SECOND REGULAR SESSION

HOUSE BILL NO. 1720

101ST GENERAL ASSEMBLY

INTRODUCED BY REPRESENTATIVE POLLITT (52).

4074H.01I

DANA RADEMAN MILLER, Chief Clerk

AN ACT

To repeal sections 60.301, 60.315, 60.345, 135.305, 135.686, 266.355, 348.436, 348.500, 643.050, 643.079, and 643.245, RSMo, and to enact in lieu thereof thirteen new sections relating to agricultural economic opportunities, with an emergency clause.

Be it enacted by the General Assembly of the state of Missouri, as follows:

Section A. Sections 60.301, 60.315, 60.345, 135.305, 135.686, 266.355, 348.436,

- 2 348.500, 643.050, 643.079, and 643.245, RSMo, are repealed and thirteen new sections
- 3 enacted in lieu thereof, to be known as sections 60.301, 60.315, 60.345, 135.305, 135.686,
- 4 135.755, 135.775, 135.778, 348.436, 348.500, 643.050, 643.079, and 643.245, to read as
- 5 follows:
 - 60.301. Whenever the following words and terms are used in this chapter they shall
- 2 have the following meaning unless the context clearly indicates that a different meaning is
- 3 intended:
- 4 (1) "Corners of the United States public land survey", those points that determine the
- 5 boundaries of the various subdivisions represented on the official plat such as the township
- 6 corner, the section corner, the quarter-section corner, grant corner [and], meander corner, and
- 7 center of section;
- 8 (2) "Existent corner", a corner whose position can be identified by verifying the
- 9 evidence of the original monument or its accessories, or by some physical evidence described
- 0 in the field notes, or located by an acceptable supplemental survey record or some physical
- 11 evidence thereof, or by testimony. The physical evidence of a corner may have been entirely
- 12 obliterated but the corner will be considered existent if its position can be recovered through

EXPLANATION — Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and is intended to be omitted from the law. Matter in **bold-face** type in the above bill is proposed language.

the testimony of one or more witnesses who have a dependable knowledge of the original location. A legally reestablished corner shall have the same status as an existent corner;

- (3) "Lost corner", a corner whose position cannot be determined, beyond reasonable doubt, either from traces of the original marks or from acceptable evidence or testimony that bears upon the original position;
- (4) "Monument", the physical object which marks the corner point determined by the surveying process. The accessories, such as bearing trees, bearing objects, reference monuments, mounds of stone and other similar objects that aid in identifying the corner position, are also considered a part of a corner monument;
- (5) "Obliterated, decayed or destroyed corner", [an existent corner] a position at whose point there are no remaining traces of the original monument or its accessories, but whose location has been perpetuated by subsequent surveys, or the point may be recovered beyond reasonable doubt by the acts and testimony of local residents, competent surveyors, other qualified local authorities or witnesses, or by some acceptable record evidence. A position that depends upon the use of collateral evidence can be accepted only if duly supported, generally through proper relation to known corners, and agreement with the field notes regarding distances to natural objects, stream crossings, line trees, etc., or unquestionable testimony;
- (6) "Original government survey", that survey executed under the authority of the United States government as recorded on the official plats and field notes of the United States public land survey maintained by the Missouri department of agriculture;
- (7) "Proportionate measurement", a measurement of a line that gives equal relative weight to all parts of the line. The excess or deficiency between two existent corners is so distributed that the amount of excess or deficiency given to each interval bears the same proportion to the whole difference as the record length of the interval bears to the whole record distance:
- (a) "Single proportionate measurement", a measurement of a line applied to a new measurement made between known points on a line to determine one or more positions on that line;
- (b) "Double proportionate measurement", a measurement applied to a new measurement made between four known corners, two each on intersecting meridional and latitudinal lines, for the purpose of relating the intersection to both. [The procedure is described as follows: first, measurements will be made between the nearest existent corners north and south of the lost corner. A temporary point will be determined to locate the latitude of the lost corner on the straight line connecting the existent corners and at the proper proportionate distance. Second, measurements will be made between the nearest existent corners east and west of the lost corner. A temporary point will be determined to locate the

longitude of the lost corner on the straight line connecting the existent corners and at the proportionate distance. Third, determine the location of the lost corner at the intersection of an east-west line through the point determining the latitude of the lost corner with a north-south line through the point determining the longitude of the lost corner.] When the total length of the line between the nearest existing corners was not measured in the original government survey, the record distance from one existing corner to the lost corner will be used instead of the proportionate distance. This exception will apply to either or both of the east-west or north-south lines;

- (8) "Record distance", the distance or length as shown on the original government survey. In determining record distances, consideration shall be given as to whether the distance was measured on a random or true line.
- 60.315. The following rules for the reestablishment of lost corners shall be applied only when it is determined that the corner is lost: (The rules utilize proportional measurement which harmonizes surveying practice with legal and equitable considerations. This plan of relocating a lost corner is always employed unless it can be shown that the corner so located is in substantial disagreement with the general scheme of the original government survey as monumented. In such cases the surveyor shall use procedures that produce results consistent with the original survey of that township.)
 - (1) Existent original corners shall not be disturbed. Consequently, discrepancies between the new and record measurements shall not in any manner affect the measurements beyond the existent corners; but the differences shall be distributed proportionately within the several intervals along the line between the corners;
 - (2) Standard parallels shall be given precedence over other township exteriors, and, ordinarily, the latter shall be given precedence over subdivisional lines; section corners shall be located or reestablished before the position of lost quarter-section corners can be determined;
 - (3) Lost township corners common to four townships shall be reestablished by double proportionate measurement between the nearest existent corners on opposite sides of the lost township corner;
 - (4) Lost township corners located on standard parallels and common only to two townships shall be reestablished by single proportionate measurement between the nearest existent corners on opposite sides of the lost township corner on the standard parallel;
 - (5) [Lost standard corners shall be reestablished on a standard or correction line by single proportionate measurement on the line connecting the nearest identified standard or closing corners on opposite sides of the lost corner or corners, as the case may be;
 - (6) All lost section and quarter-section corners on the township boundary lines shall be reestablished by single proportionate measurement between the nearest existent corners on

29

30

31

32

33

34

35

3637

38

39

40 41

42

43

opposite sides of the lost corner according to the conditions represented upon the original government plat;

- (7)] Lost corners on township exteriors, excluding corners referenced in subdivision (3) of this section, whether they are standard or closing corners, shall be reestablished by single proportionate measurement on the line connecting the next nearest existent standard or closing corner on opposite sides of the lost corner;
- (6) A lost interior corner of four sections shall be reestablished by double proportionate measurement;
- [(8) A lost closing corner shall be reestablished on the true line that was closed upon, and at the proper proportional interval between the nearest existent corners on opposite sides of the lost corner:
- (9)] (7) All lost quarter-section corners on the section boundaries within the township shall be reestablished by single proportionate measurement between the adjoining section corners, after the section corners have been identified or reestablished; and
- [(10)] (8) Where a line has been terminated with a measurement in one direction only, a lost corner shall be reestablished by record bearing and distance, counting from the nearest regular corner, the latter having been duly identified or reestablished.
- 60.345. The quarter-section corners of sections south of the township line and east of the range line, and not established by the original government survey will be established according to the conditions represented upon the official government plat using **single** proportionate measurement between the [adjoining] section corners belonging to the same section as the quarter-section corner being established, the section corners having first been identified or reestablished. The proportional position shall be offset, if necessary, in a cardinal direction to the true line defined by the nearest adjacent corners on opposite sides of the quarter-section corner to be established.
- otherwise due under chapter 143, except sections 143.191 to 143.261, as a production incentive to produce processed wood products in a qualified wood-producing facility using Missouri forest product residue. The tax credit to the wood energy producer shall be five dollars per ton of processed material. The credit may be claimed for a period of five years and is to be a tax credit against the tax otherwise due. No new tax credits, provided for under sections 135.300 to 135.311, shall be authorized after June 30, [2020] 2028. In no event shall the aggregate amount of all tax credits allowed under sections 135.300 to 135.311 exceed six million dollars in any given fiscal year. There shall be no tax credits authorized under sections 135.300 to 135.311 unless an appropriation is made for such tax credits.
- 135.686. 1. This section shall be known and may be cited as the "Meat Processing 2 Facility Investment Tax Credit Act".

- 3 2. As used in this section, the following terms mean:
- 4 "Authority", the agricultural and small business development authority established in chapter 348;
- "Meat processing facility", any commercial plant, as defined under section 6 265.300, at which livestock are slaughtered or at which meat or meat products are processed for sale commercially and for human consumption; 8
- 9 (3) "Meat processing modernization or expansion", constructing, improving, or 10 acquiring buildings or facilities, or acquiring equipment for meat processing including the following, if used exclusively for meat processing and if acquired and placed in service in this state during tax years beginning on or after January 1, 2017, but ending on or before December 31, [2021] 2028: 13
- 14 (a) Building construction including livestock handling, product intake, storage, and warehouse facilities; 15
 - (b) Building additions;

16

19

23

24

25

26

27 28

29

31

38

- 17 (c) Upgrades to utilities including water, electric, heat, refrigeration, freezing, and 18 waste facilities:
 - (d) Livestock intake and storage equipment;
- 20 (e) Processing and manufacturing equipment including cutting equipment, mixers, 21 grinders, sausage stuffers, meat smokers, curing equipment, cooking equipment, pipes, 22 motors, pumps, and valves;
 - (f) Packaging and handling equipment including sealing, bagging, boxing, labeling, conveying, and product movement equipment;
 - (g) Warehouse equipment including storage and curing racks;
 - (h) Waste treatment and waste management equipment including tanks, blowers, separators, dryers, digesters, and equipment that uses waste to produce energy, fuel, or industrial products;
- Computer software and hardware used for managing the claimant's meat 30 processing operation including software and hardware related to logistics, inventory management, production plant controls, and temperature monitoring controls; and
- 32 (i) Construction or expansion of retail facilities or the purchase or upgrade of retail equipment for the commercial sale of meat products if the retail facility is located at the same 33 location as the meat processing facility; 34
- 35 (4) "Tax credit", a credit against the tax otherwise due under chapter 143, excluding withholding tax imposed under sections 143.191 to 143.265, or otherwise due under chapter 36 37 147;
 - (5) "Taxpayer", any individual or entity who:

39 (a) Is subject to the tax imposed under chapter 143, excluding withholding tax 40 imposed under sections 143.191 to 143.265, or the tax imposed under chapter 147;

- (b) In the case of an individual, is a resident of this state as verified by a 911 address or, in the absence of a 911 system, a physical address; and
- (c) Owns a meat processing facility located in this state and employs a combined total of fewer than five hundred individuals in all meat processing facilities owned by the individual or entity in this country;
- (6) "Used exclusively", used to the exclusion of all other uses except for use not exceeding five percent of total use.
- 3. For all tax years beginning on or after January 1, 2017, but ending on or before December 31, [2021] 2028, a taxpayer shall be allowed a tax credit for meat processing modernization or expansion related to the taxpayer's meat processing facility. The tax credit amount shall be equal to twenty-five percent of the amount the taxpayer paid in the tax year for meat processing modernization or expansion.
- 4. The amount of the tax credit claimed shall not exceed the amount of the taxpayer's state tax liability for the tax year for which the credit is claimed. No tax credit claimed under this section shall be refundable. The tax credit shall be claimed in the tax year in which the meat processing modernization or expansion expenses were paid, but any amount of credit that the taxpayer is prohibited by this section from claiming in a tax year may be carried forward to any of the taxpayer's four subsequent tax years. The total amount of tax credits that any taxpayer may claim shall not exceed seventy-five thousand dollars per year. If two or more persons own and operate the meat processing facility, each person may claim a credit under this section in proportion to [his or her] such person's ownership interest; except that, the aggregate amount of the credits claimed by all persons who own and operate the meat processing facility shall not exceed seventy-five thousand dollars per year. The amount of tax credits authorized in this section [and section 135.679] in a calendar year shall not exceed two million dollars. Tax credits shall be issued on an as-received application basis until the calendar year limit is reached. Any credits not issued in any calendar year shall expire and shall not be issued in any subsequent year.
- 5. To claim the tax credit allowed under this section, the taxpayer shall submit to the authority an application for the tax credit on a form provided by the authority and any application fee imposed by the authority. The application shall be filed with the authority at the end of each calendar year in which a meat processing modernization or expansion project was completed and for which a tax credit is claimed under this section. The application shall include any certified documentation, proof of meat processing modernization or expansion, and any other information required by the authority. All required information obtained by the authority shall be confidential and not disclosed except by court order, subpoena, or as

otherwise provided by law. If the taxpayer and the meat processing modernization or expansion meet all criteria required by this section and approval is granted by the authority, the authority shall issue a tax credit certificate in the appropriate amount. Tax credit certificates issued under this section may be assigned, transferred, sold, or otherwise conveyed, and the new owner of the tax credit certificate shall have the same rights in the tax credit as the original taxpayer. If a tax credit certificate is assigned, transferred, sold, or otherwise conveyed, a notarized endorsement shall be filed with the authority specifying the name and address of the new owner of the tax credit certificate and the value of the tax credit.

- 6. Any information provided under this section shall be confidential information, to be shared with no one except state and federal animal health officials, except as provided in subsection 5 of this section.
- 7. The authority shall promulgate rules establishing a process for verifying that a facility's modernization or expansion for which tax credits were allowed under this section has in fact expanded the facility's production within three years of the issuance of the tax credit and if not, the authority shall promulgate through rulemaking a process by which the taxpayer shall repay the authority an amount equal to that of the tax credit allowed.
- 8. The authority shall, at least annually, submit a report to the Missouri general assembly reviewing the costs and benefits of the program established under this section.
- 9. The authority may promulgate rules to implement the provisions of this section. Any rule or portion of a rule, as that term is defined in section 536.010, that is created under the authority delegated in this section shall become effective only if it complies with and is subject to all of the provisions of chapter 536 and, if applicable, section 536.028. This section and chapter 536 are nonseverable and if any of the powers vested with the general assembly pursuant to chapter 536 to review, to delay the effective date, or to disapprove and annul a rule are subsequently held unconstitutional, then the grant of rulemaking authority and any rule proposed or adopted after August 28, 2016, shall be invalid and void.
- 102 10. This section shall not be subject to the Missouri sunset act, sections 23.250 to 103 23.298.

135.755. 1. For the purposes of this section, the following terms shall mean:

- (1) "Department", the Missouri department of revenue;
- (2) "Higher ethanol blend", a fuel capable of being dispensed directly into motor vehicle fuel tanks for consumption that is comprised of at least fifteen percent but not more than eighty-five percent ethanol;
 - (3) "Retail dealer", a person that owns or operates a retail service station;
- (4) "Retail service station", a location from which higher ethanol blend is sold to the general public and is dispensed directly into motor vehicle fuel tanks for consumption.

21

22

23

24

25

26

27

28

29

31

32

33

3435

3637

38

40

- 10 2. For all tax years beginning on or after January 1, 2023, a retail dealer that 11 sells higher ethanol blend at such retail dealer's retail service station shall be allowed a tax credit to be taken against the retail dealer's state income tax liability. The amount of the credit shall equal five cents per gallon of higher ethanol blend sold by the retail 14 dealer and dispensed through metered pumps at the retail dealer's retail service station during the tax year in which the tax credit is claimed. Tax credits authorized pursuant 15 16 to this section shall not be transferred, sold, or assigned. If the amount of the tax credit exceeds the taxpayer's state tax liability, the difference shall not be refundable but may 17 be carried forward to any of the five subsequent tax years. The total amount of tax 18 credits authorized pursuant to this section for any given fiscal year shall not exceed five 20 million dollars.
 - 3. The tax credit allowed by this section shall be claimed by such taxpayer at the time such taxpayer files a return and shall be applied against the income tax liability imposed by chapter 143 after reduction for all other credits allowed thereon. The department may require any documentation it deems necessary to implement the provisions of this section.
 - 4. The department shall promulgate rules to implement the provisions of this section. Any rule or portion of a rule, as that term is defined in section 536.010, that is created under the authority delegated in this section shall become effective only if it complies with and is subject to all of the provisions of chapter 536 and, if applicable, section 536.028. This section and chapter 536 are nonseverable, and if any of the powers vested with the general assembly pursuant to chapter 536 to review, to delay the effective date, or to disapprove and annul a rule are subsequently held unconstitutional, then the grant of rulemaking authority and any rule proposed or adopted after August 28, 2022, shall be invalid and void.
 - 5. Under section 23.253 of the Missouri sunset act:
 - (1) The provisions of this section shall automatically sunset on December 31, 2028, unless reauthorized by an act of the general assembly; and
 - (2) If such program is reauthorized, the program authorized under this section shall automatically sunset twelve years after the effective date of the reauthorization of this section; and
- 41 (3) This section shall terminate on September first of the calendar year 42 immediately following the calendar year in which the program authorized under this 43 section is sunset.

135.775. 1. As used in this section, the following terms mean:

2 (1) "Biodiesel blend", a blend of diesel fuel and biodiesel fuel of at least five 3 percent and not more than twenty percent for on-road and off-road diesel-fueled vehicle

11

13

14

15

16

17

18

19

20

21

22

23

25

26

27

28

29

30 31

32

33

34

35

36

37

38

39

4 use. Biodiesel blend shall comply with ASTM International Standard D7467-20a, Standard Specification for Diesel Fuel Oil, Biodiesel Blend (B6 to B20), or the most 6 recent specification;

- (2) "Biodiesel fuel", a renewable, biodegradable, mono alkyl ester combustible 8 liquid fuel that is derived from agricultural and other plant oils or animal fats and that meets the ASTM International Standard D6751-20a, Standard Specification for 10 Biodiesel Fuel Blend Stock (B100) for Middle Distillate Fuels or the most recent specification, or any ASTM International Standard Specification for (B99) Blend Stock for Distillate Fuels if any such standard specification is promulgated. produced from palm oil is not biodiesel fuel for the purposes of this section unless the palm oil is contained within waste oil and grease collected within the United States;
 - (3) "Department", the Missouri department of revenue;
 - (4) "Retail dealer", a person that owns or operates a retail service station;
 - (5) "Retail service station", a location from which biodiesel blend is sold to the general public and is dispensed directly into motor vehicle fuel tanks for consumption.
 - 2. For all tax years beginning on or after January 1, 2023, a retail dealer that sells a biodiesel blend at a retail service station shall be allowed a tax credit to be taken against the retail dealer's state income tax liability. The amount of the credit shall be equal to:
 - (1) Two cents per gallon of biodiesel blend of at least five percent but not more than ten percent sold by the retail dealer at a retail service station during the tax year in which the tax credit is claimed; and
 - (2) Five cents per gallon of biodiesel blend in excess of ten percent sold by the retail dealer at a retail service station during the tax year in which the tax credit is claimed.
 - 3. Tax credits authorized under this section shall not be transferred, sold, or assigned. If the amount of the tax credit exceeds the taxpayer's state tax liability, the difference shall be refundable. The total amount of tax credits authorized under this section for any given fiscal year shall not exceed sixteen million dollars.
 - 4. In the event the total amount of tax credits claimed under this section exceeds the amount of available tax credits, the tax credits shall be apportioned equally to all eligible retail dealers claiming a tax credit by April fifteenth of the fiscal year in which the tax credit is claimed.
 - 5. The tax credit allowed by this section shall be claimed by such taxpayer at the time such taxpayer files a return and shall be applied against the income tax liability imposed by chapter 143 after reduction for all other credits allowed thereon. The

42

43

44

45

46

47

48

52

53

54

55

56

57

58

59

61

62

63

65

66 67

68 69

70

40 department may require any documentation it deems necessary to implement the provisions of this section. 41

- 6. The department may work with the division of weights and measures within the department of agriculture to validate that the biodiesel blend a retail dealer claims for the tax credit authorized under this section contains a sufficient percentage of biodiesel fuel.
- 7. The department shall promulgate rules to implement the provisions of this section. Any rule or portion of a rule, as that term is defined in section 536.010, that is created pursuant to the authority delegated in this section shall become effective only if 49 it complies with and is subject to all of the provisions of chapter 536 and, if applicable, section 536.028. This section and chapter 536 are nonseverable, and if any of the powers vested with the general assembly pursuant to chapter 536 to review, to delay the effective date, or to disapprove and annul a rule are subsequently held unconstitutional, then the grant of rulemaking authority and any rule proposed or adopted after August 28, 2022, shall be invalid and void.
 - 8. Under section 23.253 of the Missouri sunset act:
 - (1) The provisions of the new program authorized under this section shall automatically sunset on December 31, 2028, unless reauthorized by an act of the general assembly;
 - (2) If such program is reauthorized, the program authorized under this section shall automatically sunset twelve years after the effective date of the reauthorization of this section: and
 - This section shall terminate on September first of the calendar year immediately following the calendar year in which the program authorized under this section is sunset. The termination of the program as described in this subsection shall not be construed to preclude any qualified taxpayer who claims any benefit under any program that is sunset under this subsection from claiming such benefit for all allowable activities related to such claim that were completed before the program was sunset or to eliminate any responsibility of the department to verify the continued eligibility of qualified individuals receiving tax credits and to enforce other requirements of law that applied before the program was sunset.

135.778. 1. For the purposes of this section, the following terms shall mean:

2 (1) "Biodiesel fuel", a renewable, biodegradable, mono alkyl ester combustible liquid fuel that is derived from agricultural and other plant oils or animal fats and that meets the ASTM International Standard D6751-20a, Standard Specification for Biodiesel Fuel Blend Stock (B100) for Middle Distillate Fuels or the most recent 5 specification, or any ASTM International Standard Specification for (B99) Blend Stock

for Distillate Fuels if any such standard specification is promulgated. Biodiesel produced from palm oil is not biodiesel fuel for the purposes of this section, unless the palm oil is contained within waste oil and grease collected within the United States;

- (2) "Department", the Missouri department of revenue;
- (3) "Missouri biodiesel producer", a facility that produces biodiesel fuel, is registered with the United States Environmental Protection Agency according to the requirements of 40 CFR Part 79, has begun construction on such facility or has been selling biodiesel fuel produced at such facility on or before August 28, 2022, and:
- (a) Is at least fifty-one percent owned by agricultural producers who are residents of this state and who are actively engaged in agricultural production for commercial purposes; or
- (b) At least eighty percent of the feedstock used by the facility originates in the state of Missouri. For purposes of this section, "feedstock" means an agricultural, horticultural, viticultural, vegetable, aquacultural, livestock, forestry, or poultry product either in its natural or processed state.
- 2. (1) For all tax years beginning on or after January 1, 2023, a Missouri biodiesel producer shall be allowed a tax credit to be taken against the producer's state income tax liability. The amount of the tax credit shall be two cents per gallon of biodiesel fuel produced by the Missouri biodiesel producer.
- (2) A biodiesel producer that is not a Missouri biodiesel producer because the producer does not meet the provisions of paragraph (a) or (b) of subdivision (3) of subsection 1 of this section may claim a prorated tax credit equal to the following:
- (a) For a biodiesel producer for which at least seventy percent but less than eighty percent of the producer's feedstock originates in the state of Missouri, the tax credit shall equal one and one-half cents per gallon of biodiesel fuel produced;
- (b) For a biodiesel producer for which at least sixty percent but less than seventy percent of the producer's feedstock originates in the state of Missouri, the tax credit shall equal one cent per gallon of biodiesel fuel produced; and
- (c) For a biodiesel producer for which at least fifty percent but less than sixty percent of the producer's feedstock originates in the state of Missouri, the tax credit shall equal one-half cent per gallon of biodiesel fuel produced.
- 3. Tax credits authorized under this section shall not be transferred, sold, or assigned. If the amount of the tax credit exceeds the taxpayer's state tax liability, the difference shall be refundable. The total amount of tax credits authorized under this section for any given fiscal year shall not exceed four million dollars.
- 4. In the event the total amount of tax credits claimed under this section exceeds the amount of available tax credits, the tax credits shall be apportioned equally to all

eligible Missouri biodiesel producers claiming the credit by April fifteenth of the fiscal year in which the tax credit is claimed.

- 5. The tax credit authorized under this section shall be claimed by such taxpayer at the time such taxpayer files a return and shall be applied against the income tax liability imposed by chapter 143 after reduction for all other credits allowed thereon. The department may require any documentation it deems necessary to implement the provisions of this section.
- 6. The department may work with the department of agriculture to validate that the biodiesel fuel and feedstock meet the requirements for the tax credit authorized under this section.
- 7. The department shall promulgate rules to implement the provisions of this section. Any rule or portion of a rule, as that term is defined in section 536.010, that is created pursuant to the authority delegated in this section shall become effective only if it complies with and is subject to all of the provisions of chapter 536 and, if applicable, section 536.028. This section and chapter 536 are nonseverable, and if any of the powers vested with the general assembly pursuant to chapter 536 to review, to delay the effective date, or to disapprove and annul a rule are subsequently held unconstitutional, then the grant of rulemaking authority and any rule proposed or adopted after August 28, 2022, shall be invalid and void.
 - 8. Under section 23.253 of the Missouri sunset act:
- (1) The provisions of the new program authorized under this section shall automatically sunset on December 31, 2028, unless reauthorized by an act of the general assembly;
- (2) If such program is reauthorized, the program authorized under this section shall automatically sunset twelve years after the effective date of the reauthorization of this section; and
- (3) This section shall terminate on September first of the calendar year immediately following the calendar year in which the program authorized under this section is sunset. The termination of the program as described in this subsection shall not be construed to preclude any qualified taxpayer who claims any benefit under any program that is sunset under this subsection from claiming such benefit for all allowable activities related to such claim that were completed before the program was sunset, or to eliminate any responsibility of the department to verify the continued eligibility of qualified individuals receiving tax credits and to enforce other requirements of law that applied before the program was sunset.

348.436. The provisions of sections 348.430 to 348.436 shall expire December 31, 2 [2021] 2028.

5

7

8

10 11

12

1314

15

16

17

20

21

22

23

24

25

2627

28

29

30

3132

348.500. 1. This section shall be known and may be cited as the "Family Farms Act".

- 2 2. As used in this section, "small farmer" means a farmer who is a Missouri resident and who has less than [two hundred fifty] five hundred thousand dollars in gross sales per 4 year.
 - 3. The agricultural and small business development authority shall establish a family farm breeding livestock loan program for small farmers for the purchase of beef cattle, dairy cattle, sheep and goats, and swine only.
 - 4. To participate in the loan program, a small farmer shall first obtain approval for a family farm livestock loan from a lender as defined in section 348.015. [Each small farmer shall be eligible for only one family farm livestock loan per family and for only one type of livestock.]
 - 5. The maximum amount of the family farm livestock loan for each type of livestock shall be as follows:
 - (1) [Seventy five] One hundred fifty thousand dollars for beef cattle;
 - (2) [Seventy-five] One hundred fifty thousand dollars for dairy cattle;
 - (3) [Thirty-five] Seventy thousand dollars for swine; and
 - (4) [Thirty] Sixty thousand dollars for sheep and goats.
- 18 6. Eligible borrowers under the program:
- 19 (1) Shall use the proceeds of the family farm loan to acquire breeding livestock;
 - (2) Shall not finance more than ninety percent of the anticipated cost of the purchase of such livestock through the family farm livestock loan; and
 - (3) Shall not be charged interest by the lender, as defined in section 348.015, for the first year of the qualified family farm livestock loan.
 - 7. Upon approval of the family farm livestock loan by a lender under subsection 4 of this section, the loan shall be submitted for approval by the agricultural and small business development authority. The authority shall promulgate rules establishing eligibility under this section, taking into consideration:
 - (1) The eligible borrower's ability to repay the family farm livestock loan;
 - (2) The general economic conditions of the area in which the farm is located;
 - (3) The prospect of a financial return for the small farmer for the type of livestock for which the family farm livestock loan is sought; and
 - (4) Such other factors as the authority may establish.
- 8. For eligible borrowers participating in the program, the authority shall be responsible for reviewing the purchase price of any livestock to be purchased by an eligible borrower under the program to determine whether the price to be paid is appropriate for the type of livestock purchased. The authority may impose a one-time loan review fee of one percent which shall be collected by the lender at the time of the loan and paid to the authority.

40

41 42

43

44

45

46 47

3

7

8

9

10

11

12

13 14

15

16

17

19

21

22

23

24

25

26

27

38 9. Nothing in this section shall preclude a small farmer from participating in any other 39 agricultural program.

- 10. Any rule or portion of a rule, as that term is defined in section 536.010, that is created under the authority delegated in this section shall become effective only if it complies with and is subject to all of the provisions of chapter 536 and, if applicable, section 536.028. This section and chapter 536 are nonseverable and if any of the powers vested with the general assembly pursuant to chapter 536 to review, to delay the effective date, or to disapprove and annul a rule are subsequently held unconstitutional, then the grant of rulemaking authority and any rule proposed or adopted after August 28, 2006, shall be invalid and void.
- 643.050. 1. In addition to any other powers vested in it by law the commission shall have the following powers:
- (1) Adopt, promulgate, amend and repeal rules and regulations consistent with the general intent and purposes of sections 643.010 to 643.355, chapter 536, [and] Titles V and VI 5 of the federal Clean Air Act, as amended, 42 U.S.C. 7661[7] et seq., and 42 U.S.C. Section 7412(r), as amended, for covered processes of agricultural stationary sources that use, store, or sell anhydrous ammonia, including, but not limited to:
 - (a) Regulation of use of equipment known to be a source of air contamination;
 - (b) Establishment of maximum quantities of air contaminants that may be emitted from any air contaminant source; [and]
 - (c) Regulations necessary to enforce the provisions of Title VI of the Clean Air Act, as amended, 42 U.S.C. 7671[7] et seq., regarding any Class I or Class II substances as defined therein; and
 - (d) Regulations necessary to implement and enforce the risk management plans under 42 U.S.C. Section 7412(r), as amended, for agricultural facilities that use, store, or sell anhydrous ammonia;
- (2) After holding public hearings in accordance with section 643.070, establish areas 18 of the state and prescribe air quality standards for such areas giving due recognition to variations, if any, in the characteristics of different areas of the state which may be deemed by the commission to be relevant; 20
 - (3) (a) To require persons engaged in operations which result in air pollution to monitor or test emissions and to file reports containing information relating to rate, period of emission and composition of effluent;
 - (b) Require submission to the director for approval of plans and specifications for any article, machine, equipment, device, or other contrivance specified by regulation the use of which may cause or control the issuance of air contaminants; but any person responsible for complying with the standards established under sections 643.010 to 643.355 shall determine,

unless found by the director to be inadequate, the means, methods, processes, equipment and operation to meet the established standards;

- (4) Hold hearings upon appeals from orders of the director or from any other actions or determinations of the director hereunder for which provision is made for appeal, and in connection therewith, issue subpoenas requiring the attendance of witnesses and the production of evidence reasonably relating to the hearing;
- (5) Enter such order or determination as may be necessary to effectuate the purposes of sections 643.010 to 643.355. In making its orders and determinations hereunder, the commission shall exercise a sound discretion in weighing the equities involved and the advantages and disadvantages to the person involved and to those affected by air contaminants emitted by such person as set out in section 643.030. If any small business, as defined by section 643.020, requests information on what would constitute compliance with the requirements of sections 643.010 to 643.355 or any order or determination of the department or commission, the department shall respond with written criteria to inform the small business of the actions necessary for compliance. No enforcement action shall be undertaken by the department or commission until the small business has had a period of time, negotiated with the department, to achieve compliance;
- (6) Cause to be instituted in a court of competent jurisdiction legal proceedings to compel compliance with any final order or determination entered by the commission or the director;
- (7) Settle or compromise in its discretion, as it may deem advantageous to the state, any suit for recovery of any penalty or for compelling compliance with the provisions of any rule;
- (8) Develop such facts and make such investigations as are consistent with the purposes of sections 643.010 to 643.355, and, in connection therewith, to enter or authorize any representative of the department to enter at all reasonable times and upon reasonable notice in or upon any private or public property for the purpose of inspecting or investigating any condition which the commission or director shall have probable cause to believe to be an air contaminant source or upon any private or public property having material information relevant to said air contaminant source. The results of any such investigation shall be reduced to writing, and a copy thereof shall be furnished to the owner or operator of the property. No person shall refuse entry or access, requested for purposes of inspection under this provision, to an authorized representative of the department who presents appropriate credentials, nor obstruct or hamper the representative in carrying out the inspection. A suitably restricted search warrant, upon a showing of probable cause in writing and upon oath, shall be issued by any judge having jurisdiction to any such representative for the purpose of enabling him to make such inspection;

69

81

83

84

85

86

87 88

89

90

91

92

93

94

- 65 (9) Secure necessary scientific, technical, administrative and operational services, including laboratory facilities, by contract or otherwise, with any educational institution, 66 67 experiment station, or any board, department, or other agency of any political subdivision or 68 state or the federal government;
 - (10) Classify and identify air contaminants; and
- 70 (11) Hold public hearings as required by sections 643.010 to 643.355.
- 71 2. No rule or portion of a rule promulgated under the authority of this chapter shall 72 become effective unless it has been promulgated pursuant to the provisions of section 73 536.024.
- 74 3. The commission shall have the following duties with respect to the prevention, 75 abatement and control of air pollution:
- 76 (1) Prepare and develop a general comprehensive plan for the prevention, abatement 77 and control of air pollution;
- 78 (2) Encourage voluntary cooperation by persons or affected groups to achieve the 79 purposes of sections 643.010 to 643.355;
- 80 (3) Encourage political subdivisions to handle air pollution problems within their respective jurisdictions to the extent possible and practicable and provide assistance to political subdivisions; 82
 - (4) Encourage and conduct studies, investigations and research;
 - Collect and disseminate information and conduct education and training programs;
 - Advise, consult and cooperate with other agencies of the state, political subdivisions, industries, other states and the federal government, and with interested persons or groups;
 - (7) Represent the state of Missouri in all matters pertaining to interstate air pollution including the negotiations of interstate compacts or agreements.
 - 4. Nothing contained in sections 643.010 to 643.355 shall be deemed to grant to the commission or department any jurisdiction or authority with respect to air pollution existing solely within commercial and industrial plants, works, or shops or to affect any aspect of employer-employee relationships as to health and safety hazards.
- 95 5. Any information relating to secret processes or methods of manufacture or production discovered through any communication required under this section shall be kept 96 97 confidential.
- 643.079. 1. Any air contaminant source required to obtain a permit issued under 2 sections 643.010 to 643.355 shall pay annually beginning April 1, 1993, a fee as provided 3 herein. For the first year the fee shall be twenty-five dollars per ton of each regulated air 4 contaminant emitted. Thereafter, the fee shall be set every three years by the commission by

rule and shall be at least twenty-five dollars per ton of regulated air contaminant emitted but not more than forty dollars per ton of regulated air contaminant emitted in the previous calendar year. If necessary, the commission may make annual adjustments to the fee by rule. The fee shall be set at an amount consistent with the need to fund the reasonable cost of administering sections 643.010 to 643.355, taking into account other moneys received pursuant to sections 643.010 to 643.355. For the purpose of determining the amount of air contaminant emissions on which the fees authorized under this section are assessed, a facility shall be considered one source [under the definition of] as described in subsection 2 of section 643.078, except that a facility with multiple operating permits shall pay the emission fees authorized under this section separately for air contaminants emitted under each individual permit.

- 2. A source which produces charcoal from wood shall pay an annual emission fee under this subsection in lieu of the fee established in subsection 1 of this section. The fee shall be based upon a maximum fee of twenty-five dollars per ton and applied upon each ton of regulated air contaminant emitted for the first four thousand tons of each contaminant emitted in the amount established by the commission pursuant to subsection 1 of this section, reduced according to the following schedule:
- (1) For fees payable under this subsection in the years 1993 and 1994, the fee shall be reduced by one hundred percent;
- (2) For fees payable under this subsection in the years 1995, 1996 and 1997, the fee shall be reduced by eighty percent;
- (3) For fees payable under this subsection in the years 1998, 1999 and 2000, the fee shall be reduced by sixty percent.
- 3. The fees imposed in subsection 2 of this section shall not be imposed or collected after the year 2000 unless the general assembly reimposes the fee.
- 4. Each air contaminant source with a permit issued under sections 643.010 to 643.355 shall pay the fee for the first four thousand tons of each regulated air contaminant emitted each year but no air contaminant source shall pay fees on total emissions of regulated air contaminants in excess of twelve thousand tons in any calendar year. A permitted air contaminant source which emitted less than one ton of all regulated pollutants shall pay a fee equal to the amount per ton set by the commission. An air contaminant source which pays emission fees to a holder of a certificate of authority issued pursuant to section 643.140 may deduct such fees from any amount due under this section. The fees imposed in this section shall not be applied to carbon oxide emissions. The fees imposed in subsection 1 of this section and this subsection shall not be applied to sulfur dioxide emissions from any Phase I affected unit subject to the requirements of Title IV, Section 404, of the federal Clean Air Act, as amended, 42 U.S.C. Section 7651[5] et seq., any sooner than January 1, 2000. The fees

71

72

73 74

75

76

77

imposed on emissions from Phase I affected units shall be consistent with and shall not exceed the provisions of the federal Clean Air Act, as amended, and the regulations promulgated thereunder. Any such fee on emissions from any Phase I affected unit shall be reduced by the amount of the service fee paid by that Phase I affected unit pursuant to subsection 8 of this section in that year. Any fees that may be imposed on Phase I sources shall follow the procedures set forth in subsection 1 of this section and this subsection and shall not be applied retroactively.

- 49 5. Moneys collected under this section shall be transmitted to the director of revenue for deposit in appropriate subaccounts of the natural resources protection fund created in 50 51 section 640.220. A subaccount shall be maintained for fees paid by air contaminant sources which are required to be permitted under Title V of the federal Clean Air Act, as amended, 42 52 U.S.C. Section 7661[7] et seq., and used, upon appropriation, to fund activities by the 54 department to implement the operating permits program authorized by Title V of the federal Clean Air Act, as amended. Another subaccount shall be maintained for fees paid by air 55 contaminant sources which are not required to be permitted under Title V of the federal Clean 56 57 Air Act as amended, and used, upon appropriation, to fund other air pollution control program 58 activities. Another subaccount shall be maintained for service fees paid under subsection 8 of 59 this section by Phase I affected units which are subject to the requirements of Title IV, Section 404, of the federal Clean Air Act Amendments of 1990 (42 U.S.C. Section 7651c), as 60 amended, [42 U.S.C. Section 7651,] and used, upon appropriation, to fund air pollution 61 control program activities. The provisions of section 33.080 to the contrary notwithstanding, moneys in the fund shall not revert to general revenue at the end of each biennium. Interest earned by moneys in the subaccounts shall be retained in the subaccounts. The per-ton fees 64 established under subsection 1 of this section may be adjusted annually, consistent with the 65 need to fund the reasonable costs of the program, but shall not be less than twenty-five dollars per ton of regulated air contaminant nor more than forty dollars per ton of regulated air 67 contaminant. The first adjustment shall apply to moneys payable on April 1, 1994, and shall 68 69 be based upon the general price level for the twelve-month period ending on August thirty-70 first of the previous calendar year.
 - 6. The department may initiate a civil action in circuit court against any air contaminant source which has not remitted the appropriate fees within thirty days. In any judgment against the source, the department shall be awarded interest at a rate determined pursuant to section 408.030 and reasonable attorney's fees. In any judgment against the department, the source shall be awarded reasonable attorney's fees.
 - 7. The department shall not suspend or revoke a permit for an air contaminant source solely because the source has not submitted the fees pursuant to this section.

95

97

98

100

101

102

103

104

105

106

107

108

110

111

112

113

114

78 8. Any Phase I affected unit which is subject to the requirements of Title IV, Section 79 404, of the federal Clean Air Act Amendments of 1990 (42 U.S.C. Section 7651c), as amended, [42 U.S.C. Section 7651,] shall pay annually beginning April 1, 1993, and terminating December 31, 1999, a service fee for the previous calendar year as provided 81 82 herein. For the first year, the service fee shall be twenty-five thousand dollars for each Phase I affected generating unit to help fund the administration of sections 643.010 to 643.355. 83 Thereafter, the service fee shall be annually set by the commission by rule, following public hearing, based on an annual allocation prepared by the department showing the details of all 85 costs and expenses upon which such fees are based consistent with the department's reasonable needs to administer and implement sections 643.010 to 643.355 and to fulfill its 88 responsibilities with respect to Phase I affected units, but such service fee shall not exceed twenty-five thousand dollars per generating unit. Any such Phase I affected unit which is 90 located on one or more contiguous tracts of land with any Phase II generating unit that pays 91 fees under subsection 1 or subsection 2 of this section shall be exempt from paying service 92 fees under this subsection. A "contiguous tract of land" shall be defined to mean adjacent 93 land, excluding public roads, highways and railroads, which is under the control of or owned 94 by the permit holder and operated as a single enterprise.

- 9. The department of natural resources shall determine the fees due pursuant to this section by the state of Missouri and its departments, agencies and institutions, including two-and four-year institutions of higher education. The director of the department of natural resources shall forward the various totals due to the joint committee on capital improvements and the directors of the individual departments, agencies and institutions. The departments, as part of the budget process, shall annually request by specific line item appropriation funds to pay said fees and capital funding for projects determined to significantly improve air quality. If the general assembly fails to appropriate funds for emissions fees as specifically requested, the departments, agencies and institutions shall pay said fees from other sources of revenue or funds available. The state of Missouri and its departments, agencies and institutions may receive assistance from the small business technical assistance program established pursuant to section 643.173.
- 10. Each retail agricultural facility that uses, stores, or sells anhydrous ammonia that is an air contaminant source subject to the risk management plan under 42 U.S.C. Section 7412(r), as amended, shall pay an annual registration fee of two hundred dollars. In addition, each retail agricultural facility that uses, stores, or sells anhydrous ammonia shall pay an annual tonnage fee calculated on the number of tons of anhydrous ammonia sold. The initial retail tonnage fee shall be set at one dollar and twenty-five cents per ton of anhydrous ammonia used or sold. Each distributor or terminal agricultural facility that uses, stores, or sells anhydrous ammonia that is an air

115

117

118

120

121

122

123

124

125

127

128

129

130

131

132

133

134

136

137

138

139140

141

142

143

145

146147

148

149

150151

contaminant source subject to the risk management plan program 3 under 40 CFR Part 68 shall pay an annual registration fee of five thousand dollars and shall not pay a tonnage fee. The annual registration fees and tonnage fee may be periodically revised under subsection 11 of this section. However, the fees collected shall be used exclusively for the purposes of administering the provisions of 42 U.S.C. Section 7412(r), as amended, for such agricultural facilities. Fees paid by agricultural air contaminant sources that use, store, or sell anhydrous ammonia for the purposes of implementing the requirements of 42 U.S.C. Section 7412(r), as amended, shall be deposited into the anhydrous ammonia risk management plan subaccount within the natural resources protection fund created in section 643.245. If the funding exceeds the reasonable costs to administer the programs as set forth in this section, the department of natural resources shall reduce fees for all registrants if the fees derived exceed the reasonable cost of administering the risk management plan under 42 U.S.C. Section 7412(r), as amended.

11. Notwithstanding any statutory fee amounts or maximums to the contrary, the department of natural resources may conduct a comprehensive review and propose changes to the fee structure authorized by sections 643.073, 643.075, 643.079, 643.225, 643.228, 643.232, 643.237, and 643.242 after holding stakeholder meetings in order to solicit stakeholder input from each of the following groups: the asbestos industry, electric utilities, mineral and metallic mining and processing facilities, cement kiln representatives, and any other interested industrial or business entities or interested parties. The department shall submit a proposed fee structure with stakeholder agreement to the air conservation commission. The commission shall review such recommendations at the forthcoming regular or special meeting, but shall not vote on the fee structure until a subsequent meeting. If the commission approves, by vote of two-thirds majority or five of seven commissioners, the fee structure recommendations, the commission shall authorize the department to file a notice of proposed rulemaking containing the recommended fee structure, and after considering public comments, may authorize the department to file the order of rulemaking for such rule with the joint committee on administrative rules pursuant to sections 536.021 and 536.024 no later than December first of the same year. If such rules are not disapproved by the general assembly in the manner set out below, they shall take effect on January first of the following calendar year and the previous fee structure shall expire upon the effective date of the commission-adopted fee structure. Any regulation promulgated under this subsection shall be deemed to be beyond the scope and authority provided in this subsection, or detrimental to permit applicants, if the general assembly, within the first sixty calendar days of the regular session immediately following the filing of such regulation, by concurrent resolution disapproves the regulation by concurrent resolution. If the general assembly so disapproves

any regulation filed under this subsection, the commission shall continue to use the previous

fee structure. The authority of the commission to further revise the fee structure as provided

154 by this subsection shall expire on August 28, 2024.

9

10

12

13

14

15

16 17

18 19

20 21

2

3

4

5

6

7

8 9

10

11

12

13

14 15

- 643.245. 1. All moneys received pursuant to sections 643.225 to 643.245 and any 2 other moneys so designated shall be placed in the state treasury and credited to the "Natural Resources Protection Fund — Air Pollution Asbestos Fee Subaccount", which is hereby 4 created. Such moneys received pursuant to sections 643.225 to 643.245 shall, subject to appropriation, be used solely for the purpose of administering this chapter. Any unexpended balance in such fund at the end of any appropriation period shall not be transferred to the general revenue fund of the state treasury and shall be exempt from the provisions of section 8 33.080.
 - 2. All moneys received under subsection 10 of section 643.079 and any other moneys so designated shall be placed in the "Natural Resources Protection Fund -Anhydrous Ammonia Risk Management Plan Subaccount", which is hereby created. Such moneys received under subsection 10 of section 643.079 shall, subject to appropriation, be used solely for the purpose of administering the provisions of section 643.079. Any unexpended balance in such fund at the end of any appropriation period shall not be transferred to the general revenue fund of the state treasury and shall be exempt from the provisions of section 33.080.
 - 3. The state treasurer, with the approval of the board of fund commissioners, is authorized to deposit all of the moneys in any of the qualified state depositories. All such deposits shall be secured in such manner and shall be made upon such terms and conditions as are now and may hereafter be approved by law relative to state deposits. Any interest received on such deposits shall be credited to the natural resources protection fund — air pollution asbestos fee subaccount.

266.355. Unless provided for by federal law, rule or regulation, the director of the department of agriculture shall promulgate, pursuant to chapter 536, and enforce regulations setting forth minimum general standards covering the design, construction, location, installation, and operation of equipment for storing, handling, transporting by tank truck, tank trailer, tank car and utilizing anhydrous ammonia. The provisions of this section shall not apply to equipment which is in use for storing anhydrous ammonia as of August 28, 2010, and which is found by the department to be in substantial compliance with generally accepted standards of safety regarding life and property. The department shall adopt the minimum general safety standards for the storage and handling of anhydrous ammonia set forth in ANSI Standard K61.1-1999, Safety Requirements for the Storage and Handling of Anhydrous Ammonia; except that, ANSI Standard K61.1-1999 shall not be adopted by the department prior to December 1, 2012. For purposes of this section, "ANSI" means the American National Standards Institute.]

Section B. Because immediate action is necessary to promote agricultural economic

- 2 opportunities in this state, section A of this act is deemed necessary for the immediate
- 3 preservation of the public health, welfare, peace, and safety, and is hereby declared to be an
- 4 emergency act within the meaning of the constitution, and section A of this act shall be in full

5 force and effect upon its passage and approval.

✓