



2021-2022 General Assembly

SENATE BILL 762: North Carolina Farm Act of 2022, Sec. 6: Specify That Commercial Production or Growing of Animals for Purposes of Present Use Value Taxation Includes Boarding Horses

Committee:		Date:	July 15, 2022
Introduced by:		Prepared by:	Nicholas Giddings Staff Attorney
Analysis of:	Sec. 6 of S.L. 2022-55		

OVERVIEW: Section 6 of S.L. 2022-55 provides that boarding horses qualifies as the commercial production or growing of animals for purposes of the present use value property tax program.

This section became effective for taxes imposed for taxable years beginning on or after July 1, 2022.

CURRENT LAW: G.S. 105-277.2 defines agricultural land, horticultural land, and forestland for purposes of the present use value program, which allows certain land to be valued for property tax purposes based on its present use value, rather than its highest and best use. Agricultural land is defined as land that is part of a farm unit that is actively engaged in the commercial production or growing of crops, plants, or animals under a sound management program. The commercial production or growing of animals includes the rearing, feeding, training, caring, and managing of horses.

BILL ANALYSIS: Section 6 of S.L. 2022-55 adds boarding horses to the list of activities that qualify as commercial production or growing of animals for purposes of the present use value property tax program.

EFFECTIVE DATE: This section became effective for taxes imposed for taxable years beginning on or after July 1, 2022.

Jeffrey Hudson
Director



Legislative Analysis
Division
919-733-2578