

## 104TH GENERAL ASSEMBLY State of Illinois 2025 and 2026 SB1364

Introduced 1/28/2025, by Sen. Sally J. Turner

## SYNOPSIS AS INTRODUCED:

See Index

Amends the Property Owned By Noncitizens Act. Provides that a prohibited foreign-party-controlled business shall not acquire by grant, purchase, devise, descent, or otherwise any interest in public or private land in the State. Provides that a prohibited foreign-party-controlled business entity in violation of the provisions has 2 years to divest of the public or private land, and if a prohibited foreign-party-controlled business entity does not divest the public or private land, the Attorney General shall commence an action in the circuit court within the jurisdiction of the public or private land. Provides that a prohibited foreign party shall not acquire by grant, purchase, devise, descent, or otherwise any interest in agricultural land in the State regardless of whether the prohibited foreign party intends to use the agricultural land for nonfarming purposes. Provides that a prohibited foreign party who is a resident alien of the United States shall have the right to acquire and hold agricultural land in the State upon the same terms as a citizen of the United States during the continuance of his or her residence in the State, but if a prohibited foreign party is no longer a resident alien, he or she shall have 2 years to divest of the agricultural land, and that if the prohibited foreign party does not divest of the agricultural land as required, the Attorney General shall commence an action in circuit court within the jurisdiction of the agricultural land. Provides that violation of the provisions by either a prohibited foreign-party-controlled business entity or a prohibited foreign party owning agricultural land shall, upon conviction, be guilty of a Class 4 felony punishable by not more than 2 years imprisonment in the custody of the Department of Corrections or a \$15,000 fine, or both. Creates the Office of Agricultural Intelligence within the Department of Agriculture to collect and analyze information concerning the unlawful sale or possession of agricultural land by prohibited foreign parties and administer and enforce the provisions of the Act.

LRB104 03771 JRC 13795 b

1 AN ACT concerning civil law.

## Be it enacted by the People of the State of Illinois, represented in the General Assembly:

- Section 1. Policy. It is the declared policy of the State to conserve, protect, and encourage the development and improvement of its agricultural and forest lands and other facilities for the production of food, fiber, and other agricultural and silvicultural products.
- 9 Section 5. The Property Owned By Noncitizens Act is 10 amended by changing Section 7 and by adding Sections 1, 9, 10, 11 11, and 12 as follows:
- 12 (765 ILCS 60/1 new)
- 13 Sec. 1. Definitions. As used in this Act:
- 16 (1) used for forestry production, including, but not
  17 limited to, land exceeding 10 acres in which 10% of the
  18 land is stocked by trees of any size, including land that
  19 formerly had trees of any size covering the land that will
  20 be naturally or artificially regenerated; or
- be naturally of artificially regenerated; or
- 21 (2) currently used for, or, if currently idle, land 22 last used within the past 5 years, for farming, ranching,

1	or timber production, except land not exceeding 10 acres
2	in the aggregate, if the annual gross receipts from the
3	sale of the farm, ranch, or timber products produced or
4	the land do not exceed \$1,000, including, but not limited
5	to, land used for activities described in the Standard
6	Industrial Classification Manual (1987), Division A,
7	exclusive of industry numbers 0711-0783, 0851, and
8	0912-0919, which cover animal trapping, game management,
9	hunting carried on as a business enterprise, trapping
10	carried on as a business enterprise, and wildlife
11	management.
12	"Agricultural land" does not include oil, gas, and all
13	other minerals, including coal, lignite, brine, and all
14	minerals known and recognized as commercial minerals
15	underlying the land.
16	"Controlling interest" means an ownership interest of 50%
17	or more, in the aggregate.
18	"Foreign government" means any government other than (i)
19	the federal government or (ii) the government of a state or a
20	political subdivision of a state.
21	"Interest in agricultural land" means the direct interest
22	acquired, transferred, or held in agricultural land,
23	including, but not limited to, a lease of agricultural land:
24	(1) for a term of one year or longer; or
25	(2) renewable by option for terms that, if the options
26	were all exercised, would total one year.

1	"Party" means any individual, corporation, company,
2	association, firm, partnership, society, joint-stock company,
3	trust, estate, or any other legal entity.
4	"Prohibited foreign-party-controlled business" means a
5	corporation, company, association, firm, partnership, society,
6	joint-stock company, trust, estate, or other legal entity
7	whose controlling interest is owned by a prohibited foreign
8	party.
9	"Prohibited foreign party" means:
10	(1) a citizen or resident of a country subject to the
11	International Traffic in Arms Regulation, 22 CFR 120-130;
12	(2) a foreign government formed within a country
13	subject to the International Traffic in Arms Regulation,
14	22 CFR 120-130;
15	(3) a party, other than an individual or a government,
16	created or organized under the laws of a foreign
17	government within a country subject to the International
18	Traffic in Arms Regulation, 22 CFR 120-130;
19	(4) any party, other than an individual or a
20	<pre>government:</pre>
21	(A) that is created or organized under the laws of
22	any state; and
23	(B) in which a significant interest or substantial
24	control is directly or indirectly held or is capable
25	of being exercised by:
26	(i) an individual referred to in paragraph (1)

1	of this definition;
2	(ii) a foreign government referred to in
3	paragraph (2) of this definition;
4	(iii) a party referred to in paragraph (3) of
5	this definition; or
6	(iv) a combination of the individuals,
7	parties, or governments referred to in this
8	subparagraph;
9	(5) an entity of particular concern designated by the
10	United States Department of State; or
11	(6) an agent, trustee, or other fiduciary of a person
12	or entity enumerated in paragraphs (1) through (5) of this
13	definition.
14	"Residence" means a person's principal dwelling place
15	where the person intends to remain permanently for an
16	<pre>indefinite period of time.</pre>
17	"Resident alien" means a person who:
18	(1) is not a citizen of the United States; and
19	(2) is a resident of a:
20	(A) state of the United States;
21	(B) territory of the United States;
22	(C) trusteeship of the United States; or
23	(D) protectorate of the United States.
24	"Significant interest" or "substantial control" means:
25	(1) an interest of 33% or more held by:
26	(A) a party referred to in paragraph (4) of the

1	definition of "prohibited foreign party";
2	(B) a party referred to in paragraph (1) of the
3	definition of "prohibited foreign party";
4	(C) a party referred to in paragraph (3) of the
5	definition of "prohibited foreign party"; or
6	(D) a single government referred to in paragraph
7	(2) of the definition of "prohibited foreign party";
8	(2) an interest of 33% or more held whenever the
9	parties, individuals, or governments referred to in
10	subparagraph (A) of paragraph (1) of this definition are
11	acting in concert with respect to the interest even though
12	no single individual, party, or government holds an
13	interest of 33% or more; or
14	(3) an interest of 50% or more, in the aggregate, held
15	by parties, individuals, or governments referred to in
16	subparagraph (A) of paragraph (1) of this definition even
17	though the individuals, parties, or foreign governments
18	may not be acting in concert.
19	(765 ILCS 60/7) (from Ch. 6, par. 7)
20	Sec. 7. Except as provided in Sections 9, 10, and 11, all
21	All noncitizens may acquire, hold, and dispose of real and
22	personal property in the same manner and to the same extent as
23	natural born citizens of the United States, and the personal
24	estate of a noncitizen dying intestate shall be distributed in
25	the same manner as the estates of natural born citizens, and

- 1 all persons interested in such estate shall be entitled to
- 2 proper distributive shares thereof under the laws of this
- 3 state, whether they are noncitizens or not.
- 4 This amendatory Act of 1992 does not apply to the
- 5 Agricultural Foreign Investment Disclosure Act.
- 6 (Source: P.A. 102-1030, eff. 5-27-22.)
- 7 (765 ILCS 60/9 new)
- 8 Sec. 9. Land ownership by prohibited
- 9 foreign-party-controlled business prohibited.
- 10 (a) A prohibited foreign-party-controlled business shall
- 11 not acquire by grant, purchase, devise, descent, or otherwise
- 12 any interest in public or private land in this State. A party
- may not hold public or private land as an agent, trustee, or
- 14 other fiduciary for a prohibited foreign-party-controlled
- business in violation of this Section.
- 16 (b) A prohibited foreign-party-controlled business entity
- in violation of this Section shall have 2 years to divest of
- 18 the public or private land. If a prohibited
- 19 foreign-party-controlled business entity does not divest the
- 20 public or private land, the Attorney General shall commence an
- 21 action in the circuit court within the jurisdiction of the
- 22 public or private land. If the public or private land is held
- 23 in violation of this Section, the circuit court shall order
- 24 that the public or private land be sold through judicial
- 25 foreclosure. Proceeds of the sale shall be disbursed to

Τ	liennolders, in the order of priority, except for liens that,
2	under the terms of the sale, are to remain on the public or
3	private land. The Attorney General shall promptly record a
4	copy of the following in the local land records:
5	(1) upon commencement, notice of the pendency of an
6	action brought under this subsection; and
7	(2) the order for the sale of the public or private
8	land under this subsection.
9	(c) A prohibited foreign-party-controlled business entity
10	shall, upon conviction for a violation of this Section, be
11	guilty of a Class 4 felony punishable by not more than 2 years
12	imprisonment in the custody of the Department of Corrections
13	or a \$15,000 fine, or both.
14	(d) It is an affirmative defense to prosecution under this
15	Section that a prohibited foreign-party-controlled business
16	entity is a resident alien of the State.
17	(e) Title to public or private land is not invalid or
18	subject to divestiture due to a violation of this Section by:
19	(1) any former owner; or
20	(2) other person holding or owning a former interest
21	in the public or private land.
22	(f) No person not subject to this Section shall be
23	required to determine or inquire into whether another person
24	is or may be subject to this Section.

- 1 Sec. 10. Foreign ownership of agricultural land.
- 2 (a) A prohibited foreign party shall not acquire by grant,
- 3 purchase, devise, descent, or otherwise any interest in
- 4 agricultural land in this State regardless of whether the
- 5 prohibited foreign party intends to use the agricultural land
- 6 for nonfarming purposes. A party may not hold agricultural
- 7 land as an agent, trustee, or other fiduciary for a prohibited
- 8 foreign party in violation of this Section.
- 9 (b) A prohibited foreign party that acquires agricultural
- 10 land in violation of this Section remains in violation as long
- 11 as the prohibited foreign party holds an interest in the
- 12 <u>agricultural land</u>.
- 13 (765 ILCS 60/11 new)
- Sec. 11. Interest in agricultural land owned by prohibited
- foreign parties; exceptions; penalties.
- 16 (a) A prohibited foreign party who is a resident alien of
- 17 the United States shall have the right to acquire and hold
- 18 agricultural land in the State upon the same terms as a citizen
- 19 of the United States during the continuance of his or her
- 20 residence in the State.
- 21 (b) If a prohibited foreign party is no longer a resident
- 22 alien under subsection (a), he or she shall have 2 years to
- 23 divest of the agricultural land. If the prohibited foreign
- 24 party does not divest of the agricultural land as required by
- 25 this subsection, the Attorney General shall commence an action

1	in	circuit	court	within	the	jurisdiction	of	the	ag	ricult	tural	_
---	----	---------	-------	--------	-----	--------------	----	-----	----	--------	-------	---

- 2 land. If the agricultural land is held in violation of this
- 3 <u>Section, the circuit court shall order that the agricultural</u>
- 4 land be sold through judicial foreclosure.
- 5 (c) When the Office of Agricultural Intelligence
- 6 <u>determines</u> a prohibited foreign party has acquired
- 7 agricultural land in this State in violation of this Section,
- 8 the Office of Agricultural Intelligence shall report the
- 9 violation to the Attorney General. Upon receiving notice under
- 10 this subsection or upon receipt of information that leads the
- 11 Attorney General to believe that a violation of this Section
- 12 may exist, the Attorney General may issue subpoenas requiring
- 13 the:
- 14 (1) appearance of witnesses;
- 15 (2) production of relevant records; and
- 16 (3) giving of relevant testimony.
- 17 If, as a result of the investigation under this
- 18 subsection, the Attorney General concludes that a violation of
- 19 this Section has occurred, the Attorney General shall commence
- 20 an action in circuit court within the jurisdiction of the
- 21 agricultural land. If the agricultural land is held in
- violation of this Section, the circuit court shall order that
- 23 the agricultural land be sold through judicial foreclosure.
- 24 (d) The proceeds of a sale of agricultural land by
- 25 judicial foreclosure authorized under this Section shall be
- disbursed to lienholders, in the order of priority, except for

Т	itens which under the terms of the sale are to remain on the
2	agricultural land. The Attorney General shall promptly record
3	a copy of the following in the local land records:
4	(1) upon commencement, notice of the pendency of an
5	action under this Section; and
6	(2) the order for the sale of agricultural land under
7	this Section.
8	(e) A prohibited foreign party owning agricultural land
9	subsequent to the effective date of this amendatory Act of the
10	104th General Assembly and not listed under an exception in
11	subsection (a) or (b) shall, upon conviction, be guilty of a
12	Class 4 felony punishable by not more than 2 years
13	imprisonment in the custody of the Department of Corrections
14	or a \$15,000 fine, or both.
15	(f) It is an affirmative defense to prosecution under this
16	Section that a prohibited foreign party is a resident alien of
17	the State.
18	(g) Title to agricultural land is not invalid or subject
19	to divestiture due to a violation of this Section by:
20	(1) any former owner; or
21	(2) other person holding or owning a former interest
22	in the agricultural land.
23	(h) No person not subject to this Section shall be
24	required to determine or inquire into whether another person
25	is or may be subject to this Section.

1	(765 ILCS 60/12 new)
2	Sec. 12. Office of Agricultural Intelligence.
3	(a) There is created within the Department of Agriculture
4	the Office of Agricultural Intelligence.
5	(b) The Office of Agricultural Intelligence is authorized
6	and directed to:
7	(1) collect and analyze information concerning the
8	unlawful sale or possession of agricultural land by
9	prohibited foreign parties; and
10	(2) administer and enforce the provisions of this Act,
11	including, but not limited to, the reporting of a
12	violation of this Act to the Attorney General under
13	subsection (c) of Section 11.
14	(c) The Director of Agriculture may designate employees of
15	the Department of Agriculture who have the power of a peace
16	officer or institutional law enforcement officer in the
17	enforcement of criminal laws of this State to perform the
18	duties of the Office of Agricultural Intelligence under
19	subsection (b).
20	(d) The Office of Agricultural Intelligence shall operate
21	under the direction of the Director of Agriculture.

SB1364

8 765 ILCS 60/12 new

- 12 - LRB104 03771 JRC 13795 b