1	STATE OF OKLAHOMA
2	1st Session of the 59th Legislature (2023)
3	SENATE BILL 66 By: Young
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6	AS INTRODUCED
7	An Act relating to sow farms; creating the Oklahoma
8	Rural Investment for Sow Farms Act of 2023; providing short title; establishing duties for the Oklahoma
9	Rural Investment for Sow Farms Program; authorizing expenditures; requiring promulgation of certain
10	rules; creating the Oklahoma Rural Investment for Sow Farms Revolving Fund; providing for expenditures;
11	providing for codification; and providing an effective date.
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14	BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:
15	SECTION 1. NEW LAW A new section of law to be codified
16	in the Oklahoma Statutes as Section 5087.1 of Title 74, unless there
17	is created a duplication in numbering, reads as follows:
18	This act shall be known and may be cited as the "Oklahoma Rural
19	Investment for Sow Farms Act of 2023".
20	SECTION 2. NEW LAW A new section of law to be codified
21	in the Oklahoma Statutes as Section 5087.2 of Title 74, unless there
22	is created a duplication in numbering, reads as follows:
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A. The Oklahoma Department of Commerce is hereby authorized to
 establish and administer the Oklahoma Rural Investment for Sow Farms
 Program.

4 The purpose of the Oklahoma Rural Investment for Sow Farms в. 5 Program is to create investment and jobs in the pig industry that 6 align with traditional farming animal care values and to offset the 7 costs of compliance with state and federal regulations of 8 agriculture facilities that currently use extreme confinement 9 gestation stalls or crates for pregnant pigs, through the allocation 10 of funds to farms, cooperatives, business entities, and other 11 agricultural entities to:

12 1. Update breeding sow pig facilities currently using 13 individual gestation crates (typically measuring six and six-tenths 14 [6.6] feet by two [2] feet per sow) into group housing pens, of a 15 minimum thirty-seven and six-tenths (37.6) square feet of usable 16 floor space per sow, for pregnant pigs;

2. Fund complete removal of gestation crates;

18 3. Fund renovation of existing space and construction of group 19 housing pens of a minimum thirty-seven and six-tenths (37.6) square 20 feet of usable space per pregnant sow pig, and related structures, 21 meeting Humane Farm Animal Care size minimum space standards; and

4. Fund training of workers on methods of Humane Farm Animal
 Care standards for group housing techniques for pregnant pigs.

C. The Program shall consist of the following categories:

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- 1. Removal of gestation crates;

2 2. Installation of group housing pens and related technology;
 3 3. Training of management teams on humane methods, technology,
 4 and humane husbandry skills;

4. Pledge from grant recipient that all uses of individual gestation crates shall be phased out permanently and in perpetuity within three (3) years of accepting funds. Evidence of gestation crate use at any point in the future shall require all grant funds to be returned to this state. The pledge applies to all breeding sow pig entities, corporations, cooperatives, and farms associated with an individual applicant;

12 5. Additional rebates and incentives for participating farms 13 that make the complete conversions within one (1) year of grant 14 application approval, to be established by the Department in its 15 regulations governing the program, based on a per sow scheme; and

16 6. Credits per sow for sow farms of four pigs or more with pre-17 existing group, pasture-raised, hoop barns, or Certified Humane 18 housing, prior to November 1, 2023.

D. The Oklahoma Department of Commerce shall promulgate rules
 governing the Oklahoma Rural Investment for Sow Farms Program.

SECTION 3. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 5087.3 of Title 74, unless there is created a duplication in numbering, reads as follows:

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A. There is hereby created in the State Treasury a revolving fund for the Oklahoma Department of Commerce to be designated the "Oklahoma Rural Investment for Sow Farms Revolving Fund". The fund shall be a continuing fund, not subject to fiscal year limitations, and shall consist of all monies received by the Oklahoma Department of Commerce to implement and maintain the Oklahoma Rural Investment for Sow Farms Program.

B. The Oklahoma Rural Investment for Sow Farms Revolving Fund
 9 shall consist of:

10 1. Money received by the Oklahoma Department of Commerce in the 11 form of a one-time forty-seven-million-dollar appropriation 12 allocated by the State of Oklahoma for renovation and improvement of 13 breeding sow pig housing facilities and such other monies 14 specifically designated for the Oklahoma Rural Investment for Sow 15 Farms Program. All monies accruing to the credit of the fund are 16 hereby appropriated and may be budgeted and expended by the Oklahoma 17 Department of Commerce for the Oklahoma Rural Investment for Sow 18 Farms Program; and

19 2. Interest attributable to investment of money in the fund.

C. All appropriations received by the Department pursuant to the provisions of this section shall be deposited with the State Treasurer to be created or credited to the Oklahoma Rural Investment for Sow Farms Revolving Fund. Expenditures from the fund shall be made upon warrants issued by the State Treasurer against claims

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<sup>1</sup> filed as prescribed by law with the Director of the Office of <sup>2</sup> Management and Enterprise Services for approval and payment.

3 D. The monies deposited in the fund shall at no time become 4 part of the general budget of the Department or any other state 5 agency. Except for any administration costs incurred in development 6 and implementation of the Oklahoma Rural Investment for Sow Farms 7 Program, no monies from the fund shall be transferred for any 8 purpose to any other state agency or to any account of the Oklahoma 9 Department of Commerce or be used for the purpose of contracting 10 with any other state agency or reimbursing any other state agency 11 for any expense.

SECTION 4. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 5087.4 of Title 74, unless there is created a duplication in numbering, reads as follows:

A. The Oklahoma Department of Commerce shall require eligible
 applicants to submit information, forms, and reports as are
 necessary to properly and efficiently administer the Oklahoma Rural
 Investment for Sow Farms Program.

B. Persons may apply to the Department for grant funds in accordance with rules promulgated by the Oklahoma Department of Commerce. Applications for grant funds shall be approved or denied by the Oklahoma Department of Commerce in accordance with criteria promulgated by the Oklahoma Department of Commerce pursuant to the

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1 Oklahoma Rural Investment for Sow Farms Program and hewing to the 2 standards set forth by Humane Farm Animal Care.

3 C. Grant funds may be made available to eligible applicants 4 pursuant to evaluation by the Department based on the following 5 criteria:

- 6 1. Preference may be given to the applicants whose: 7 swine operations are licensed or registered with this a. 8 state,
- 9 employee or contractor qualifications include careerb. 10 tech certification, or higher education degrees, 11 including associate degrees, or
- 12 с. commitment to humane treatment of farm animals, with 13 respect to their lives and habits, has been 14 demonstrated; or, desire to commit to humane 15 facilities for pregnant pigs has been well documented 16 and expressed; and
- 17 2. Consideration shall not be given to applications for:
- the construction of individual gestation crates, a. 19 farrowing crates, or any farm facilities unrelated to 20 the humane housing of breeding sow pigs,
  - farms outside of this state, b.
- 22 individual or group pens smaller than thirty-seven and с. 23 six-tenths (37.6) square feet of usable floor space 24 per sow pig,

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- d. facilities, companies, farms, and cooperatives that will or plan to co-produce or co-locate pregnant sow pigs in confinement gestation stalls in other or associated barns in this state,
- e. facilities, companies, farms, and cooperatives that do
  not pledge to phase out completely and in perpetuity
  within three (3) years of grant application date, or
  f. entities, facilities, corporations, or farms less than
  three (3) years old as of November 1, 2023.

10 D. Any information submitted to or compiled by the Oklahoma 1. 11 Department of Commerce with respect to the financial statements, 12 trade secrets, or any other proprietary information of persons, 13 firms, associations, partnerships, agencies, corporations, 14 institutions of higher education, nonprofit research institutions, 15 or other entities pursuant to the Oklahoma Rural Investment for Sow 16 Farms Program shall not be disclosed pursuant to the Oklahoma Open 17 Records Act or in public hearings and shall be kept confidential, 18 except to the extent that the person or entity which provided such 19 information or which is the subject of such information consents to 20 disclosure.

21 2. An independent committee of reviewers, no fewer than three 22 and no more than seven, comprised entirely and equally of qualified 23 veterinarians, farmers, and experienced animal wellbeing experts, 24 appointed by the Governor, shall be designated to analyze and

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1	recommend projects for approval by the Oklahoma Department of
2	Commerce. This review committee shall not be exempt from the
3	Oklahoma Open Meeting Act.
4	SECTION 5. This act shall become effective November 1, 2023.
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