

State of South Dakota

SEVENTY-SIXTH SESSION
LEGISLATIVE ASSEMBLY, 2001

546E0156

SENATE BILL NO. 96

Introduced by: Senators Dennert, Apa, and Symens and Representatives Elliott, Frost,
Hundstad, and Sutton (Duane)

1 FOR AN ACT ENTITLED, An Act to reduce the capitalization rate for a nonagricultural
2 acreage.

3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF SOUTH DAKOTA:

4 Section 1. That § 10-6-33.15 be amended to read as follows:

5 10-6-33.15. For the purposes of § 10-6-33.14, the agricultural income value shall be
6 determined using capitalized actual annual cash rent. The actual annual cash rent is the actual
7 annual cash rent, excluding the actual per acre tax on agricultural land, determined through an
8 analysis of actual arm's length rental agreements collected within the county in the year prior to
9 the year for which the income value is being determined. The annual cash rent shall be capitalized
10 at ~~eight~~ five percent.