## FIRST REGULAR SESSION

## SENATE BILL NO. 76

## 102ND GENERAL ASSEMBLY

INTRODUCED BY SENATOR BLACK.

0877S.01I KRISTINA MARTIN, Secretary

## **AN ACT**

To repeal sections 442.571 and 442.576, RSMo, and to enact in lieu thereof two new sections relating to the foreign ownership of agricultural land.

Be it enacted by the General Assembly of the State of Missouri, as follows:

- Section A. Sections 442.571 and 442.576, RSMo, are
- 2 repealed and two new sections enacted in lieu thereof, to be
- 3 known as sections 442.571 and 442.576, to read as follows:
  - 442.571. 1. Except as provided in sections 442.586
- 2 and 442.591, no alien or foreign business shall acquire by
- 3 grant, purchase, devise, descent or otherwise agricultural
- 4 land in this state [if the total aggregate alien and foreign
- 5 ownership of agricultural acreage in this state exceeds one
- 6 percent of the total aggregate agricultural acreage in this
- 7 state. A sale or transfer of any agricultural land in this
- 8 state shall be submitted to the director of the department
- 9 of agriculture for review in accordance with subsection 3 of
- 10 this section only if there is no completed Internal Revenue
- 11 Service Form W-9 signed by the purchaser]. No person may
- 12 hold agricultural land as an agent, trustee, or other
- 13 fiduciary for an alien or foreign business [in violation of
- sections 442.560 to 442.592, provided, however, that no
- security interest in such agricultural land shall be
- divested or invalidated by such violation].
- 17 2. Any alien or foreign business who acquires
- 18 agricultural land in violation of sections 442.560 to

EXPLANATION-Matter enclosed in bold-faced brackets [thus] in this bill is not enacted and is intended to be omitted in the law.

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19 [442.592] 442.591 remains in violation of sections 442.560
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- 20 to [442.592] **442.591** for as long as he or she holds an
- 21 interest in the land, provided, however, that no security
- 22 interest in such agricultural land shall be divested or
- 23 invalidated by such violation.
- [3. Subject to the provisions of subsection 1 of this
- 25 section, such proposed acquisitions by grant, purchase,
- devise, descent, or otherwise of agricultural land in this
- 27 state shall be submitted to the department of agriculture to
- 28 determine whether such acquisition of agricultural land is
- 29 conveyed in accordance with the one percent restriction on
- 30 the total aggregate alien and foreign ownership of
- 31 agricultural land in this state. The department shall
- 32 establish by rule the requirements for submission and
- approval of requests under this subsection.
- 4. Any rule or portion of a rule, as that term is
- defined in section 536.010, that is created under the
- authority delegated in this section shall become effective
- only if it complies with and is subject to all of the
- provisions of chapter 536 and, if applicable, section
- 39 536.028. This section and chapter 536 are nonseverable and
- 40 if any of the powers vested with the general assembly
- 41 pursuant to chapter 536 to review, to delay the effective
- date, or to disapprove and annul a rule are subsequently
- 43 held unconstitutional, then the grant of rulemaking
- 44 authority and any rule proposed or adopted after August 28,
- 45 2014, shall be invalid and void.]
  - 442.576. 1. If the director finds that an alien or
- 2 foreign business or an agent, trustee, or other fiduciary
- 3 therefor has acquired agricultural land in Missouri [in]
- 4 violation of sections 442.560 to 442.592] after August 28,
- 5 2023, or the land ceases to be used for nonagricultural

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purposes under section 442.591, he or she shall report theviolation to the attorney general.

The attorney general shall institute an action in

the circuit court of Cole County or the circuit court in any 9 10 county in which agricultural land owned by the alien or foreign business, agent, trustee or other fiduciary, alleged 11 to have violated sections 442.560 to [442.592] **442.591**, is 12 13 located. 14 3. The attorney general shall file a notice of the 15 pendency of the action with the recorder of deeds of each county in which any portion of such agricultural lands is 16 located. If the court finds that the lands in question have 17 been acquired in violation of sections 442.560 to [442.592] 18 19 442.591, it shall enter an order so declaring and shall file a copy of the order with the recorder of deeds of each 20 21 county in which any portion of the agricultural lands is 22 located. The court shall order the owner to divest himself of the agricultural land. The owner must comply with the 23 24 order within two years. The two-year limitation period shall be a covenant running with the title to the land 25 against any alien grantee or assignee. Provided, however, 26 27 an incorporated foreign business must divest itself of agricultural land within the minimum time required by 28 29 Article XI, Section 5, of the Missouri Constitution. Any 30 agricultural lands not divested within the time prescribed 31 shall be ordered sold by the court at a public sale in the

manner prescribed by law for the foreclosure of a mortgage

on real estate for default in payment.