

Attention Directors:

It appears there is still confusion regarding NAZ, under 70 acres and the 150% rule.

NAZ: Effective July 1, 2009 the NA-Z classification is repealed. (Since no property will be classified as NA-Z on the next legal assessment date, **it is no longer necessary to test any ag land sale for NA-Z status.** And you will no longer reject sales due to NA-Z.) This includes all transfers filed after November 1!

Under 70 acres: Effective July 1, 2009 the 70 Acres rule is repealed. Since the rule will be repealed prior to the next legal assessment date, no sales of agricultural land sold in increment of 70 acres or less should be rejected pursuant to SDCL 10-6-33.20. This includes all transfers filed after November 1!

150% Rule: Effective July 1, **2014** the 150% of assessed rule is repealed for **ag sales**; therefore you still need to reject the sales.

For **non agricultural sales** you continue to reject them for the 150% rule. You will analyze your data using all arms length transactions, but not using the 150% sales. Make any adjustments needed by this analysis.>>><<< Then bring in the sales of the 150%. Make any additional adjustments by the inclusion of these sales, **but** – no property may increase by more than 5% due to including these sales.

If you still have questions, please call.
Bonnie Fosheim