Senate Fiscal Agency P. O. Box 30036 Lansing, Michigan 48909-7536



Telephone: (517) 373-5383 Fax: (517) 373-1986 TDD: (517) 373-0543

Senate Bill 519 (as introduced 4-15-99) Sponsor: Senator Mat J. Dunaskiss Committee: Local, Urban and State Affairs

Date Completed: 5-5-99

## CONTENT

The bill would amend the Uniform Condemnation Procedures Act to permit an agency to withdraw a good faith written offer and resubmit it, if the agency made the offer pursuant to the Act before January 28, 1994, and filed a complaint for acquisition of the property on or after December 26, 1996, and if the action were still pending. The amount of the resubmitted written offer could differ from the amount of the withdrawn written offer only to the extent necessary to reflect the reservation or waiver of rights to bring a Federal or State cost recovery action arising out of a release of hazardous substances at the property.

Currently under the Act, if an agency made a good faith written offer before January 28, 1994, but has not filed a complaint for acquisition of the property, the agency may withdraw that written offer and resubmit another written offer that complies with the Act. The bill would revise this provision as described above.

(Under the Act, when property is acquired by a public or private agency, the agency first must establish an amount that it believes is just compensation for the property. The agency must promptly submit to the property owner a good faith written offer to acquire the property for that amount. If the agency and the owner cannot reach an agreement for the purchase of the property, the agency may file an action in court to acquire the property. "Public agency" means a governmental unit, officer, or subdivision authorized by law to condemn property. "Private agency" means a person, partnership, association, corporation, or entity, other than a public agency, authorized by law to condemn property. )

MCL 213.55 Legislative Analyst: L. Arasim

## **FISCAL IMPACT**

The bill would result in potential costs to the State and local units of government. The number of cases that would be affected cannot be determined.

Fiscal Analyst: B. Bowerman

S9900\s519sa

This analysis was prepared by nonpartisan Senate staff for use by the Senate in its deliberations and does not constitute an official statement of legislative intent.