

## 2025 South Dakota Legislature

## House Bill 1249

HOUSE COMMERCE AND ENERGY ENGROSSED

Introduced by: Representative Nolz

1 An Act to protect landowners from the use of deception, fraud, harassment, 2 intimidation, misrepresentation, or threat, in acquiring easements or 3 easement options.

4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF SOUTH DAKOTA:

5 Section 1. That a NEW SECTION be added to chapter 21-35:

6		A person owning or proposing a facility carrying carbon oxide, or an individual who	
7	<u>is acti</u>	ng as an agent of, is contracted with, or is employed by a person owning or proposing	
8	<u>a fac</u>	ility carrying carbon oxide, may not use any deception, fraud, harassment,	
9	<u>intimi</u>	intimidation, misrepresentation, or threat, to induce a landowner to grant an easement or	
10	easement option.		
11		An aggrieved landowner may bring an action in circuit court against any person	
12	<u>allege</u>	alleged to have violated this section no later than twelve months after the date the	
13	<u>violati</u>	on allegedly occurred.	
14		If the court determines deception, fraud, harassment, intimidation,	
15	misrepresentation, or threat was used to acquire or attempt to acquire an easement or		
16	<u>easen</u>	nent option, the court must declare the executed easement or easement option void	
17	and may:		
18	<u>(1)</u>	Order any compensation paid for the executed easement or easement option	
19		returned to the offending party;	
20	<u>(2)</u>	Order that the landowner may retain some or all of the compensation paid for the	
21		executed easement or easement option;	
22	<u>(3)</u>	Award the landowner up to three times the amount of the greatest compensation	
23		offered or the amount paid for the easement or easement option as punitive	
24		damages;	
25	<u>(4)</u>	Issue an injunction against the offending party; and	

- 1 Prohibit the individual who engaged in deception, fraud, harassment, intimidation, (5) 2 misrepresentation, or threat from participating in a negotiation or transaction to acquire an easement or easement option for a specified period of time or 3 4 permanently. 5 If the court rules in favor of the landowner, the court must award costs and 6 reasonable attorney fees to the landowner. 7 The aggrieved landowner shall file a copy of the court's decision with the Public 8 Utilities Commission. 9 Section 2. That a NEW SECTION be added to chapter 49-41B: 10 A land agent acting on behalf of a person operating or planning a pipeline facility carrying carbon oxide must be a pipeline facility employee, a resident of this state, or a 11 12 real estate agent licensed in this state. 13 Section 3. That a NEW SECTION be added to chapter 49-41B: 14 Upon receipt of a copy of the court's decision pursuant to section 1 of this Act, the 15 commission may refuse to issue a permit for the proposed facility carrying carbon oxide
- 16 <u>as to the affected portion of the aggrieved landowner's property.</u>