## HB4399 FULLPCS1 Ajay Pittman-JL 2/17/2022 4:14:24 pm

## COMMITTEE AMENDMENT

HOUSE OF REPRESENTATIVES
State of Oklahoma

| S   | SPEAK | KER:   |               |         |      |  |        |      |          |                    |            |        |       |
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| CHAIR:  |       |        |               |         |      |  |        |      |          |                    |            |        |       |
| I move  | e to  | amend  | l <u>нв43</u> | 399     |      |  |        |      |          |                    |            | intod  | D:11  |
| Page _  |       |        | 5             | Section | າ    |  | I      | Lin  | es       | Of the printed Bil |            |        |       |
|   |       |        |               |         |      |  |        |      | Of       | the                | Engr       | ossed  | Bill  |
| By striking the Title, the Enacting Clause, the entire bill, and by inserting in lieu thereof the following language: |       |        |               |         |      |  |        |      |          |                    |            |        |       |
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| AMEND I   | TITLE | TO CON | IFORM TO      | AMENDM  | ENTS |  |        |      |          |                    |            |        |       |
| Adopted   | d:    |        |               |         |      |  | Amendm | nent | submitte | d by:              | Ajay<br>—— | Pittma | n<br> |

Reading Clerk

## STATE OF OKLAHOMA

2nd Session of the 58th Legislature (2022)

PROPOSED COMMITTEE SUBSTITUTE

FOR

HOUSE BILL NO. 4399

By: Pittman

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## PROPOSED COMMITTEE SUBSTITUTE

An Act relating to agriculture; creating the Oklahoma Municipal Urban Agricultural Area Act; defining terms; providing for the establishment of urban agricultural area committees; providing for composition of committee; providing for election of a chair of the committee; providing for no compensation for committee members; providing guidelines for establishing a quorum of a committee; providing for role, duty, and purpose of the committee; providing for an application to establish an urban agricultural area; providing guidelines and requirements for applying for an urban agricultural area; providing that an urban agricultural area committee shall review the application prior to a municipality approving or denying the request; providing for review of urban agricultural areas by municipalities; providing for notice and public hearings for committee meetings; providing that after the conclusion of the public hearing a municipality may adopt an ordinance establishing an urban agricultural area; municipalities may modify water, electricity, or other utilities rates to qualified members in an urban agricultural area; prohibiting a municipality from enacting ordinances that would place unreasonable restrictions or regulations on urban agricultural areas; prohibiting local governments that provide certain public services from enacting special assessments and levies in urban agricultural areas; providing for codification; and providing an effective date.

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

SECTION 1. NEW LAW A new section of law to be codified
in the Oklahoma Statutes as Section 3040 of Title 2, unless there is
created a duplication in numbering, reads as follows:

This act shall be known and may be cited as the "Oklahoma Municipal Urban Agricultural Area Act".

SECTION 2. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 3041 of Title 2, unless there is created a duplication in numbering, reads as follows:

As used in this act:

- 1. "Agricultural product" means an agricultural, horticultural, viticultural, aquacultural, or vegetable product, either in its natural or processed state, that has been produced, processed, or otherwise had value added to it in this state. Agricultural product includes, but is not limited to, bees, honey, fish or other aquacultural product, planting seed, livestock or livestock product, forestry product, poultry or poultry product, and growing of grapes that will be processed into wine;
- 2. "Aquaculture" means the controlled propagation, growth, and harvest of aquatic organisms, including, but not limited to, fish, shellfish, mollusks, crustaceans, algae, and other aquatic plants, by an aquaculturist;
- 3. "Aquatic products" means any aquatic plants and animals or their by-products that are produced, grown, managed, harvested, and

- 1 marketed on an annual, semiannual, biennial, or short-term basis in 2 permitted aquaculture facilities;
- 4. "Department" means the Oklahoma Department of Agriculture,
  4 Food, and Forestry;
  - 5. "Livestock" means cattle, calves, sheep, swine, ratite birds, including, but not limited to, ostrich and emu, aquatic products obtained through aquaculture, llamas, alpaca, buffalo, elk documented as obtained from a legal source and not from the wild, goats, horses and other equines, or rabbits raised in confinement for human consumption;
- 6. "Locally grown" means a product that was grown or raised in the same county or adjoining county in which the urban agricultural area is located;
  - 7. "Partner organization" means a nonprofit organization that meets standards set forth by Section 501(c)(3) of the Internal Revenue Code and whose mission includes supporting small, beginning, limited resource, or socially disadvantaged farmers within municipalities;
  - 8. "Poultry" means any domesticated bird intended for human consumption;
- 9. "Qualifying farmer" means an individual or entity that meets at least one of the following:
  - a. is a small or medium sized farmer,
- b. is a beginning farmer,

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1 c. is a limited resource farmer, or

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d. is a socially disadvantaged farmer;

- 10. "Small or medium sized farmer" means a farmer who has received a Direct Farm Ownership Microloan or a Direct Farm Operating Microloan through the United States Department of Agriculture (USDA) Microloan Program;
  - 11. "Beginning farmer" means a farmer that:
    - a. has not operated a farm, or who has not operated a farm for more than ten (10) consecutive years. This requirement applies to all members of an entity that operates as a farmer, and
    - b. will materially and substantially participate in the operation of the farm;
  - 12. "Limited resource farmer" means a farmer that has:
    - a. direct or indirect gross farm sales that are less than the current indexed value in each of the previous two

      (2) years, and
    - b. a total household income at or below the national poverty level for a family of four or less than fifty percent (50%) of the county median household income in each of the previous two (2) years;
- 13. "Socially disadvantaged farmer" means a farmer that is a member of a socially disadvantaged group. A socially disadvantaged group is a group whose members have been subject to racial or ethnic

- prejudice because of their identity as members of a group, without regard to their individual qualities. These groups consist of the following:
  - a. American Indians and Alaskan Natives,
  - b. Asians,

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- c. Blacks or African Americans,
- d. Native Hawaiians and other Pacific Islanders, and
- e. Hispanics; and
- 14. "Urban agricultural area" means an area defined by a municipality and entirely within that municipality's boundaries within which one or more qualifying farmers are processing, growing, raising, or otherwise producing locally grown agricultural products.
- SECTION 3. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 3042 of Title 2, unless there is created a duplication in numbering, reads as follows:

  Urban agricultural area committee.
- A. The corporate authorities of a municipality which seek to establish an urban agricultural area shall first establish an urban agricultural area committee after it receives an application to establish an urban agricultural area under Section 4 of this act.

  There shall be five (5) members on the committee. One member of the committee shall be a member of the municipality's board and shall be appointed by the board. The remaining four members shall be appointed by the president or mayor of the municipality. The four

members chosen by the president or mayor shall all be residents of the municipality in which the urban agricultural area is to be located, and at least one of the four members shall have experience in or represent an organization associated with sustainable agriculture, urban farming, community gardening, or any of the activities or products authorized by this act for urban agricultural areas.

- B. The members of the committee annually shall elect a chair from among the members. The members shall serve without compensation, but may be reimbursed for actual and necessary expenses incurred in the performance of their official duties.
- C. A majority of the members shall constitute a quorum of the committee for the purpose of conducting business and exercising the powers of the committee and for all other purposes. Action may be taken by the committee upon a vote of a majority of the members present.
- D. The role of the committee shall be to conduct the activities necessary to advise the corporate authorities of the municipality on the designation, modification, and termination of an urban agricultural area and any other advisory duties as determined by the corporate authorities of the municipality. The role of the committee after the designation of an urban agricultural area shall be to review and assess an urban agricultural area's activities.

- SECTION 4. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 3043 of Title 2, unless there is created a duplication in numbering, reads as follows:
- A. A qualified farmer or partner organization may submit to the municipal clerk an application to establish an urban agricultural area. The application shall demonstrate or identify:
  - 1. That the applicant is a qualified farmer;

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- 2. The number of jobs to be created, maintained, or supported within the proposed urban agricultural area;
  - 3. The types of products to be produced; and
- 4. The geographic description of the area that will be included in the urban agricultural area.
- B. An urban agricultural area committee shall review and modify the application as necessary before the municipality either approves or denies the request to establish an urban agricultural area.
- C. Approval of the urban agricultural area by a municipality shall be reviewed every five (5) years after the development of the urban agricultural area. After twenty-five (25) years, the urban agricultural area shall dissolve. If the municipality finds during its review that the urban agricultural area is not meeting the requirements set out in this act, the municipality may dissolve the urban agricultural area by ordinance or resolution.

SECTION 5. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 3044 of Title 2, unless there is created a duplication in numbering, reads as follows:

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Prior to the adoption of an ordinance designating an urban agricultural area, the urban agricultural area committee shall fix a time and place for a public hearing and notify each taxing unit of local government located wholly or partially within the boundaries of the proposed urban agricultural area. The committee shall publish notice of the hearing in a newspaper of general circulation in the area to be affected by the designation at least twenty (20) days prior to the hearing but not more than thirty (30) days prior to the hearing. The notice shall state the time, location, date, and purpose of the hearing. At the public hearing, any interested person or affected taxing unit of local government may file with the committee written objections or comments and may be heard orally in respect to any issues listed in the notice. The committee shall hear and consider all objections, comments, and other evidence presented at the hearing. The hearing may be continued to another date without further notice other than a motion to be entered upon the minutes fixing the time and place of the subsequent hearing.

Following the conclusion of the public hearing required under this section, the corporate authorities of the municipality may adopt an ordinance establishing and designating an urban agricultural area.

SECTION 6. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 3045 of Title 2, unless there is created a duplication in numbering, reads as follows:

A municipality may authorize an entity providing water, electricity, or other utilities to an urban agricultural area to allow qualified farmers and partner organizations in the urban agricultural area to:

- 1. Pay wholesale or otherwise reduced rates for service to property within the urban agricultural area that is used for processing, growing, raising, or otherwise producing agricultural products; or
- 2. Pay reduced or waived connection charges for service to property within the urban agricultural area that is used for processing, growing, raising, or otherwise producing agricultural products.
- SECTION 7. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 3046 of Title 2, unless there is created a duplication in numbering, reads as follows:
- A. A municipality may not exercise any of its powers to enact ordinances within an urban agricultural area in a manner that would unreasonably restrict or regulate farming practices in contravention of the purposes of this act unless the restrictions or regulations bear a direct relationship to public health or safety.

1 B. A unit of local government providing public services, such 2 as sewer, water, lights, or non-farm drainage, may not impose 3 benefit assessments or special ad valorem levies on land within an 4 urban agricultural area on the basis of frontage, acreage, or value unless the benefit assessments or special ad valorem levies were 5 6 imposed prior to the formation of the urban agricultural area or 7 unless the service is provided to the landowner on the same basis as 8 others having the service. 9 SECTION 8. This act shall become effective November 1, 2022. 10 11 58-2-10607 02/17/22 JL12 1.3

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