## First Regular Session Sixty-ninth General Assembly STATE OF COLORADO

## **INTRODUCED**

LLS NO. 13-0847.01 Jason Gelender x4330

**SENATE BILL 13-191** 

SENATE SPONSORSHIP

Hodge,

Williams,

HOUSE SPONSORSHIP

Senate Committees

Local Government

**House Committees** 

## A BILL FOR AN ACT

101 CONCERNING THE ACQUISITION OF RIGHTS-OF-WAY BY PIPELINE 102 COMPANIES.

## **Bill Summary**

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at http://www.leg.state.co.us/billsummaries.)

Article 5 of title 38, C.R.S., governs rights-of-way for transmission companies and grants the right of eminent domain to any domestic or foreign electric light power, gas, or pipeline company authorized to do business in Colorado for the purpose of obtaining rights-of-way for wires, pipes, regulator stations, substations, and systems needed to conduct its business. The bill clarifies that, subject to state constitutional and statutory requirements that require payment of just compensation and otherwise govern the exercise of the power of eminent domain, companies that operate pipelines that convey oil, gasoline, or other petroleum or hydrocarbon products are pipeline companies granted the right of eminent domain. A pipeline company must also comply with all applicable laws and regulations, including, but not limited to, federal pipeline safety regulations.

1 Be it enacted by the General Assembly of the State of Colorado:

2 SECTION 1. In Colorado Revised Statutes, amend 38-5-101 as
3 follows:

4 **38-5-101.** Use of public highways - definition. Any domestic or 5 foreign electric light power COMPANY, gas COMPANY, or pipeline 6 company THAT IS authorized to do business under the laws of this state or 7 any city or town owning THAT OWNS electric power producing or 8 distribution facilities shall have the right to construct, maintain, and 9 operate PIPELINES OR lines of electric light, wire, or power or pipeline 10 along, across, upon, and under any public highway in this state, subject 11 to the provisions of this article AND ALL OTHER APPLICABLE LAWS AND 12 REGULATIONS, INCLUDING, BUT NOT LIMITED TO, FEDERAL PIPELINE 13 SAFETY REGULATIONS. Such PIPELINES OR lines of electric light, wire, or 14 power or pipeline shall MUST be so constructed and maintained SO as not 15 to obstruct or hinder the usual travel on such THE highway. AS USED IN 16 THIS ARTICLE, "PIPELINE COMPANY" INCLUDES A COMPANY LAWFULLY 17 FORMED UNDER THE LAWS OF THIS STATE OR OF ANY OTHER STATE THAT 18 IS PERMITTED BY ITS ORGANIZATIONAL DOCUMENTS TO CONSTRUCT A 19 PIPELINE FOR GAS, OIL, OR OTHER PETROLEUM OR HYDROCARBON 20 PRODUCTS.

21 SECTION 2. In Colorado Revised Statutes, amend 38-5-102 as

1 follows:

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2 38-5-102. Right-of-way across state land. Any domestic or 3 foreign electric light power COMPANY, gas COMPANY, or pipeline 4 company authorized to do business under the laws of this state, or any city 5 or town owning electric power producing or distribution facilities shall 6 have the right to construct, maintain, and operate PIPELINES OR lines of 7 electric light, wire, or power or pipeline and obtain permanent 8 right-of-way therefor over, upon, under, and across all public lands 9 owned by or under the control of the state upon the payment of such 10 compensation and upon compliance with such reasonable conditions as 11 may be required by the state board of land commissioners MAY REQUIRE.

SECTION 3. In Colorado Revised Statutes, amend 38-5-103 as
follows:

14 **38-5-103.** Power of companies to contract. Such ANY FOREIGN 15 OR DOMESTIC electric light power COMPANY, gas COMPANY, or pipeline 16 company or such ANY city or town shall have power THE RIGHT to 17 contract with any person or corporation the owner of THAT OWNS any 18 lands or any franchise, easement, or interest therein IN LANDS over or 19 under which the PIPELINE OR THE line of electric light, wire, OR power or 20 pipeline is proposed to be laid or created for the right-of-way for the 21 construction, maintenance, and operation of its electric light wires, pipes, 22 poles, regulator stations, substations, or other property and for the 23 erection, maintenance, occupation, and operation of offices at suitable 24 distances for the public accommodation.

25 SECTION 4. In Colorado Revised Statutes, amend 38-5-104 as
 26 follows:

**38-5-104. Right-of-way across private lands.** (1) Such ANY

-3-

1 telegraph COMPANY, telephone COMPANY, electric light power COMPANY, 2 gas COMPANY, or pipeline company or such ANY city or town THAT OWNS 3 ELECTRIC POWER PRODUCING OR DISTRIBUTION FACILITIES shall be entitled 4 to the right-of-way over or under the land, property, privileges, 5 rights-of-way, and easements of other persons and corporations and to the 6 right to erect its poles, wires, pipes, regulator stations, substations, 7 systems, and offices upon making just compensation therefor in the 8 manner provided by law. The rights granted by this section and section 9 38-5-105 to such electric light power COMPANIES, gas COMPANIES, or 10 pipeline companies or to such cities and towns shall DO not extend to the 11 taking of any portion of the right-of-way of a railroad company, except 12 to the extent of acquiring any necessary easement to cross the same or to 13 serve such THE railroad company with electric light, power, or gas 14 service. The rights granted by this section and section 38-5-105 to 15 telegraph or telephone companies shall DO not extend to the taking of any 16 portion of the right-of-way of a railroad company, except to the extent of 17 acquiring any easement which THAT does not materially interfere with the 18 existing use by the railroad company, or except to the extent of acquiring 19 any necessary easement to cross the same or to serve such THE railroad 20 company with telegraph or telephone service.

(2) If any right-of-way is taken by such A telegraph COMPANY,
telephone COMPANY, electric light power COMPANY, gas or COMPANY,
pipeline company, city, or town TAKES RIGHT-OF-WAY over any portion
of the right-of-way of a railroad company, the taking party shall pay the
entire cost of constructing its facilities along such THE right-of-way,
including any expenses incurred by the railroad for inspection and
flagging as reasonably necessary to avoid interference with safe operation

-4-

1 of the railroad. The taking party shall also bear the entire cost, including 2 the cost of such ANY inspection and flagging, of removing, relocating, 3 altering, or protecting any facility installed on THE right-of-way so taken 4 if, at any time, such THE removal, relocation, alteration, or protection 5 becomes reasonably necessary to avoid interference with the railroad 6 company's ability to use its original right-of-way to operate its railroad 7 efficiently and safely and to efficiently and safely serve existing, new, or 8 potential railroad customers. The taking party shall indemnify the railroad 9 company from all losses and expenses resulting from the negligence of 10 the taking party AND its successors or contractors, in connection with or 11 related to such THE right-of-way. The A taking party shall have HAS no 12 claim against the railroad for any loss resulting from damage to the taking 13 party's telegraph or telephone facilities resulting from any unforeseen 14 emergencies or acts of God such as derailment, explosions, collisions, or 15 activities reasonably performed in repairing damages caused by such 16 occurrences.

SECTION 5. In Colorado Revised Statutes, amend 38-5-105 as
follows:

19 38-5-105. Companies, cities, and towns have eminent domain 20 **right.** Such A telegraph COMPANY, telephone COMPANY, electric light 21 power COMPANY, gas COMPANY, or pipeline company or such A city or 22 town is vested with the power of eminent domain and authorized to 23 proceed to obtain rights-of-way for poles, wires, pipes, regulator stations, 24 substations, and systems for such purposes by means thereof. Whenever 25 such company or such city or town is unable to secure by deed, contract, 26 or agreement such rights-of-way for such purposes over, under, across, 27 and upon the lands, property, privileges, rights-of-way, or easements of

1 persons or corporations, it shall be IS lawful for such telegraph, telephone, 2 electric light power, gas, or pipeline company or any SUCH COMPANY, 3 city, or town owning electric power producing or distribution facilities to 4 acquire such title in the manner <del>now</del> provided by law for the exercise of 5 the right of eminent domain and in the manner as set forth in this article. 6 SUCH COMPANY, CITY, OR TOWN EXERCISING THE RIGHT OF EMINENT 7 DOMAIN PURSUANT TO THIS ARTICLE SHALL PROVIDE JUST COMPENSATION 8 AS REQUIRED BY SECTION 15 OF ARTICLE II OF THE STATE CONSTITUTION 9 AND SHALL ABIDE BY THE REQUIREMENTS OF ARTICLE 1 OF THIS TITLE. 10 **SECTION 6. Safety clause.** The general assembly hereby finds, 11 determines, and declares that this act is necessary for the immediate

12 preservation of the public peace, health, and safety.