Union Calendar No. 142 H.R. 3405

109TH CONGRESS 1ST SESSION

[Report No. 109-261, Part I]

To prohibit the provision of Federal economic development assistance for any State or locality that uses the power of eminent domain power to obtain property for private commercial development or that fails to pay relocation costs to persons displaced by use of the power of eminent domain for economic development purposes.

IN THE HOUSE OF REPRESENTATIVES

JULY 22, 2005

Mr. BONILLA (for himself, Ms. HERSETH, Mr. GOODLATTE, Ms. WATERS, Mr. POMBO, Mr. SMITH of Texas, Mr. DEFAZIO, Mr. OTTER, Mrs. DRAKE, Mr. BOYD, Mr. CALVERT, Mr. PEARCE, Mr. KUCINICH, Mr. DUNCAN, Mr. THORNBERRY, Mr. NEUGEBAUER, and Mr. MCKEON) introduced the following bill; which was referred to the Committee on Agriculture, and in addition to the Committees on Transportation and Infrastructure, Financial Services, Resources, and Education and the Workforce, for a period to be subsequently determined by the Speaker, in each case for consideration of such provisions as fall within the jurisdiction of the committee concerned

October 31, 2005

Additional sponsors: Mr. CANNON, Mr. CARTER, Mr. GOODE, Mr. MORAN of Kansas, Mrs. EMERSON, Mr. WALDEN of Oregon, Mr. MANZULLO, Mr. BOOZMAN, Mr. BARTLETT of Maryland, Mrs. CUBIN, Mr. TOM DAVIS of Virginia, Mr. BAKER, Mr. JONES of North Carolina, Mr. HALL, Mr. PITTS, Mr. PENCE, Mrs. MUSGRAVE, Mr. SHADEGG, Mr. FLAKE, Mr. WAMP, Mr. LUCAS, Mr. SCOTT of Georgia, Mr. SESSIONS, Mr. MCCAUL of Texas, Mr. GARRETT of New Jersey, Mr. CONAWAY, Mr. ROSS, Mr. KIND, Mr. MCINTYRE, Mr. PETERSON of Minnesota, Mr. LEACH, Mr. WILSON of South Carolina, Mr. LEWIS of Kentucky, Mr. BACHUS, Mr. KUHL of New York, Mr. CUELLAR, Mr. HERGER, Mr. MACK, Mr. DOO-LITTLE, Mr. MCGOVERN, MS. HARRIS, Mr. RAMSTAD, Mr. OSBORNE, Mr. SCHWARZ of Michigan, Mr. GUTKNECHT, Mr. HAYES, Mr. SALAZAR, Mr. CHANDLER, Mr. GENE GREEN of Texas, Mr. LATHAM, Mrs. JO ANN DAVIS of Virginia, Mr. GORDON, Mr. JENKINS, Mr. STUPAK, Mr. HOLDEN, Mr. ETHERIDGE, Mr. BOSWELL, MS. ROS-LEHTINEN, Mr. HAYWORTH, Mr. RANGEL, Mr. FORD, Mr. BURTON of Indiana, Mr. CAN-TOR, Mr. COBLE, Mr. COLE of Oklahoma, Mr. DEAL of Georgia, Mr. MARIO DIAZ-BALART of Florida, Mr. FORBES, Mr. HENSARLING, Mr. SAM JOHNSON of Texas, Mr. MCCRERY, Mr. NORWOOD, Mr. REHBERG, Mr. ROGERS of Michigan, Mr. RYAN of Wisconsin, Mr. SHUSTER, Mr. TIAHRT, Ms. JACKSON-LEE of Texas, Mr. ALEXANDER, Ms. KILPATRICK of Michigan, Mr. WELDON of Florida, Mr. COSTA, Mr. MARCHANT, Mr. CLAY, Mr. EDWARDS, Mrs. MYRICK, Mr. EVERETT, Mr. LEWIS of California, Mr. PUTNAM, Mr. ROGERS of Alabama, Mr. HUNTER, Mr. PAUL, Mr. BARROW, Mr. KLINE, Mr. AKIN, and Mr. CULBERSON

October 31, 2005

Reported from the Committee on Agriculture with an amendment

[Strike out all after the enacting clause and insert the part printed in italic]

October 31, 2005

Committees on Transportation and Infrastructure, Financial Services, Resources, and Education and the Workforce discharged; committee to the Committee of the Whole House on the State of the Union and ordered to be printed

[For text of introduced bill, see copy of bill as introduced on July 22, 2005]

A BILL

- To prohibit the provision of Federal economic development assistance for any State or locality that uses the power of eminent domain power to obtain property for private commercial development or that fails to pay relocation costs to persons displaced by use of the power of eminent domain for economic development purposes.
 - 1 Be it enacted by the Senate and House of Representa-
 - 2 tives of the United States of America in Congress assembled,

1 SECTION 1. SHORT TITLE.

2 This Act may be cited as the "Strengthening the Own3 ership of Private Property Act of 2005" or the "STOPP
4 Act of 2005".

5 SEC. 2. CONDITIONS OF FINANCIAL ASSISTANCE UNDER
6 FEDERAL ECONOMIC DEVELOPMENT PRO7 GRAMS.

8 (a) PROHIBITION OF ASSISTANCE.—

9 (1) PROHIBITION.—If, after the date of the enact-10 ment of this Act, an entity using the power of a State 11 engages in any conduct described in subsection (b), no 12 officer or employee of the Federal Government having 13 responsibility over Federal financial assistance under 14 any Federal economic development program shall 15 make such assistance available to the relevant entity 16 during the period described in paragraph (3).

17 (2) ENTITY TO WHICH ASSISTANCE IS PROHIB18 ITED.—In this subsection, the term "relevant entity"
19 means—

20 (A) the entity engaging in the conduct de21 scribed in subsection (b), if that entity is a State
22 or a unit of general local government of a State;
23 and

24 (B) the State or unit of general local gov25 ernment that gave authority for the entity to en26 gage in that conduct, in any other case.

1	(3) DURATION OF PROHIBITION.—The period re-
2	ferred to in paragraph (1) is the period that begins
3	on the date the officer or employee of the Federal Gov-
4	ernment having responsibility over Federal financial
5	assistance under the Federal economic development
6	program determines that the relevant entity has en-
7	gaged in the conduct described in subsection (b) and
8	ends with the earlier of—
9	(A) the day that is two years after the date
10	the period began; or
11	(B) the day that the property is returned to
12	the entity from whom the property was taken.
13	(b) Conduct Resulting in Prohibition of Assist-
14	ANCE.—The conduct described in this subsection is the fol-
15	
15	lowing:
15	lowing: (1) Any use of the power of eminent domain to
16	(1) Any use of the power of eminent domain to
16 17	(1) Any use of the power of eminent domain to take property from a private entity and transfer the
16 17 18	(1) Any use of the power of eminent domain to take property from a private entity and transfer the ownership of, or a leasehold interest, in the property
16 17 18 19	(1) Any use of the power of eminent domain to take property from a private entity and transfer the ownership of, or a leasehold interest, in the property (or a portion thereof) to another private entity, except
16 17 18 19 20	(1) Any use of the power of eminent domain to take property from a private entity and transfer the ownership of, or a leasehold interest, in the property (or a portion thereof) to another private entity, except for a transfer—
 16 17 18 19 20 21 	 (1) Any use of the power of eminent domain to take property from a private entity and transfer the ownership of, or a leasehold interest, in the property (or a portion thereof) to another private entity, except for a transfer— (A) for use by a public utility;

1	(C) for an aqueduct, pipeline, or similar
2	use;
3	(D) for a prison or hospital; or
4	(E) for any use during and in relation to
5	a national emergency or national disaster de-
6	clared by the President under other law.
7	(2) FAILURE TO PROVIDE RELOCATION ASSIST-
8	ANCE FOR PERSONS DISPLACED BY USE OF EMINENT
9	DOMAIN FOR ECONOMIC DEVELOPMENT.—Failing to
10	provide, to any person displaced from property by the
11	use of the power of eminent domain for any economic
12	development purpose, relocation assistance under the
13	Uniform Relocation Assistance and Real Property Ac-
14	quisition Policies Act of 1970 (42 U.S.C. 4601 et seq.)
15	in the same manner and to the same extent as reloca-
16	tion assistance would be required under such Act to
17	be provided by a Federal agency that undertakes a
18	program or project that results in displacement of the
19	person.

20 SEC. 3. PRIVATE RIGHT OF ACTION.

The owner of any real property taken by conduct resulting in the prohibition by this Act of assistance may,
in a civil action, obtain injunctive and declaratory relief
to require the enforcement of that prohibition.

5

1 SEC. 4. DEFINITIONS.

2	In this Act:
3	(1) Federal economic development pro-
4	GRAM.—The term "Federal economic development
5	program" means any of the following programs:
6	(A) Department of agriculture.—
7	(i) Forest service.—
8	(I) Programs under the National
9	Forest-Dependent Rural Communities
10	Economic Diversification Act of 1990
11	(7 U.S.C. 6611 et seq.).
12	(II) The rural development
13	through forestry program authorized
14	by the Department of the Interior and
15	Related Agencies Appropriations Act,
16	2006 (Public Law 109–54; 119 Stat.
17	538), and subsequent appropriations
18	laws.
19	(ii) RURAL BUSINESS—COOPERATIVE
20	SERVICE.—
21	(I) The intermediary relending
22	program under section 1323 of the
23	Food Security Act of 1985 (7 U.S.C.
24	1932 note).
25	(II) The rural business opportuni-
26	ties grant program under section

7

1	306(a)(11) of the Consolidated Farm
2	and Rural Development Act (7 U.S.C.
3	1926(a)(11)).
4	(III) The program for assistance
5	to cooperatives for economic develop-
6	ment under the Act of July 2, 1926 (7
7	U.S.C. 451 et seq.) and subtitle A of
8	the Agricultural Marketing Act of 1946
9	(7 U.S.C. 1621 et seq.).
10	(IV) The rural business enterprise
11	grants program under section $310B(c)$
12	of the Consolidated Farm and Rural
13	Development Act (7 U.S.C. 1932(c)).
14	(V) The rural economic develop-
15	ment loans and grants program under
16	title III of the Rural Electrification
17	Act of 1936 (7 U.S.C. 930 et seq.).
18	(iii) Rural utilities service.—
19	(I) The program for grants, direct
20	loans, and guaranteed loans for water
21	and waste disposal systems for rural
22	communities under paragraphs (1)
23	and (2) of section 306(a) of the Con-
24	solidated Farm and Rural Develop-
25	ment Act (7 U.S.C. 1926(a)).

1	(II) The Rural Utilities Service
2	program for grants and loans to the
3	Denali Commission under section
4	19(a)(2) of the Rural Electrification
5	Act of 1936 (7 U.S.C. 918a(a)(2)).
6	(iv) RURAL HOUSING SERVICE.—
7	(I) The rural community develop-
8	ment initiative pursuant to the Agri-
9	culture, Rural Development, Food and
10	Drug Administration, and Related
11	Agencies Appropriations Act, 2001
12	(Public Law 106–387; 114 Stat.
13	1549A–17) and the Agriculture, Rural
14	Development, Food and Drug Adminis-
15	tration, and Related Agencies Appro-
16	priations Act, 2005 (Public Law 108–
17	447; 118 Stat. 2826).
18	(II) The program for loans and
19	grants for essential community facili-
20	ties under section $306(a)(1)$ of the Con-
21	solidated Farm and Rural Develop-
22	ment Act (7 U.S.C. 1926(a)(1)).
23	(v) FARM SERVICE AGENCY.—The pro-
24	gram for loans to Indian tribes and tribal
25	corporations under the Consolidated Farm

and Rural Development Act (7 U.S.C. 1921
et seq.).
(vi) RURAL BUSINESS INVESTMENT
PROGRAM.—The rural business investment
program under subtitle H of the Consoli-
dated Farm and Rural Development Act (7
U.S.C. 2009cc et seq.).
(B) DEPARTMENT OF COMMERCE—ECO-
NOMIC DEVELOPMENT ADMINISTRATION.—Any
program for financial assistance under the Pub-
lic Works and Economic Development Act of
1965 (42 U.S.C. 3121 et seq.).
(C) DEPARTMENT OF HOUSING AND URBAN
DEVELOPMENT.—
(i) The community development block
grant programs under title I of the Housing
and Community Development Act of 1974
(42 U.S.C. 5301 et seq.), including the enti-
tlement grants, small cities, special purpose
and insular areas grants, States, Indian
tribe grants, and loan guarantee programs.
(ii) The brownfields economic develop-
ment initiative under section $108(q)$ of the
Housing and Community Development Act
of 1974 (42 U.S.C. $5308(q)$).

10

1	(iii) The rural housing and economic
2	development program of the Department of
3	Housing and Urban Development pursuant
4	to title II of the Departments of Veterans
5	Affairs and Housing and Urban Develop-
6	ment, and Independent Agencies Appropria-
7	tions Act, 2005 (Public Law 108-447; 118
8	Stat. 3300) and title II of the Departments
9	of Veterans Affairs and Housing and Urban
10	Development, and Independent Agencies Ap-
11	propriations Act, 1999 (Public Law 105-
12	276; 112 Stat. 2475).
13	(iv) The Indian housing block grant
14	program under the Native American Hous-
15	ing Assistance and Self-Determination Act
16	of 1996 (25 U.S.C. 4101 et seq.).
17	(D) DEPARTMENT OF THE INTERIOR—BU-
18	REAU OF INDIAN AFFAIRS.—The programs for
19	grants, loans, and loan guarantees for Indian
20	economic development of the Office of Economic
21	Development, Bureau of Indian Affairs of the
22	Department of the Interior.
23	(E) Department of the treasury.—The
24	community development financial institutions
25	fund program under subtitle A of title I of the

1	Riegle Community Development and Regulatory
2	Improvement Act of 1994 (12 U.S.C. 4701 et
3	seq.).
4	(F) APPALACHIAN REGIONAL COMMIS-
5	SION.—Any program for assistance for Appa-
6	lachian regional development under subtitle IV
7	of title 40, United States Code.
8	(G) NATIONAL CREDIT UNION ADMINISTRA-
9	TION.—The community development revolving
10	loan fund program for credit unions under the
11	Community Development Credit Union Revolv-
12	ing Loan Fund Transfer Act (42 U.S.C. 9822
13	note).
14	(H) DENALI COMMISSION.—The Denali
15	Commission program under the Denali Commis-
16	sion Act of 1998 (42 U.S.C. 2131 et seq.).
17	(I) Delta regional authority.—The
18	program for Delta regional development under
19	subtitle F of the Consolidated Farm and Rural
20	Development Act (7 U.S.C. 2009aa et seq.).
21	(J) Department of health and human
22	SERVICES.—The discretionary award program
23	relating to local community economic develop-
24	ment under section 680 of the Community Serv-
25	ices Block Grant Act (42 U.S.C. 9921).

1 (2) Federal financial assistance.—The term 2 "Federal financial assistance" has the meaning given 3 such term in section 101 of the Uniform Relocation 4 Assistance and Real Property Acquisition Policies Act 5 of 1970 (42 U.S.C. 4601). (3) STATE.—The term "State" means any of the 6 7 States of the United States, the District of Columbia, 8 the Commonwealth of Puerto Rico, the Commonwealth 9 of the Northern Mariana Islands, Guam, the Virgin 10 Islands, American Samoa, and any other territory or 11 possession of the United States.

12 SEC. 5. SEVERABILITY.

13 If any provision of this Act, or the application thereof,
14 is held invalid, the validity of the remainder of this Act
15 and the application of such provision to other persons and
16 circumstances shall not be affected thereby.

Union Calendar No. 142

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