1	STATE OF OKLAHOMA
2	2nd Session of the 59th Legislature (2024)
3	COMMITTEE SUBSTITUTE
4	FOR SENATE BILL 1705 By: Howard of the Senate
5	and
6	Hays of the House
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9	COMMITTEE SUBSTITUTE
10	An Act relating to alien ownership of land; amending 60 O.S. 2021, Sections 121, as amended by Section 1,
11	Chapter 327, O.S.L. 2023, and 122 (60 O.S. Supp. 2023, Section 121), which relate to prohibition of
12	alien ownership of land; defining terms; adding entities prohibited from certain ownership; updating
13	statutory reference; adding persons authorized to execute certain affidavit; requiring notarization of
14	certain document; providing exemptions to certain requirements; requiring inclusion of specific
15	exemption on recorded deed; authorizing Attorney General to establish additional exemptions; allowing
16	substantial compliance to certain form requirements; defining terms; updating statutory language; making
17	language gender neutral; and providing an effective date.
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20	BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:
21	SECTION 1. AMENDATORY 60 O.S. 2021, Section 121, as
22	amended by Section 1, Chapter 327, O.S.L. 2023 (60 O.S. Supp. 2023,
23	Section 121), is amended to read as follows:
24	Section 121. A. As used in Chapter 3 of this title:

1. "Deed" means any instrument in writing whereby land is assigned, transferred, or otherwise conveyed to, or vested in, the person coming into title or, at his or her direction, any other person;

- 2. "Foreign government" means a government other than the federal government of the United States, the government of any state, political subdivision of the state, tribe, territory, or possession of the United States;
- 3. "Foreign government enterprise" means a business entity, sovereign wealth fund, or state-backed investment fund in which a foreign government holds a controlling interest; and
- 4. "Land" means the same as defined in Section 6 of this title, but shall not include oil, gas, other minerals, or any interest therein.
- B. No alien, foreign government, or any person who is not a citizen of the United States shall acquire title to or own land in this state either directly or indirectly through a business entity, or trust, or foreign government enterprise, except as hereinafter provided, but he or she they shall have and enjoy in this state such rights as to personal property as are, or shall be, accorded a citizen of the United States under the laws of the nation to which such alien belongs, or by the treaties of such nation with the United States, except as the same may be affected by the provisions of Section 121 et seq. of this title or the Constitution of this

state. Provided, however, the requirements of this subsection shall not apply to a business entity that is engaged in regulated interstate commerce in accordance with federal law.

B. C. On or after the effective date of this act November 1, 2023, any deed recorded with a county clerk shall include as an exhibit to the deed an affidavit executed by the person, the person's attorney-in-fact, a court-appointed guardian or personal representative, an authorized officer of the or entity, or trustee of the trust coming into title attesting that the person, business entity, or trust is obtaining the land in compliance with the requirements of this section and that no funding source is being used in the sale or transfer in violation of this section or any other state or federal law. A county clerk shall not accept and record any deed without an affidavit as required by this section which is duly notarized pursuant to Title 49 of the Oklahoma

Statutes. The requirements of this subsection shall not apply to a:

- 1. Deed which, without additional consideration, confirms, corrects, modifies, or supplements a deed previously recorded;
- 2. Deed made by a grantor to cure a defect in title or effectuate a disclaimer of interest in real property;
- 3. Transfer-on-death deed made by a grantor designating a grantee beneficiary pursuant to the Nontestamentary Transfer of Property Act, Section 1251 et seq. of Title 58 of the Oklahoma Statutes;

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1 <u>4. State or federal court order in an action to quiet title or</u>
2 to cure a defect in title;
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- 5. State or federal court order or decree in probate, partition, quiet title, and divorce actions;
- 6. Deed which secures a debt or other obligation, or which releases such property as security for a debt or other obligation;
 - 7. Deed of dedication to the public; or

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- 8 <u>8. Deed in favor of the United States or any of its political</u>
 9 <u>subdivisions, a state or any of its political subdivisions, or a</u>
 10 tribe.
- The applicable exemption shall be shown on the face of the deed
 prior to the recording of the deed and no affidavit shall be
 required.
 - <u>D.</u> The Attorney General shall promulgate a separate affidavit form for individuals and for business entities or trusts to comply with the requirements of this section, with the exception of those deeds. The Attorney General may establish additional exemptions which the Attorney General deems necessary when promulgating the affidavit form to substantially comply with the requirements of this section. The county clerk may accept an affidavit in substantial compliance with the affidavit form promulgated by the Attorney General.

23 SECTION 2. AMENDATORY 60 O.S. 2021, Section 122, is 24 amended to read as follows:

Section 122. A. For purposes of this section:

1. "Bona fide resident" shall be a lawful permanent resident of the United States; and

- 2. "Lawful permanent resident" means a foreign national who has been granted the right to reside permanently in the United States.
- B. This article shall not apply to lands now owned in this state by aliens so long as they are held by the present owners, nor to any alien who is or shall take up bona fide residence in this state: and any alien who is or shall become a bona fide resident of the State of Oklahoma this state shall have the right to acquire and hold lands in this state upon the same terms as citizens of the State of Oklahoma this state during the continuance of such bona fide residence of such alien in this state: Provided provided, that if any such resident alien shall cease to be a bona fide inhabitant of this state, such alien shall have five (5) years from the time he or she ceased to be such bona fide resident in which to alienate such lands.

SECTION 3. This act shall become effective November 1, 2024.

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