



## NEW FARM RESIDENCE TAX EXEMPTION GUIDELINES

# WHAT YOU NEED TO KNOW

**66 percent of  
gross income  
must come  
from farming  
activities**

**Non-farm  
income limit  
now part of  
total gross  
income**  
(previously, it  
had a \$40k limit)

**Must  
complete  
forms by  
Feb. 1, 2020**

**This exemption must be renewed every year, which requires submission of a new application and a statement of farm gross income each year**

## Occupant, but not property owner?



**Application must be  
submitted by the owner**



**Statement of farm gross  
income must be completed  
online by the occupant and  
then sent in via email, mail  
or in person to County office**

**Gross income (farm and  
non-farm) must include  
spouse's gross income**

**Do NOT reduce gross  
income by any  
expenses, deductions,  
or losses**



**FOR DETAILS ON WHAT IS INCLUDED IN FARM AND NON-FARM GROSS INCOME, SEE "SPECIAL ESTIMATED TAX RULES FOR FARMERS" IN IRS PUBLICATION 225.**



### QUESTIONS?

**CALL YOUR  
COUNTY TAX  
DIRECTOR**

**OR THE STATE  
TAX DEPT:**



**701-328-7088**



**COMPLETE  
FORMS  
ONLINE**

**[HTTP://BIT.LY/NDFARMRESIDENCETAX](http://bit.ly/ndfarmresidencetax)**