House Bill 1093

By: Representatives Clark of the 100th, Pirkle of the 169th, Blackmon of the 146th, Corbett of the 174th, Bonner of the 73rd, and others

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 affidavits of compliance; to create provisions for enforcement by
- 6 the Attorney General or appropriate district attorney; to provide for penalties; to provide for
- 7 related matters; to repeal conflicting laws; and for other purposes.

8 BE IT ENACTED BY THE GENERAL ASSEMBLY OF GEORGIA:

- 9 SECTION 1.
- 10 Chapter 1 of Title 2 of the Official Code of Georgia Annotated, relating to general provisions
- 11 relative to agriculture, is amended by adding a new Code section to read as follows:
- 12 "2-1-7.
- 13 (a) As used in this Code section, the term:
- (1) 'Agricultural land' means any land capable of use in the production of agricultural
- 15 crops, timber, livestock or livestock products, poultry or poultry products, milk or dairy

16 products, or fruit or other horticultural products, but does not include any land zoned by 17 a local governmental unit for a use other than and nonconforming with agricultural use. 18 (2) 'Nonresident alien' means: 19 (A) Any natural person described in subsection (a) of Code Section 1-2-11 who is not 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 22 (i) Has been physically absent from the United States for more than six months out 23 of any 12 month period; or 24 (ii) Has been physically absent from Georgia for more than two months out of any 12 25 month period; 26 (B) A corporation, partnership, limited partnership, trustee, or other business entity that 27 <u>is:</u> (i) Domiciled in a country whose government is designated as a foreign adversary by 28 the United States Secretary of Commerce; or 29 30 (ii) Domiciled within the United States, but the ownership of at least 25 percent of 31 which is composed of any corporation, partnership, limited partnership, trustee, or 32 other business entity that is domiciled in a country whose government is designated 33 as a foreign adversary by the United States Secretary of Commerce; 34 provided, however, that this subparagraph shall not include a corporation, partnership, 35 limited partnership, trustee, or other business entity leasing land from its owner and 36 using such land for agricultural research and development or experimental purposes, 37 including testing, developing, or producing crop production inputs, including, but not limited to, seeds, plants, pesticides, soil amendments, biologicals, and fertilizers, for 38 39 sale or resale to farmers; or (C) A foreign government designated as a foreign adversary by the United States 40 41 Secretary of Commerce.

42 (3) 'Residential property' means single-family and two-family, three-family, and

- four-family residential real estate.
- 44 (b)(1) Except as provided by subsections (c) and (d) of this Code section, no nonresident
- 45 <u>alien shall acquire directly or indirectly any possessory interest in agricultural land or</u>
- 46 <u>land within a ten mile radius of any critical infrastructure facility, military base, military</u>
- 47 <u>installation, or military airport.</u>
- 48 (2) This subsection shall not apply to residential property.
- 49 (c)(1)(A) A nonresident alien may acquire a possessory interest in agricultural land by
- devise or inheritance, as security for indebtedness, in the collection of debts, or by any
- 51 procedure for the enforcement of a lien or claim thereon, whether created by mortgage
- or otherwise.
- 53 (B) Any such possessory interest in agricultural land acquired by a nonresident alien
- in the collection of debts or by any procedure for the enforcement of a lien or claim
- 55 <u>thereon shall be disposed of within two years after acquiring such possessory interest.</u>
- 56 (C) Any such possessory interest in agricultural land acquired by a nonresident alien
- by devise or inheritance shall be disposed of within one year after acquiring such
- 58 <u>possessory interest.</u>
- 59 (2) A nonresident alien with any possessory interest in agricultural land as of
- June 30, 2024, shall dispose of such possessory interest no later than June 30, 2027.
- 61 (d) A nonresident alien that acquires a possessory interest in agricultural land pursuant to
- 62 <u>subsection (c) of this Code section may avoid disposing of such interest if, within the time</u>
- 63 required for disposal, such nonresident alien terminates said nonresident alien status.
- (e) A broker who is engaged by client who is a prospective buyer or seller of a possessory
- 65 interest in agricultural land shall timely disclose to said client the requirements and
- 66 <u>limitations of this Code section.</u> For purposes of this subsection, the terms 'broker,' 'client,'
- and 'timely' shall have the same meanings as provided in Code Section 10-6A-3.

68 (f) A nonresident alien that purports to acquire any interest in agricultural land in violation 69 of this Code section shall be barred from making any claim against any party for restitution 70 of the purchase price paid by such nonresident alien in connection with such interest in 71 agricultural land or for any other kind of payment relating to the nonresident alien's loss or lack of title to such interest in agricultural land. The legal counsel of any county, 72 municipality, or consolidated government in which the agricultural land is located, the 73 74 Attorney General, or any person that is not a nonresident alien that was a party to the void 75 transaction or is a subsequent holder of such interest may file an action. 76 (g) The Commissioner, in consultation with the Secretary of State, shall promulgate rules 77 and regulations as necessary to implement the provisions of this Code section. 78 (h)(1) At the time of purchase or of acquisition by means of contract, lease, or other 79 instrument, an entity or person acquiring real property in this state must provide an 80 affidavit signed under penalty of perjury attesting that the acquisition is not prohibited 81 by this Code section. 82 (2) The failure to obtain or maintain such affidavit shall not: 83 (A) Affect the title or insurability of the title for the real property; or 84 (B) Subject the closing agent to civil or criminal liability, unless the closing agent has 85 actual knowledge that the transaction will result in a violation of this Code section. 86 (3) The Georgia Real Estate Commission and the Georgia Real Estate Appraisers Board 87 shall adopt rules to implement this Code section, including rules establishing the form for 88 the declaration required under this Code section. 89 (i)(1) If any real property is owned, held, leased, or acquired in violation of this Code

- (2) The Attorney General and the district attorney of the county in which the property lies have jurisdiction and may initiate a civil action in the superior court of the county in
- which the property lies for the forfeiture of the real property or any interest therein.

section, the real property shall be forfeited to the state.

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94 (3) Upon filing such action, the clerk of superior court shall record a lis pendens in accordance with Article 9 of Chapter 14 of Title 44. The defendant may at any time 95 petition to modify or discharge the lis pendens based upon a finding that there is no 96 97 probable cause to believe that the real property, or any portion thereof, is owned or held 98 in violation of this Code section. (4) If the court finds that the real property, or any portion thereof, is owned or held in 99 100 violation of this Code section, the court shall enter a final judgment of forfeiture vesting 101 title to the real property in the State of Georgia, subject only to the rights and interests of 102 bona fide lienholders, and such final judgment shall relate back to the date of the 103 recording of the lis pendens. 104 (5) The State of Georgia, acting through the Attorney General or district attorney, may sell the real property subject to a final judgment of forfeiture. Any proceeds from the sale 105 shall first be paid to any lienholders of the land, followed by payment of any outstanding 106 fines assessed pursuant to this Code section, after which the department shall be 107 reimbursed for all costs related to the forfeiture civil action and any costs related to the 108 109 sale of the land. Any remaining proceeds shall be paid to the property owner. 110 (6) At any time during the forfeiture proceeding, the Attorney General or district attorney 111 may seek an ex parte order of seizure of the real property upon a showing that the 112 defendant's control of the real property constitutes a clear and present danger to the state. 113 (i) An individual who intentionally violates the provisions of this Code section shall be 114 guilty of a felony and shall be punished by a fine of not more than \$15,000.00 or imprisonment for not less than one year nor more than two years, or both." 115

SECTION 2.

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