

GENERAL ASSEMBLY OF NORTH CAROLINA  
SESSION 2025

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SENATE BILL DRS45286-MU-2A

Short Title: Farmers Protection Act.

(Public)

Sponsors: Senators B. Newton and Barnes (Primary Sponsors).

Referred to:

1 A BILL TO BE ENTITLED  
2 AN ACT TO ENACT THE FARMERS PROTECTION ACT TO PREVENT  
3 DISCRIMINATION IN FINANCING AGAINST FARMERS.

4 The General Assembly of North Carolina enacts:

5 SECTION 1. Article 6 of Chapter 53C of the General Statutes is amended by adding  
6 a new section to read:

7 "**§ 53C-6-21. Discrimination prohibited.**

8 (a) Definitions. – The following definitions apply in this section:

9 (1) Agriculture producer. – A person engaged in the growing of crops or livestock  
10 production for retail consumption.

11 (2) ESG commitment. – A bank's decision either to join an initiative or  
12 organization whose purpose is any environmental, social, or governance goal  
13 or to otherwise commit to any environmental, social, or governance goal.

14 (b) Prohibition. – It is unlawful for a bank to deny or cancel its service to an agriculture  
15 producer based, in whole or in part, upon the agriculture producer's greenhouse gas emissions,  
16 use of fossil-fuel derived fertilizer, or use of fossil-fuel powered machinery.

17 (c) ESG Commitment. – If a bank has made any ESG commitment related to agriculture,  
18 there is a rebuttable presumption that the bank's denial or restriction of a service to an agriculture  
19 producer violates this section. A bank may overcome this rebuttable presumption by  
20 demonstrating, through clear and convincing evidence, that its denial or restriction of a service  
21 was based solely on documented financial considerations rather than an ESG commitment.

22 (d) Annual Report. – By January 1 of each year, a bank shall attest, under penalty of  
23 perjury, on a form prescribed by the Commissioner, whether the bank is in compliance with this  
24 section.

25 (e) Enforcement. – If a bank violates this section, the Commissioner may bring a civil  
26 action to seek an injunction or civil penalty. A court may assess a civil penalty of up to ten  
27 thousand dollars (\$10,000) per violation. The clear proceeds of a civil penalty assessed under this  
28 section shall be remitted to the Civil Penalty and Forfeiture Fund in accordance with  
29 G.S. 115C-457.2.

30 (f) Unfair or Deceptive Trade Practice. – A violation of this section is an unfair or  
31 deceptive trade practice under G.S. 75-1.1."

32 SECTION 2. G.S. 54B-78 reads as rewritten:

33 "**§ 54B-78. Prohibited practices.**

34 (a) ~~Any~~ A person or association who shall engage that engages in any either of the  
35 following acts or practices ~~shall be~~ is guilty of a Class 1 misdemeanor:



1 (1) Defamation: Making, publishing, disseminating, or circulating, directly or  
2 indirectly, or aiding, abetting, or encouraging the making, publishing,  
3 disseminating, or circulating ~~of~~ of, any oral, written, or printed statement  
4 ~~which~~ that is false regarding the financial condition of any association.

5 (2) False information and advertising: Making, publishing, disseminating, or  
6 circulating or causing, directly or indirectly, to be made published,  
7 disseminated, circulated, or otherwise placed before the public in any  
8 publication, media, notice, pamphlet, letter, poster, or any other way, an  
9 advertisement, announcement, or statement containing any assertion,  
10 representation, or statement with respect to the savings and loan business or  
11 with respect to any person in the conduct of the savings and loan business  
12 ~~which~~ that is untrue, deceptive, or misleading.

13 (b) The provisions of G.S. 53C-6-21 apply to a State association."

14 **SECTION 3.** G.S. 54C-64 reads as rewritten:

15 "**§ 54C-64. Prohibited practices.**

16 (a) A person ~~who~~ that engages in ~~any~~ either of the following acts or practices is guilty of  
17 a Class 1 misdemeanor:

18 (1) Defamation: Making, publishing, disseminating, or circulating, directly or  
19 indirectly, or aiding, abetting, or encouraging the making, publishing,  
20 disseminating, or circulating ~~of~~ of, any oral, written, or printed statement that  
21 is false regarding the financial condition of any savings bank.

22 (2) False information and advertising: Making, publishing, disseminating,  
23 circulating, or otherwise placing before the public in any publication, media,  
24 notice, pamphlet, letter, poster, or any other way, an advertisement,  
25 announcement, or statement containing any assertion, representation, or  
26 statement with respect to the savings bank business or with respect to any  
27 person in the conduct of the savings bank business that is untrue, deceptive,  
28 or misleading.

29 (3) Repealed by Session Laws 1997-241, s. 2.

30 (b) The provisions of G.S. 53C-6-21 apply to a State savings bank."

31 **SECTION 4.** Article 14C of Chapter 54 of the General Statutes is amended by adding  
32 a new section to read:

33 "**§ 54-109.23. Discrimination prohibited.**

34 The provisions of G.S. 53C-6-21 apply to a credit union. A credit union shall submit the  
35 annual report described in G.S. 53C-6-21(d) to the Administrator, and the Administrator has the  
36 enforcement authority described in G.S. 53C-6-21(e)."

37 **SECTION 5.** This act is effective when it becomes law and applies to acts committed  
38 on or after that date.