



2023-2024 General Assembly

SENATE BILL 582: North Carolina Farm Act of 2023, Sec. 1: Include Income From the Sale of Honey in Gross Income for Purposes of Present Use Value Taxation

Committee:
Introduced by:
Analysis of: Sec. 1 of S.L. 2023-63

Date: November 27, 2023
Prepared by: Chris Saunders
Staff Attorney

OVERVIEW: *Section 1 of S.L. 2023-63 allows income from the sale of honey to be considered gross income for the purposes of present use value taxation.*

This bill was vetoed by the Governor on June 23, 2023, and that veto was overridden by the General Assembly on June 27, 2023.

This section became effective for taxes imposed for taxable years beginning on or after July 1, 2023.

PRIOR LAW AND BILL ANALYSIS:

Under prior law, to qualify for present use value taxation as agricultural land, a tract must (i) consist of at least five acres in actual production and (ii) for the three years preceding January 1 of the year for which the benefit is claimed, have produced an average gross income of at least \$1,000. Since 2017, income from the sale of bees or products derived from beehives other than honey has been allowed to be considered gross income for the purposes of present use value taxation.

Section 1 of the act allows income from the sale of honey to be considered gross income for the purposes of present use value taxation.

EFFECTIVE DATE:

This bill was vetoed by the Governor on June 23, 2023, and that veto was overridden by the General Assembly on June 27, 2023.

This section became effective for taxes imposed for taxable years beginning on or after July 1, 2023.

Jeffrey Hudson
Director



Legislative Analysis
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