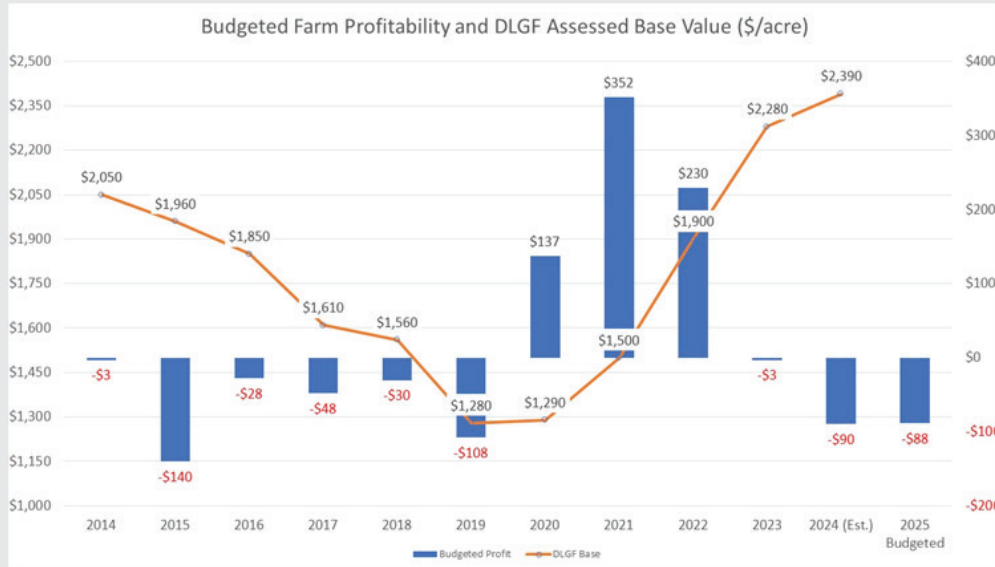




## FARMLAND TAXES ARE OUT OF CONTROL

Property tax relief is needed now!



Over the last three years, farmland property taxes have risen dramatically due to changes in the base rate.

**2023**

16.7% INCREASE

**2024**

27.6% INCREASE

**2025**

20% PROJECTED INCREASE

### WHAT DOES AGRICULTURE NEED?

- Stable tax burden that is truly predictable & manageable.
- Burden that recognizes demand for services.
- Fairness between classes of taxpayers.
- Property tax burden based on ability to pay.
- Significant and lasting relief.

### RECOMMENDATIONS ADOPTED BY THE INFB DELEGATE BODY INCLUDE:

- Increase Maximum Capitalization Rates **from 6%, 7% and 8% to 8%, 9% and 10%** because higher market rates no longer protect from volatility in the base rate.
- Modernize the net income elements** in the formula by removing government payments and marketing year information from the calculations.
- Limit tax levies** annual growth and debt obligations.
- Lower circuit breaker threshold** for farmland and farm buildings **from 2% to 1.5%**. Farmland currently falls in the 2% circuit breaker threshold. In rural areas where tax rates are lower, farmland owners very rarely see circuit breaker relief as all other types of property do.