

1 SB219

ACT #2024 - 457

- 2 IKYUZZ6-2
- 3 By Senators Shelnutt, Smitherman, Roberts, Waggoner
- 4 RFD: Agriculture, Conservation, and Forestry
- 5 First Read: 19-Mar-24





1 Enrolled, An Act,

Relating to agriculture; to authorize the creation of the Agriculture Exhibition Center Corporation to operate the Alabama Farm Center; to create and provide for the operation of a board to govern the corporation; to provide specific powers and privileges to the corporation; to permit certain counties and municipalities to sell property and appropriate public funds to the corporation; to exempt the corporation from municipal ordinances; to exempt the corporation from certain taxes; and to deem the Agriculture Exhibition Center Corporation an economic development organization for the purposes of the Growing Alabama Act.

BE IT ENACTED BY THE LEGISLATURE OF ALABAMA:

Section 1. (a) A singular Agriculture Exhibition Center Corporation may be established and created by any number of individuals associated with an agricultural membership advocacy organization filing articles of incorporation in the office of the judge of probate of the county in which the Alabama Farm Center will be located. Upon filing articles of incorporation pursuant to this subsection in the office of the judge of probate of the county in which the singular Alabama Farm Center will be located, no other corporation may be incorporated pursuant to this subsection. After the initial filing of articles of incorporation pursuant to this subsection, any subsequent filing of articles of incorporation pursuant to this subsection in any other location shall be considered null and void.



29 (b) The Agriculture Exhibition Center Corporation shall operate the Alabama Farm Center for the purposes of promoting, 30 31 showcasing, and facilitating education regarding all facets of 32 the agricultural industry and advancing agricultural business 33 and workforce development in this state.

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- (c) The Agriculture Exhibition Center Corporation shall be governed by, and all powers of the corporation shall be exercised by, pursuant to the corporation's authorization, a board of directors composed of the following members, subject to confirmation by the Senate:
- (1) One member appointed by the Governor, who shall serve an initial term of four years.
- 41 (2) One member appointed by the Governor who shall be 42 nominated jointly by the House Minority Leader and the Senate 43 Minority Leader, who shall serve an initial term of three 44 vears.
- (3) One member appointed by the Lieutenant Governor, 46 who shall serve an initial term of three years.
- 47 (4) One member appointed by the Speaker of the House of 48 Representatives who shall have livestock experience, who shall 49 serve an initial term of two years.
 - (5) One member appointed by the Commissioner of Agriculture and Industries from a list of nominees submitted by the Alabama Cattlemen's Association, the Alabama Farmers Federation, or the Southeastern Livestock Exhibition, who shall serve an initial term of one year. These nominating organizations may coordinate their nomination list or may submit nomination lists individually.



60 One member appointed by the Commissioner of
Agriculture and Industries from a list of not less than four
nominees submitted by the Dean of Agriculture of either
Tuskegee University or Alabama A&M University, who shall serve
an initial term of two years.

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- (7) One member appointed by the county commission of the county in which the Alabama Farm Center will be located who shall be a farmer and resident of that county, who shall serve an initial term of four years.
- (d) The appointing authorities shall coordinate their appointments to assure that the membership of the board is inclusive and reflects the racial, gender, geographic, urban, rural, and economic diversity of the state.
- 70 (e) After the initial terms, each member shall serve a term of four years.
- 72 (f) The board shall elect a chair, who shall be a
 73 farmer or an individual with livestock experience, and a
 74 secretary from among its membership.
 - (g) Any vacancy on the board shall be filled by the appointing authority who appointed the vacating member. Any member may be removed for cause upon a majority vote by all other members.
- (h) No member may have an interest, directly or indirectly, in any contract for work, materials, or services, or profits therefrom, to be performed under the authority conferred by this act if the member, directly or indirectly, has more than a 10 percent interest in any business, firm, corporation, or profits thereof, furnishing or providing the



- 35 work, materials, or services.
- 36 (i) The board may appoint an advisory council
- 37 consisting of not more than 10 members to advise the board.
- 88 Advisory-council members shall serve two-year terms and may be
- 39 appointed to additional terms by the board.
- 90 (j) No public official or candidate for public office
- 91 shall be eligible for appointment to or service on the board.
- 92 Section 2. (a) The Agriculture Exhibition Center
- 93 Corporation shall have the following powers:
- 94 (1) To adopt bylaws necessary for the implementation
- 95 and administration of this act.
- 96 (2) To institute and defend legal proceedings in any
- 97 court of competent jurisdiction and proper venue; provided,
- 98 however, that the corporation may not be sued in any trial
- 99 court other than the courts of the county of incorporation;
- 100 provided, further, that the officers, directors, agents, and
- 101 employees of the corporation may not be sued for their actions
- 102 on behalf of the corporation except for actions that are
- 103 unreasonable or known by the individual to be unlawful or are
- 104 performed with reckless disregard for the lawfulness of such
- 105 actions.
- 106 (3) To plan for construction and development of the
- 107 Alabama Farm Center on property owned by the corporation.
- 108 Construction and development may include, without limitation,
- 109 any of the following:
- a. Buildings to hold offices for use by, and to house
- or accommodate public facilities of, any governmental entity.
- b. Streets, boulevards, walkways, parkways, parks, or



- 113 other places of recreation.
- 114 c. Monuments, statues, or other structures beautifying
- 115 the Alabama Farm Center.
- d. Community houses, meeting houses, or auditoriums.
- e. Arenas, convention halls, sports facilities,
- 118 stadiums, hotels, or other facilities for use as a transient
- 119 guest housing facility, multifamily housing, dormitory
- 120 housing, food courts or other food venue facilities, any
- 121 facilities that provide for or support any public or private
- 122 educational institution, and any other facilities related to
- 123 or incidental to the foregoing.
- f. Music halls, art museums, art exhibits, or other
- 125 exhibits for the advancement of the humanities and cultural
- 126 development.
- 127 g. Any other buildings, structures, facilities, and
- 128 other improvements that the corporation determines are
- 129 appropriate, useful, or expedient to the center's purposes.
- 130 The determination of the corporation shall be conclusive.
- 131 (4) To acquire property, both real and personal, and
- 132 rights and interests in such property, by gift, grant, lease,
- 133 or purchase.
- 134 (5) To accept or receive gifts, beguests, and devises.
- 135 (6) To have and use a corporate seal and alter the seal
- 136 at its pleasure.
- 137 (7) To appoint officers, agents, employees, and
- 138 attorneys and to fix their compensation.
- 139 (8) To hire professionals and enter into contracts for
- 140 their services in designing and supervising the construction



- 141 of any building, agriculture center, auditorium, arena, barn,
- 142 convention hall, music hall, art museum, place of recreation,
- 143 art exhibit, office building, or other structure that it
- 144 desires to construct.
- 145 (9) To make and enter into contracts and to execute all
- 146 instruments necessary or convenient to lease or purchase and
- own real or personal property to be used for the furtherance
- of the purposes for which the center is created.
- 149 (10) To plan for programs and exhibits in the center
- 150 for the advancement of the agricultural, cultural, and
- 151 workforce development interests of the residents of this
- 152 state.
- 153 (11) To accept pledges of revenues or grants of money
- 154 from any person or governmental entity.
- 155 (12) To sell and lease its property to any person or
- 156 governmental entity.
- 157 (13) To enter into financing agreements with federal or
- 158 state agencies that may require the authority to mortgage its
- 159 property.
- 160 (14) To plan for programs and exhibits in the center
- 161 for the advancement of agricultural and workforce development
- 162 interests in this state.
- 163 (15) To enter into long-term contracts or agreements
- 164 for utility services.
- 165 (16) To accept lease payments, loan repayments, or
- 166 other compensation to or for the center or other public
- 167 person.
- 168 (17) To invest in bank deposits, U.S. Treasury bills,



169 projects, instruments, real, personal, or mixed property, or 170 any other investments as the corporation may from time to time 171 determine to be appropriate and convenient to accomplish any 172 purpose for which the center is organized, including works of 173 internal improvement, interests in private or other corporate 174 enterprises, loans of money or credit to individuals, 175 associations, or other corporations; and to lend the 176 corporation's credit, grant public money or things of value in 177 aid of or to any individual, association, or other corporation 178 whatsoever, or become a stockholder in any other corporation, 179 association, or company by issuing bonds or otherwise, even 180 though they may be in violation of Section 93 or Section 94 of the Constitution of Alabama of 2022, if done by the state or a 181 subdivision thereof, notwithstanding the fact that any 132 133 investment or action may involve the expenditure or 134 appropriation of funds received from a public person. In 135 particular, but not by way of limitation, the corporation may 186 invest its funds, from whatever source, in the stock, bonds, 137 debentures, notes, or other securities issued by any person 138 locating a project in this state and may enter into contracts 189 or options, including contracts or options for the conveyance, sale, or lease of property, to any such person and make direct 190 grants of money, property, or services for the purpose of 191 inducing the person to locate a project in this state. 192 (18) To issue its bonds for the purpose of carrying out 193 any of its powers and to apply proceeds from the sale of its 194

bonds, whether heretofore or hereafter issued, not only for

payment of interest thereon prior to and during the

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- construction and equipment of any buildings, structures,
 facilities, or other improvements being financed thereby, but
 also for payment of interest thereon.
- 200 (19) To mortgage and pledge any or all of its
 201 properties, both real and personal, or any part or parts
 202 thereof, as security for the payment of the principal of and
 203 the interest on any bonds so issued and any agreements made in
 204 connection therewith, whether then owned or thereafter
 205 acquired, and to pledge the revenues and receipts therefrom or
 206 from any thereof.
- 207 (b) Contracts of the corporation shall be executed in 208 the name of the corporation by the chair of the board and 209 attested by the secretary of the board. The board may provide by resolution for a different form for the execution of a 210 211 contract by an officer or agent other than the chair and 212 secretary. A contract, irrespective of its form and of the 213 persons executing the contract, shall not be binding unless 214 the contract is authorized or ratified by the board.

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- (c) The corporation may deposit its funds not needed to meet expenses or obligations in any bank or building and loan association, provided the deposit is fully insured by a federal corporation or agency of the federal government insuring deposits in financial institutions.
- (d) In addition to all other powers at any time

 conferred on it by this section or otherwise by law, the

 corporation shall have the following powers together with all

 powers incidental thereto or necessary to the discharge

 thereof in corporate form:



- 225 (1) To participate: As a shareholder in any other 226 corporation; as a joint venturer in a joint venture, whether 227 the joint venture is to be memorialized contractually or 228 through the formation of one or more separate business 229 entities; as a general or limited partner in a limited 230 partnership or a general partnership; as a member in a 231 nonprofit corporation or limited liability company; or as a 232 member of any other lawful form of business organization that 233 may be involved in the development or operational activities 234 of any buildings, structures, facilities, and other improvements that the corporation determines are appropriate, 235 useful, or expedient to the center's purposes. In connection 236 237 with the foregoing, the corporation may elect or appoint an 238 individual to a governing body and enter into contracts or 239 other agreements with other parties for the development, 240 operation, design, marketing, maintenance, and use of any 241 facilities upon the terms as the corporation determines are 242 appropriate, useful, or expedient to the center.
 - capital, and other debt and equity financing for the activities of any other corporation of which the corporation is a shareholder; any joint venture in which the corporation is a joint venturer; any limited partnership or general partnership of which the corporation is a general or limited partner; any nonprofit corporation in which the corporation is a member; or any other lawful form of business organization of which the corporation is a member; and to guarantee loans, issue bonds, or incur other forms of indebtedness on behalf of

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253 the corporation, joint venture, partnership, nonprofit 254 corporation, or other business entity for such purposes.

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- (3) To create, establish, acquire, operate, or support subsidiaries and affiliates, either for profit or nonprofit, to assist the center in fulfilling its purposes.
- 258 (4) To create, establish, or support nonaffiliated for 259 profit or nonprofit corporations or other lawful business 260 organizations that operate and have as their purpose the 261 furtherance of the center's purposes.
- 262 (5) Without limiting the generality of the preceding 263 subdivisions, to accomplish and facilitate the creation, establishment, acquisition, development, operation, or support 264 265 of any subsidiary, affiliate, nonaffiliated corporation, or other lawful business organization by means of loans of funds, 266 267 leases of real or personal property, gifts and grants of 268 funds, or quarantees of indebtedness of the subsidiaries, 269 affiliates, and non-affiliated corporations.
- 270 (6)a. In addition to any other authority to enter into contracts, to enter into contracts, agreements, or understandings with any other public and private parties including, but not limited to, the following:
- 1. Design-build, design-build-operate,
 design-build-own-operate, design-build-own-operate-maintain,
 design-build-finance-operate-maintain, or other similar
 arrangements or agreements pursuant to which the design,
 right-of-way acquisition, relocation of structures or
 utilities, construction, financing, ownership, management,
 maintenance, and operation, or any combination thereof of a



- 281 project is accomplished by or on behalf of the corporation.
- 282 2. Leases, licenses, franchises, concessions, or other 283 agreements for the development, operation, management, or 284 undertaking of all or any part of a project of or on behalf of 285 the corporation.
- 236 b. Notwithstanding any provision of law to the 237 contrary, proposals under paragraph a. may be evaluated and 238 awarded by the corporation based on qualifications of 239 participants or best value, or both, as evaluated by 290 procedures of the corporation and taking into consideration 291 the best interests of the corporation. Evaluation criteria for 292 a contract procured pursuant to the preceding sentence shall 293 be set forth in the request for proposal for the contract. The contract may also be awarded through any existing procurement 294 295 authority, proposals, or other means of procurement otherwise 296 available to the corporation.

297 Section 3. (a) Subject to the conditions, qualifications, and restrictions set forth in subsection (b), 298 299 the Agriculture Exhibition Center Corporation may borrow money 300 from any person or governmental entity. As security for any money borrowed, together with interest thereon, and any 301 302 obligations incurred or assumed, the corporation may mortgage, 303 pledge, or otherwise transfer and convey its real, personal, and mixed property, or any part or parts thereof, whether then 304 owned or thereafter acquired, including any franchises then 305 owned or thereafter adopted and all or any part of any funds 306 of the corporation. In a resolution authorizing the mortgage 307 given to secure the payment thereof, the corporation, in 308



addition to its other powers, shall have the power to agree
with the several holders of the mortgage to make, enter, and
perform covenants and agreements as to all of the following:

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- (1) The conduct, management, and maintenance of the properties held by the corporation or of the activities, operations, and enterprises then or thereafter conducted by the corporation.
 - (2) Insurance of the properties of the corporation.
- (3) Restrictions on the exercise of the powers of the corporation to dispose, limit, or regulate the use of all or any part of the properties of the corporation.
- 320 (4) The use and disposition of any monies of the 321 corporation, including taxes payable to the corporation under any act of the Legislature and revenues derived or to be 322 323 derived from the activities, operations, and enterprises of 324 the properties of the corporation, including any part or parts 325 theretofore constructed or acquired and any parts, extensions, replacements, or improvements thereafter constructed or 326 327 acquired.
 - (5) The setting aside of the taxes payable to the corporation under any act of the Legislature or use of the revenues or the monies of the corporation or reserves and sinking funds, and the source, custody, security, regulation, application, and disposition thereof.
- 333 (6) The assumption, payment, or discharge of any
 334 indebtedness, liens, or other claims relating to any part of
 335 the properties of the corporation or any obligations
 336 constituting, or which may constitute, a lien on the



337 properties or any part thereof.

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- (7) Limitations or other evidences of indebtedness or upon the incurrence of indebtedness of the corporation.
- 340 (b) The power vested in the corporation to pledge taxes 341 to be paid to the corporation or to pledge revenue of the corporation shall not be construed as undertaking or 342 343 purporting to empower the corporation to pledge any tax or any 344 revenue if the pledge is prohibited by the Constitution of 345 Alabama of 2022. It is expressly provided that the corporation 346 shall have the power to pledge any tax paid to the corporation 347 or revenue of the corporation, the pledge of which is 348 authorized by the Constitution of Alabama of 2022.
- 349 (c) The powers and authority set forth in this section 350 shall only be exercised if necessary in order for the 351 corporation to receive federal funding or grants for any 352 projects or activities of the corporation.

Section 4. The county in which the Alabama Farm Center is located and each municipality therein may lease, sell, donate, or otherwise convey to the Agriculture Exhibition Center Corporation real or personal property, including park properties, without authorization by election of the qualified voters of the county or of the municipality; and the county in which the center is located and each municipality therein are authorized, but not required, to appropriate public funds of the county or of the municipality to the corporation to be used by the corporation for purposes of this act. The county in which the center is located shall not lease, sell, donate, or convey any property to the corporation, or appropriate any



money to the corporation, unless the county commission of that county has determined that the lease, sale, donation, conveyance, or appropriation will benefit the people of that county or municipality to such an extent as to fully warrant and justify the lease, sale, donation, conveyance, or

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appropriation.

Section 5. The Agriculture Exhibition Center

Corporation may permit the consumption of alcoholic beverages
any day of the week, purchased from licensees of the Alcoholic

Beverage Control Board, to be consumed by purchasers within
the boundaries of the Alabama Farm Center.

Section 6. The Agriculture Exhibition Center

Corporation and all property in which it may have any
ownership, leasehold, or other interest, direct or indirect,
is exempt from all municipal ordinances and rules, including
zoning ordinances, unless the corporation consents to the
application of ordinance or rule.

Section 7. (a) The Agriculture Exhibition Center Corporation, as a governmental entity, is exempt from the payment of all state, county, and municipal sales and use taxes. The corporation and its contractors shall be granted a certificate of exemption from sales and use taxes by the Department of Revenue as provided by Sections 40-9-14.1 and 40-9-60, Code of Alabama 1975, or other general law.

(b) (1) Any county or municipal sales and use tax proceeds that are collected by the corporation; a joint venture of the corporation, including a public or private venture of the corporation; or a lessee of the corporation or



a joint venture of the corporation, and remitted to a local taxing authority shall be rebated by that local taxing authority to the corporation.

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- (2) The county commission of the county in which the Alabama Farm Center will be located, at the time of the formation of the corporation, may opt-out of the requirement to rebate sales taxes collected by a private entity, joint venture partner, or public-private partnership.
- 401 (3) The corporation may enter into revenue sharing
 402 agreements with the county commission of the county in which
 403 the center will be located and municipalities therein to share
 404 any tax revenue generated by the corporation outside of the
 405 operational area outlined in the corporation's articles of
 406 incorporation.
- 407 (c) The corporation is exempt from paying all state, 408 county, and local ad valorem taxes.
- (d) The corporation is exempt from paying any other taxes levied by a county, municipality, or other political subdivision of this state, including, but not limited to, license and excise taxes imposed relating to the privilege of engaging in any activities in which the corporation may engage.
- Section 8. The Agriculture Exhibition Center

 Corporation shall be deemed an economic development

 organization, and the Alabama Farm Center shall be deemed a

 site, for the purposes of Article 19A, Chapter 18, Title 40 of
 the Code of Alabama 1975.
- 420 Section 9. The Agriculture Exhibition Center





- 421 Corporation shall be subject to audit and examination every
- 422 two years by the Department of Examiners of Public Accounts
- for compliance with this act.
- Section 10. The provisions of this act are severable.
- 425 If any part of this act is declared invalid or
- 426 unconstitutional, that declaration shall not affect the part
- 427 which remains.
- 428 Section 11. This act shall become effective
- 429 immediately.



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'	President and Presiding Officer of the Senate
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	- Now 1-1-
	Speaker of the House of Representatives
	SB219
	Senate 16-Apr-24
	I hereby certify that the within Act originated in and passed
	the Senate, as amended.
	Senate 08-May-24
	I hereby certify that the within Act originated in and passed
	the Senate, as amended by Conference Committee Report.
	Patrick Harris,
	Secretary.
	House of Representatives
	Passed: 30-Apr-24, as amended.
	House of Representatives
	Passed: 08-May-24, as amended by Conference Committee Report.
	By: Senator Shelnutt
	APPROVED 5-17-2024 TIME 3.00 Que
	AFFRUYED
	TIME 5.'00 ONL
	Alabama Secretary Of State

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<u>A</u>ct Num...: 2024-451 Bill Num...: S-219

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									Senate Conterees	CONFERENCE COMMITTEE		Comment of the contract of the	PATRICK HARRIS,	bama, 1975 Act No. 919.	as required in the General Acts of Ala-	I hereby certify that the notice & proof is		PATRICK HARRIS, Secretary	yeasnaysabstain	was adopted and is attached to the Bill, SB . 2/5	required in Section C of Act No. 81-889	i hereby certify that the Resolution as	SENATE ACTION	Senate Bill No. 2/9	ENGROSSED	
FURTHER HOUSE ACTION (OVER)	Clerk	YEASNAYS	was adopted and is attached to the Bill, SB 210.	t hereby certify that the Resolution as required in Section C of Act No. 81-889		Committee	RE-REFERRED["] RE-COMMITTED	DATE: 20		RF WOLSON RD2CAL	DATE: 435 2034		0	And Unit Chairperson	This 21 day of 12711 2024	House with the recommendation that it be	acted upon by such committee in session and returned therefrom to the	This bill having been referred by the House to its standing committee on	REPORT OF STANDING COMMITTEE	(, 1	SED スプン	DATE: 21.0 2029	HOUSE ACTION)	