Senate Bill 420

By: Senators Anavitarte of the 31st, Goodman of the 8th, Beach of the 21st, Cowsert of the 46th, Gooch of the 51st and others

AS PASSED SENATE

A BILL TO BE ENTITLED AN ACT

1 To amend Chapter 1 of Title 2 of the Official Code of Georgia Annotated, relating to general 2 provisions relative to agriculture, so as to prohibit the acquisition of possessory interest in 3 certain land by certain foreign persons and entities; to provide for definitions; to provide for 4 exceptions; to provide for civil actions; to provide for rules and regulations; to provide for 5 disclosures; to provide for penalties; to provide for statutory construction; to provide for 6 related matters; to repeal conflicting laws; and for other purposes.

7 BE IT ENACTED BY THE GENERAL ASSEMBLY OF GEORGIA:

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SECTION 1.

9 Chapter 1 of Title 2 of the Official Code of Georgia Annotated, relating to general provisions

10 relative to agriculture, is amended by adding a new Code section to read as follows:

11 ″<u>2-1-7.</u>

12 (a) As used in this Code section, the term:

13 (1) 'Agricultural land' means any land capable of use in the production of agricultural

14 crops, timber, livestock or livestock products, poultry or poultry products, milk or dairy

15 products, or fruit or other horticultural products, but does not include any land zoned by

- 16 <u>a local governmental unit for a use other than and nonconforming with agricultural use.</u>
- 17 (2) 'Nonresident alien' means:

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18	(A) Any natural person described in subsection (a) of Code Section 1-2-11 who is not
19	a United States citizen or legal resident, is a subject of a foreign government designated
20	as a foreign adversary by the United States Secretary of Commerce, and:
21	(i) Has been physically absent from the United States for more than six months out
22	of any 12 month period; or
23	(ii) Has been physically absent from Georgia for more than two months out of any 12
24	month period;
25	(B) A corporation, partnership, limited partnership, trustee, or other business entity that
26	<u>is:</u>
27	(i) Domiciled in a country whose government is designated as a foreign adversary by
28	the United States Secretary of Commerce; or
29	(ii) Domiciled within the United States, but the ownership of at least 25 percent of
30	which is composed of any corporation, partnership, limited partnership, trustee, or
31	other business entity that is domiciled in a country whose government is designated
32	as a foreign adversary by the United States Secretary of Commerce;
33	provided, however, that this subparagraph shall not include a corporation, partnership,
34	limited partnership, trustee, or other business entity leasing land from its owner and
35	using such land for agricultural research and development or experimental purposes,
36	including testing, developing, or producing crop production inputs, including, but not
37	limited to, seeds, plants, pesticides, soil amendments, biologicals, and fertilizers, for
38	sale or resale to farmers; or
39	(C) A foreign government designated as a foreign adversary by the United States
40	Secretary of Commerce.
41	(3) 'Residential property' means single-family and two-family, three-family, and
42	four-family residential real estate.

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43	(b)(1) Except as provided by subsections (c) and (d) of this Code section, no nonresident
44	alien shall acquire directly or indirectly any possessory interest in agricultural land or
45	land within a 25 mile radius of any military base, military installation, or military airport.
46	(2) This subsection shall not apply to residential property.
47	(c)(1)(A) A nonresident alien may acquire a possessory interest in agricultural land or
48	land within a 25 mile radius of any military base, military installation, or military
49	airport by devise or inheritance, as security for indebtedness, in the collection of debts,
50	or by any procedure for the enforcement of a lien or claim thereon, whether created by
51	mortgage or otherwise.
52	(B) Any such possessory interest in agricultural land or land within a 25 mile radius
53	of any military base, military installation, or military airport acquired by a nonresident
54	alien in the collection of debts or by any procedure for the enforcement of a lien or
55	claim thereon shall be disposed of within two years after acquiring such possessory
56	interest.
57	(C) Any such possessory interest in agricultural land or land within a 25 mile radius
58	of any military base, military installation, or military airport acquired by a nonresident
59	alien by devise or inheritance shall be disposed of within two years after acquiring such
60	possessory interest.
61	(2) A nonresident alien that acquires any possessory interest in agricultural land or land
62	within a 25 mile radius of any military base, military installation, or military airport in
63	violation of paragraph (1) of subsection (b) of this Code section shall dispose of such
64	possessory interest within two years after acquiring such possessory interest.
65	(d) A nonresident alien that acquires a possessory interest in agricultural land or land
66	within a 25 mile radius of any military base, military installation, or military airport
67	pursuant to subsection (c) of this Code section may avoid disposing of such interest if,
68	within the time required for disposal, such nonresident alien terminates said nonresident
69	alien status.

70 (e) A broker who is engaged by client who is a prospective buyer or seller of a possessory 71 interest in agricultural land or land within a 25 mile radius of any military base, military 72 installation, or military airport shall timely disclose to said client the requirements and 73 limitations of this Code section. For purposes of this subsection, the terms 'broker,' 'client,' 74 and 'timely' shall have the same meanings as provided in Code Section 10-6A-3. (f) A nonresident alien that purports to acquire any interest in agricultural land or land 75 76 within a 25 mile radius of any military base, military installation, or military airport in 77 violation of this Code section shall be barred from making any claim against any party for restitution of the purchase price paid by such nonresident alien in connection with such 78 79 interest in agricultural land or land within a 25 mile radius of any military base, military 80 installation, or military airport or for any other kind of payment relating to the nonresident alien's loss or lack of title to such interest in agricultural land or land within a 25 mile 81 82 radius of any military base, military installation, or military airport. The legal counsel of 83 any county, municipality, or consolidated government in which the agricultural land or land 84 within a 25 mile radius of any military base, military installation, or military airport is 85 located, the Attorney General, or any person that is not a nonresident alien that was a party 86 to the void transaction or is a subsequent holder of such interest may file an action. 87 (g) The Commissioner, in consultation with the Secretary of State, shall promulgate rules 88 and regulations as necessary to implement the provisions of this Code section. 89 (h) Any nonresident alien who intentionally violates the provisions of this Code section 90 shall be guilty of a felony and shall be punished by a fine of not more than \$15,000.00 or 91 imprisonment for not less than one year nor more than two years, or both. 92 (i) In the event that the application of any provision of this Code section to a particular 93 transaction is found to be preempted by federal law, any such provision shall not apply to

94 such transaction."

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SECTION 2.

S. B. 420 - 4 - 96 This Act shall become effective on July 1, 2024.

97 **SECTION 3.**

98 All laws and parts of laws in conflict with this Act are repealed.