

1                   **HOUSE OF REPRESENTATIVES - FLOOR VERSION**

2                               STATE OF OKLAHOMA

3                               2nd Session of the 56th Legislature (2018)

4   ENGROSSED SENATE  
5   BILL NO. 1186

By: Boggs of the Senate

and

Hilbert of the House

6  
7  
8  
9       An Act relating to the Eastern Redcedar Management  
10      Act; amending 2 O.S. 2011, Sections 18-401, 18-402,  
11      18-404, 18-406, 18-407, as amended by Section 19,  
12      Chapter 304, O.S.L. 2012 (2 O.S. Supp. 2017, Section  
13      18-407), and 18-408, which relate to short title,  
14      purpose of act, board duties, authority to remove  
15      Eastern Redcedar trees, the Eastern Redcedar  
16      Revolving Fund, and contributions by taxpayers;  
17      modifying the title of the act; clarifying statutory  
18      language; requiring the Department of Agriculture,  
19      Food, and Forestry to create a directory; eliminating  
20      the Eastern Red Cedar Registry Board and registry;  
21      modifying the name of the Eastern Red Cedar Revolving  
22      Fund; repealing 2 O.S. 2011, Sections 18-403 and 18-  
23      405, which relate to the Eastern Red Cedar Registry  
24      Board, and support for the Eastern Red Cedar Registry  
25      Board from the Department of Agriculture, Food, and  
26      Forestry; and providing an effective date.

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

SECTION 1.           AMENDATORY           2 O.S. 2011, Section 18-401, is  
amended to read as follows:

1 Section 18-401. Sections ~~3~~ 18-401 through ~~9~~ 18-408 of this ~~act~~  
2 title shall be known and may be cited as the "Eastern ~~Red Cedar~~  
3 ~~Registry Board~~ Redcedar Management Act".

4 SECTION 2. AMENDATORY 2 O.S. 2011, Section 18-402, is  
5 amended to read as follows:

6 Section 18-402. It is the intent of the Legislature to:

7 1. Create the Eastern ~~Red Cedar Registry~~ Redcedar Directory;

8 2. Provide for a ~~registry~~ directory for Eastern ~~Red Cedar~~  
9 Redcedar trees in the state, including but not limited to the  
10 location, ownership, level of infestation, and average size of the  
11 trees;

12 3. Promote the harvesting of Eastern ~~Red Cedars~~ Redcedars  
13 through ~~issuance of harvesting permits, membership~~ registration in  
14 the ~~registry, directory and~~ a property owner and harvester  
15 information exchange, and maintenance of state harvesting records;  
16 and

17 4. Promote marketing, research and education efforts concerning  
18 the Eastern ~~Red Cedar~~ Redcedar tree and Eastern ~~Red Cedar~~ Redcedar  
19 products.

20 SECTION 3. AMENDATORY 2 O.S. 2011, Section 18-404, is  
21 amended to read as follows:

22 Section 18-404. A. The ~~Eastern Red Cedar Registry Board~~  
23 Oklahoma Department of Agriculture, Food, and Forestry shall consult  
24 with the Oklahoma Conservation Commission and the United States

1 Department of Agriculture Natural Resources Conservation Service to  
2 establish procedures and standards and oversee the following:

3 1. The administration of the Eastern ~~Red Cedar Registry~~  
4 Redcedar directory for Eastern ~~Red Cedar~~ Redcedar trees in the  
5 state. Private landowners in the state may register the location of  
6 their property, the level of infestation of Eastern Red Cedar trees  
7 on the property, and average size of the trees on the property. The  
8 ~~Board Department~~ shall develop and implement ~~an application and~~  
9 ~~registration process~~ a directory for landowners;

10 2. Promote the harvesting of Eastern ~~Red Cedar~~ Redcedar trees.  
11 Persons or entities involved in the harvesting of Eastern ~~Red Cedar~~  
12 Redcedar trees or the manufacturing of products from Eastern ~~Red~~  
13 ~~Cedar~~ Redcedar trees may ~~apply for registration~~ register with the  
14 ~~Board Department~~. The ~~Board Department~~ shall develop and implement  
15 ~~an application and registration process~~ a directory for harvesters  
16 and manufacturers;

17 3. ~~Maintain harvesting records of Eastern Red Cedar trees in~~  
18 ~~the state;~~

19 4. Promote the development of new uses and markets for Eastern  
20 ~~Red Cedar~~ Redcedar trees and Eastern ~~Red Cedar~~ Redcedar products;

21 5. 4. Promote marketing, research and education efforts  
22 concerning the Eastern ~~Red Cedar~~ Redcedar tree and Eastern ~~Red Cedar~~  
23 Redcedar products;

1       ~~6.~~ 5. Cooperate with any local, state, regional, or nationwide  
2 organization or agency engaged in work or activities consistent with  
3 the objectives of the Eastern ~~Red Cedar Registry Board~~ Redcedar  
4 Management Act;

5       ~~7.~~ 6. Assist communities located in any county in the state to  
6 organize and establish community-owned Eastern ~~Red Cedar~~ Redcedar  
7 projects in the community and to recruit and locate private for-  
8 profit Eastern ~~Red Cedar~~ Redcedar businesses in the community  
9 including but not limited to harvesting operations, biofuel plants,  
10 cedar oil manufacturing facilities, or other cedar product  
11 manufacturing facilities. The ~~Board~~ Department shall assist in  
12 securing financing, infrastructure and other resources. The ~~Board~~  
13 Department shall also provide direction and assistance to the  
14 community-based projects and individually owned businesses on steps  
15 to take in order to qualify for existing sales tax credits and  
16 income tax credits;

17       ~~8.~~ 7. Provide a process for the transfer of donated Eastern ~~Red~~  
18 ~~Cedar~~ Redcedar trees from landowners ~~registered with the Board~~ to  
19 ~~registered~~ harvesters and manufacturers listed in the Department's  
20 directory; and

21       ~~9.~~ Establish a limit on the number of acres of private property  
22 and the number of harvesters that may be registered on the registry  
23 during a calendar year; and

1       ~~10.~~ 8. Take any other actions necessary to implement the  
2 Eastern ~~Red Cedar Registry Board~~ Redcedar Management Act.

3       B. The ~~Board~~ Department and all landowners and harvesters  
4 ~~registered with the Board~~ shall comply with all applicable  
5 provisions of Article 16 of Title 2 of the Oklahoma Statutes, known  
6 as the Oklahoma Forestry Code, when managing and harvesting Eastern  
7 ~~Red Cedar~~ Redcedar trees.

8       ~~C. The Board shall annually elect a chair from among the~~  
9 ~~members. The Board shall meet regularly, but in no case shall it~~  
10 ~~meet less than one time per calendar quarter, and shall meet at any~~  
11 ~~other times as called by the chair, or upon request of three or more~~  
12 ~~members of the Board.~~

13       ~~D. Upon the availability of funds, the Board shall prepare an~~  
14 ~~annual report of all activities for each fiscal year. The annual~~  
15 ~~report shall be filed with the Governor, Speaker of the House of~~  
16 ~~Representatives, and the President Pro Tempore of the State Senate.~~

17       SECTION 4.       AMENDATORY       2 O.S. 2011, Section 18-406, is  
18 amended to read as follows:

19       Section 18-406. ~~A.~~ Eastern ~~Red Cedar~~ Redcedar trees removed  
20 from lands owned by any state agency or any person or entity with  
21 authority to remove the trees from state-owned lands may be provided  
22 to harvesters ~~registered with the Eastern Red Cedar Registry Board~~  
23 listed in the Oklahoma Department of Agriculture, Food, and  
24

1 Forestry's directory in a manner consistent with ~~law~~ Section 16-57  
2 of this title.

3 ~~B. A state agency may cooperate with the Eastern Red Cedar~~  
4 ~~Registry Board to issue permits to registered harvesters to allow~~  
5 ~~the harvesting of Eastern Red Cedar trees on land owned by the state~~  
6 ~~agency.~~

7 SECTION 5. AMENDATORY 2 O.S. 2011, Section 18-407, as  
8 amended by Section 19, Chapter 304, O.S.L. 2012 (2 O.S. Supp. 2017,  
9 Section 18-407), is amended to read as follows:

10 Section 18-407. There is hereby created in the State Treasury a  
11 revolving fund for the Eastern ~~Red Cedar Registry Board~~ Redcedar  
12 Management Act to be designated the "Eastern ~~Red Cedar~~ Redcedar  
13 Revolving Fund". The fund shall be a continuing fund, not subject  
14 to fiscal year limitations, and shall consist of all monies received  
15 by the ~~State Board~~ Oklahoma Department of Agriculture ~~for the~~  
16 ~~Eastern Red Cedar Registry Board,~~ Food, and Forestry from the state  
17 income tax checkoff as provided for in Section 18-408 of this title,  
18 the special license plate issued pursuant to Section 1135.5 of Title  
19 47 of the Oklahoma Statutes, any state-appropriated funds, federal  
20 funds, donations, grants, contributions, and gifts from any public  
21 or private source. All monies accruing to the credit of said fund  
22 are hereby appropriated and may be budgeted and expended by the  
23 ~~State Board of Agriculture as directed by the Eastern Red Cedar~~  
24 ~~Registry Board~~ Department for the purposes set forth in the Eastern

1 ~~Red Cedar Registry Board~~ Redcedar Management Act. Expenditures from  
2 said fund shall be made upon warrants issued by the State Treasurer  
3 against claims filed as prescribed by law with the Director of the  
4 Office of Management and Enterprise Services for approval and  
5 payment.

6 SECTION 6. AMENDATORY 2 O.S. 2011, Section 18-408, is  
7 amended to read as follows:

8 Section 18-408. A. Each individual taxpayer required to file a  
9 state income tax return who desires to contribute to the Eastern ~~Red~~  
10 ~~Cedar~~ Redcedar Revolving Fund, as created in Section ~~& 18-407~~ of  
11 this ~~act~~ title, may designate the contribution on the appropriate  
12 income tax form. The contribution may not increase or decrease the  
13 income or liability of the taxpayer and may be made by reducing the  
14 income tax refund of a taxpayer by the amount designated or by  
15 accepting additional payment from the taxpayer by the amount  
16 designated, whichever is appropriate.

17 B. 1. The Oklahoma Tax Commission shall include on each state  
18 individual income tax return form for tax years beginning after  
19 December 31, 2010, an opportunity for the taxpayer to donate for the  
20 benefit of the Eastern ~~Red Cedar~~ Redcedar Revolving Fund. The  
21 instructions accompanying the income tax form shall be provided to  
22 the Oklahoma Tax Commission by the ~~Eastern Red Cedar Registry Board~~  
23 Oklahoma Department of Agriculture, Food, and Forestry and shall  
24 contain a description of the purpose for which the Eastern ~~Red Cedar~~

1 Redcedar Revolving Fund was established and information on the use  
2 of monies from the income tax contribution.

3 2. Taxpayers who are entitled to refunds shall have the refunds  
4 reduced by the amount designated by the taxpayer. The Oklahoma Tax  
5 Commission shall annually determine the total amount designated plus  
6 the amount received in excess payments and shall report the total  
7 amount to the Office of the State Treasurer. The State Treasurer  
8 shall credit the total amount to the Eastern ~~Red Cedar~~ Redcedar  
9 Revolving Fund created in Section ~~8~~ 18-407 of this ~~act~~ title at the  
10 earliest possible time.

11 C. The incremental cost of administration of contributions  
12 shall be paid out of the fund to the Oklahoma Tax Commission from  
13 amounts received pursuant to this section before funds are expended  
14 for the purposes of the fund.

15 SECTION 7. REPEALER 2 O.S. 2011, Section 18-403, is  
16 hereby repealed.

17 SECTION 8. REPEALER 2 O.S. 2011, Section 18-405, is  
18 hereby repealed.

19 SECTION 9. This act shall become effective November 1, 2018.  
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21 COMMITTEE REPORT BY: COMMITTEE ON AGRICULTURE AND RURAL DEVELOPMENT,  
22 dated 03/27/2018 - DO PASS.  
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