Sixty-second Legislative Assembly of North Dakota

## **SENATE BILL NO. 2362**

Introduced by

Senators Triplett, Taylor, Erbele

Representatives Keiser, Schmidt

- 1 A BILL for an Act to create and enact sections 47-05-18, 47-05-19, 47-05-20, 47-05-21, and
- 2 47-05-22 of the North Dakota Century Code, relating to the Uniform Conservation Easement-
- 3 Act; and to amend and reenact section 47-05-02.1 of the North Dakota Century Code, relating
- 4 to requirements for easements, servitudes, and nonappurtenant restrictions.

## 5 BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:

6 SECTION 1. AMENDMENT. Section 47-05-02.1 of the North Dakota Century Code is
 7 amended and reenacted as follows:

## 8 47-05-02.1. Requirements of easements, servitudes, or nonappurtenant restrictions

## 9 on the use of real property.

- <u>1.</u> Real property easements, servitudes, or any nonappurtenant restrictions on the use of
   real property, which become binding after July 1, 1977 July 31, 2011, shall beare
   subject to the requirements of this section. These requirements are deemed a part of
- any agreement for such<u>these</u> interests in real property whether or not printed in a
  document of agreement.
- 15 1. The area of land covered by the easement, servitude, or nonappurtenant restriction on
   16 the use of real property shallmust be properly described and shallmust set out the
   17 area of land covered by the interest in real property.
- 2. The duration of the easement, servitude, or nonappurtenant restriction on the use of
   real property must be specifically set out, and in no case may the duration of any
   interest in real property regulated by this section may not exceed ninety-nine years for real property on which a crop, including a forage crop, has been planted in the fifteen
   years before the created interest. The duration of an easement for a waterfowl
   production area acquired by the federal government, and consented to by the
- 23 production area acquired by the federal government, and consented to by the
- 24 governor or the appropriate state agency after July 1, 1985, may not exceed fifty

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1		years. The duration of a wetlands reserve program easement acquired by the federal
2	I	government pursuant to the Food, Agriculture, Conservation, and Trade Act of 1990
3		after July 1, 1991, may not exceed thirty years. The duration of a conservation
4		easement as defined in section 47-05-02.2 may not exceed forty years.
5	<del>3.<u>2.</u></del>	NoAn increase in the area of real property subject to the easement, servitude, or
6		nonappurtenant restriction shallmay not be made except by negotiation between the
7		owner of the easement, servitude, or nonappurtenant restriction and the owner of the
8		servient tenement.
9		TION 2. Section 47-05-18 of the North Dakota Century Code is created and enacted as-
10	follows:	
11	<u>47-0</u>	95-18. Definitions.
12	<u>3.</u>	As used in sections 47-05-18 through 47-05-22 this section, unless the context
13	1	otherwise requires:
14	<u>1.</u>	a. "Conservation easement" means a nonpossessory interest of a holder in real
15		property imposing limitations or affirmative obligations the purposes of which
16		include retaining or protecting natural, scenic, or open-space values of real
17		property; assuring its availability for agricultural, forest, recreational, or
18		open-space use; protecting natural resources; maintaining or enhancing air or
19		water quality; or preserving the historical, architectural, archaeological, or cultural
20	I	aspects of real property.
21	<u>2.</u>	b. "Holder" means a governmental body empowered to hold an interest in real
22		property under the laws of this state or the United States, or a charitable
23		corporation, charitable association, or charitable trust, the purposes or powers of
24		which include retaining or protecting the natural, scenic, or open-space values of
25		real property; assuring the availability of real property for agricultural, forest,
26		recreational, or open-space use; protecting natural resources; maintaining or
27		enhancing air or water quality; or preserving the historical, architectural,
28	I	archaeological, or cultural aspects of real property.
29	<u>3.</u>	"Third-party right of enforcement" means a right provided in a conservation easement
30		to enforce any of its terms granted to a governmental body, charitable corporation,

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1		charitable association, or charitable trust, which, although eligible to be a holder, is not	
2		<del>a holder.</del>	
3	SEC	CTION 3. Section 47-05-19 of the North Dakota Century Code is created and enacted as	
4	follows:		
5	<u> </u>	05-19. Creation, conveyance, acceptance, and duration.	
6	<u> <u> </u></u>	Except as otherwise provided in sections 47-05-18 through 47-05-22, a conservation	
7		easement may be created, conveyed, recorded, assigned, released, modified,	
8		terminated, or otherwise altered or affected in the same manner as other easements.	
9	<u> <u> </u></u>	A right or duty in favor of or against a holder and a right in favor of a person having a	
10		third-party right of enforcement may not arise under a conservation easement before	
11		its acceptance by the holder and a recordation of the acceptance.	
12	<u> <u> </u></u>	Except as provided in subsection 2 of section 47-05-20 and section 47-05-02.1, a	
13		conservation easement is unlimited in duration unless the instrument creating it	
14		otherwise provides.	
15	<u> <u>4.     </u></u>	An interest in real property in existence at the time a conservation easement is created	
16		is not impaired by it unless the owner of the interest is a party to the conservation	
17		easement or consents to it.	
18		TION 4. Section 47-05-20 of the North Dakota Century Code is created and enacted as	
19	follows:		
20	47-05-20. Judicial actions.		
21	<u> <u> </u></u>	-An action affecting a conservation easement may be brought by:	
22		a. An owner of an interest in the real property burdened by the easement;	
23		<u>b. A holder of the casement;</u>	
24		<u>c. A person having a third-party right of enforcement; or</u>	
25		<u>d. A person authorized by other law.</u>	
26	<u> <u>  2.     </u></u>	Sections 47-05-18 through 47-05-22 do not affect the power of a court to modify or	
27		terminate a conservation easement in accordance with the principles of law and	
28		equity.	
29		CTION 5. Section 47-05-21 of the North Dakota Century Code is created and enacted as	
30	follows:		

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1	<u> </u>	95-21. Validity.		
2	<u>— A cc</u>	onservation easement is valid even though:		
3	<u> <u> </u></u>	It is not appurtenant to an interest in real property:		
4	<u> <u> </u></u>	It can be or has been assigned to another holder;		
5	<u> <u> </u></u>	It is not of a character that has been recognized traditionally at common law;		
6	<u> <u>4.    </u></u>	<u>It imposes a negative burden;</u>		
7	<u> <u>5.    </u></u>	It imposes affirmative obligations upon the owner of an interest in the burdened		
8		property or upon the holder;		
9	<u> <u>6.   </u></u>	<u>The benefit does not touch or concern real property; or</u>		
10	<u> <u>7.    </u></u>	There is no privity of estate or of contract.		
11	<b>SECTION 6.</b> Section 47-05-22 of the North Dakota Century Code is created and enacted as-			
12	follows:			
13	<u>47-05-22. Applicability.</u>			
14	<u> <u> </u></u>	Sections 47-05-18 through 47-05-22 apply to any interest created after July 31, 2011,		
15		whether designated as a conservation easement or as a covenant, equitable		
16		servitude, restriction, easement, or otherwise.		
17	<u> <u> </u></u>	Sections 47-05-18 through 47-05-22 apply to any interest created before July 31,		
18		2011, if it would have been enforceable had it been created after its effective date		
19		unless retroactive application contravenes the constitution or laws of this state or the		
20		United States.		
21	<u> <u> </u></u>	Sections 47-05-18 through 47-05-22 do not invalidate any interest, whether		
22		designated as a conservation or preservation easement or as a covenant, equitable		
23		servitude, restriction, easement, or otherwise, that is enforceable under other law of		