

644 Amend (5251) - Do Pass 3/4 (p 531)

322 " 3/25 (p 925)

FILED FEB 6 1986

SENATE FILE 2137
BY WALDSTEIN

Passed Senate, Date _____ Passed House, Date _____
Vote: Ayes _____ Nays _____ Vote: Ayes _____ Nays _____
Approved _____

A BILL FOR

1 An Act relating to the corporate ownership of agricultural land
2 to be used for a commercial cattle feedlot.
3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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S.F. 2137

1 Section 1. Section 172C.1, Code 1985, is amended by adding
2 the following new subsections:

3 NEW SUBSECTION. 18. "Commercial cattle feedlot" means a
4 high capacity confinement feeding facility utilized for the
5 fattening and finishing of feeder cattle. A commercial cattle
6 feedlot excludes typical farming operations and the production
7 of grain or other cash crops. However, commercial cattle
8 feedlots may include the production of silage or hay roughage
9 to be utilized as cattle feed in the commercial feedlot cattle
10 rations.

11 NEW SUBSECTION. 19. "One-time feedlot designed capacity"
12 means the maximum number of feeder cattle a commercial cattle
13 feedlot is designed to contain at any one time.

14 Sec. 2. Section 172C.4, Code 1985, is amended by adding
15 the following new subsection:

16 NEW SUBSECTION. 11A. Agricultural land which is used for
17 a commercial cattle feedlot. The maximum number of acres of
18 agricultural land which may be held by a commercial cattle
19 feedlot pursuant to this exception is equal to twenty-five
20 percent of the one-time feedlot designed capacity, and the
21 land may be used for the confinement facility, the production
22 of silage and hay roughage, and for the disposal of feedlot
23 waste.

24 **EXPLANATION**

25 This bill creates an exception to the bar against corporate
26 ownership of agricultural land by permitting ownership and
27 operation of a commercial cattle feedlot, allowing sufficient
28 acreage for the production of silage and the disposal of
29 feedlot waste in addition to the confinement facility. The
30 number of acres permitted is 25 percent of the one-time
31 feedlot designed capacity.

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S-5315

1 Amend Senate File 2137 as follows:

2 1. By striking everything after the enacting
3 clause and inserting the following:

4 "Section 1. INTENT.

5 It is the intent of the Iowa general assembly to
6 aid the Iowa livestock industry and to encourage its
7 growth.

8 Sec. 2. Section 172C.1, subsection 9, Code 1985,
9 is amended to read as follows:

10 9. "Authorized farm corporation" means a
11 corporation other than a family farm corporation
12 founded for the purpose of farming and the ownership
13 of agricultural land in which all of the following
14 conditions are met:

15 a. The stockholders do not exceed twenty-five ten
16 in number;--and.

17 b. The stockholders are all natural persons or
18 persons acting in a fiduciary capacity for the benefit
19 of natural persons or nonprofit corporations.

20 c. At least two of the stockholders are related to
21 each other within the third degree of consanguinity or
22 affinity, of whom at least one is actively engaged in
23 farming.

24 Sec. 3. NEW SECTION. LIVESTOCK PRODUCTION --
25 PAYMENT OF TAXES ON BUILDINGS.

26 For each fiscal year between July 1, 1986 and June
27 30, 2011, the state comptroller shall remit to the
28 county treasurer of each county the amount of property
29 taxes due for that fiscal year on buildings and
30 equipment within that county utilized for the purposes
31 of livestock production by a natural person, family
32 farm corporation, or authorized farm corporation. The
33 county treasurer shall credit the moneys received
34 under this section against the property tax on the
35 buildings and equipment of the qualified persons on a
36 pro rata basis."

S-5315 Filed March 11, 1986

BY RIORDAN

S-5351

1 Amend Senate File 2137 as follows:

2 1. Page 1, line 5, by inserting after the words
3 "feeder cattle" the following: ", which has a one-
4 time feedlot designed capacity of not in excess of ten
5 thousand head of cattle".

6 2. Page 1, by striking lines 19 and 20, and
7 inserting the following: "feedlot pursuant to this
8 exception is a number equal to twenty-five percent of
9 a one-time feedlot designed capacity of up to five
10 thousand head, and a number equal to twelve and one-
11 half percent of a one-time feedlot designed capacity
12 of over five thousand head and up to ten thousand
13 head. The".

S-5351 Filed March 13, 1986

BY WALDTSTEIN, RIORDAN

SENATE FILE 2137

S-5251

1 Amend Senate File 2137 as follows:

2 1. Page 1, line 23, by inserting after the word
3 "waste." the following: "However, a corporation or a
4 wholly or partially owned subsidiary of a corporation
5 engaged in the slaughter, processing, distribution, or
6 marketing of beef products shall not fatten or finish
7 feeder cattle owned by the corporation or subsidiary
8 in a commercial cattle feedlot owned by the
9 corporation or subsidiary."

S-5251 Filed March 4, 1986

COMM. ON AGRICULTURE, PRIEBE, CHAIR

SENATE FILE 2137

S-5307

1 Amend the amendment S-5251 to Senate File 2137 as
2 follows:

3 1. Page 1, line 9, by inserting after the word
4 "subsidiary." the following: "The exception provided
5 by this subsection is available only to persons who do
6 not claim the investment tax credit on their federal
7 income tax return during each year the agricultural
8 land is owned or leased."

S-5307 Filed March 11, 1986

BY TAYLOR

SENATE FILE 2137

S-5310

1 Amend amendment S-5251 to Senate File 2137 as
2 follows:

3 1. Page 1, line 9, by inserting after the word
4 "subsidiary" the following: ", and a corporation
5 shall not own agricultural land within one hundred
6 miles of an agricultural product processing facility
7 if the corporation raises or intends to raise crops or
8 livestock in direct competition with farmers within
9 the corporations's trade area".

S-5310 Filed March 11, 1986

BY BOSWELL