

THE HOUSE OF REPRESENTATIVES
Wednesday, February 11, 2009

Committee Substitute for
House Bill No. 1919

COMMITTEE SUBSTITUTE FOR HOUSE BILL NO. 1919 - By: KOUPLEN of the House and GARRISON of the Senate.

An Act relating to agriculture; amending 2 O.S. 2001, Section 5-82, which relates to the Oklahoma Agricultural Linked Deposit Program; modifying definition; and providing an effective date.

BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:

- 1 SECTION 1. AMENDATORY 2 O.S. 2001, Section 5-82, is amended to read as
2 follows:
- 3 Section 5-82. As used in the Oklahoma Agricultural Linked Deposit Program:
- 4 1. "Agricultural domestic corporation" means any domestic corporation formed or
5 licensed pursuant to the Oklahoma General Corporation Act or a limited domestic
6 liability company formed or licensed pursuant to the Oklahoma Limited Liability
7 Company Act and meeting the requirements of paragraph 5 of subsection A of Section
8 955 of Title 18 of the Oklahoma Statutes and meeting the requirements of subsection A
9 of Section 951 of Title 18 of the Oklahoma Statutes;
- 10 2. "Agricultural linked deposit" means a certificate of deposit placed by the State
11 Treasurer with an eligible lending institution or an investment in bonds, notes,
12 debentures, or other obligations or securities issued by the federal farm credit bank with

1 regard to an eligible lending institution for the purpose of carrying out the intent of this
2 program;

3 3. "Agricultural Linked Deposit Loan Package" means the forms provided by the
4 State Treasurer for the purpose of applying for an agricultural linked deposit;

5 4. "Alternative agricultural products" means those products included in a report
6 submitted by the Cooperative Extension Service of Oklahoma State University to the
7 State Department of Agriculture, and any other products which the State Board of
8 Agriculture determines will diversify Oklahoma's agricultural industry so as to broaden
9 Oklahoma's economic base;

10 5. "An at-risk farm or ranch business" shall be one that seeks a production loan and
11 meets the following criteria:

12 a. at least sixty percent (60%) of gross income derived from farming
13 and/or ranching, and

14 b. a debt-to-asset ratio over forty percent (40%);

15 6. "Eligible agricultural business" means:

16 a. any person engaged in producing, processing, or marketing alternative
17 agricultural products ~~or~~;

18 b. any person who is establishing a veterinary practice in which at least
19 thirty percent (30%) of the practice consists of services for large
20 animals, or

21 c. an at-risk farm or ranch business, within the State of Oklahoma in
22 operation that has developed a management plan through the

1 Intensive Financial Management and Planning Support (IFMAPS)
2 program of the Cooperative Extension Service of Oklahoma State
3 University or the Farm Business Management Program of the
4 Oklahoma Department of Career and Technology Education; and

5 7. "Eligible lending institution" means a financial institution that agrees to
6 participate in the Oklahoma Agricultural Linked Deposit Program, and:

7 a. is eligible to be a depository of state funds, or

8 b. is an institution of the farm credit system organized under the federal
9 "Farm Credit Act of 1971", 12 U.S.C. 2001, as amended.

10 SECTION 2. This act shall become effective November 1, 2009.

11 COMMITTEE REPORT BY: COMMITTEE ON AGRICULTURE AND RURAL
12 DEVELOPMENT, dated 02-10-09 - DO PASS, As Amended and Coauthored.