

LEGISLATURE OF NEBRASKA  
ONE HUNDRED EIGHTH LEGISLATURE  
SECOND SESSION

**LEGISLATIVE BILL 1397**

Introduced by Murman, 38; Bostelman, 23; Brewer, 43; Erdman, 47;  
Halloran, 33; Hansen, 16; Kauth, 31; McDonnell, 5.

Read first time January 17, 2024

Committee: Revenue

- 1 A BILL FOR AN ACT relating to property taxes; to amend section 77-1359,
- 2 Reissue Revised Statutes of Nebraska; to redefine agricultural land
- 3 and horticultural land to exclude land used for certain purposes;
- 4 and to repeal the original section.
- 5 Be it enacted by the people of the State of Nebraska,

1 Section 1. Section 77-1359, Reissue Revised Statutes of Nebraska, is  
2 amended to read:

3 77-1359 The Legislature finds and declares that agricultural land  
4 and horticultural land shall be a separate and distinct class of real  
5 property for purposes of assessment. The assessed value of agricultural  
6 land and horticultural land shall not be uniform and proportionate with  
7 all other real property, but the assessed value shall be uniform and  
8 proportionate within the class of agricultural land and horticultural  
9 land.

10 For purposes of this section and section 77-1363:

11 (1)(a) ~~(1)~~ Agricultural land and horticultural land means a parcel  
12 of land, excluding land associated with a building or enclosed structure  
13 located on the parcel, which is primarily used for agricultural or  
14 horticultural purposes, including wasteland lying in or adjacent to and  
15 in common ownership or management with other agricultural land and  
16 horticultural land. ÷

17 (b) Agricultural land and horticultural land does not include land  
18 used for commercial purposes that are not agricultural or horticultural  
19 purposes, such as land used for a solar farm or wind farm;

20 (2)(a) Agricultural or horticultural purposes means used for the  
21 commercial production of any plant or animal product in a raw or  
22 unprocessed state that is derived from the science and art of  
23 agriculture, aquaculture, or horticulture. ÷

24 (b) Agricultural or horticultural purposes includes the following  
25 uses of land:

26 (i) Land retained or protected for future agricultural or  
27 horticultural purposes under a conservation easement as provided in the  
28 Conservation and Preservation Easements Act except when the parcel or a  
29 portion thereof is being used for purposes other than agricultural or  
30 horticultural purposes; and

31 (ii) Land enrolled in a federal or state program in which payments

1 are received for removing such land from agricultural or horticultural  
2 production. ~~;~~ and

3 (c) Whether a parcel of land is primarily used for agricultural or  
4 horticultural purposes shall be determined without regard to whether some  
5 or all of the parcel is platted and subdivided into separate lots or  
6 developed with improvements consisting of streets, sidewalks, curbs,  
7 gutters, sewer lines, water lines, or utility lines;

8 (3) Farm home site means land contiguous to a farm site which  
9 includes an inhabitable residence and improvements used for residential  
10 purposes and which is located outside of urban areas or outside a platted  
11 and zoned subdivision; and

12 (4) Farm site means the portion of land contiguous to land actively  
13 devoted to agriculture which includes improvements that are agricultural  
14 or horticultural in nature, including any uninhabitable or unimproved  
15 farm home site.

16 Sec. 2. Original section 77-1359, Reissue Revised Statutes of  
17 Nebraska, is repealed.