By the Committee on Transportation and Representative Eggelletion

A bill to be entitled 1 2 An act relating to Murphy Act lands; amending 3 s. 253.82, F.S.; providing for conveyance of all Murphy Act transportation easements to the 4 5 governmental entity currently having title to the adjacent roadway; requiring the 6 7 establishment of a procedure for review of 8 deeds containing Murphy Act transportation reservations; setting requirements for the 9 review process; providing for compensation of 10 11 certain property owners if the reservation denies the property owner the current economic 12 13 use of the property; amending s. 712.04, F.S.; 14 providing for reservations of easements in deeds by the Board of Trustees of the Internal 15 16 Improvement Trust Fund to be extinguished on a specified date, subject to certain limitations; 17 18 amending s. 712.05, F.S.; providing procedures 19 by which a governmental entity may preserve a 20 road reservation; requiring notice; providing an effective date. 21 22 Be It Enacted by the Legislature of the State of Florida: 23 24 Section 1. Subsection (6) is added to section 253.82, 25 26 Florida Statutes, to read: 27 253.82 Title of state or private owners to Murphy Act 28 lands.--29 (6)(a) All reservations of easements on deeds by the Board of Trustees of the Internal Improvement Trust Fund 30 conveying land acquired under chapter 18296, Laws of Florida,

1937, are hereby vested by operation of law and without the 1 2 necessity of instruments of conveyance from the Board of 3 Trustees of the Internal Improvement Trust Fund, in the governmental entity having right and title to the road to 4 5 which the reservations are adjacent. All reservations adjacent 6 to a road that was designated as a state road at the time of 7 the reservation and which road is currently held by the state 8 are conveyed to the Department of Transportation. All 9 reservations adjacent to a road that was designated as a state road at the time of the reservation and which is not held by 10 the state and which is located in an unincorporated area of a 11 12 county or on a road held by the county within any incorporated 13 area are conveyed to the respective counties. All other 14 reservations within incorporated areas adjacent to a road that was designated as a state road at the time of the reservation 15 16 and which are not otherwise conveyed to the state or the 17 county are conveyed to the incorporated area. The conveyance includes all right, title, and interests in the reservation 18 19 held by the Board of Trustees of the Internal Improvement 20 Trust Fund. 21

(b) Every entity holding title to Murphy Act
reservations must establish a procedure for review of any deed
containing a reservation when a review is requested or a road
project is anticipated. The review process must provide for:

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- 1. A determination of whether the language of the deed created a reservation at the time of the original conveyance.
- 3. The recording of a notice of the nonexistence of a reservation if reservation language in the deed does not impact the property.

- 4. A determination of whether any or all of the reservation may be released, and a form for recording the release.
- 5. A process to allow for review through mediation if requested by the property owner or through binding arbitration pursuant to the process in chapter 44.
- 6. Any administrative fee charged not to exceed the actual cost to review the deed, perform an appeal, and pay for any recording expenses, with no administrative fee to exceed \$300.
- (c)1. Any owner of property encumbered by a Murphy Act reservation who has been denied a release pursuant to this section of all or part of the reservation or who has received notice of a governmental entity's intent to preserve the reservation under s. 712.05, may appeal to the entity and show that the reservation substantially denies the property owner the current economic use of the property held by the owner. For purposes of this determination, the term "current economic use" means the use of the property on the date notice of the easement is filed under s. 712.05 or, if notice has not been received, upon the date the property owner applies for release of the easement.
- 2. Upon a determination by the governmental entity that the reservation substantially denies the property owner the current economic use of the property held by the owner, the entity must purchase the real property and improvements not retained by the property owner in fee simple title or release all or part of the reservation as necessary to allow for the current economic use of the property.
- $\underline{\mbox{3.}}$ When the governmental entity and the property owner are unable to agree as to whether the reservation

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substantially denies the current economic use of the property or as to the purchase price, the property owner may request mediation, and, if mediation is unsuccessful, the property owner may demand binding arbitration pursuant to the process in chapter 44 to resolve these issues.

- 4. Prior to the payment of any compensation, the property owner must provide the governmental entity copies of any title insurance policies and notice of any compensation received from a title company related to the easement, and the amount of any compensation received or due as a result of such title insurance policies shall be offset against the amount of compensation paid by the governmental entity.
- (d) The process for release of any reservation covered by this section or payment for property impacted by the use of a reservation covered by this section shall be solely in accordance with this section. Any action for the condemnation or inverse condemnation of property related to road construction is separate and distinct from any proceedings pursuant to this section.
- (e) The governmental entity is not liable for attorney's fees or costs incurred by the owner in establishing substantial denial of the current economic use or in establishing the purchase price of the property, or for any other attorney's fees or costs incurred by the owner under s. 712.04, s. 712.05, or this subsection.

Section 2. Section 712.04, Florida Statutes, is amended to read:

712.04 Interests extinguished by marketable record title.--Subject to the matters stated in s. 712.03, such marketable record title shall be free and clear of all 31 estates, interests, claims, or charges whatsoever, the

existence of which depends upon any act, title transaction, event or omission that occurred prior to the effective date of the root of title. All such estates, interests, claims, or 3 charges, however denominated, whether such estates, interests, 4 5 claims, or charges are or appear to be held or asserted by a person sui juris or under a disability, whether such person is 6 7 within or without the state, whether such person is natural or 8 corporate, or is private or governmental, are hereby declared to be null and void, except that this chapter shall not be deemed to affect any right, title, or interest of the United 10 11 States, Florida, or any of its officers, boards, commissions, or other agencies reserved in the patent or deed by which the 12 13 United States, Florida, or any of its agencies parted with 14 title. However, all reservations of easements in deeds by the Board of Trustees of the Internal Improvement Trust Fund 15 16 conveying land acquired under chapter 18296, Laws of Florida, 17 1937, and not preserved in accordance with s. 712.05(3), shall be extinguished by the Marketable Record Title Act on July 1, 18 19 2002, subject to the matters under s. 712.03, and further 20 subject to the right of any governmental entity holding title to the reservations to preserve such reservations that are 21 22 necessary for future transportation projects in adopted transportation plans by filing notice under s. 712.05(3), 23 before July 1, 2002. 24 25 Section 3. Subsection (3) is added to section 712.05, 26 Florida Statutes, to read: 27 712.05 Effect of filing notice.--28 (3) Any governmental entity claiming a road 29 reservation pursuant to a deed conveyed pursuant to the Murphy

Act may preserve the reservation or any portion thereof

necessary for future transportation projects in adopted

transportation plans and protect it from extinguishment by the operation of this chapter by filing for the record, prior to July 1, 2002, a notice, in writing, in accordance with the provisions of this chapter. The notice will have the effect of preserving the reservation or portion thereof for a period of 10 years if, prior to the end of the 10 years, the reservation is used or identified by the governmental entity in the plans of a road project scheduled for construction to begin prior to the end of the 10 years. Any reservation used or identified in the final design plans of a road project scheduled for construction to begin before the end of the 10 years is not extinguished. Section 4. This act shall take effect upon becoming a law.