Local Project Administration Training (April 2025)

Right of Way What you need to know





Today's Discussion

- Explain the process to acquire private property for a public purpose.
- Broad brush.
- It's about awareness.



When is right-of-way needed?

- When there are ANY impacts
 beyond the limits of existing property
 interest held in public ownership.
- Necessary if a project impacts ANY private property.



Can be permanent or temporary.

Government Has Power...

- Government has the power to acquire private property for public use.
- Known as eminent domain.
- Act of using this power is called condemnation.



... And Owners Have Rights

- U.S. Constitution
- State Constitution
- State Law
- Federal Uniform Act

Fifth Amendment To the U. S. Constitution

No person shall...be deprived of life, liberty, or property, without due process of law; nor shall private property be taken for public use, without just compensation.

Fourteenth Amendment

No State shall make or enforce any law which shall abridge the privileges or immunities of citizens of the United States; nor shall any State deprive any person of life, liberty, or property, without due process of law; nor deny to any person within its jurisdiction the equal protection of the laws.



Federal Uniform Act

Uniform Relocation Assistance and Real Property Acquisition Policies Act (Uniform Act) sets rules:

- Treat individuals fairly and consistently
- Encourage acquisition by agreement
- Minimize litigation





Federal Uniform Act

- If there is ANY federal money in a project, you must follow the Uniform Act.
- Uniform Act applies even if there is no federal money in right-of-way stage.
- Failure to follow federal right-of-way rules puts federal funding at risk.

MaineDOT Responsibilities

- MaineDOT handles right-of-way process on state & federal highways.
- Mapping, title research, appraisals, negotiations, condemnation and certification.
- Check out the table on page 6-3 of the Manual





Local Responsibilities

- Municipalities lead right-of-way process off state system.
- Must follow the same steps as MaineDOT.
- Municipal acquisitions may require help from professionals.



What does this work cost?

- Several professional disciplines and steps are involved in right-of-way acquisitions.
- MaineDOT recommends that you budget \$5,000 per parcel to cover this work.





That's a lot of money.

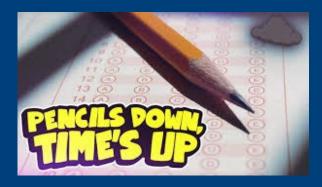
What are all the steps?





1. Identify the Impacts

 When design reaches Plan Impacts Complete (~ 75%), a project moves to right-of-way stage.



- Plans must show ALL project impacts beyond public right-of-way, including temporary ones.
- Checklist is found in "Project Design" chapter of the LPA Manual (Chapter 3).



Types of Rights Acquired

- Fee. Agency acquires all interest in a parcel or a portion of a parcel.
- Easement. Owner retains title, but agency obtains right to use property for specific purposes – drainage, guardrail, slope, etc.
- Temporary construction right. Agency obtains right to enter property during construction.
 - For staging of equipment, grading, etc. ...
 - Automatically expires at end of project.



2. Research Titles

Once you identify impacts ...

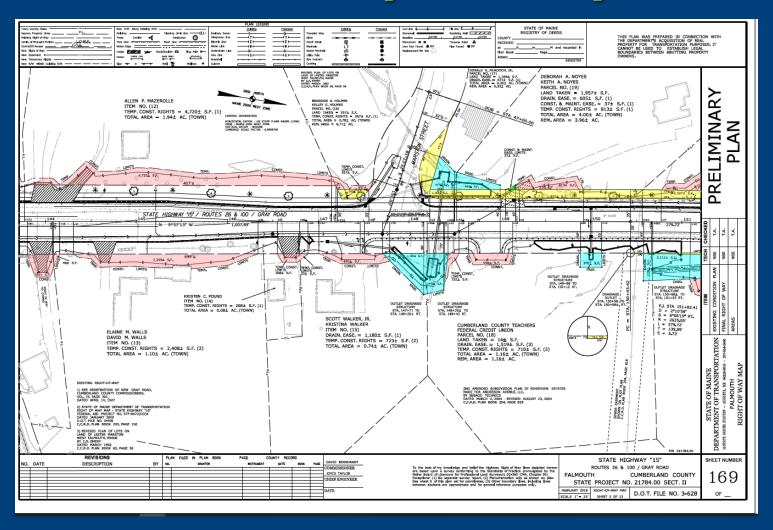
- Conduct title searches to identify & confirm ownership of properties affected by project.
- All interests in a property must be identified mortgages, liens and encumbrances.
- Research is done at county Registry of Deeds.

3. Map the Right-of-Way

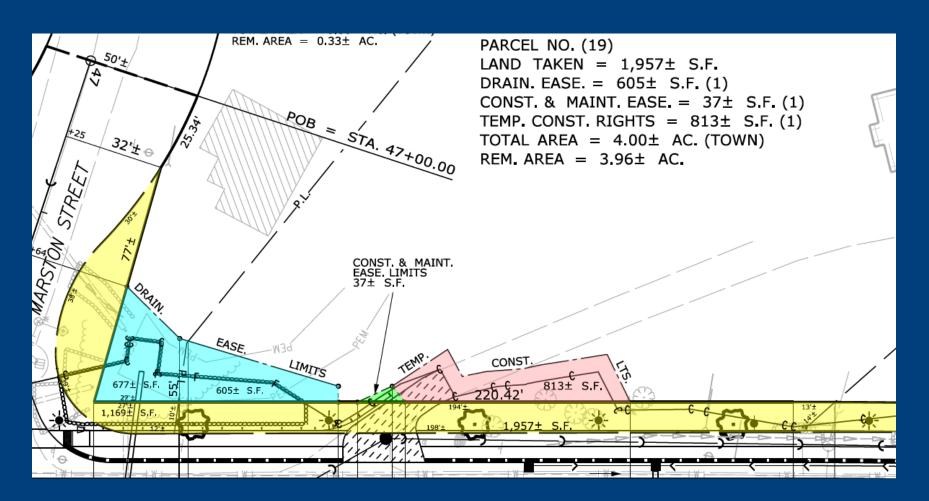
- The following details are mapped:
 - Property lines.
 - Abutting ownerships.
 - Planned acquisitions including temporary rights.
- Right-of-way maps are legal documents.
- Basis for the Notice of Layout and Taking filed with a county registry of deeds.



ROW Map Example



Example



4. Perform Appraisals

- Licensed or Certified appraisers prepare objective estimates of Fair Market Value of:
 - Rights to be acquired.
 - Compensable construction impacts.
 - Contributory value of improvements
- Appraiser should have experience with projects involving eminent domain.
- (RTA, Fed. Rule vs. State Rule, Larger Parcel)
- MaineDOT has list of pre-qualified appraisers.



5. Review the Appraisals

- By law, appraisals must be reviewed.
 - On System Projects MaineDOT's staff reviews.
 - > Off System Projects pre-qualified appraisers.
- In most cases, review appraiser recommends, accepts or rejects the appraised valuation.
- The reviewer's recommendation typically forms the basis for Just Compensation.



6. Determine Just Compensation

- Just Compensation applies whether rights are permanent or temporary.
- Acquiring agency must determine Just Compensation before making offers.
- At MaineDOT, the authority to determine Just Compensation resides with the Director of the Property Office or a designee.
- At a Municipality, Just Compensation is determined by the highest-ranking administrative officer.



7. Negotiate with Owners

 Negotiator presents each owner with a written offer of Just Compensation.



- Remember: Before discussing compensation:
- 1) Just Compensation must be determined, and
- 2) NEPA must be completed.



Negotiate with Owners (Cont.)

- Meet face-to-face, when possible.
- Discuss the overall purpose and impact of the project.
- Discuss the property specified impacts and takings.
- Offer at least the approved amount of Just Compensation.
- Make offer in writing and date it.
- Explain options & recourse.
- Document the contact & note any issues.



During Negotiations ...

- You can't coerce an owner into settling.
 - Getting caught using coercion = losing money.



- Allow reasonable time to consider offer.
 - MaineDOT gives property owners not less than 28 days from when the last offer is to made, to when rights are acquired through "condemnation."
 - Municipalities are expected do the same.



8. Pay Just Compensation

 The acquiring agency must make payment of Just Compensation <u>before</u> it can take possession of property.

- Payment to owners who have settled is the offer of Just Compensation or settlement amount.
- Payment to owners who have NOT settled receive the offer of Just Compensation.

9. Acquire the Rights

- MaineDOT typically acquires rights by filing Notice of Layout and Taking at a county Registry of Deeds.
- Municipalities typically acquire rights by individual documents or by filing Condemnation Orders.
 - Check with municipal attorney.

10. Certify the Right-of-Way

- Acquiring agency must certify that all rights were acquired in accordance with the Uniform Act.
- Certification is sent to MaineDOT with final Plans,
 Specifications & Estimate package (PS&E).
- Certifications must be completed before a project can be advertised.
- Sample is on page 6-24 of LPA Manual and online: https://www.maine.gov/mdot/lpa/lpadocuments/



Unsettled Cases

- Property owners sometimes disagree that the offer of Just Compensation is adequate for all proposed impacts.
 - Note: Not all impacts are eligible for compensation.
- Negotiations with owners who have not settled should continue in good faith until all reasonable options are exhausted, if necessary.
 - Note: Not a "once and done" or "take it or leave it" process.



Rights of Appeal

- MaineDOT refers unsettled acquisitions to the State Claims Commission 60 days after condemnation.
- Unsettled municipal acquisitions are heard at Superior Court.
- Cashing the Just Compensation check does NOT eliminate an owner's appeal rights.

What about Donations?

- MaineDOT does NOT solicit donations and discourages municipalities from doing so.
- Donations must be initiated by property owners.
- Owners making donations must be informed they are entitled to: 1) have an appraisal done; and
 2) Just Compensation.
- Owners who are donating must release an agency in writing from having to perform an appraisal and pay Just Compensation.



Things to Remember

- Rights of owners to Just Compensation and due process are protected by law.
- If federal money is involved, acquisition must conform to the Uniform Act.
- The Right of Way Certification must be completed before a project goes out to bid.
- Document ... Document ... Document !



Resources

- MaineDOT Multimodal Program:
 - Andrew Johnson, Senior Property Officer: 207-624-3345
 - Email: andrew.johnson@maine.gov
- MaineDOT Right of Way Manual:
 - > www.maine.gov/mdot/rowmanual/
- Federal Highway Administration:
 - www.fhwa.dot.gov/real_estate/publications/

