

FIRST SECTION

CASE OF BONACCHI AND OTHERS v. ITALY

(Applications nos. 34363/07 and 54669/08)

JUDGMENT

STRASBOURG

6 April 2023

This judgment is final but it may be subject to editorial revision.



In the case of Bonacchi and Others v. Italy,

The European Court of Human Rights (First Section), sitting as a Committee composed of:

Péter Paczolay, President,

Gilberto Felici,

Raffaele Sabato, judges,

and Liv Tigerstedt, Deputy Section Registrar,

Having regard to:

the two applications against the Italian Republic lodged with the Court under Article 34 of the Convention for the Protection of Human Rights and Fundamental Freedoms ("the Convention") by the applicants listed in the appended table ("the applicants"), on the various dates and with the various representatives indicated therein;

the decision to give notice of the applications to the Italian Government ("the Government"), represented by their Agent, M L. D'Ascia;

the parties' observations;

the decision to reject the Government's objection to the examination of the applications by a Committee.

Having deliberated in private on 14 March 2023,

Delivers the following judgment, which was adopted on that date:

SUBJECT MATTER OF THE CASE

- 1. The case concerns the expropriation of the applicants' land and the subsequent award of compensation based on the criteria established by section 5 *bis* of Law no. 359 of 8 August 1992 ("Law 359/1992").
- 2. The applicants were the owners of plots of land located, respectively, in Agliana and Padua (see the appended table). The national authorities adopted development plans which included portions of the applicants' land and authorised the urgent occupation thereof. Subsequently, they issued expropriation orders and offered payment of compensation, which the applicants refused.
- 3. The applicants instituted judicial proceedings, claiming that the compensation offered by the national authorities was insufficient.
- 4. In each case, the national courts appointed experts to carry out an estimation of the value of the land and awarded compensation for the expropriation and compensation for the period during which the land had been occupied before the expropriation order (*indennità di occupazione*) was issued. The calculation of those amounts was based on the criteria contained in section 5 *bis* of Law 359/1992, which had entered into force on 14 August 1992.
- 5. Further information on each application can be found in the appended table.

6. The applicants complained, under Article 1 of Protocol No. 1 to the Convention, of a disproportionate interference with their property rights on account of the allegedly inadequate amounts of compensation they had received. They complained both of inadequate expropriation compensation and of insufficient compensation for the period of lawful occupation.

THE COURT'S ASSESSMENT

I. JOINDER OF THE APPLICATIONS

7. Having regard to the similar subject matter of the applications, the Court finds it appropriate to examine them jointly in a single judgment.

II. PRELIMINARY ISSUE

- 8. With regard to application no. 54669/08, the Court takes note of the information regarding the death of the applicants Paolo Mason, Giorgio Mason, Tarcisio Mason and Lidia Ferraresso and of the wish of their heirs, as specified in the appended table, to continue the proceedings in their stead, as well as of the absence of any objection to that wish on the Government's part.
- 9. Therefore, the Court considers that the specified heirs have standing to continue the proceedings on behalf of the deceased.
- 10. However, for practical reasons, reference will still be made to the initial applicants throughout the ensuing text.

III. THE GOVERNMENT'S REQUEST TO STRIKE OUT THE APPLICATIONS UNDER ARTICLE 37 § 1 OF THE CONVENTION

11. The Government submitted unilateral declarations which do not offer a sufficient basis for finding that respect for human rights as defined in the Convention does not require the Court to continue its examination of the case (Article 37 § 1 *in fine*). The Court rejects the Government's request to strike out the applications and will accordingly pursue its examination of the merits of the case (see *Tahsin Acar v. Turkey* (preliminary issue) [GC], no. 26307/95, § 75, ECHR 2003-VI).

IV. ALLEGED VIOLATION OF ARTICLE 1 OF PROTOCOL NO. 1 TO THE CONVENTION

- 12. The relevant domestic law and practice have been summarised in *Scordino v. Italy (no. 1)* ([GC], no. 36813/97, §§ 47-61, ECHR 2006-V).
- 13. The Government submitted that the applicants were no longer victims of the violation complained of as they had obtained adequate compensation for the properties of which they had been deprived. The Court considers that

the matter of the applicants' victim status is closely linked to that of the proportionality of the interference in question. It therefore joins that matter to the merits of the complaint.

- 14. As the complaint is not manifestly ill-founded within the meaning of Article 35 § 3 (a) of the Convention or inadmissible on any other grounds, it must be declared admissible.
- 15. The Court refers to its judgment in the case of *Scordino* (cited above, §§ 93-98) for a summary of the relevant principles applicable in the present case.
- 16. The Court notes that the applicants were deprived of their properties in accordance with national law and that the expropriations pursued a legitimate aim in the public interest. Furthermore, the applications concern distinct expropriations which were neither carried out as part of a process of economic, social or political reform nor linked to any other specific circumstances. Accordingly, the Court does not discern any legitimate objective "in the public interest" capable of justifying the payment of compensation less than the market value.
- 17. In the present case, the expropriation compensation awarded to the applicants was calculated on the basis of the criteria laid down in section 5 *bis* of Law 359/1992 and, as a consequence, they received amounts far lower than the market value of the properties.
- 18. Additionally, in application no. 54669/08 the applicants argued that the compensation they received was effectively reduced by 20% on account of taxation. The Court has already found that the levying of taxes on expropriation compensation does not amount to a disproportionate interference under Article 1 of Protocol No. 1 (see *Cacciato v. Italy* (dec.), no. 60633/16, § 32, 16 January 2018).
- 19. Nevertheless, it has also found, in similar cases, that the level of compensation under section 5 *bis* of Law 359/1992 was inadequate and that the applicants in those cases had to bear a disproportionate and excessive burden (see *Scordino*, cited above, §§ 99-104). Having examined all the material submitted to it and the parties' observations, the Court has not found any fact or argument capable of persuading it to reach a different conclusion in the present case.
- 20. Furthermore, the Court notes that the national courts awarded the applicants compensation for the period during which the land had been occupied before the expropriation orders were issued, which was equal to statutory interest applied to the amount awarded as expropriation compensation. As a consequence, this amount was also significantly lower than the amount that would have been obtained had it been calculated on the basis of the properties' market value.
- 21. In this connection, the Court has already found that the compensation for the period of lawful occupation should be calculated on the basis of the market value of the land (see *Luigi Serino v. Italy (no. 3)*, no. 21978/02,

- §§ 37-39, 12 October 2010). The Court sees no reason to depart from its previous case-law.
- 22. Accordingly, the Court rejects the Government's preliminary objection and, ruling on the merits of both applications, finds that there has been a violation of Article 1 of Protocol No. 1 to the Convention.

APPLICATION OF ARTICLE 41 OF THE CONVENTION

- 23. The applicants claimed the amounts indicated in the appended table in respect of pecuniary and non-pecuniary damage and in respect of costs and expenses.
- 24. The Government did not submit any observations regarding the applicants' just satisfaction claims.
- 25. The Court has found a violation of Article 1 of Protocol No. 1 on account of inadequate compensation for the expropriation of the applicants' land (see paragraphs 17 and 19 above). The relevant criteria for the calculation of pecuniary damage in such cases have been set forth in *Scordino* (cited above, § 258). In particular, the Court relied on the market value of the property at the time of the expropriation as stated in the court-ordered expert reports drawn up during the domestic proceedings.
- 26. With regard to application no. 54669/08, the expert report established the market value of the land and subsequently applied a reduction based on the assumption that the municipality had not acquired full ownership of the land but merely surface owner's rights. The Court of Appeal found that assumption to be incorrect and redetermined the market value of the land without said reduction. Given that the applicant relied before the Court on the market value as determined by the Court of Appeal and that the Government did not object, the Court will base its assessment on that value.
- 27. Furthermore, the Court has also found a violation of Article 1 of Protocol No. 1 on account of inadequate compensation for the period of lawful occupation (see paragraphs 20 and 21 above). The relevant criteria for the determination of pecuniary damage in this regard have been set forth in *Luigi Serino* (cited above, § 47).
- 28. Finally, the Court reiterates that an applicant is entitled to the reimbursement of costs and expenses only in so far as it has been shown that these were actually and necessarily incurred and are reasonable as to quantum (see *Merabishvili v. Georgia* [GC], no. 72508/13, §§ 370-72, 28 November 2017). With regard to application no. 34363/07, the Court observes that the applicant has not substantiated his claim with any relevant supporting documents establishing that he was under an obligation to pay legal fees or that he has actually paid them. Consequently, no sum is to be awarded on that account.

29. Having regard to the applicants' claims, and taking into account the principle *non ultra petita*, the Court awards the sums indicated in the appended table and dismisses the remainder of the claims.

FOR THESE REASONS, THE COURT, UNANIMOUSLY,

- 1. *Decides* to join the applications;
- 2. *Declares* that Mauro Mason, Paola Mason, Carla Mason, Anna Mason, Renato Suin, Elisabetta Suin, Micaela Mason, Elisabetta Mason and Marta Mason have standing to continue the present proceedings in the stead of Paolo Mason, Giorgio Mason, Tarcisio Mason and Lidia Ferraresso, as specified in the appended table;
- 3. *Rejects* the Government's request to strike the applications out of its list of cases;
- 4. *Joins* to the merits the Government's preliminary objection concerning victim status and *dismisses* it;
- 5. *Declares* the applications admissible;
- 6. *Holds* that there has been a violation of Article 1 of Protocol No. 1 to the Convention;

7 Holds

- (a) that the respondent State is to pay the applicants, within three months, the amounts indicated in the appended table in respect of pecuniary and non-pecuniary damage and in respect of costs and expenses;
- (b) that from the expiry of the above-mentioned three months until settlement simple interest shall be payable on the above amounts at a rate equal to the marginal lending rate of the European Central Bank during the default period plus three percentage points;
- 8. *Dismisses* the remainder of the applicants' claims for just satisfaction.

Done in English, and notified in writing on 6 April 2023, pursuant to Rule 77 $\S\S$ 2 and 3 of the Rules of Court.

Liv Tigerstedt Deputy Registrar Péter Paczolay President

APPENDIX

No.	Application no. Case name Lodged on	Applicant's name Year of birth Place of residence Nationality	Representative's name Location	Factual information	Amounts awarded by national courts in Italian lira (ITL) and euros (EUR)	Market value of the land in Italian lira (ITL) and euros (EUR)	Observations of the parties	Award under Article 41 of the Convention per application
1.	34363/07 Bonacchi v. Italy 03/08/2007	Giovanni BONACCHI 1939 Prato Italian	Vittorio BOLOGNI Prato	Land: Agliana municipality, recorded in the land register as folio no. 1, parcels nos. 1220 and 1221 Public interest pursued: construction of productive buildings Urgent occupation order: 06/08/1990 Physical occupation: 12/09/1990 Expropriation order: 02/11/1993 National decisions: Florence Court of Appeal, 14/10/2002, awarding expropriation and occupation compensation based on section 5 bis of Law no. 359/1992; Court of Cassation, 01/03/2007, upholding the lower court's judgment	ITL 302,493,260 (EUR 156,224.73) as expropriation compensation and ITL 91,162,352 (EUR 47,081.43) as occupation compensation, plus statutory interest	ITL 604,000,000 or EUR 311,939.97 (in 1993, according to independent expert valuation)	Government: (1) lack of victim status: the applicant received adequate compensation; (2) merits: interference proportionate to the public interest pursued Applicant: (1) admissibility and merits: the sums awarded as compensation for expropriation and occupation were not based on the market value of the land; (2) just satisfaction claims: (a) loss of property: EUR 412,759.07 (b) occupation compensation: EUR 124,393.10 (c) non-pecuniary damage: EUR 26,000 (d) costs and expenses on an equitable basis	Pecuniary damage: - loss of property: EUR 412,759.07, plus any tax that may be chargeable - occupation compensation: EUR 44,900, plus any tax that may be chargeable Non-pecuniary damage: EUR 5,000, plus any tax that may be chargeable

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2.	54669/08	Tommaso	Nicolò	First expropriation proceedings	First	First	Government:	Pecuniary damage:
	Scattolin and	SCATTOLIN	PAOLETTI		expropriation	expropriation	(1) lack of victim status: the	- loss of property:
	Others v. Italy	1959	Rome	Land: Padua municipality,	proceedings	proceedings	applicant received adequate	EUR 3,991,700,
	11/11/2008	Noventa Padovana		recorded in the land register as			compensation;	plus any tax that
		Italian		folio no. 32, parcels nos. 167,	ITL	ITL	(2) merits: interference	may be chargeable
				801, 802, 803 and 747	1,203,946,049	1,882,188,000 or	proportionate to the public	- occupation
		Chiara			(EUR 621,786.24)	EUR 972,068.98	interest pursued	compensation: EUR
		SCATTOLIN		<u>Public interest pursued</u> :	as expropriation	(in 1989,		92,126.60 , plus any
		1961		construction of social housing	compensation,	according to	Applicant:	tax that may be
		Padua			plus inflation	independent	(1) admissibility and merits:	chargeable
		Italian		<u>Urgent occupation order</u> :	adjustment and	expert valuation)	the sums awarded as	
		.		14/03/1987	statutory interest;		compensation for	Non-pecuniary
		Giacomo		DI 14/04/1007	statutory interest	ITL	expropriation and occupation	damage:
		SCATTOLIN 1962		Physical occupation: 14/04/1987	on ITL		were not based on the market value of the land and were	EUR 5,000, plus
		Padua		Expropriation order: 15/12/1989	1,203,946,018 from 14/03/1987	2,395,512,000 or EUR	subject to an additional 20%	any tax that may be chargeable
		Italian		Expropriation order. 13/12/1989	to 15/12/1989 as	1,237,178.70 (in	tax deduction;	chargeable
		Italiali		National decisions:	occupation	1,237,178.70 (III 1989, according	(2) just satisfaction claims:	Costs and expenses:
		Giorgio MASON		Venice Court of Appeal,	compensation	to Court of	(a) loss of property and	EUR 7,000, plus
		1931		07/02/2002, awarding	(amounting to	Appeal valuation)	occupation compensation:	any tax that may be
		Deceased in 2011		expropriation and occupation	EUR 85,772.43),	1 ippour (unuation)	EUR 5,879,583.55, plus	chargeable to the
		Padua		compensation based on section 5	plus statutory	Second	inflation adjustment from	applicants
		Italian		bis of Law no. 359/1992;	interest	expropriation	31/01/2020 to the date of	rr
		Heirs:		Court of Cassation, 16/05/2008,		proceedings	actual payment	
		Mauro MASON		upholding the lower court's	Second	•	(b) non-pecuniary damage:	
		1955		judgment	expropriation	ITL	EUR 20,000 for each	
		Paola MASON			proceedings	1,390,175,000 or	applicant	
		1956		Second expropriation		EUR 717,965.47		

No.	Application no. Case name Lodged on	Applicant's name Year of birth Place of residence Nationality	Representative's name Location	Factual information	Amounts awarded by national courts in Italian lira (ITL) and euros (EUR)	Market value of the land in Italian lira (ITL) and euros (EUR)	Observations of the parties	Award under Article 41 of the Convention per application
		Carla MASON 1961 Anna MASON 1965 Renato SUIN 1955 Elisabetta SUIN 1993 Tarcisio MASON 1934 Deceased in 2021 Vigonovo Italian Heirs: Micaela MASON 1964 Elisabetta MASON 1967 Marta MASON 1958 Rovagnate Italian Lidia FERRARESSO 1928		Land: Padua municipality, recorded in the land register as folio no. 32, parcels nos. 798, 799 and 800 Public interest pursued: construction of social housing Urgent occupation order: 11/12/1989 Physical occupation: 08/01/1990 Expropriation order: 18/03/1991 National decisions: Venice Court of Appeal, 31/01/2002, awarding expropriation and occupation compensation based on section 5 bis of Law no. 359/1992; Court of Cassation, 16/05/2008, upholding the lower court's judgment	ITL 888,154,155 (EUR 458,693.34) as expropriation compensation, plus inflation adjustment and statutory interest; statutory interest on said sum from 08/01/1990 to 18/03/1991 as occupation compensation (amounting to EUR 33,113.88), plus statutory interest	(in 1991, according to independent expert valuation) ITL 1,769,292,000 or EUR 913,763.06 (in 1991, according to Court of Appeal valuation)	(c) costs and expenses before national courts: EUR 69,994.98 (d) costs and expenses before the Court: EUR 13,369.92	

	ear of birth lace of residence ationality	name Location	awarded by national courts in Italian lira (ITL) and euros (EUR)	the land in Italian lira (ITL) and euros (EUR)	Article 41 of the Convention per application
Pa Ita <u>He</u> M	ecceased in 2019 adua alian leir: Tarta MASON 958				
19 De Pa Ita He M. 19 Pa 19 Ca 19 A1	aolo MASON 925 Deceased in 2015 adua alian leirs: Mauro MASON 955 aola MASON 956 darla MASON 961 anna MASON 965 eenato SUIN				