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2005 APR -5 P 6: 24

# WEST VIRGINIA LEGISLATURE

**SECOND REGULAR SESSION, 2006** 

# ENROLLED

House Bill No. 4048

(By Delegates Craig, Amores, Mahan, Morgan, Pethtel, Stemple, Caputo, Armstead, Schadler, Hamilton and Azinger)

Passed March 11, 2006

In Effect Ninety Days from Passage

FILED

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CITTOE WEST VIRGINIA SECRETARY OF STATE

## ENROLLED

H. B. 4048

(By Delegates Craig, Amores, Mahan, Morgan, Pethtel, Stemple, Caputo, Armstead, Schadler, Hamilton and Azinger)

[Passed March 11, 2006; in effect ninety days from passage.]

AN ACT to amend and reenact §16-18-3, §16-18-6 and §16-18-8 of the Code of West Virginia, 1931, as amended; and to amend said code by adding thereto a new section, designated §16-18-6a; and to amend and reenact §54-1-2 of said code; and to further amend said code by adding thereto a new section designated §54-1-2a, all relating to limiting the use of eminent domain; creating definitions for certain terms; prohibiting use of eminent domain for economic development and providing for limited exceptions; establishing a procedure for municipal urban renewal authorities to use eminent domain for properties only in blighted areas; requiring notice of public hearing and rights of property owners related to proposed condemnation of property; requiring municipal urban renewal authority to consider other alternatives to condemnation; requiring municipal urban renewal authority to show property is blighted or necessary for the redevelopment plan; requiring municipal urban renewal authority meet additional requirements before proceeding with condemnation of nonblighted property; creating right for property owner to appeal

the condemnation; requiring municipal authority to prove all statutory criteria have been met; protecting property owners right to relocation assistance; prohibiting use of eminent domain for economic development that would result in private economic gain; and requiring a good faith offer prior to condemnation.

Be it enacted by the Legislature of West Virginia:

That §16-18-3, §16-18-6 and §16-18-8 of the Code of West Virginia, 1931, as amended, be amended and reenacted; and that said code be amended by adding thereto a new section, designated §16-18-6a, and that §54-1-2 be amended and reenacted; and that said code be amended by adding thereto a new section, designated §54-1-2a, all to read as follows:

### **CHAPTER 16. PUBLIC HEALTH**

#### ARTICLE 18. SLUM CLEARANCE.

### §16-18-3. Definitions.

- 1 The following terms, wherever used or referred to in this
- 2 article, shall have the following meanings, unless a different
- meaning is clearly indicated by the context:
- 4 (a) "Area of operation" means in the case of a municipality,
- 5 the area within such municipality and the area within five miles
- of the territorial boundaries thereof, except that the area of
- 7 operation of a municipality under this article shall not include
- any area which lies within the territorial boundaries of another
- municipality unless a resolution shall have been adopted by the
- governing body of such other municipality declaring a need 10
- therefor; and in the case of a county, the area within the county, 11
- 12
- except that the area of operation in such case shall not include any area which lies within the territorial boundaries of a 13
- 14 municipality unless a resolution shall have been adopted by the
- 15 governing body of such municipality declaring a need therefor;

and in the case of a regional authority, shall mean the area 17 within the communities for which such regional authority is 18 created: *Provided*, That a regional authority shall not undertake 19 a redevelopment project within the territorial boundaries of any 20 municipality unless a resolution shall have been adopted by the 21 governing body of such municipality declaring that there is a 22 need for the regional authority to undertake such development 23 project within such municipality. No authority shall operate in 24 any area of operation in which another authority already 25 established is undertaking or carrying out a redevelopment 26 project without the consent, by resolution, of such other 27 authority.

- 28 (b) "Authority", "slum clearance and redevelopment 29 authority" or "urban renewal authority" means a public body, 30 corporate and politic, created by or pursuant to section four of 31 this article or any other public body exercising the powers, 32 rights and duties of such an authority as hereinafter provided.
- 33 (c) "Blighted area" means an area, other than a slum area, 34 which by reason of the predominance of defective or inadequate 35 street layout, faulty lot layout in relation to size, adequacy, 36 accessibility or usefulness, insanitary or unsafe conditions, 37 deterioration of site improvement, diversity of ownership, tax 38 or special assessment delinquency exceeding the fair value of 39 the land, defective or unusual conditions of title, improper 40 subdivision or obsolete platting, or the existence of conditions which endanger life or property by fire and other causes, or any 42 combination of such factors, substantially impairs or arrests the 43 sound growth of the community, retards the provision of 44 housing accommodations or constitutes an economic or social liability and is a menace to the public health, safety, morals, or 46 welfare in its present condition and use.

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47 (d) "Blighted property" means a tract or parcel of land that, 48 by reason of abandonment, dilapidation, deterioration, age or

- 49 obsolescence, inadequate provisions for ventilation, light, air or
- 50 sanitation, high density of population and overcrowding,
- 51 deterioration of site or other improvements, or the existence of
- 52 conditions that endanger life or property by fire or other causes,
- or any combination of such factors, is detrimental to the public
- 54 health, safety or welfare.
- (e) "Bonds" means any bonds, including refunding bonds,
- 56 notes, interim certificates, debentures, or other obligations
- 57 issued by an authority pursuant to this article.
- (f) "Community" means any municipality or county in the
- 59 state.
- 60 (g) "Clerk" means the clerk or other official of the munici-
- 61 pality or county who is the custodian of the official records of
- 62 such municipality or county.
- (h) "Federal government" is the United States of America
- or any agency or instrumentality, corporate or otherwise, of the
- 65 United States of America.
- (i) "Governing body" means the council or other legislative
- 67 body charged with governing the municipality or the county
- 68 court or other legislative body charged with governing the
- 69 county.
- 70 (j) "Mayor" means the officer having the duties customarily
- 71 imposed upon the executive head of a municipality.
- 72 (k) "Municipality" means any incorporated city, town or
- 73 village in the state.
- (l) "Obligee" means any bondholder, agents or trustees for
- any bondholders, or lessor demising to the authority property
- 76 used in connection with a redevelopment project, or any
- 77 assignee or assignees of such lessor's interest or any part

- thereof, and the federal government when it is a party to any contract with the authority.
- 80 (m) "Person" means any individual, firm, partnership,
- 81 corporation, company, association, joint stock association, or
- 82 body politic; and shall include any trustee, receiver, assignee,
- 83 or other similar representative thereof.
- 84 (n) "Public body" means the state or any municipality, 85 county, township, board, commission, authority, district, or any 86 other subdivision or public body of the state.
- (o) "Real property" includes all lands, including improvements and fixtures thereon, and property of any nature appurtenant thereto, or used in connection therewith, and every estate, interest and right, legal or equitable, therein, including terms for years and liens by way of judgment, mortgage or otherwise and the indebtedness secured by such liens.
- 93 (p) "Redeveloper" means any person, partnership, or public 94 or private corporation or agency which shall enter or propose to 95 enter into a redevelopment contract.
- 96 (q) "Redevelopment contract" means a contract entered into 97 between an authority and a redeveloper for the redevelopment 98 of an area in conformity with a redevelopment plan.
- 99 (r) "Redevelopment plan" means a plan for the acquisition, 100 clearance, reconstruction, rehabilitation, or future use of a 101 redevelopment project area.
- 102 (s) "Redevelopment project" means any work or undertak-103 ing:
- 104 (1) To acquire pursuant to the limitations contained in 105 subdivision (11), section two, article one, chapter fifty-four 106 slum areas or blighted areas or portions thereof, including

- lands, structures, or improvements the acquisition of which is necessary or incidental to the proper clearance, development or redevelopment of such slum or blighted areas or to the prevention of the spread or recurrence of slum conditions or conditions of blight;
- (2) To clear any such areas by demolition or removal of existing buildings, structures, streets, utilities or other improvements thereon and to install, construct, or reconstruct streets, utilities, and site improvements essential to the preparation of sites for uses in accordance with a redevelopment plan;
- 117 (3) To sell, lease or otherwise make available land in such 118 areas for residential, recreational, commercial, industrial or 119 other use or for public use or to retain such land for public use, 120 in accordance with a redevelopment plan; and
- 121 (4) Preparation of a redevelopment plan, the planning, 122 survey and other work incident to a redevelopment project and 123 the preparation of all plans and arrangements for carrying out 124 a redevelopment project.
- 125 (t) "Slum area" means an area in which there is a predomi-126 nance of buildings or improvements or which is predominantly 127 residential in character, and which, by reason of dilapidation, 128 deterioration, age or obsolescence, inadequate provision for 129 ventilation, light, air, sanitation, or open spaces, high density of 130 population and overcrowding, or the existence of conditions 131 which endanger life or property by fire and other causes, or any 132 combination of such factors, is conducive to ill health, transmis-133 sion of disease, infant mortality, juvenile delinquency and 134 crime, and is detrimental to the public health, safety, morals or 135 welfare.
- 136 (u) "Unblighted property" means a property that is not a 137 blighted property.

### §16-18-6. Preparation and approval of redevelopment plans.

- 1 (a) An authority shall not acquire real property for a 2 redevelopment project unless the governing body of the 3 community in which the redevelopment project area is located 4 has approved the redevelopment plans, as prescribed in 5 subsection (i) below.
- 6 (b) An authority shall not prepare a redevelopment plan for a redevelopment project area unless the governing body of the 8 community in which such area is located has, by resolution, 9 declared such area to be a slum or blighted area in need of 10 redevelopment.
- 11 (c) An authority shall not recommend a redevelopment plan 12 to the governing body of the community in which the redevel-13 opment project area is located until a general plan for the 14 development of the community has been prepared.
- 15 (d) The authority may itself prepare or cause to be prepared 16 a redevelopment plan or any person or agency, public or 17 private, may submit such a plan to an authority. A redevelop-18 ment plan shall be sufficiently complete to indicate its relation-19 ship to definite local objectives as to appropriate land uses, 20 improved traffic, public transportation, public utilities, recre-21 ational and community facilities and other public improvements 22 and the proposed land uses and building requirements in the 23 redevelopment project area, and shall include without being 24 limited to:
- 25 (1) The boundaries of the redevelopment project area, with 26 a map showing the existing uses and conditions of the real 27 property therein;
- 28 (2) A land use plan showing proposed uses of the area;

- 29 (3) Information showing the standards of population 30 densities, land coverage and building intensities in the area after 31 redevelopment;
- (4) A statement of the proposed changes, if any, in zoning
  ordinances or maps, street layouts, street levels or grades,
  building codes and ordinances;
- 35 (5) A site plan of the area; and
- 36 (6) A statement as to the kind and number of additional 37 public facilities or utilities which will be required to support the 38 new land uses in the area after redevelopment.
- 39 (e) Prior to recommending a redevelopment plan to the 40 governing body for approval, an authority shall submit such 41 plan to the planning commission of the community in which the 42 redevelopment project area is located for review and recom-43 mendations as to its conformity with the general plan for the 44 development of the community as a whole. The planning 45 commission shall submit its written recommendations with respect to the proposed redevelopment plan to the authority 46 47 within thirty days after receipt of the plan for review. Upon 48 receipt of the recommendations of the planning commission or, if no recommendations are received within said thirty days, then 49 50 without such recommendations, an authority may recommend 51 the redevelopment plan to the governing body of the commu-52 nity for approval.
- (f) Prior to recommending a redevelopment plan to the governing body for approval, an authority shall consider whether the proposed land uses and building requirements in the redevelopment project area are designed with the general purpose of accomplishing, in conformance with the general plan, a coordinated, adjusted and harmonious development of the community and its environs which will, in accordance with present and future needs, promote health, safety, morals, order,

61 convenience, prosperity and the general welfare, as well as 62 efficiency and economy in the process of development; 63 including, among other things, adequate provision for traffic, 64 vehicular parking, the promotion of safety from fire, panic and 65 other dangers, adequate provision for light and air, the promo-66 tion of the healthful and convenient distribution of population, 67 the provision of adequate transportation, water, sewerage and 68 other public utilities, schools, parks, recreational and commu-69 nity facilities and other public requirements, the promotion of 70 sound design and arrangement, the wise and efficient expendi-71 ture of public funds, the prevention of the recurrence of 72 insanitary or unsafe dwelling accommodations, slums, or 73 conditions of blight, and the provision of adequate, safe and 74 sanitary dwelling accommodations.

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- (g) The recommendation of a redevelopment plan by an authority to the governing body shall be accompanied by the recommendations, if any, of the planning commission concerning the redevelopment plan; a statement of the proposed method and estimated cost of the acquisition and preparation for redevelopment of the redevelopment project area and the estimated proceeds or revenues from its disposal to redevelopers; a statement of the proposed method of financing the redevelopment project; and a statement of a feasible method proposed for the relocation of families to be displaced from the redevelopment project area.
- 86 (h) The governing body of the community shall hold a 87 public hearing on any redevelopment plan or substantial 88 modification thereof recommended by the authority, after 89 public notice thereof by publication as a Class II legal adver-90 tisement in compliance with the provisions of article three, 91 chapter fifty-nine of this code, and the publication area for such 92 publication shall be the community. Public notice shall also 93 include notice by certified letter, return receipt requested to

- each property owner of record of all affected properties of the proposed project. The notice shall include:
- 96 (1) Notice of the public hearing time, date and location;
- 97 (2) The right to have an inspection by the municipal authority to determine if the property is blighted or unblighted;
- 99 (3) The inspection procedures; and
- 100 (4) The rights the property owner has pursuant to section 101 six-a of this article relating to unblighted properties in blighted 102 or slum areas.
- 103 The last publication shall be at least ten days prior to the 104 date set for the hearing. The notice shall describe the time, date, 105 place and purpose of the hearing and shall also generally 106 identify the area to be redeveloped under the plan. All inter-107 ested parties shall be afforded at such public hearing a reason-108 able opportunity to express their views respecting the proposed 109 redevelopment plan. The municipal authority shall consider 110 reasonable alternatives for the redevelopment project that will 111 minimize the use of eminent domain against any properties that 112 are not blighted.
- 113 (i) Following such hearing, the governing body may 114 approve a redevelopment plan if it finds that said plan is 115 feasible and in conformity with the general plan for the devel-116 opment of the community as a whole: Provided, That if the 117 redevelopment project area is a blighted area, the governing 118 body must also find that a shortage of housing of sound 119 standards and designs, adequate for family life, exists in the 120 community; the need for housing accommodations has been or 121 will be increased as a result of the clearance of slums in other 122 areas under redevelopment; the conditions of blight in the 123 redevelopment project area and the shortage of decent, safe and 124 sanitary housing cause or contribute to an increase in and

- 125 spread of disease and crime and constitute a menace to the 126 public health, safety, morals or welfare; and that the develop-127 ment of the blighted area for predominantly residential uses is 128 an integral part of and essential to the program of the commu-129 nity for the elimination of slum areas. A redevelopment plan 130 which has not been approved by the governing body when 131 recommended by the authority may again be recommended to 132 it with any modifications deemed advisable.
- 133 (j) A redevelopment plan may be modified at any time by 134 the authority: *Provided*, That if modified after the lease or sale 135 of real property in the redevelopment project area, the modifi-136 cation must be consented to by the redeveloper or redevelopers 137 of such real property or his successor, or their successors in 138 interest affected by the proposed modification. Where the 139 proposed modification will substantially change the redevelop-140 ment plan as previously approved by the governing body the 141 modification must similarly be approved by the governing 142 body.

## §16-18-6a. Municipal non-blighted property in slum or blight areas.

- 1 (a) The municipal authority shall have the burden to show 2 that a property is blighted. If the property owner does not allow 3 the authority to conduct an inspection of the property to 4 determine whether it is appropriate to deem the property 5 blighted or unblighted, then it is a rebuttable presumption that 6 the property is blighted.
- (b) When any area has been declared to be slum and blighted, pursuant to the provisions of this article, if a private property within that area is found to not be a blighted property, then to condemn the property pursuant to article two, chapter fifty four of the code, the municipal authority must demonstrate, in addition to all other lawful condemnation require-

- 13 ments, that the project or program requiring the clearance of the
- 14 slum and blighted area:
- 15 (1) Cannot proceed without the condemnation of the private
- 16 property at issue;
- 17 (2) That the private property shown not to be blighted
- 18 cannot be integrated into the proposed project or program once
- 19 the slum and blighted area surrounding such property is taken
- 20 and cleared;
- 21 (3) That the condemnation of the unblighted property is
- 22 necessary for the clearance of an area deemed to be slum or
- 23 blighted;
- 24 (4) That other alternatives to the condemnation of the
- 25 unblighted property are not reasonably practical;
- 26 (5) That every reasonable effort has been taken to ensure
- 27 that the unblighted property and its owners have been given a
- 28 reasonable opportunity to be included in the redevelopment
- 29 project or plan without the use of eminent domain;
- 30 (6) That no alternative site within the slum and blighted
- 31 area is available for purchase by negotiation that might substi-
- 32 tute as a site for the unblighted property;
- 33 (7) That the redevelopment project or plan could not be
- 34 restructured to avoid the taking of the unblighted property;
- 35 (8) That the redevelopment project or plan could not be
- 36 carried out without the use of eminent domain; and
- 37 (9) That there is specific use for the unblighted property to
- 38 be taken and a plan to redevelop and convert the unblighted
- 39 property from its current use to the stated specific use basically
- 40 exists.

- 41 (c) In any case when the municipal authority has decided to 42 pursue condemnation, the property owner shall have the right to seek review in the circuit court within the county wherein the 43 44 property lies. Prior to authorizing condemnation as provided 45 pursuant to article two, chapter fifty-four of the code, the court 46 must find that the property is blighted, or if unblighted, that the 47 authority has met the requirements of subsection (b) of this 48 section.
- 49 (d) All of the rights and remedies contained in article three, 50 chapter fifty-four of this code concerning relocation assistance 51 are available to the private property owner whose unblighted 52 property is being condemned, and if the property to be con-53 demned contains a business owned by the property owner, the 54 property owner is entitled to the amount, if any, which when 55 added to the acquisition cost of the property acquired by the 56 condemning authority, equals the reasonable cost of obtaining 57 a comparable building or property having substantially the same characteristics of the property sought to be taken.

### §16-18-8. Eminent domain.

1 (a) An authority shall have the right to acquire by the 2 exercise of the power of eminent domain, pursuant to the 3 limitations contained in subdivision (11), section two, article one, chapter fifty-four, any real property which it may deem 4 5 necessary for a redevelopment project or for its purposes under 6 this article after the adoption by it of a resolution declaring that 7 the acquisition of the real property described therein is neces-8 sary for such purposes. An authority may exercise the power of 9 eminent domain in the manner provided for condemnation 10 proceedings, in chapter fifty-four of the code of West Virginia, 11 one thousand nine hundred thirty-one, as amended, or it may 12 exercise the power of eminent domain in the manner now or 13 which may be hereafter provided by any other statutory provisions for the exercise of the power of eminent domain.

- 15 Property already devoted to a public use may be acquired in
- 16 like manner: *Provided*, That no real property belonging to the
- 17 municipality, the county or the state may be acquired without
- 18 its consent.
- 19 (b) When an authority has found and determined by
- 20 resolution that certain real property described therein is
- 21 necessary for a redevelopment project or for its purposes under
- 22 this article, the resolution shall be conclusive evidence that the
- 23 acquisition of such real property is necessary for the purposes
- 24 described therein.

### **CHAPTER 54. EMINENT DOMAIN**

### ARTICLE 1. RIGHT OF EMINENT DOMAIN.

# §54-1-2. Public uses for which private property may be taken or damaged.

- 1 (a) The public uses for which private property may be taken 2 or damaged are as follows:
- 3 (1) For the construction, maintenance and operation of
- 4 railroad and traction lines (including extension, lateral and
- 5 branch lines, spurs, switches and sidetracks), canals, public
- 6 landings, wharves, bridges, public roads, streets, alleys, parks
- 7 and other works of internal improvement, for the public use;
- 8 (2) For the construction and maintenance of telegraph,
- 9 telephone, electric light, heat and power plants, systems, lines,
- 10 transmission lines, conduits, stations (including branch, spur
- 11 and service lines), when for public use;
- 12 (3) For constructing, maintaining and operating pipelines,
- 13 plants, systems and storage facilities for manufacturing gas and
- 14 for transporting petroleum oil, natural gas, manufactured gas,
- 15 and all mixtures and combinations thereof, by means of pipes,

16 pressure stations or otherwise, (including the construction and 17 operation of telephone and telegraph lines for the service of 18 such systems and plants), and for underground storage areas 19 and facilities, and the operation and maintenance thereof, for 20 the injection, storage and removal of natural gas in subterranean 21 oil and/or gas bearing stratum, which, as shown by previous 22 exploration of the stratum sought to be condemned and within 23 the limits of the reservoir proposed to be utilized for such 24 purposes, has ceased to produce or has been proved to be 25 nonproductive of oil and/or gas in substantial quantities, when 26 for public use, the extent of the area to be acquired for such 27 purpose to be determined by the court on the basis of reason-28 able need therefor. Nothing in this subsection shall be construed 29 to interfere with the power of the state and its political subdivi-30 sions to enact and enforce ordinances and regulations deemed 31 necessary to protect the lives and property of citizens from the 32 effects of explosions of oil or gas;

(4) For constructing, maintaining and operating, water plants and systems, including lines for transporting water by any corporate body politic, or private corporation, for supplying water to the inhabitants of any city, town, village or community, for public use, including lands for pump stations, reservoirs, cisterns, storage dams, and other means of storing, purifying and transporting water, and the right to take and damage lands which may be flooded by the impounded waters, and to appropriate any spring, stream and the surrounding property necessary to protect, preserve and maintain the purity of any such spring, stream, reservoir, cistern and water impounded by means of any storage dam;

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45 (5) For the purpose of constructing, maintaining and 46 operating sewer systems, lines and sewage disposal plants, to 47 collect, transport and dispose of sewage. When in the interest 48 of the public welfare and the preservation of the public health, 49 the construction of a sewer line to serve a single building or

- 50 institution shall be deemed a public use, and, for such purpose,
- 51 the right of eminent domain, if within a municipal corporation,
- 52 may be exercised in the name of a municipal corporation, and
- 53 if not within a municipal corporation, in the name of the county
- 54 commission of the county in which the property is located;
- 55 (6) For the reasonable use by an incorporated company
- 56 engaged in a public enterprise of which the state or any county
- 57 or municipality is the sole or a part owner;
- 58 (7) For courthouses and municipal buildings, parks, public
- 59 playgrounds, the location of public monuments, and all other
- 60 public buildings;
- 61 (8) For cemeteries, and the extension and enlargement of
- 62 existing cemeteries: *Provided*, That no lands shall be taken for
- 63 cemetery purposes which lie within four hundred feet of a
- 64 dwelling house, unless to extend the boundaries of an existing
- 65 cemetery, and then only in such manner that the limits of the
- 66 existing cemetery shall not be extended nearer than four
- 67 hundred feet of any dwelling house distant four hundred feet or
- 68 more from such cemetery, or nearer than it was to any dwelling
- 69 house which is within four hundred feet thereof:
- 70 (9) For public schools, public libraries and public hospitals;
- 71 (10) For the construction and operation of booms (including
- 72 approaches, landings and ways necessary for such objects),
- 73 when for a public use;
- 74 (11) By the State of West Virginia for any and every other
- 75 public use, object and purpose not herein specifically men-
- 76 tioned, but in no event may "public use", for the purposes of
- 77 this subdivision, be construed to mean the exercise of eminent
- 78 domain primarily for private economic development.

79 For purposes of this subdivision, no private property may 80 be taken by the State of West Virginia or its political subdivi-81 sions without the owner's consent when the primary purpose of 82 the taking is economic development that will ultimately result 83 in ownership or control of the property transferring to another 84 private entity, other than one having the power of eminent 85 domain, whether by purchase agreement, long-term lease 86 agreement or any other mechanism whereby ownership or 87 control is effectively transferred: *Provided*, That a municipal 88 urban renewal authority may exercise a right of eminent domain 89 as to property only within an area designated a slum area or 90 blighted area under the provisions of article eighteen, chapter 91 sixteen of this code.

By the United States of America for each and every legitimate public use, need and purpose of the government of the United States, within the purview, and subject to the provisions of chapter one of this code.

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(12) For constructing, maintaining and operating pipelines, plants, systems and storage facilities, for the transportation by common carrier as a public utility of coal and its derivatives and all mixtures and combinations thereof with any substance by means of pipes, pressure stations or otherwise (including the construction and operation of telephone and telegraph lines for the service of such systems and plants), for public use: Provided, That the common carrier engages in some intrastate activity in this state, if there is any reasonable demand therefor: *Provided, however,* That in addition to all other requisites by federal or state constitutions, statute or common law required for the taking of private property for public use, a further prerequisite and condition precedent to the exercise of such taking of or damage to private property for public use as in this subsection hereinabove provided, is that the Public Service Commission of this state, in an appropriate hearing and proceeding on due notice to all interested persons, firms or

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corporations, in accordance with the procedure now or hereafter 113 114 established by statute and the regulations thereunder, shall have 115 found that such pipeline transportation of coal and its deriva-116 tives and all mixtures and combinations thereof is required for 117 the public convenience and necessity, and that the Public 118 Service Commission of this state shall not extend a certificate of convenience and necessity or make such finding of public 119 120 convenience and necessity unless, in addition to the other facts 121 required to support such findings, it shall have been established 122 by the applicant therefor that the patents and other similar rights 123 under which the applicant proposes to construct, maintain or 124 operate such pipeline, plants, systems and storage facilities 125 shall be and shall remain equally available, insofar as said 126 subsequent applicant may determine such availability, upon fair 127 and reasonable terms, to other bona fide applicants seeking a 128 certificate of convenience and necessity and finding of fact for 129 any other pipeline in West Virginia; for the purpose of making 130 the findings hereinbefore set forth the Public Service Commis-131 sion shall have and exercise jurisdiction, and that the aforesaid 132 findings in this proviso above set forth shall be subject to 133 judicial review as in other Public Service Commission proceed-134 ings.

It is the intention of the Legislature in amending this section by the addition of subdivision (12) to extend the right of eminent domain to coal pipelines for public use; to provide for regulation of such coal pipelines by the Public Service Commission of this state or the Interstate Commerce Commission of the United States of America, or both; to assure that such rights shall be extended only to public utilities or common carriers as distinguished from private carriers or contract carriers; to make patents covering the same equally available to others on fair and reasonable terms; and to prevent monopolistic use of coal pipelines by any users thereof which would result in any appreciable economic detriment to others similarly situated by reasons of any such monopoly.

### §54-1-2a. Notice; good faith purchase.

- 1 Prior to initiation of any condemnation proceeding pursuant
- 2 to slum and blight, the applicant must make a reasonable
- 3 attempt to notify all parties subject to a petition for condemna-
- 4 tion provided in section two of this article, and attempt to enter
- 5 into negotiations for purchase of the property with the owners.
- 6 The applicant shall make an offer in good faith for the purchase
- 7 of the property subject to the condemnation prior to initiation
- 8 of the condemnation proceeding.

That Joint Committee on Enrolled Bills hereby certifies that the foregoing bill is correctly enrolled.

Clandylwhite
Chairman Senate Committeey
Chairman House Committee

Originating in the House.

In effect ninety days from passage.

Clerk of the Senate

Snegg A. Sn

Clerk of the House of Delegates

Home D.

Speaker of the House of Delegates

PRESENTED TO THE GOVERNOR

MAR **2 9** 2006

Time 4:05