HLS 14RS-177 ORIGINAL

Regular Session, 2014

HOUSE BILL NO. 311

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BY REPRESENTATIVE ST. GERMAIN

PUBLIC LANDS/STATE: Removes lands located in the Atchafalaya Basin from certain state lease requirements

AN ACT

2 To amend and reenact R.S. 41:1217(A), relative to the lease of state lands; to exempt leases 3 on lands located between the guide levees of the Atchafalaya Basin from the lease 4 extension requirement that the lessee construct improvements; to provide for the 5 extension of such leases; and to provide for related matters. Be it enacted by the Legislature of Louisiana: 6 7 Section 1. R.S. 41:1217(A) is hereby amended and reenacted to read as follows: 8 §1217. Term and rental; port authorities excepted 9 A.(1) All leases Any lease executed under the provisions of this Part shall 10 be for a period not exceeding ten years and shall provide for consideration to be paid 11 as a cash rental of not less than one dollar per acre, which shall be payable in cash 12 annually and in advance, or if the land is leased for agricultural purposes of planting, 13 growing, cultivating, and harvesting any agricultural crop, the consideration shall be 14 so paid in cash or on a share basis at the option of the lessor. 15 (2) Leases Except for a lease on state land located between the guide levees 16 of the Atchafalaya Basin, a lease granted under this Section may be extended as 17 follows: 18 (1) (a) Any person who leases such land and who adds or contracts for 19 permanent improvements to be constructed or placed on or made to the land in the 20 amount of not less than two thousand dollars nor more than ten thousand dollars

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CODING: Words in struck through type are deletions from existing law; words <u>underscored</u> are additions.

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1	upon written notification to the lessor and upon a proper showing that such
2	improvements have in fact been made or contracted for may lease such lands for an
3	additional period of not more than ten years, with the payment of rentals therefor to
4	be made as hereinabove stated provided in this Section.
5	$\frac{(2)(a)}{(b)(i)}$ Any person who leases such land and who within the original or
6	any additional term of the lease adds or contracts permanent improvements to be
7	constructed, placed, or made upon the land in the amount of ten thousand dollars or
8	more, upon written notification to the lessor and upon a proper showing that such
9	improvements have in fact been made or contracted for, may, at the discretion of the
10	lessor, lease such land for an additional ten-year period or any part thereof for each
11	ten thousand dollars worth of improvements or additions made or contracted onto the
12	land not to exceed a maximum term of twenty additional years from the end of the
13	then current lease period.
14	(b) (ii) When the value of the improvements to be constructed, placed, or
15	made upon the land exceeds one hundred fifty thousand dollars, or where the lessee
16	agrees to prepay the last two annual rental payments of the lease plus a cash bonus
17	in an amount equal to the current year's lease rental or the sum of fifty thousand
18	dollars, whichever be the greater, the lease may be extended for thirty additional
19	years from the end of the then current lease period.
20	(e) (iii) When the lease has been extended to forty years under this Paragraph,
21	the lessee shall be allowed to extend the lease for additional ten-year periods as long
22	as the qualifying permanent improvements remain intact, or, in the event of fire,
23	storm, or other acts of God, are reconstructed by the end of the ten-year term in the
24	event of fire, storm, or other acts of God, and as long as the lessee continues to meet
25	all other conditions of the lease.
26	(3) (c) Any lessee who makes improvements onto the land leased shall be
27	allowed a period of at least ninety days to remove such improvements after the
28	termination of his lease.

(3) Any lease on state land located between the guide levees of the Atchafalaya Basin may, at the discretion of the lessor, be extended for additional ten-

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1 year periods without the lessee being required to add or contract for permanent

improvements to be constructed or placed on or made to the land.

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DIGEST

The digest printed below was prepared by House Legislative Services. It constitutes no part of the legislative instrument. The keyword, one-liner, abstract, and digest do not constitute part of the law or proof or indicia of legislative intent. [R.S. 1:13(B) and 24:177(E)]

St. Germain HB No. 311

Abstract: Exempts state land located in the Atchafalaya Basin from certain requirements contained in state leases in order to qualify for lease extensions.

<u>Present law</u>, applicable to leases for state lands, authorizes an original lease of no more than 10 years with 10-year extensions authorized based on certain levels of improvements made to the property by the lessee.

<u>Proposed law</u> allows state leases on state land located within the Atchafalaya Basin to be extended for 10-year periods without the necessity on the lessee making improvements.

(Amends R.S. 41:1217(A))