a reasonable opportunity to consider the offer of the acquiring agency for the real property, to present material that the owner believes is relevant to determining the fair market value of the property, and to suggest modification in the proposed terms and conditions of the acquiring agency shall consider the owner's presentation and suggestions.

(E) If information presented by the owner or a material change in the character or condition of the real property indicates the need for new appraisal information, or if a significant delay has occurred since the time of the appraisal of the property, the head of the acquiring agency concerned shall have the appraisal updated or obtain a new appraisal. If updated appraisal information or a new appraisal indicates that a change in the acquisition offer is warranted, the head of the acquiring agency shall promptly reestablish the amount of the just compensation for the property and offer that amount to the owner

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in writing.	83
(F) No owner shall be required to surrender possession of	84
real property before the acquiring agency concerned pays the	85
agreed purchase price, or deposits with the court for the benefit	86
of the owner, an amount not less than the agency's approved	87
appraisal of the fair market value of such the property, or the	88
amount of the award of compensation in the condemnation proceeding	89
for such <u>the</u> property.	90
$\frac{(E)(G)}{(G)}$ The construction or development of a public	91
improvement shall be so scheduled that no person lawfully	92
occupying real property shall be required to move from a dwelling,	93
or to move <u>his the person's</u> business or farm operation, without at	94
least ninety days' written notice from the head of the acquiring	95
agency concerned, of the date by which such the move is required.	96
Whenever possible, the head of the acquiring agency concerned	97
shall make every reasonable effort to finalize the acquisition of	98
the property before this notice is provided.	99
$\frac{(F)(H)}{(H)}$ If the head of an acquiring agency permits an owner or	100
tenant to occupy the real property acquired on a rental basis for	101
a short term or for a period subject to termination on short	102
notice, the amount of rent required shall not exceed the fair	103
rental value of the property to a short-term occupier.	104
$\frac{(G)}{(I)}$ In no event shall the head of an acquiring agency	105
either advance the time of condemnation, or defer negotiations or	106
condemnation and the deposit of funds in court for the use of the	107
owner, or take any other action coercive in nature, in order to	108
compel an agreement on the price to be paid for the <u>real</u> property.	109
$\frac{(H)}{(J)}$ If any interest in real property is to be acquired by	110
exercise of the power of eminent domain, the head of the acquiring	111
agency concerned shall institute formal condemnation proceedings.	112
No <u>head of an</u> acquiring agency head shall intentionally make it	113

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necessary for an owner to institute legal proceedings to prove the	114
fact of the taking of his the owner's real property.	115
$\frac{(I)(K)}{(K)}$ If the acquisition of only part of a property would	116
leave its owner with an uneconomic remnant, the head of the	117
acquiring agency concerned shall offer to acquire that remnant.	118
For the purposes of this division, an uneconomic remnant is a	119
parcel of real property in which the owner is left with an	120
interest after the partial acquisition of the owner's property and	121
which the head of the agency concerned has determined has little	122
or no value or utility to the owner.	123
Section 2. That existing section 163.59 of the Revised Code	124
is hereby repealed.	125