## DRAFT ONLY NOT APPROVED FOR INTRODUCTION

HOUSE BILL NO. [BILL NUMBER]

Foreign property ownership-critical infrastructure.

Sponsored by: HDraft Committee

## A BILL

for

1	AN ACT relating to property, conveyances and security
2	transactions; prohibiting foreign ownership of real
3	property near critical infrastructure and military
4	installations as specified; authorizing actions for
5	divestiture; requiring specified parties to register
6	property ownership with the secretary of state; specifying
7	penalties; amending the duties of the Wyoming office of
8	homeland security; amending the duties of county clerks;
9	requiring the inclusion of notices of foreign ownership
10	prohibitions and reporting requirements in assessment
11	schedules and tax statements; providing definitions;
12	requiring rulemaking; authorizing positions; providing an
13	appropriation; and providing for effective dates.

1	
2	Be It Enacted by the Legislature of the State of Wyoming:
3	
4	<b>Section 1.</b> W.S. 34-15-201 through 34-15-206 are
5	created to read:
6	
7	ARTICLE 2
8	CRITICAL INFRASTRUCTURE AND MILITARY INSTALLATIONS
9	
10	34-15-201. Definitions.
11	
12	(a) As used in this article:
13	
14	(i) "Critical infrastructure" means as defined
15	by W.S. 19-13-501(a)(ii) but shall not include cyber-based
16	properties, systems or assets;
17	
18	(ii) "Critical infrastructure/military
19	installation zone" means the entire area of real property
20	that is located on, within or partially within ten (10)
21	miles of any critical infrastructure or military
22	installation in the state of Wyoming;
23	

1	*************
2 3	**************************************
4	SIIII COMMINI
5 6 7	The Committee may wish to lessen the ten mile radius above. For instance, a ten mile radius around F.E. Warren Air Force Base is the entire city of Cheyenne. The Committee
8 9	may wish to consider a one or two mile radius instead.
10	***************
11	*******
12	
13	(iii) "Foreign government" means any government
14	other than the United States federal government or any
15	government of a state, territory, district or political
16	subdivision thereof;
17	
18	(iv) "Military installation" means a base, camp,
19	post, station, yard or center that is under the
20	jurisdiction of the United States department of defense;
21	
22	(v) "Party" means any natural person, business
23	entity, corporation, company, association, firm,
24	partnership, society, joint-stock company, trust, estate or
25	any other legal entity, public or private;
26	
27	(vi) "Prohibited foreign party" means:
28	

1	(A) A citizen or resident of a country
2	specified as a foreign adversary in 15 C.F.R. § 791.4;
3	
4	(B) A foreign government formed within a
5	country specified as a foreign adversary in 15 C.F.R. §
6	791.4;
7	
8	(C) A party other than a natural person or
9	a government, that is created or organized under the laws
10	of a foreign government within a country specified as a
11	foreign adversary in 15 C.F.R. § 791.4;
12	
13	(D) Any party other than a natural person
14	or a government:
15	
16	(I) That is created or organized under
17	the laws of any state of the United States; and
18	
19	(II) In which a significant interest
20	or substantial control is directly or indirectly held or is
21	capable of being exercised by any one (1) or more of the
22	following:

1	(1) A citizen or resident of a
2	country specified as a foreign adversary in 15 C.F.R. §
3	791.4;
4	
5	(2) A foreign government formed
6	within a country specified as a foreign adversary in 15
7	C.F.R. § 791.4;
8	
9	(3) A party other than a natural
10	person or a government, that is created or organized under
11	the laws of a foreign government within a country specified
12	as a foreign adversary in 15 C.F.R. § 791.4.
13	
14	(E) An agent, trustee, subsidiary or other
15	fiduciary of a natural person or business entity enumerated
16	in subparagraphs (A) through (D) of this paragraph.
17	
18	(vii) "Real property" means any interest in real
19	property, including but not limited to, the fee estate,
20	leasehold interests, easements, rights of way, subsurface
21	interests, airspace interests and mineral interests in
22	Wyoming;

1	(viii) "Significant interest" or "substantial
2	control" means:
3	
4	(A) An interest of twenty-five percent
5	(25%) or more held by:
6	
7	(I) A natural person referred to in
8	subparagraph (vi)(A) of this subsection;
9	
10	(II) A foreign government referred to
11	in subparagraph (vi)(B) of this subsection;
12	
13	(III) A party referred to in
14	subparagraph (vi)(C) of this subsection; or
15	
16	(IV) A party referred to in
17	subparagraph (vi)(D) of this subsection.
18	
19	(B) An interest of twenty-five percent
20	(25%) or more held whenever the parties, natural persons or
21	governments referred to in subparagraph (A) of this
22	paragraph are acting in concert with respect to the
23	interest even though no single natural person, party or

1 government holds an interest of twenty-five percent (25%)
2 or more; or

3

- 4 (C) An interest of twenty-five percent
- 5 (25%) or more, in the aggregate, held by parties, natural
- 6 persons or governments referred to in subparagraph (A) of
- 7 this paragraph even though the natural persons, parties or
- 8 foreign governments may not be acting in concert.

9

- 10 34-15-202. Ownership of real property on or around
- 11 critical infrastructure and military installations
- 12 prohibited; violations; enforcement.

13

- 14 (a) No prohibited foreign party shall hold or acquire
- 15 by grant, purchase, devise, descent or otherwise any
- 16 interest in real property that is located in a critical
- 17 infrastructure/military installation zone.

- 19 (b) A prohibited foreign party who holds or acquires
- 20 any interest in real property in violation of subsection
- 21 (a) of this section shall divest of the real property
- 22 interest within eight (8) months of receiving notice from
- 23 the Wyoming office of homeland security that the prohibited

1 foreign party holds real property in violation of

2 subsection (a) of this section.

3

4 (c) If the prohibited foreign party does not divest

5 of the real property interest within the time required by

6 subsection (b) of this section, the attorney general shall

7 commence an action for divestiture in a court of competent

8 jurisdiction to enforce this section. If the court

9 determines that the real property interest is held in

10 violation of this section, the court shall order that the

11 real property be sold at auction.

12

13 (d) The proceeds of any sale at auction of real

14 property ordered by a court under subsection (c) of this

15 section shall be disbursed to lien holders, in the order of

16 priority, except for liens which under the terms of any

17 sale are to remain on the real property. Any remaining

18 proceeds shall be forfeited to the state.

19

20 (e) When pursuing an action for divestiture under

21 subsection (c) of this section, the attorney general shall

22 promptly record a copy of the following with the county

23 clerk in the county where the real property is located:

1	
2	(i) Upon commencement, notice of the pendency of
3	an action brought under this section;
4	
5	(ii) Any court order for the sale of the real
6	property under this section.
7	
8	34-15-203. Registration; penalties.
9	
10	(a) A prohibited foreign party that holds or acquires
11	real property in the state of Wyoming on or after July 1,
12	2026 shall register the ownership of the real property with
13	the secretary of state in accordance with the following:
14	
15	(i) The registration shall be in a form and
16	manner prescribed by the secretary of state;
17	
18	(ii) The registration shall contain the
19	following:
20	
21	(A) The name and complete legal address of
22	the party filing the registration;

Τ	(B) The name and complete legal address of
2	every party holding an interest in the real property;
3	
4	(C) A description of each party's interest
5	in the real property;
6	
7	(D) The location and current use of the
8	real property; and
9	
10	(E) Any other information prescribed by the
11	secretary of state.
12	
13	(iii) The initial registration shall be made not
14	more than sixty (60) days after July 1, 2026 or not more
15	than sixty (60) days after acquisition of the real
16	property, whichever is later;
17	
18	(iv) The registration shall be updated annually
19	on or before March 31 of each year.
20	
21	(b) The secretary of state shall promptly provide a
22	copy of all registration information collected pursuant to

1	subsection	(a)	of	this	section	to	the	Wyoming	office	of
2	homeland se	curi	ty.							

4 (c) A prohibited foreign party who fails to register, timely register or update registration annually as required 5 by subsection (a) of this section shall be liable for a 6 civil penalty of five thousand dollars (\$5,000.00) for each 7 8 day the prohibited foreign party is not in compliance with 9 subsection (a) of this section. The secretary of state 10 shall notify the prohibited foreign party that they are not in compliance with subsection (a) of this section and shall 11

13

12

34-15-204. Designation of critical infrastructure/military installation zones; county assessor reporting; investigations; subpoena power.

impose and collect the civil penalty.

17

The Wyoming office of homeland security shall 18 (a) designate the critical infrastructure/military installation 19 20 zones where prohibited foreign parties shall not hold or 21 acquire real property under W.S. 34-15-202(a). Not later than July 1, 2026 and each July 1 thereafter, the office 22 23 shall review the designation of critical

- 1 infrastructure/military installation zones to determine
- 2 whether any designations should be modified.

- 4 (b) Not later than July 1 of each year, the Wyoming
- 5 office of homeland security shall provide each county
- 6 assessor sufficient information about designated critical
- 7 infrastructure/military installation zones for the county
- 8 assessor to determine whether conveyances include real
- 9 property located in a critical infrastructure/military
- 10 installation zone.

11

- 12 (c) The county assessor shall promptly report each
- 13 conveyance, as defined by W.S. 19-13-501(a)(i), that
- 14 includes real property located in a critical
- 15 infrastructure/military installation zone to the Wyoming
- 16 office of homeland security as required by W.S.
- $17 \quad 34-1-143 \text{ (b)}$ .

- 19 (d) Upon receiving a report from a county assessor
- 20 under subsection (c) of this section or registration
- 21 information from the secretary of state under W.S.
- 22 34-15-203, the Wyoming office of homeland security shall,
- 23 upon reasonable suspicion and to the extent possible,

- 1 investigate the conveyance to determine if the conveyance
- 2 violates this article. If the office suspects or determines
- 3 that a prohibited foreign party holds real property in
- 4 violation of this article, the office shall report the
- 5 suspected violation or violation to the attorney general.

- 7 (e) Upon receiving notice from the Wyoming office of
- 8 homeland security pursuant to subsection (d) of this
- 9 section or upon receiving information that leads the
- 10 attorney general to believe that a violation of this
- 11 article may exist, the attorney general shall petition a
- 12 court of competent jurisdiction to issue subpoenas
- 13 requiring the appearance of witnesses, production of
- 14 relevant records and giving of relevant testimony to
- 15 determine whether a prohibited foreign party holds real
- 16 property in violation of this article.

17

18 **34-15-205**. Validity of title.

- 20 Title to real property shall not be invalid or subject to
- 21 divestiture due to a violation of this article by any
- 22 former owner who is a prohibited foreign party or by
- 23 another person who is a prohibited foreign party holding or

- 1 owning a former interest in the real property when the real
- 2 property is currently held by a person who is not a
- 3 prohibited foreign party and who has a legitimate, legal
- 4 interest in the property.

6 34-15-206. Criminal penalties.

7

- 8 A prohibited foreign party who knowingly acquires real
- 9 property after July 1, 2025 in violation of W.S.
- 10 34-15-202(a) shall upon conviction be guilty of a felony
- 11 punishable by imprisonment for not more than two (2) years,
- 12 a fine of not more than fifteen thousand dollars
- 13 (\$15,000.00), or both.

14

- 15 **Section 2.** W.S. 19-13-105(c) by creating new
- 16 paragraphs (viii) and (ix), 34-1-143, 39-13-103(b)(viii)
- 17 and 39-13-107(b)(i)(C) are amended to read:

18

19 **19-13-105**. Homeland security program.

- 21 (c) The director is the administrative head of the
- 22 Wyoming office of homeland security. In addition to the
- 23 duties described in W.S. 19-13-104(d) the director:

1	
2	(viii) Shall investigate and, in conjunction
3	with the attorney general, enforce the prohibition on
4	ownership of real property by prohibited foreign parties
5	under W.S. 34-15-202(a);
6	
7	(ix) Shall designate the critical
8	infrastructure/military installation zones where prohibited
9	foreign parties shall not hold or acquire real property and
10	provide information about critical infrastructure/military
11	installation zones to county assessors in accordance with
12	W.S. 34-15-204.
13	
14	34-1-143. Information to be furnished to department
15	of revenue, state board of equalization and office of
16	homeland security.
17	
18	(a) The county clerk shall place the recording data
19	on the statement of consideration paid and deliver the
20	statement to the county assessor. The county assessor shall
21	furnish information from the statements of consideration to
22	the state board of equalization and department of revenue
23	as the board or department shall require, and when

1	disclosed under W.S. $34-1-142(g)$ and $39-13-109(b)(i)$ , any
2	person or his agent wishing to review or contest his
3	property tax assessment or valuation and the county board
4	of equalization. The county assessor may furnish
5	information from the statements of consideration to a
6	county assessor in another county in this state to be used
7	as provided by law.
8	
9	(b) County assessors shall promptly report all
10	conveyances that involve any real property located in a
11	critical infrastructure/military installation zone to the
12	Wyoming office of homeland security in accordance with W.S.
13	34-15-204(c).
14	
15	39-13-103. Imposition.
16	
17	(b) Basis of tax. The following shall apply:
18	
19	(viii) Every assessment schedule sent to a
20	taxpayer shall contain the property's estimated fair market
21	value for the current and previous year, or, productive
22	value in the case of agricultural property. The schedule

shall also contain the assessment ratio as provided by

1	paragraph (b)(iii) of this section for the taxable
2	property, the amount of taxes assessed on the taxable
3	property from the previous year, an estimate of the taxes
4	which will be due and payable for the current year based on
5	the previous year's mill levies and, if the property is a
6	single family residential structure, an estimate of the
7	taxes that will be avoided if the property is eligible for
8	the exemptions under W.S. $39-11-105(a)$ (xliii) and (xliv).
9	The schedule shall also contain information stating that
10	prohibited foreign parties are prohibited from holding or
11	acquiring real property in a critical
12	infrastructure/military installation zone in this state as
13	provided by W.S. 34-15-202 and describing the requirement
14	to register all prohibited foreign party ownership of real
15	property with the secretary of state as provided by W.S.
16	34-15-203. The schedule shall contain a statement of the
17	process to contest assessments as prescribed by W.S. 39-13-
18	109(b)(i);
19	
20	39-13-107. Compliance; collection procedures.
21	

23 payment of taxes, distraint of property and deferral:

2 (i) The following shall apply to the payment of 3 taxes due:

4

5 (C) Annually, on or before October 10 the county treasurer shall send a written statement to each 6 taxpayer by mail at his last known address or, if offered 7 8 by the county and upon request of the taxpayer, by electronic transmission of the total tax due, itemized as 9 10 to property description, assessed value and mill levies. 11 The notice shall contain information, including contact 12 information, of any property tax relief program authorized 13 by state law and, if the property is a single family residential structure, the taxes that will be avoided 14 pursuant to the exemptions under W.S. 39-11-105(a) (xliii) 15 16 and (xliv). The notice shall contain information stating 17 that prohibited foreign parties are prohibited from holding 18 or acquiring real property in a critical infrastructure/military installation zone in this state as 19 20 provided by W.S. 34-15-202 and describing the requirement 21 to register all prohibited foreign party ownership of real 22 property with the secretary of state as provided by W.S.

- 1 34-15-203. Failure to send notice, or to demand payment of
- 2 taxes, does not invalidate any taxes due;

- 4 Section 3. The office of homeland security and the
- 5 secretary of state shall promulgate all rules necessary to
- 6 implement the provisions of this act.

7

8 Section 4.

9

- 10 (a) The office of homeland security is authorized up
- 11 to two (2) full-time positions for the period beginning
- 12 with the effective date of this act and ending June 30,
- 13 2028 for the purpose of hiring employees for the office of
- 14 homeland security to implement and execute the requirements
- 15 of sections 1 and 2 of this act. It is the intent of the
- 16 legislature that the office of homeland security include
- 17 these positions in its standard budget request for the
- 18 immediately succeeding fiscal biennium.

- 20 (b) There is appropriated three hundred thousand
- 21 dollars (\$300,000.00) from the general fund to the office
- 22 of homeland security for the period beginning with the
- 23 effective date of this act and ending June 30, 2028 to be

expended only for purposes of funding the positions 1 authorized in subsection (a) of this section for purposes 2 3 of implementing and executing the requirements of sections 4 1 and 2 of this act. This appropriation shall not be 5 transferred or expended for any other purpose and any unexpended, unobligated funds remaining 6 from appropriation shall revert as provided by law on June 30, 7 8 2028. It is the intent of the legislature that this 9 appropriation be included in the standard budget request of 10 the office of homeland security for the immediately 11 succeeding fiscal biennium. 12 Section 5. This act is effective if an amendment is 13 made to Article 1, Section 29 of the Wyoming Constitution 14 that allows the legislature to prohibit foreign adversaries 15 16 and specified foreign entities from owning property in

18

17

Wyoming.

19 (END)