103RD GENERAL ASSEMBLY

State of Illinois

2023 and 2024

SB2011

Introduced 2/9/2023, by Sen. Doris Turner

SYNOPSIS AS INTRODUCED:

New Act

Creates the Agricultural and Natural Resources Legacy Act. Creates the Agricultural and Natural Resources Legacy Fund as a separate fund in the State treasury to be managed by the Department of Agriculture. Provides that from the Fund, moneys shall be made available in each fiscal year for grants to qualified easement holdings having an application which has been reviewed by the Department of Agriculture and approved by the Agricultural Legacy Council. Creates the Agricultural Legacy Council to annually review and approve award grants recommended by the Department of Agriculture, review and approve rules adopted by the Department of Agriculture for administration of the program, and review outcomes of the program and advise the Department of Agriculture of changes in the program or rules to ensure success of the program in achieving the intent of the Act.

LRB103 27250 RLC 53621 b

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AN ACT concerning agriculture.

Be it enacted by the People of the State of Illinois, represented in the General Assembly:

4 Section 1. Short title. This Act may be cited as the 5 Agricultural and Natural Resources Legacy Act.

6 Section 5. Legislative findings and intent. The General
7 Assembly finds all of the following:

8 (1) That the preservation of farmland is important for 9 current and future agricultural production in this State, 10 including the production of food and other products needed 11 to sustain the life, health, and welfare of the people of 12 this State.

13 (2) That the preservation of farmland is important for
14 the current and future State economy and for the current
15 and future environment of this State.

16 (3) That establishment of agricultural conservation
17 easements, as provided in this Act, serve important public
18 purposes of statewide significance.

19 (4) The Agricultural Areas Conservation and Protection 20 Act provides that it is the policy of the State to 21 conserve, protect, and to encourage the development and 22 improvement of its agricultural lands for the production 23 of food and other agricultural products and to conserve 1 and protect agricultural lands as valued natural and 2 ecological resources that provide needed open spaces for 3 clean air sheds as well as aesthetic purposes.

(5) The Illinois Farmland Preservation Act provides 4 5 that conversion and loss of agricultural land has 6 diminished Illinois cropland base and affects 7 environmental quality. The supply of land most suitable for farming is finite. Conversion of this land to urban 8 9 development and other non-farm uses reduces future food 10 production capability and may ultimately undermine 11 agriculture as a major economic activity in Illinois.

12 (6) The intent of this Act is to ensure permanent 13 conservation of farmland in order to protect Illinois's 14 agricultural economy, the ecological benefits and 15 associated natural habitat provided by agricultural lands 16 and activities, and community character enhanced by 17 agricultural and natural landscapes by:

18 (A) incentivizing farmland owners to voluntarily19 protect their farms;

(B) facilitating the transition of farms under
 development pressure to next generation farmers;

(C) increasing the supply of locally grown food inthe State of Illinois; and

(D) facilitating utilization of federal and local
 funds to benefit Illinois's farmland and natural
 resources.

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Section 10. Definitions. In this Act:

2 "Agricultural conservation easement" means a nonpossessory 3 interest of a holder in real property within Illinois imposing 4 limitations or affirmative obligations, the purposes of which 5 include retaining or protecting agricultural production 6 capability and natural, scenic, habitat, or open-space values 7 of real property.

8 "Application" means any application seeking moneys from 9 the Agricultural and Natural Resources Fund.

10 "Cost of acquisition" means all out-of-pocket direct costs 11 of activities incurred in connection with the acquisition, 12 processing, recording, and documentation of an agricultural 13 conservation easement, such as appraisals, land surveys, title 14 verification, and closing, which may be required by applicable 15 State laws and local ordinances, or otherwise, in order to 16 establish a conservation easement on real property; however, such costs shall not include any costs incurred by a holder for 17 18 staffing, overhead, or operations.

19 "Qualified easement holder" means a State agency, federal 20 agency, county, municipality, or a 501(c)(3) nonprofit 21 organization with experience acquiring, whether through 22 purchase, donation or transfer, an agricultural or other 23 conservation easement.

24 "Qualified farmland" means agricultural land in an 25 undeveloped state or that has been developed only to the SB2011 - 4 - LRB103 27250 RLC 53621 b extent consistent with agricultural production, including row crops, livestock, nurseries, orchards, or pastures.

3 Section 15. Establishment of the Agricultural and Natural 4 Resources Legacy Fund. The Agricultural and Natural Resources Legacy Fund shall be established as a separate fund in the 5 6 State treasury to be managed by the Department of Agriculture, 7 separate and distinct from the General Revenue Fund. Interest earned by the Agricultural and Natural Resources Fund shall be 8 9 credited to the fund. Such funds shall not lapse to the General 10 Revenue Fund. Such funds shall be used to support the 11 protection and conservation of agricultural land and shall be 12 used to supplement, not supplant, Department of Agriculture 13 resources.

14 The Agricultural and Natural Resources Fund consists of:

(1) annual appropriations by the General Assembly tothe fund;

17 (2) public or private grants, gifts, donations, or 18 contributions dedicated to the fund for farmland 19 conservation;

(3) funds from any other source, including proceeds
from the sale of bonds, State, federal, or private
mitigation funds, or funds from any other local, State, or
federal program that may be dedicated to the fund for
farmland conservation; and

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(4) revenue derived from the sale of land or other

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assets donated or bequeathed to the fund.

Section 20. Grants; conditions of eligibility; permissible use of funds. From within the Agricultural and Natural Resources Legacy Fund, moneys shall be made available in each fiscal year for grants to any qualified easement holder having an application that has been reviewed by the Department of Agriculture and approved by the Agricultural Legacy Council, as provided in this Section.

9 As a condition of eligibility for any such grant, an 10 application shall have as its primary purpose advancing 11 farmland conservation and supporting active farming and food 12 production in Illinois. Award grants may include the 13 following:

14 (1) Payment to qualified easement holders for the
 15 purchase of agricultural conservation easements on
 16 qualified farmland.

17 (2) Payment for the costs of acquisition related to
18 the purchase of agricultural conservation easements
19 approved by the program.

The Agricultural and Natural Resources Heritage Fund shall be used to pay administrative costs of this program by the Department of Agriculture, annually not to exceed 5% of the annual allocation of moneys to the Fund.

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Section 25. Administration; prioritization of farmland.

1 The Department of Agriculture shall have primarv 2 responsibility for administration of the Agricultural and Natural Resources Fund program, under the direction and advice 3 of the Agricultural Legacy Council, as provided in this Act. 4 5 The Department shall:

6 (1) give priority to applications that protect 7 agricultural lands that are susceptible to development, 8 including subdivision and fragmentation;

9 (2) adopt a scoring process to be used in evaluating 10 applications that considers the following for 11 prioritization of projects:

12 (A) protecting farmland in active or planned13 cultivation;

(B) preventing development or fragmentation that
would result in farmland loss by conversion;

(C) supporting transition of farmland to next
 generation farmer owner-operators;

18 (D) leveraging local, federal, or private funding,19 including a match requirement;

20 (E) supporting conservation priorities including 21 protection of habitat, water quality, watershed 22 conservation, climate resiliency, local conservation 23 plans, and public viewshed;

25 (3) ensure the following easement terms are met to be
26 eligible for funds:

(F) preserving or Enhancing Soil Quality.

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(A) An agricultural conservation easement shall be
 perpetual.

3 (B) Agricultural conservation easement terms shall
4 align with existing federal and local programs to
5 maximize potential for matching funds.

Section 30. Authority to adopt rules. The Department of 6 7 Agriculture shall adopt rules as necessary to implement the provisions of this Act on or before December 31, 2023, 8 9 including the adoption of rules that establish a process for 10 submitting and processing applications for grants. The 11 Department, after consultation with the Illinois Agricultural 12 Legacy Council, shall solicit applications. The Department shall issue each solicitation in writing and shall publish a 13 14 notice announcing the solicitation.

15 Section 35. Establishment of the Illinois Agricultural Legacy Council; membership; role and duties of the Council. 16 17 There is established the Illinois Agricultural Legacy Council to advise and assist the Department of Agriculture with 18 administration and implementation of the program utilizing the 19 20 criteria proposed by the Department and adopted by the 21 Council. The Advisory Council shall consist of 9 members, as 22 follows:

(1) the Director of the Department of Agriculture;
(2) the Director of the Department of Natural

- 8 - LRB103 27250 RLC 53621 b

1 Resources;

2 (3) other members appointed by the Governor as3 follows:

4 (A) one member who operates a family farm in this 5 State;

6 (B) one member who is the designated 7 representative of a banking or lending organization 8 and who has significant experience in agricultural 9 lending;

10 (C) one member who is the designated 11 representative of a statewide agricultural 12 organization;

(D) one member who is a designated representative
of a land trust or statewide nonprofit conservation
organization operating in this State;

16 (E) one member who is a designated representative
17 of an educational institution with an agricultural
18 program;

19 (F) one member who is the designated 20 of Soil representative and Water Conservation 21 Districts, Illinois Extension, or the United States 22 Department of Agriculture Natural Resources 23 Conservation Services; and

24 (G) one member representing the planning25 profession.

26 Appointed members of the council serve staggered terms of

3 years, with 4 of the members' terms expiring on December 31
 of each odd-numbered year.

Appointments to and removal from the council shall be made by the Governor and the Director of Agriculture without regard to the race, color, disability, sex, religion, age, or national origin of the appointees.

7 The Council shall meet at least quarterly each year for the transaction of its business. Three-fifths of the members 8 9 of the Council present at any board meeting shall constitute a 10 quorum in order to conduct business; however, in the absence 11 of a quorum, a majority of the members present may adjourn the 12 meeting from time to time until a quorum shall attend. Any 13 Council action or recommendation must be approved by a simple majority of the members of the entire Council then in office, 14 15 unless specified otherwise in this Act.

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The Council shall:

17 (1) annually review and approve award grants
 18 recommended by the Department of Agriculture;

19 (2) review and approve rules adopted by the Department
 20 of Agriculture for administration of the program; and

(3) review outcomes of the program and advise Department of Agriculture on changes in the program or rules to ensure success of the program in achieving the intent of this Act.

SB2011