THE GENERAL ASSEMBLY OF PENNSYLVANIA

SENATE BILL

No. 1232 Session of 2022

INTRODUCED BY MASTRIANO, GEBHARD, SCAVELLO, MENSCH AND STEFANO, MAY 23, 2022

REFERRED TO AGRICULTURE AND RURAL AFFAIRS, MAY 23, 2022

AN ACT

Amending the act of June 30, 1981 (P.L.128, No.43), entitled "An act authorizing the creation of agricultural areas," further 2 providing for purchase of agricultural conservation easements 3 and for Agricultural Conservation Easement Purchase Fund. 4 5 The General Assembly of the Commonwealth of Pennsylvania 6 hereby enacts as follows: 7 Section 1. Section 14.1(d)(1)(v) of the act of June 30, 1981 8 (P.L.128, No.43), known as the Agricultural Area Security Law, is amended and subsection (i) is amended by adding a paragraph 9 10 to read: Section 14.1. Purchase of agricultural conservation easements. 11 12 13 (d) Program approval. --14 The standards, criteria and requirements established 15 by the State board for State board approval of county 16 programs for purchasing agricultural conservation easements 17 shall include, but not be limited to, the extent to which the 18 county programs consider and address the following:

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(v) (I) Provisions requiring a farmland tract to be contiguous acreage of at least [50] 25 acres in size unless the tract is at least ten acres in size and is either utilized for a crop unique to the area or is contiguous to property which has a perpetual conservation easement in place held by a "qualified organization" as defined in section 170(h)(3) of the Internal Revenue Code of 1986 (Public Law 99-514, 26 U.S.C. § 170(h)(3)).

(II) A county may require a farmland tract to be contiguous acreage of at least 35 acres in size unless the tract [is at least ten acres in size and] is [either] utilized for a crop unique to the area__ adjacent to the preserved land or is contiguous to a property which has a perpetual conservation easement in place held by a "qualified conservation organization" as defined in section 170(h)(3) of the Internal Revenue Code of 1986. If a county implements the provisions of this subclause, State funds used for the purchase of an agricultural conservation easement less than 50 acres in size may include costs incidental to the purchase and shall not exceed 50% of the purchase price per acre, unless it is at least ten acres in size and is either utilized for a crop unique to the area or is contiguous to a property which has a perpetual conservation easement in place held by a "qualified conservation organization" as defined in section 170(h)(3) of the Internal Revenue Code of 1986. A county program shall require a minimum weighted value of 20% for prioritizing

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1		applications for agricultural conservation easement
2		purchase when implementing the provisions of
3		paragraph (ii.1).
4		* * *
5	(i)	Subdivision of land after easement purchase
6		* * *
7		(3) (i) Notwithstanding the provisions of paragraph (1)
8		and subsection (d)(1)(v), a county program shall provide
9		for land subject to an agricultural conservation easement
10		to be subdivided under the following conditions:
11		(A) The tract to be created by subdivision is
12		<u>less than ten acres.</u>
13		(B) The tract created under clause (A) is
14		conveyed or transferred to the owner of a contiguous
15		tract of land subject to an agricultural conservation
16		easement under this act.
17		(C) Deeds of merger are prepared and filed with
18		the recorder of deeds as follows:
19		(I) To add the tract created under clause
20		(A) as a fee simple interest to the parcel of the
21		<pre>new owner.</pre>
22		(II) To add the tract created under clause
23		(A) to the deed of easement of the new owner.
24		(D) The tract remaining after subdivision under
25		clause (A) meets the provisions of paragraph (1) and
26		subsection (d)(1)(v).
27		(ii) A subdivision under this paragraph shall not be
28		subject to a roll-back tax under the "Pennsylvania
29		Farmland and Forest Land Assessment Act of 1974."
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- 1 Section 2. Section 14.2 of the act is amended by adding a
- 2 subsection to read:
- 3 Section 14.2. Agricultural Conservation Easement Purchase Fund.
- 4 * * *
- 5 (c) Realty transfer tax funding. -- Ten percent of the tax
- 6 collected by the Commonwealth under section 1102-C of the act of
- 7 March 4, 1971 (P.L.6, No.2), known as the "Tax Reform Code of
- 8 1971," shall be deposited into the fund for the purchase of
- 9 <u>agricultural conservation easements under section 14.1.</u>
- 10 Section 3. This act shall take effect in 30 days.