Other Legal Issues in Sign Codes

Birmingham, Alabama July 26, 2019







Permitting

- Activate the ordinance
- Additional permits required?
- Administrative designee
- Required information
- Exemptions
- Fees



Permitting fees

Set fee: A flat fee for all signs

Valuation: The fee is based on the value of the sign.

Sign size: Fees increase as the area or height of the sign

increases.

Hybrid: A combination of the valuation method and the sign size method

Fees should be enough to cover administrative costs – not to generate revenue

Prior Restraint

1. The ordinance could lack <u>procedural safeguards</u>, which means that it does not set out a prompt timeframe for review of a permit application.

Where an ordinance is content-neutral, it is not required to have a definite timeframe, but the timeframe may not be arbitrarily long.

2. The ordinance could grant government officials <u>unbridled discretion</u> in approving or denying the permit if the language of the ordinance does not provide sufficient direction for review of the permit application.

Official approve/reject signs only on basis of consistency with "general health, safety, and welfare".

Design review presents a series of potential obstacles



Due Process

- 14th Amendment: "Nor shall any State deprive any person of life, liberty, or property without due process of law"
- Procedural Due Process
 - Sufficient Notice, Fair Hearing
 - Example: Vague Standards
- Substantive Due Process
 - If Substance of Regulation Deprives a Fundamental Right
 - Example: "Unreasonable" Permit Fees



Takings

5th Amendment: "nor shall private property be taken for public use without just compensation"

- Direct Taking (Eminent Domain)
- Non-conforming signs
- Amortization



Code Enforcement

Not enough resources, time or personnel

Fees from permitting in special cases

Local government bears the burden of proving that the fee charged bears a reasonable relationship to the actual costs of administering the permit system.

Courts will invalidate sign permit fees if a local government fails to show that the fee was reasonably related to the costs of enforcement



Legislation That Affects Signs

- Highway Beautification Act of 1965
- Alabama Department of Transportation
- Federal Manual on Uniform Traffic Control Devices (MUTCD)



Lanham Act

- Protects federally registered names, marks, emblems, slogans, colors, etc.
- Prohibits the government from requiring the alteration of a trademark





Recommendations

- Consult with city attorney early on in process of drafting regulations
- Do not copy language from other cities; may be borrowing unconstitutional rules
- As always, main consideration is tolerance of risk from legal exposure

