1	ENGROSSED HOUSE AMENDMENT TO
2	ENGROSSED SENATE BILL NO. 1705 By: Howard, Bullard, Pederson, and Burns of the Senate
3	and
4	Hays of the House
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7 8	An Act relating to alien ownership of land; amending 60 O.S. 2021, Section 121, as amended by Section 1, Chapter 327, O.S.L. 2023 (60 O.S. Supp. 2023, Section
9	121), which relates to prohibition of alien ownership of land; defining terms; adding entities prohibited
10	from certain ownership; updating statutory reference; adding persons authorized to execute certain
11	affidavit; requiring notarization of certain document; providing exemptions to certain
12	requirements; requiring inclusion of specific exemption on recorded deed; authorizing Attorney
13	General to establish additional exemptions; allowing substantial compliance to certain form requirements;
14	updating statutory language; and providing an effective date.
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18	AUTHORS: Remove Representative Hays as principal House author and
19	substitute with Representative McCall
20	Add the following House Coauthors: Hays, Patzkowsky, Maynard, Moore, Williams, and Bashore
21	AMENDMENT NO. 1. Strike the title, enacting clause, and entire bill
22	and insert:
23	"An Act relating to alien ownership of land; amending
24	60 O.S. 2021, Sections 121, as amended by Section 1, Chapter 327, O.S.L. 2023, 124, 125, 126, and 127 (60

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1 O.S. Supp. 2023, Section 121), which relate to prohibition of alien ownership of land; defining 2 terms; adding entities prohibited from certain ownership; providing exemption for resident aliens and foreign government entities under certain 3 circumstances; removing reference to personal property; updating statutory reference; adding 4 persons authorized to execute certain affidavit; 5 requiring notarization of certain document; providing exemptions to certain requirements; requiring inclusion of specific exemption on recorded deed; 6 authorizing Attorney General to establish additional 7 exemptions; allowing substantial compliance to certain form requirements; updating statutory language; changing escheatment to foreclosure for 8 property owned by aliens; providing order of payment 9 for foreclosed property owned by aliens; and providing an effective date. 10 11 12 BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA: 60 O.S. 2021, Section 121, as 13 SECTION 1. AMENDATORY 14 amended by Section 1, Chapter 327, O.S.L. 2023 (60 O.S. Supp. 2023, 15 Section 121), is amended to read as follows: 16 Section 121. A. No alien or any person who is not a citizen of 17 the United States shall acquire title to or own land in this state 18 either directly or indirectly through a business entity or trust, 19 except as hereinafter provided, but he or she shall have and enjoy 20 in this state such rights as to personal property as are, or shall 21 be accorded a citizen of the United States under the laws of the 22 nation to which such alien belongs, or by the treaties of such 23 nation with the United States, except as the same may be affected by 24 the provisions of Section 121 et seq. of this title or the

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1	Constitution of this state. Provided, however, the requirements of
2	this subsection shall not apply to a business entity that is engaged
3	in regulated interstate commerce in accordance with federal law As
4	used in Sections 121 through 127 of this title:
5	1. "Deed" means any instrument in writing whereby land is
6	assigned, transferred, or otherwise conveyed to, or vested in, the
7	person coming into title or, at his or her direction, any other
8	person;
9	2. "Foreign government adversary" means a government other than
10	the federal government of the United States, the government of any
11	state, political subdivision of the state, tribe, territory, or
12	possession of the United States and designated by the United States
13	Secretary of State as hostile or a Country of Particular Concern
14	<u>(CPC);</u>
15	3. "Foreign government enterprise" means a business entity,
16	sovereign wealth fund, or state-backed investment fund in which a
17	foreign government adversary holds a controlling interest;
18	4. "Foreign government entity" means a government other than
19	the federal government of the United States, the government of any
20	state, political subdivision of the state, tribe, territory, or
21	possession of the United States; and
22	5. "Land" means the same as defined in Section 6 of this title,
23	but shall not include oil, gas, other minerals, or any interest
24	therein.

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B. <u>No foreign government adversary shall be authorized to hold</u>
 <u>title to real property located in the State of Oklahoma under any</u>
 <u>circumstances.</u>

C. <u>An alien who is a resident of Oklahoma or a foreign</u>
<u>government entity domiciled in Oklahoma may hold title to real</u>
<u>property in this state if the Oklahoma resident or entity organized</u>
<u>under the law of the United States or any state of the United States</u>
<u>would be allowed to hold title to real property as provided by the</u>
laws of the applicable foreign country.

10 D. On or after the effective date of this act November 1, 2023, 11 any deed recorded with a county clerk shall include as an exhibit to 12 the deed an affidavit executed by the person or, the person's 13 attorney-in-fact, a court-appointed guardian or personal 14 representative, an authorized officer of the entity, or trustee of 15 the trust coming into title attesting that the person, business 16 entity, or trust is obtaining the land in compliance with the 17 requirements of this section and that no funding source is being 18 used in the sale or transfer in violation of this section or any 19 other state or federal law. A county clerk shall not accept and 20 record any deed without an affidavit as required by this section 21 which is duly notarized pursuant to Title 49 of the Oklahoma 22 Statutes. The requirements of this subsection shall not apply to a: 23 1. Deed which, without additional consideration, confirms, 24 corrects, modifies, or supplements a deed previously recorded;

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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;
4. State or federal court order in an action to quiet title or
to cure a defect in title;
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
8. Deed in favor of the United States or any of its political
subdivisions, a state or any of its political subdivisions, or a
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.
E. 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

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1 affidavit form to substantially comply with the requirements of this
2 section. The county clerk may accept an affidavit in substantial
3 compliance with the affidavit form promulgated by the Attorney
4 <u>General</u>.

5 SECTION 2. AMENDATORY 60 O.S. 2021, Section 124, is 6 amended to read as follows:

7 Section 124. Any alien who shall hereafter hold lands in the State of Oklahoma in contravention of the provisions of this 8 9 article, may nevertheless convey the fee simple title thereof at any 10 time before the institution of escheat foreclosure proceedings as 11 hereinafter provided .. Provided, however, that if any such 12 conveyance shall be made by such alien either to an alien or a 13 citizen of the United States in trust, and for the purpose and with 14 the intention of evading the provisions of this article, or the 15 provisions of the Constitution of this state, such conveyance shall 16 be null and void, and any such lands so conveyed shall be forfeited 17 and escheated to the state absolutely foreclosed upon.

18 SECTION 3. AMENDATORY 60 O.S. 2021, Section 125, is
19 amended to read as follows:

Section 125. It shall be the duty of the Attorney General or the district attorney of the county where the land is situate <u>situated</u>, when he <u>or she</u> shall be informed or have reason to believe that any lands in the state are being held contrary to the provisions of this act, or the provisions of the Constitution of

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1 this state, to institute suit in behalf of the State of Oklahoma in the district court of the county in which said lands are situate 2 situated, praying for the escheat foreclosure of the same in behalf 3 4 of the state, and proceed therein as in cases provided by law for 5 escheats of lands or property where such property has no known owner:. Provided, that before any such suit is instituted, the 6 7 Attorney General, or district attorney aforesaid, as the case may be, shall give thirty (30) days' notice by registered letter of his 8 9 or her intention to sue, directed to the owner of the lands, at his 10 or her last-known post office address or to the persons who last 11 rendered the same for taxes, or to any known agents of the owner; proof of having mailed such registered letter shall be deemed and 12 13 held prima facie evidence of the giving of such notice.

14SECTION 4.AMENDATORY60 O.S. 2021, Section 126, is15amended to read as follows:

16 Section 126. In case the lands, at the time escheat foreclosure 17 proceedings are about to be commenced, are owned by minors, or by 18 persons of unsound mind, such notice shall be addressed to the 19 guardian of the said minors, or persons of unsound mind, and if 20 there is no such quardian, the Attorney General of the state, or 21 district attorney shall make application in the name of the state to 22 the court and procure the appointment of a guardian ad litem to 23 represent such minor, or person of unsound mind in such proceedings; 24 thereafter the district attorney shall direct the clerk of such

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1 court to ascertain the residence or **postoffice** <u>post office</u> address 2 of the next of kin of such minor, or person of unsound mind, and to 3 transmit to such next of kin a copy of the petition or application 4 to <u>escheat</u> <u>foreclose</u> such lands, and such minor or person of unsound 5 mind shall have ninety (90) days after the mailing of such notice to 6 appear and defend the action.

7 SECTION 5. AMENDATORY 60 O.S. 2021, Section 127, is
8 amended to read as follows:

9 Section 127. If it shall be determined upon the trial of any such escheat foreclosure proceedings that lands are held contrary to 10 11 the provisions of this article, or the Constitution of this state, 12 the court trying said cause shall render judgment condemning such 13 lands, and order the same to be sold under the order of court, at 14 such time, terms, and conditions as to the court may seem best; the 15 proceeds of such sale, after deducting the cost of the proceeding, 16 shall be paid to any lienholders of the property if applicable, then 17 the rest shall be paid to the clerk of the court rendering the 18 judgment where the same shall remain for one (1) year from the date 19 of such payment, subject to the order of the alien owner of such 20 lands, his or her heirs and legal representatives, and if not 21 claimed within the period of one (1) year, such clerk shall pay the 22 same into the treasury of the state for the benefit of the available 23 school fund of the State: state. Provided, that when any money 24 shall have been paid to the State Treasurer as hereinabove provided,

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1 an alien or his or her heirs may procure the same to be returned by applying for and procuring an order from the court condemning the 2 property showing that such judgment escheating foreclosing said 3 property was procured by fraud, or mistake, or that there was 4 5 material irregularity in the proceedings; this application, however, must be made within two (2) years from the date such monies were 6 7 turned over into the State Treasury; and in no event shall the state be liable or called on to refund any further sum than the actual 8 9 cash transmitted and delivered to such Treasurer:. Provided, 10 further, that the defendant in such escheat foreclosure proceedings 11 may at any time before final judgment suggest and prove to the 12 $court_{\overline{r}}$ that he or she has conformed to, or complied with the law, 13 under and by which they he or she will be entitled to hold such 14 estate; which, it being admitted or proved, said suit shall be 15 dismissed on payment by defendant of the costs and reasonable 16 attorney's attorney fees, to be fixed by the court. 17 SECTION 6. This act shall become effective November 1, 2024." 18 19 20 21 22 23 24

1	Passed the House of Representatives the 25th day of April, 2024.
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4	Presiding Officer of the House of
5	Representatives
6	Passed the Senate the day of, 2024.
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9	Presiding Officer of the Senate
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1	ENGROSSED SENATE
	BILL NO. 1705 By: Howard, Bullard, Pederson,
2	and Burns of the Senate
3	and
4	Hays of the House
5	
6	An Act relating to alien ownership of land; amending 60 O.S. 2021, Section 121, as amended by Section 1,
7	Chapter 327, O.S.L. 2023 (60 O.S. Supp. 2023, Section 121), which relates to prohibition of alien ownership
8 9	of land; defining terms; adding entities prohibited from certain ownership; updating statutory reference; adding persons authorized to execute certain
10	affidavit; requiring notarization of certain document; providing exemptions to certain
11	requirements; requiring inclusion of specific exemption on recorded deed; authorizing Attorney
12	General to establish additional exemptions; allowing substantial compliance to certain form requirements;
13	updating statutory language; and providing an effective date.
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16	BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:
17	SECTION 2. AMENDATORY 60 O.S. 2021, Section 121, as
18	amended by Section 1, Chapter 327, O.S.L. 2023 (60 O.S. Supp. 2023,
19	Section 121), is amended to read as follows:
20	Section 121. A. As used in Chapter 3 of this title:
21	1. "Deed" means any instrument in writing whereby land is
22	assigned, transferred, or otherwise conveyed to, or vested in, the
23	person coming into title or, at his or her direction, any other
24	person;

1 2. "Foreign government" means a government other than the 2 federal government of the United States, the government of any state, political subdivision of the state, tribe, territory, or 3 possession of the United States; 4 5 3. "Foreign government enterprise" means a business entity, sovereign wealth fund, or state-backed investment fund in which a 6 foreign government holds a controlling interest; and 7 4. "Land" means the same as defined in Section 6 of this title, 8 9 but shall not include oil, gas, other minerals, or any interest 10 therein. B. No alien, foreign government, or any person who is not a 11 12 citizen of the United States shall acquire title to or own land in this state either directly or indirectly through a business entity, 13 or trust, or foreign government enterprise, except as hereinafter 14 provided, but he or she they shall have and enjoy in this state such 15 rights as to personal property as are, or shall be, accorded a 16 citizen of the United States under the laws of the nation to which 17 such alien belongs, or by the treaties of such nation with the 18 United States, except as the same may be affected by the provisions 19 of Section 121 et seq. of this title or the Constitution of this 20 state. Provided, however, the requirements of this subsection shall 21 not apply to a business entity that is engaged in regulated 22 interstate commerce in accordance with federal law. 23

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1 B. C. On or after the effective date of this act November 1, 2 2023, any deed recorded with a county clerk shall include as an exhibit to the deed an affidavit executed by the person, the 3 person's attorney-in-fact, a court-appointed guardian or personal 4 5 representative, an authorized officer of the or entity, or trustee 6 of the trust coming into title attesting that the person, business entity, or trust is obtaining the land in compliance with the 7 requirements of this section and that no funding source is being 8 9 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 10 record any deed without an affidavit as required by this section 11 12 which is duly notarized pursuant to Title 49 of the Oklahoma Statutes. The requirements of this subsection shall not apply to a: 13 1. Deed which, without additional consideration, confirms, 14 corrects, modifies, or supplements a deed previously recorded; 15 2. Deed made by a grantor to cure a defect in title or 16 effectuate a disclaimer of interest in real property; 17 18 3. Transfer-on-death deed made by a grantor designating a grantee beneficiary pursuant to the Nontestamentary Transfer of 19 Property Act, Section 1251 et seq. of Title 58 of the Oklahoma 20 21 Statutes; 4. State or federal court order in an action to quiet title or 22 to cure a defect in title; 23

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1	5. State or federal court order or decree in probate,
2	partition, quiet title, and divorce actions;
3	6. Deed which secures a debt or other obligation, or which
4	releases such property as security for a debt or other obligation;
5	7. Deed of dedication to the public; or
6	8. Deed in favor of the United States or any of its political
7	subdivisions, a state or any of its political subdivisions, or a
8	tribe.
9	The applicable exemption shall be shown on the face of the deed
10	prior to the recording of the deed and no affidavit shall be
11	required.
12	D. The Attorney General shall promulgate a separate affidavit
13	form for individuals and for business entities or trusts to comply
14	with the requirements of this section, with the exception of those
15	deeds. The Attorney General may establish additional exemptions
16	which the Attorney General deems necessary when promulgating the
17	affidavit form to substantially comply with the requirements of this
18	section. The county clerk may accept an affidavit in substantial
19	compliance with the affidavit form promulgated by the Attorney
20	General.
21	SECTION 3. This act shall become effective November 1, 2024.
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ENGR. S. B. NO. 1705

1	Passed the Senate the 14th day of March, 2024.
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4	Presiding Officer of the Senate
5	Passed the House of Representatives the day of,
6	2024.
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9	Presiding Officer of the House of Representatives
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