



# SB 161 Tax Exemption for Farm Use Land

*Sponsored by Senator Jesse Bjorkman*

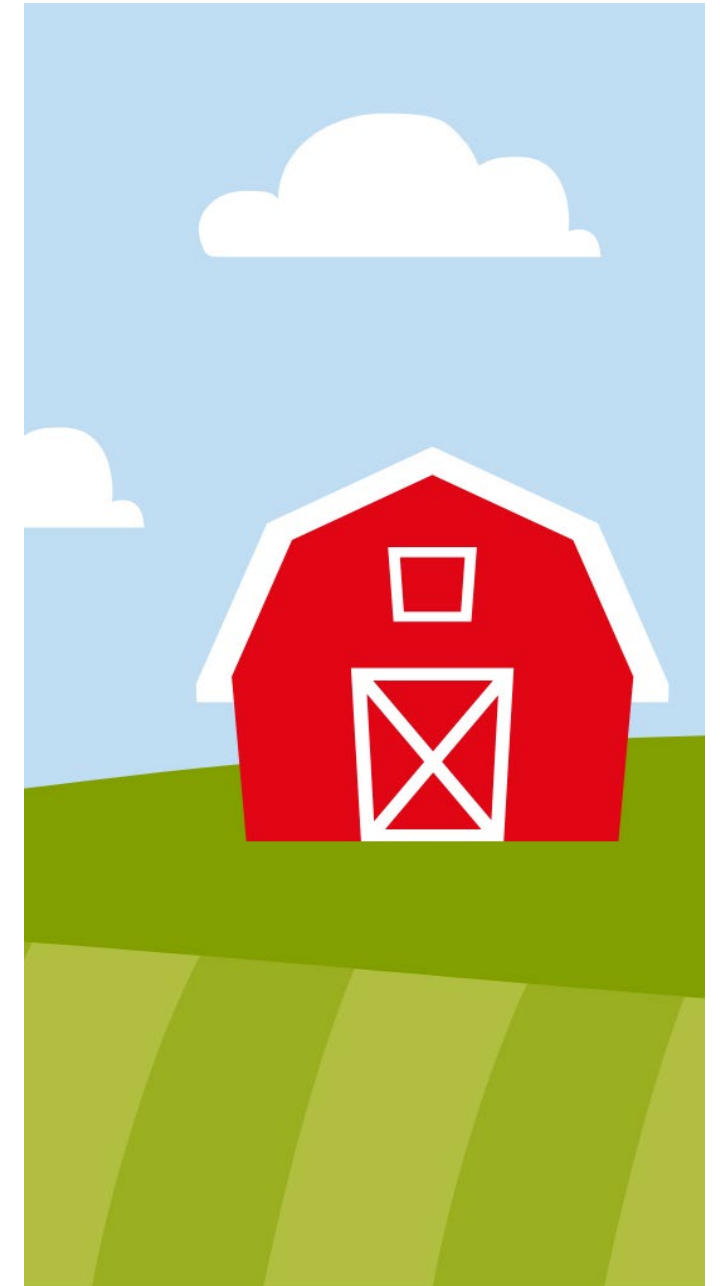
# Optional Tax Exemption: AS 29.45.050(t)

## Current Statute

- Optional full or partial property tax exemption
- Applies to farm structures
- Applies to operations that produce food for humans or livestock
- Requires that 10% of income come from farm operations

## **SB 161 expands what is covered on a farm and types of farms that are eligible**

- Optional full or partial property tax exemption
- Applies to farm structures and farmland
- Applies to all agricultural operations and to aquaculture
- Requires \$2,500 in annual farm product sales and filing an IRS Schedule F



# Mandatory Tax Break: AS 29.45.060

## Current Statute

- Mandatory tax break
- Applies to farmland
- Applies to all agricultural operations
- Requires that 10% of income come from farm operations

**SB 161 expands what is covered on a farm while narrowing the types of farms that are eligible to those that produce food for humans or livestock**

- Mandatory tax break
- Applies to farmland and farm structures
- Applies to farms that produce food for human or livestock consumption
- Requires \$2,500 in annual farm product sales and filing an IRS Schedule F

