Representative Kenneth W. Sumsion proposes the following substitute bill:

1	EMINENT DOMAIN OF FEDERAL LAND
2	2012 GENERAL SESSION
3	STATE OF UTAH
4	Chief Sponsor: Kenneth W. Sumsion
5	Senate Sponsor:
6	
7	LONG TITLE
8	General Description:
9	This bill modifies provisions related to the condemnation of certain property possessed
10	by the federal government.
11	Highlighted Provisions:
12	This bill:
13	 modifies provisions related to the condemnation of certain property possessed by
14	the federal government
15	Money Appropriated in this Bill:
16	None
17	Other Special Clauses:
18	This bill takes effect on January 1, 2014.
19	Utah Code Sections Affected:
20	AMENDS:
21	78B-6-503.5, as enacted by Laws of Utah 2010, Chapter 250
22	
23	Be it enacted by the Legislature of the state of Utah:
24	Section 1. Section 78B-6-503.5 is amended to read:
25	78B-6-503.5. Other property which may be taken State as plaintiff.

26 (1) [Subject] Pursuant to the state's sovereign powers and the full and unconditional reservation of all rights related to those sovereign powers, and subject to Subsections (2) and 27 28 (3), property which may be taken under this part includes property possessed by the federal 29 government [unless the] except: 30 (a) property that was acquired by the federal government with the consent of the 31 Legislature and in accordance with the United States Constitution Article I, Section 8, Clause 32 17[.]; and 33 (b) property that is located within a federal reclamation project in accordance with 43 34 <u>U.S.C. Sec. 485 et seq.</u> 35 (2) The state or a political subdivision shall be the plaintiff described in Section 78B-6-507 in an action to condemn property described in Subsection (1). 36 37 (3) The following do not apply to an action authorized under Subsection (1): 38 (a) Section 78B-6-505: 39 (b) Section 78B-6-520; 40 (c) Section 78B-6-521; and 41 (d) Title 57, Chapter 12, Utah Relocation Assistance Act. 42 Section 2. Effective date. 43 This bill takes effect on January 1, 2014.

Legislative Review Note as of 2-27-12 12:01 PM

As required by legislative rule and practice, the Office of Legislative Research and General Counsel provides the following legislative review note to assist the Legislature in making its own determination as to the constitutionality of the bill. The note is based on an analysis of relevant state and federal constitutional law as applied to the bill. The note is not written for the purpose of influencing whether the bill should become law, but is written to provide information relevant to legislators' consideration of this bill. The note is not a substitute for the judgment of the judiciary, which has authority to determine the constitutionality of a law in the context of a specific case.

This bill authorizes a political subdivision to exercise eminent domain authority on property possessed by the federal government unless the property is owned by the federal government in accordance with the U.S. Constitution article I, section 8, clause 17, also known as the "Enclave Clause," or is located within a federal reclamation project. The U.S. Supreme Court has held that eminent domain authority, or the right to take and dispose land for public use and

necessity, belongs to the sovereign government of the land (i.e. federal or state government). *See* Pollard v. Hagan, 44 U.S. 212, 223 (1845). This bill contests the U.S. Supreme Court's opinion that the federal government is the sovereign of public land or property acquired by the federal government in accordance with federal constitutional authority other than the Enclave Clause.

In 1894 the U.S. Congress passed the Utah Enabling Act. Act Cong. July 16, 1894, ch. 138, 28 Stat. 107. The Act declared that as a condition of Utah's acceptance into the Union, the people of Utah "agree[d] that they forever disclaim[ed] all right and title to the unappropriated public lands lying within the boundaries thereof; and to all lands lying within said limits owned or held by any Indian or Indian tribes; and that until the title thereto shall have been extinguished by the United States, the same shall be and remain subject to the disposition of the United States " *Id.* at § 3. At this time, Utah also adopted the U.S. Constitution as a condition to joining the Union. *Id.*

Two clauses in the U.S. Constitution empower the federal government to own and retain land. The first, the Enclave Clause, authorizes the federal government to "purchas[e] by the Consent of the Legislature of the State" land for specific and enumerated purposes like military structures "and other needful Buildings." U.S. Const. art. I, sec. 8, cl. 17. This bill would not affect lands acquired by the federal government in accordance with the Enclave Clause. The bill would also not affect lands located within a federal reclamation project in accordance with 43 U.S.C. Sec. 485 et seq.

The second, the "Property Clause," authorizes Congress "to dispose of and make all needful Rules and Regulations respecting the Territory or other Property belonging to the United States...." U.S. Const. art. IV, sec. 3, cl. 2. Unlike the Enclave Clause, the Property Clause does not require that the federal government receive a state legislature's consent to own land. The U.S. Supreme Court has held that "Congress has the same power over [territory] as over any other property belonging to the United States; and this power is vested in Congress without limitation...." <u>United States v. Gratiot</u>, 39 U.S. 526, 537 (1840). *See also* <u>Kleppe v. New Mexico</u>, 426 U.S. 529, 539 (1976). Pursuant to its broad authority under the Property Clause, Congress may enact legislation to manage or sell federal land, and any legislation Congress enacts "necessarily overrides conflicting state laws under the Supremacy Clause." <u>Kleppe</u>, 426 U.S. at 543. *See* U.S. Const. art. VI, cl. 2.

Parties contesting federal control or ownership of public lands under the Property Clause have argued that the equal footing doctrine requires Congress' recognition of a state's sovereignty over public lands. "The equal footing doctrine is grounded in the idea that new states enter the Union with the same rights as the original states." Koch v. United States, DOI, Interior Bd. of Land Appeals, BLM, 47 F.3d 1015, 1018 (10th Cir. 1995) (citations omitted). The courts, however, have limited the equal footing doctrine to apply only to the title of land underlying navigable waters: "The equal footing doctrine simply does not cause land in non-navigable waters to pass from the federal government to the state." *Id.* at 1019. *See also* Texas v. Louisiana, 410 U.S. 702, 713 (1973). Furthermore, the equal footing doctrine requires political, not economic or geographic, equality between the states. United States v. Texas, 339 U.S. 707, 716 (1950). *See also* Texas v. Louisiana, 410 U.S. at 713.

2nd Sub. (Gray) H.B. 511

Based on the courts' previous application of the Property Clause, there is a high probability that a court would hold that the federal government is the sovereign of public lands surrendered to or withheld by the federal government at the time of Utah's acceptance into the Union. *See generally* United States v. Nye County, 920 F. Supp. 1108, 1109 (D. Nev. 1996); Gibson v. Chouteau, 80 U.S. 92 (1872). In short, a political subdivision of the state has no standing to exercise eminent domain or assert any other state law that is contrary to federal law on land or property that the federal government holds under the Property Clause.

Office of Legislative Research and General Counsel