

Table 10A is a 10-year summary of the farm use land assessment program (AS 29.45.060). The farm use land assessment deferment program requires the assessor to assess "land in a farm unit" differently from its highest and best (most profitable) use. Land contained in a farm unit is assessed based on farm use value and shall not be assessed as though subdivided or used for non-farm use purposes. If the land is converted to a use incompatible to farming, the owner must pay the deferred tax (along with 8 percent interest) for the preceding seven years. The state did reimburse revenues lost to municipalities due to the implementation of this program; however, the program has not been funded by the legislature since 1986.

| <b>Table 10A</b><br><b>Farm Use Land Assessment Program Summary</b><br><b>AS 29.45.060</b><br><b>10-Year Summary of Program Performance</b> |                             |                        |                              |                         |                             |                                    |                             |
|---|-----------------------------|------------------------|------------------------------|-------------------------|-----------------------------|------------------------------------|-----------------------------|
| <b>Tax Year</b>   | <b>Number of Applicants</b> | <b>Number of Acres</b> | <b>Full &amp; True Value</b> | <b>Total Farm Value</b> | <b>Total Deferred Value</b> | <b>Average Farm Value Per Acre</b> | <b>Total Deferred Taxes</b> |
| <b>2016</b>   | 395                         | 16,871                 | \$ 93,578,874                | \$ 15,820,909           | \$ 77,757,965               | \$ 938                             | \$1,054,716                 |
| <b>2017</b>   | 392                         | 16,217                 | \$ 94,282,646                | \$ 17,493,478           | \$ 76,789,168               | \$ 1,079                           | \$1,070,475                 |
| <b>2018</b>   | 380                         | 14,539                 | \$ 95,759,082                | \$ 18,652,320           | \$ 77,106,762               | \$ 1,283                           | \$1,096,814                 |
| <b>2019</b>   | 390                         | 14,659                 | \$ 96,491,048                | \$ 16,581,512           | \$ 79,909,536               | \$ 1,131                           | \$1,099,453                 |
| <b>2020</b>   | 426                         | 11,658                 | \$ 86,949,803                | \$ 14,307,990           | \$ 72,641,813               | \$ 1,227                           | \$ 987,284                  |
| <b>2021</b>   | 398                         | 10,814                 | \$ 84,654,831                | \$ 14,513,928           | \$ 70,140,903               | \$ 1,342                           | \$ 916,441                  |
| <b>2022</b>   | 404                         | 10,753                 | \$ 79,179,241                | \$ 14,327,734           | \$ 64,851,507               | \$ 1,332                           | \$ 802,773                  |
| <b>2023</b>   | 403                         | 11,444                 | \$ 83,307,459                | \$ 18,948,824           | \$ 64,358,635               | \$ 1,656                           | \$ 765,716                  |
| <b>2024</b>   | 413                         | 11,139                 | \$ 83,082,408                | \$ 17,273,346           | \$ 65,809,062               | \$ 1,551                           | \$ 786,957                  |
| <b>2025</b>   | 440                         | 12,828                 | \$ 92,159,747                | \$ 15,061,245           | \$ 77,098,502               | \$ 1,174                           | \$ 783,711                  |

Table 10B details the jurisdictions that have a farm use land assessment program. The farm use land assessment program requires the assessor to assess "land and improvements in a farm unit" different from its highest and best use. Land and improvements contained in a farm unit are assessed based on farm use value and shall not be assessed as though subdivided or used for non-farm use purposes. If the land/improvements are converted to a use incompatible to farming, the owner must pay the deferred tax for the preceding seven years. The state did reimburse revenues lost to municipalities due to the implementation of this program; however, the program has not been funded by the legislature since 1986.

| <b>Table 10B</b><br><b>Farm Use land Assessment Program</b><br><b>AS 29.45.060</b><br><b>2025 Farm Use Assessment Program Municipal Summary Breakdown</b> |                      |                  |                      |                      |                      |                   |                             |
|---|----------------------|------------------|----------------------|----------------------|----------------------|-------------------|-----------------------------|
|   | Number of Applicants | Number of Acres  | Full & True Value    | Farm Value           | Value Deferred       | Deferred Tax      | Average Farm Value Per Acre |
| Matanuska-Susitna Borough   | 259                  | 9,830.00         | \$ 67,866,465        | \$ 11,850,036        | \$ 56,016,429        | \$ 654,016        | \$ 1,205                    |
| Kenai Peninsula Borough   | 138                  | 1,669.02         | \$ 15,350,000        | \$ 930,000           | \$ 14,420,000        | \$ 73,452         | \$ 557                      |
| Fairbanks North Star Borough  | 40                   | 1,299.00         | \$ 6,355,813         | \$ 874,902           | \$ 5,480,911         | \$ 42,493         | \$ 674                      |
| Juneau  | 2                    | 20.33            | \$ 2,336,569         | \$ 1,321,207         | \$ 1,015,362         | \$ 12,822         | \$ 64,988                   |
| Haines  | 1                    | 10.00            | \$ 250,900           | \$ 85,100            | \$ 165,800           | \$ 928            | \$ 8,510                    |
| <b>Total (5)</b>  | <b>440</b>           | <b>12,828.35</b> | <b>\$ 92,159,747</b> | <b>\$ 15,061,245</b> | <b>\$ 77,098,502</b> | <b>\$ 783,711</b> | <b>\$ 1,174</b>             |