E0I122-1 04/25/2023 SLU (L) bm 2023-1702 SUB SB76 FINANCE AND TAXATION GENERAL FUND SUBSTITUTE TO SB76 OFFERED BY SENATOR BARFOOT

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SYNOPSIS:
Under existing law, there is no grant program
for the purpose of supporting the logging industry with
funding for workforce development, implementing
technologies, and constructing rural bridges.
This bill would create the Logging Efficiency
Grant Fund and provide for the distribution of funds to
the Alabama Forestry Commission to be distributed for
the purposes of providing grants for logging workforce
development, researching and implementing technologies
that promote forest product harvesting and
transportation efficiencies, and for counties to
maintain and construct public rural bridges.
A BILL
TO BE ENTITLED
AN ACT
Relating to the Alabama Forestry Commission; to
establish the Rural Logging Efficiency Act of 2023; to create
the Logging Efficiency Grant Fund to be administered by the
Alabama Forestry Commission; and to provide for the
distribution of funding to the Alabama Forestry Commission to



29 support rural economic development.

30 BE IT ENACTED BY THE LEGISLATURE OF ALABAMA:

31 Section 1. (a) This section shall be known and may be 32 cited as the Rural Logging Efficiency Act of 2023.

33 (b) The Legislature finds and declares all of the 34 following:

35 (1) The forest product manufacturing sector is a large 36 contributor to the state's economy.

37 (2) In order to have a successful forest product 38 manufacturing sector, it is imperative that the supply chain 39 for forest raw materials be as competitive and efficient as 40 possible.

41 (3) Logging companies are a vital link of the forest
42 supply chain system and it is critical for the state's economy
43 that these companies have every opportunity to be successful.

44 (4) It is the intent of the Legislature to provide a45 stable funding source for the following:

46 a. Maintaining, repairing, replacing, and constructing
47 public rural bridges that may not qualify for funding through
48 traditional funding formulas utilized by the state and
49 counties to distribute revenue generated by fuel taxes.

b. Researching and implementing technologies that
enhance forest product harvesting and transportation
efficiencies.

53 c. Providing grants to support logging workforce54 development.

55 (c) As used in this section, the following words have 56 the following meanings:



(1) FOREST PRODUCTS. Any material harvested from a forest or generated by the manufacture of a finished product utilizing materials harvested from a forest, including, but not limited to, logs, pulpwood, chips, poles, veneer, and stumps.

62 (2) RURAL AREA. Any incorporated area within the state 63 with a population of 2,500 inhabitants or fewer according to 64 the most recent federal census or any unincorporated area 65 within the state.

66 (3) RURAL BRIDGE. A load restricted public bridge
67 located in a rural area and posted to limit commercial or
68 school bus traffic.

69 (d) The Alabama Forestry Commission shall do all of the70 following:

71 (1) Adopt rules to implement and administer this72 section.

(2) Ensure that grants provided for the purposes described in subsection (e) are provided in a manner that does not discriminate based on gender, race, or disability status of the applicant.

77 (3) Ensure that all grant applicants are residents of78 the State of Alabama.

(4) Ensure that all revenues deposited in the Logging Efficiency Grant Fund created under subsection (e) are used as follows:

82 a. Five percent to be retained by the Alabama Forestry83 Commission for administrative purposes.

b. Ten percent to fund grants that support logging



85 workforce development and advance research and implementation 86 of technologies that improve forest product harvesting and 87 transportation efficiencies.

c. Eighty-five percent to fund grants to county
commissions to maintain, repair, replace, and construct public
rural bridges. Grants will be prioritized based on the county
commission's application setting forth the amount of matching
contributions provided to the project and the rural economic
impact of the project, with emphasis placed on forest product
production.

95 (5) Create an advisory committee to assist with 96 prioritizing the project grant applications. The advisory 97 committee shall include representatives of county government 98 and the forest products industry.

99 (e) (1) There is created a fund in the State Treasury to
100 be known as the Logging Efficiency Grant Fund. The fund shall
101 consist of all of the following:

a. Revenue sources as directed by, and at thediscretion of, the Legislature.

b. All grants, gifts, bequests, or donations made tothe fund from any source whatsoever.

106 c. Appropriations as directed by, and at the discretion 107 of, the Legislature.

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d. Any other lawful source.

109 (2) Monies in the fund shall be used and expended by 110 the Alabama Forestry Commission in accordance with subsection 111 (d).

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(3) No monies shall be withdrawn or expended from the



113 fund for any purpose unless the monies have been appropriated 114 by the Legislature and allocated pursuant to this section. Any monies appropriated shall be budgeted and allotted pursuant to 115 116 the Budget Management Act in accordance with Article 4, 117 commencing with Section 41-4-80 of Chapter 4 of Title 41, Code 118 of Alabama 1975, and only in the amounts provided by the 119 Legislature in the general appropriations act or other 120 appropriations act.

121 Section 2. This act shall become effective on the first 122 day of the third month following its passage and approval by 123 the Governor, or its otherwise becoming law.