OPEN SPACE FARM AND AGRICULTURAL PROGRAM RCW 84.34

Thank you for your recent inquiry regarding the Farm and Agricultural Program. All parcels in this program must be used for commercial farm/ranch purposes. Eighty percent or more of the total acreage, must be utilized for agricultural use. Only twenty percent of a parcel can be used for incidental purposes. The enclosed information provides definitions of commercial farm/ranch use and incidental use.

Potential purchasers are required to contact the Programs Coordinator in the Assessor’s Office and submit a Farm Management Plan, prior to the closing date. Once the plan has been submitted the Programs Coordinator will review the plan. If approved, an approval letter will be sent to the appropriate party and the applicant will be allowed to continue in the program. If denied, the applicant may work with the Programs Coordinator to determine what options are available. A Farm Management Plan form is enclosed in this packet.

Upon removal from this program additional tax, interest, and penalties will be due. The removal amount is based on 7 tax years preceding the removal plus the current year pro-rated. Prior to the sale, removal fees are the seller’s responsibility. After purchase, removal fees become the purchaser’s responsibility which includes 7 tax years preceding the removal plus the current year pro-rated. The removal is calculated on the values of the land only.

Withdrawal Process: Land classified under chapter 84.34 RCW must be applied to the classified use and remain in its classified status for at least ten years from the date of classification. During the ninth or later year of classification, the owner may request to have all or a portion of the land withdrawn from the current use program. Only the additional tax and interest imposed by RCW 84.34.108 are due. The owner must submit the request to withdraw in writing two assessment years in advance of the effective date of the withdrawal.

Periodically the Assessor’s office will require an owner to submit data relevant for continuing eligibility. (WAC 458-30-270) Failure to submit requested data will result in removal with additional tax, penalty, and interest due.

If you have any questions about the program or the plan required, you may contact me at 509-773-2308.

Michael Bellamy  
Current Use Programs Coordinator  
Klickitat County Office of Assessor  
Direct: 509-773-2308  
mikeb@klickitatcounty.org
Requirements for Current Use Farm & Agriculture Applications:

1. $350.00 application fee (first parcel, $50.00 for each additional parcel)

2. Completed application form signed by all owners of record

3. Map with sketch of property, buildings, and use of area

4. Farm Management Plan

5. Proof of commercial Farm income will be required for 3 years preceding the application year.
The information and instructions in this publication are to be used when applying for assessment on the basis of current use under the “open space laws,” chapter 84.34 RCW and chapter 458-30 WAC.

What is the Open Space Taxation Act?
The Open Space Taxation Act, enacted in 1970, allows property owners to have their open space, farm and agricultural, and timber lands valued at their current use rather than at their highest and best use. The Act states that it is in the best interest of the state to maintain, preserve, conserve, and otherwise continue in existence adequate open space lands for the production of food, fiber, and forest crops and to assure the use and enjoyment of natural resources and scenic beauty for the economic and social well-being of the state and its citizens.

Lands qualifying for current use classification
The law provides three classifications:

Open space land
Farm and agricultural land
Timber land

Open space land is defined as any of the following:

1. Any land area zoned for open space by a comprehensive official land use plan adopted by any city or county.

2. Any land area in which the preservation in its present use would:
   a. Conserve and enhance natural or scenic resources.
   b. Protect streams or water supply.
   c. Promote conservation of soils, wetlands, beaches or tidal marshes. (As a condition of granting open space classification, the legislative body may not require public access on land classified for the purpose of promoting conservation of wetlands.)
   d. Enhance the value to the public of neighbouring parks, forests, wildlife preserves, nature reservations or sanctuaries or other open space.
   e. Enhance recreation opportunities.
   f. Preserve historic sites.
   g. Preserve visual quality along highway, road, and street corridors or scenic vistas.
   h. Retain in its natural state tracts of land not less than one acre situated in an urban area and open to public use on such conditions as may be reasonably required by the legislative authority granting the open space classification.

3. Any land meeting the definition of “farm and agricultural conservation land,” which means either:
   a. Land previously classified under the farm and agricultural classification that no longer meets the criteria and is reclassified under open space land; or
   b. “Traditional farmland,” not classified, that has not been irrevocably devoted to a use inconsistent with agricultural uses, and that has a high potential for returning to commercial agriculture.
Farm and agricultural land is defined as any of the following:

1. Any parcel of land that is 20 or more acres, or multiple parcels of land that are contiguous and total 20 or more acres, and are:
   a. Devoted primarily to the production of livestock or agricultural commodities for commercial purposes.
   b. Enrolled in the federal conservation reserve program (CRP) or its successor administered by the United States Department of Agriculture.
   c. Other commercial agricultural activities established under chapter 458-30 WAC.

2. Any parcel of land that is five acres or more but less than 20 acres, is devoted primarily to agricultural uses, and has produced a gross income equivalent to:
   a. Prior to January 1, 1993, $100 or more per acre per year for three of the five calendar years preceding the date of application for classification.
   b. On or after January 1, 1993, $200 or more per acre per year for three of the five calendar years preceding the date of application for classification.

3. Any parcel of land that is five acres or more but less than 20 acres, is devoted primarily to agricultural uses, and has standing crops with an expectation of harvest within:
   a. Seven years and a demonstrable investment in the production of those crops equivalent to $100 or more per acre in the current or previous calendar year.
   b. Fifteen years for short rotation hardwoods and a demonstrable investment in the production of those crops equivalent to $100 or more per acre in the current or previous calendar year.

4. For parcels of land five acres or more but less than 20 acres, "gross income from agricultural uses" includes, but is not limited to, the wholesale value of agricultural products donated to nonprofit food banks or feeding programs.

5. Any parcel of land less than five acres devoted primarily to agricultural uses and has produced a gross income of:
   a. Prior to January 1, 1993, $1,000 or more per year for three of the five calendar years preceding the date of application for classification.
   b. On or after January 1, 1993, $1,500 or more per year for three of the five calendar years preceding the date of application for classification.

6. "Farm and agricultural land" also includes any of the following:
   a. Incidental uses compatible with agricultural purposes, including wetland preservation, provided such use does not exceed 20 percent of the classified land.

b. Land on which appurtenances necessary for production, preparation, or sale of agricultural products exist in conjunction with the lands producing such products.

c. Any non-contiguous parcel one to five acres, that is an integral part of the farming operations.

d. Land on which housing for employees or the principal place of residence of the farm operator or owner is sited provided the use of the housing or residence is integral to the use of the classified land for agricultural purposes, the housing or residence is on or contiguous to the classified land, and the classified land is 20 or more acres.

e. Land that is used primarily for equestrian-related activities for which a charge is made, including, but not limited to, stabling, training, riding, clinics, schooling, shows, or grazing for feed. Depending on the number of classified acres, the land may be subject to minimum gross income requirements.

f. Land that is primarily used for commercial horticultural purposes, including growing seedlings, trees, shrubs, vines, fruits, vegetables, flowers, herbs, and other plants in containers, whether under a structure or not. For additional criteria regarding this use, please refer to RCW 84.34.020(2)(h).
Timber land is defined as the following: Any parcel of land five or more acres, a multiple parcel of land that is contiguous and total five or more acres which is or are devoted primarily to the growth and harvest of timber for commercial purposes. Timber land means the land only and does not include a residential home site. The term includes land used for incidental uses that are compatible with the growing and harvesting of timber but no more than 10 percent of the land may be used for such incidental uses.

It also includes the land which appurtenances necessary for the production, preparation, or sale of the timber products exist in conjunction with land producing these products.

The timber land classification may be unavailable in some counties. As a result of the passage of Senate Bill 6180 in 2014, counties have the option to merge their timber land classification into their designated forest land program under chapter 84.33 RCW. To determine whether your county offers the timber land classification, you may contact the county assessor or visit the Department of Revenue's website at: www.dor.wa.gov.

Who may apply?
An owner or contract vendee may apply for current use assessment. However, all owners or contract vendees must sign the application for classification, and any resulting agreement.

When may I apply?
Applications may be made for classification at any time during the year from January 1 through December 31. If approved, current use assessment will begin on January 1 following the year the application was submitted.

Where do I get the application?
Application forms for the farm and agricultural land classification are available from the county assessor's office. Application forms for the open space and timber land classifications are available from either the county assessor's office or by contacting the county legislative authority.

Where do I file the application?
An application for open space classification is filed with the county legislative authority.

An application for farm and agricultural land classification is filed with the county assessor.

An application for timber land classification is filed with the county legislative authority. Timber land applications require that a timber management plan also be filed.

Is there an application fee?
The city or county legislative authority may, at their discretion, establish a processing fee to accompany each application. This fee must be in an amount that reasonably covers the processing costs of the application.

What happens after I file my application for open space classification?
Applications for classification or reclassification as "open space land" are made to the appropriate agency or official called the "granting authority." If the land is located in the county's unincorporated area, the county legislative authority is the granting authority on the application. If the land is located within an incorporated area of the county, the application is acted upon by both the county and city legislative authorities.

If the application is subject to a comprehensive plan that has been adopted by any city or county, it will be processed in the same manner in which an amendment to the comprehensive plan is processed. If the application is not subject to a comprehensive land use plan, a public hearing on the application will be conducted, but a notice announcing the hearing must be published at least 10 days prior to the hearing.

The granting authority must approve or reject the application within six months of receiving the application. In determining whether an application made for classification or reclassification should be approved or denied, the granting authority may consider the benefits to the general welfare of preserving the current use of the property.
They may require that certain conditions be met including but not limited to the granting of easements.

If the application is approved, the granting authority will, within five calendar days of the approval date, send an agreement to the applicant for signature showing the land classification and conditions imposed. The applicant may accept or reject the agreement. If the applicant accepts, he or she must sign and return the agreement to the granting authority within 30 days after receipt.

The approval or denial of the application for classification or reclassification is a legislative determination and is reviewable only for arbitrary and capricious actions. Appeal can be made only to the superior court of the county where the application was filed.

Within 10 days of receiving notice of classification of the land from the granting authority, the assessor submits the notice to the county auditor for recording in the place and manner provided for the public recording of state tax liens on real property.

If approved, current use assessment will begin on January 1 following the year the application was submitted. The criteria for classification continue to apply after classification has been granted.

**How does a public benefit rating system work?**

If the county legislative authority has established a public benefit rating system (PBRS) for the open space classification, the criteria contained within the rating system governs the eligibility and valuation of the land subject to the application.

When a county creates or amends a PBRS, all classified open space land will be rated under the new PBRS. Land that no longer qualifies for classification will not be removed from classification, but will be rated according to the PBRS. Within 30 days of receiving notification of the new assessed value established by the PBRS, the owner may request removal of classification of the land without imposition of additional tax, interest, and penalty.

**What is an “advisory committee”?**

The county legislative authority must appoint a five member committee representing the active farming community within the county. This committee will serve in an advisory capacity to the assessor in implementing assessment guidelines as established by the Department of Revenue for the assessment of open space lands, farm and agricultural lands, and timber lands.

**How do I appeal a denial of my farm and agricultural land application?**

The owner may appeal the assessor's denial to the board of equalization in the county where the land is located. The appeal must be filed with the board on or before July 1 of the year of the determination or within 30 days after the mailing of the notice of denial, or within a time limit of up to 60 days adopted by the county legislative authority, whichever is later.

**What happens after I file my application for timber land classification?**

Applications for timber land classification or reclassification are made to the county legislative authority. A timber management plan is required at the time of application or when a sale or transfer of timber land occurs and a notice of continuance is signed.

The application form requests information about forest management, restocking, fire protection, insect and disease control, weed control, and any other summary of experience and activity that supports the growth and harvest of timber for commercial purposes.
The application is acted upon in a manner similar to open space land applications and within six months of receiving the application.

Approval or denial of a timber land application is a legislative determination and is reviewable only for arbitrary and capricious action. Appeal can be made only to the superior court of the county where the application was filed.

Within 10 days of receiving notice of classification of the land from the granting authority, the assessor submits the notice to the county auditor for recording in the place and manner provided for the public recording of state tax liens on real property.

If approved, current use assessment will begin on January 1 following the year the application was submitted. The criteria for classification continue to apply after classification has been granted.

How is the value of classified land determined?
The assessor is required to maintain two values for each parcel that is classified. The first is the value that would be placed on the land if it was not classified. This is commonly referred to as the “fair market value.” The second is the current use land value based on its current use, not highest and best use, as classified by the granting authority.

Open space land located within a county that has adopted a public benefit rating system will be valued according to the criteria of the rating system.

In the absence of a rating system, the per acre value can be no less than the lowest per acre value of classified farm and agricultural land in the county.

In determining the current use value of farm and agricultural land, the assessor considers the earning or productive capacity of comparable lands from crops grown most typically in the area averaged over not less than five years. This earning or productive capacity is the "net cash rental" and is capitalized by a "rate of interest" charged on long term loans secured by a mortgage on farm or agricultural land plus a component for property taxes.

Timber land is valued according to a schedule prepared by the Department of Revenue according to chapter 84.33 RCW. The Department of Revenue annually adjusts and certifies timber land values to be used by county assessors in preparing assessment rolls. The assessors assign the timber land values to the property based upon land grades and operability classes.

When are taxes due on classified lands?
Land classified as open space, farm and agricultural, or timber land is assessed at its current use value and placed on the assessment rolls the year after the application was submitted. Taxes on classified land are due and payable the year after the current use value was placed on the assessment rolls.

How long does the classification last?
The land continues in its classification until a request for removal is made by the owner, the use of land no longer complies, a sale or transfer to an owner that causes land to be exempt from property taxes, or the ownership has changed and the new owner has not signed a Notice of Continuance. The notice of removal is recorded with the county auditor in the same manner as the recording of state tax liens on real property. Additional tax, interest, and penalties will apply if the land is removed and the removal does not meet one of the exceptions listed in RCW 84.34.108(6).

How do I withdraw from classification?
If intending to withdraw all or a portion of the land from classification after 10 years of classification, the owner must complete a withdrawal form with the county assessor.

If a portion of the land is removed from classification, the remaining portion must meet the requirements of original classification unless the remaining land has different income or investment criteria.
What happens after I file a request to withdraw?
Upon receipt of a request for withdrawal, the assessor notifies the granting authority that originally approved the classification, and, the assessor withdraws the land from classification. The land withdrawn from classification is subject to seven years of additional tax and interest, but not a 20 percent penalty.

What happens if the classified land is sold or transferred?
When classified land is sold or transferred, the seller or transferor becomes liable at the time of sale for the additional tax, interest, and penalty unless the new owner(s) signs the Notice of Continuance which is attached to or shown on the real estate excise tax affidavit. The county auditor cannot accept an instrument of conveyance on any classified land unless the Notice of Continuance has been signed or the additional tax, interest, and penalty has been paid. The assessor determines if the land qualifies for continued classification.

What if I want to change the use of my classified property?
An owner changing the use of land from a classified use must notify the county assessor within 60 days of this action. The assessor will remove the land from classified status and impose an additional tax equal to the difference between the tax paid on the current use value and the tax that would have been paid on the land had it not been classified. The additional tax is payable for the last seven tax years, plus interest at the same rate as charged on delinquent property taxes, plus a penalty of 20 percent of the total amount.

If the assessor removes my land from classification, may I appeal?
Yes, the owner may file an appeal of the removal from classification to the county board of equalization on or before July 1 of the year of the determination, or within 30 days of the date the notice was mailed by the assessor, or within a time limit of up to 60 days adopted by the county legislative authority, whichever is later.

Upon removal from classification, what taxes are due?
At the time the land is removed from classification, any taxes owing from January 1 of the removal year through the removal date, and any additional tax, applicable interest, and penalty owing are due and payable to the county treasurer within 30 days of the owner being notified.

What if the additional taxes are not paid?
Any additional tax, applicable interest, and penalty become a lien on the land at the time the land is removed from classification. This lien has priority over any other encumbrance on the land. Such a lien may be foreclosed upon expiration of the same period after delinquency in the same manner as delinquent real property taxes. If unpaid, interest is charged on the total amount due at the same rate that is applied by law to delinquent property taxes. Interest accrues from the date of the delinquency until the date the total amount is paid in full.

What is done with the additional tax, interest, and penalty paid when land is removed from classification?
Upon collection, the additional tax is distributed by the county treasurer in the same manner in which current taxes applicable to the subject land are distributed. The applicable interest and penalties are distributed to the county’s current expense fund.
How do I change the classification of my property?
Land may be reclassified, upon request by the owner, subject to all applicable qualifications for each classification, without additional tax, interest, and penalty for the following:

1. Land classified as farm and agricultural land may be reclassified to timber land; timber land may be reclassified to farm and agricultural land.

2. Land classified as either farm and agricultural land or timber land under chapter 84.34 RCW, or forest land under chapter 84.33 RCW may be reclassified to open space land.

3. Land classified as farm and agricultural land or timber land may be reclassified to forest land under chapter 84.33 RCW.

4. Land previously classified as farm and agricultural land may be reclassified to open space land as “farm and agricultural conservation land” and subsequently be reclassified back to farm and agricultural land.

Is supporting information required to change classifications?
The assessor may require an owner of classified land to submit data regarding the use of the land, productivity of typical crops, income and expense data, and similar information regarding continued eligibility.

Laws and Rules
It is helpful to read the complete laws, Revised Code of Washington, chapters 84.33 and 84.34 (RCW) and rules, Washington Administrative Code, chapter 458-30 (WAC) to understand requirements of the classifications and the tax liabilities incurred.

Need More Information?
Requirements for making application for current use classification are available at the county assessor’s office or by contacting the county legislative authority.

For general information contact:
- Department of Revenue, Property Tax Division
  P.O. Box 47471
  Olympia, Washington 98504-7471
  (360) 534-1400
- Website dor.wa.gov
- Telephone Information Center
  1-800-647-7706
- For tax assistance or to request this document in an alternate format, visit http://dor.wa.gov or call 1-800-647-7706. Teletype (TTY) users may use the Washington Relay Service by calling 711.
Property Tax Advisory

Property Tax Advisories are interpretive statements authorized by RCW 34.05.230.

NUMBER: PTA 5.1.2009   ISSUE DATE: 02/02/09

SPECIFIC QUESTION PERTAINING TO LAND CLASSIFIED AS FARM AND AGRICULTURAL LAND UNDER CHAPTER 84.34 RCW, WHEN THE LAND QUALIFIES FOR CLASSIFICATION BECAUSE OF THE COMMERCIAL AGRICULTURAL ACTIVITY PRODUCED FROM PERENNIAL PLANTINGS.

Question: Farm and agricultural land can qualify for current use status under RCW 84.34.020(2) when the commercial agricultural activity is from the raising, harvesting, and selling of crops produced directly from perennial plants (i.e., orchard fruit trees, grape vines, hops, etc). The question has been asked, “Is it appropriate to put an improvement value on perennial plants located on classified land, even if the highest and best use of the land (when being valued at a ‘true and fair value’ under RCW 84.40.030) indicates that a higher value is warranted by a use not requiring continued existence of the perennial plant improvements?” Another way to phrase the question is, “Can perennial plants have one value when estimating ‘current use value,’ and a different value (or no value) under the ‘fair market value’ assessment?”

Answer: The Department of Revenue’s (Department) answer is “yes.” For land classified under chapter 84.34 RCW, an assessor is required to value the land at its “current use” value and at its “true and fair” (market) value under RCW 84.40.030. Because of this, the assessor must value the land both in its current agricultural use and at its highest and best use. Under the highest and best use scenario, it is possible the land would be utilized in a manner in which the perennial plants would have no contributory value. However, when the perennial plants located on classified farm and agricultural land under RCW 84.34.020(2) are of a marketable variety, those improvements cannot be disregarded—i.e., assigning no contributory value to the perennial plants when valuing the property under the current use statutes.

The following analysis supports the Department’s answer:

The process for the assessment of property for ad valorem taxation is delineated in chapter 84.40 RCW. Specifically, RCW 84.40.030 sets forth the basis for the valuation of real property and states, in pertinent part, that “all real property shall be valued at one hundred percent of its true and fair value in money … unless specifically provided otherwise by law.”

Implicit in determining true and fair value is the principle of “highest and best use,” which is further defined in WAC 458-07-030(3). This rule states, in pertinent part, that “highest and best use is the most profitable, likely use to which a property can be put. It is the use which will yield the highest return on the owner’s investment.”

To inquire about the availability of receiving this document in an alternate format for the visually impaired, please call (360) 486-2342. Teletype (TTY) users please call 1-800-451-7985.
One exception to this “true and fair value” requirement is the Current Use Program (program) which was created by the Open Space Taxation Act. This program allows certain property owners to have their land assessed and valued on the basis of its “current use” rather than its “highest and best use.” The Legislature determined it was in the state’s best interest to promote preservation of open space land, timberland, and farm and agricultural land by enacting such a program.

For property to be classified in the program, property owners must meet specific requirements as to the use of the land, and any tax benefit resulting from the “current use” valuation extends only to the land. Implicit with land classified in the program is the fact that improvements, such as appurtenances or perennial plants, are to be valued at their true and fair value. Subsequent to the inception of the program, Attorney General Opinion 1977-16 (opinion) specifically addressed whether the valuation of perennial plants should be valued as a unit (inclusive with the land value) or should be valued separately, in which the answer was the latter.

The opinion elaborated on the distinction that “growing crops” are exempt from taxation, whereas perennial plants are taxable. The distinguishing characteristics were that growing crops are those products grown from the soil for annual production, while perennial plants produce fruit or some other vegetation harvested annually. The opinion further indicated that a “valuation method which fails to reflect the combined value of land and perennial plants located thereon would, in effect, at least partially exempt such perennial plants from taxation ... [and that] exemptions from taxation, however, are an exclusive matter of legislative concern and administrative officers thus cannot create a tax exemption where none exists by statute. ... It follows that for purposes of ad valorem taxation under chapter 84.34 RCW, farm and agricultural land and taxable perennial plantings located thereon should be listed and valued separately rather than being listed and valued as a unit.”

The process for “current use” valuation of land classified as farm and agricultural land is set forth in RCW 84.34.065, which requires a specific method of valuation for the land only. The improvements, on the other hand, are to be listed separately and valued on the basis of their “true and fair” value, which is the highest and best use of those improvements. The Attorney General opinion noted above specifies—and the Department agrees—that “the land itself is the only item of property which can be subject to a higher and better use. It would seem self-evident that both the ‘highest and best use’ and the ‘current use’ of perennial plants are the same (i.e., as perennial plants).”

The Department believes that when the perennial plants qualify the land for farm and agricultural classification, the assessor needs to determine if the market dictates that that variety of perennial plants has a true and fair (market) value, irrespective of the highest and best use of the land under RCW 84.40.030. If it is determined that the perennial plants have “true and fair” value, as evidenced by the market, then that value is the improvement value when the land is classified as farm and agricultural land.

The Department recognizes that instances occur when perennial plants themselves may not have true and fair value due to lack of market evidence that the perennial plants have any value. This could be the case, whether the land is classified as farm and agricultural land (valued at a “current use” value) or unclassified (valued on the basis of highest and best use “true and fair” value). Examples of this would include: when particular perennial plants have limited marketability due to declining crop production of the plants, i.e. orchard trees that have reached the end of their physical life; or, when market conditions
change and more contemporary varieties are sought, i.e. orchard trees reaching the end of their economic life because the fruit is no longer desirable.

Additionally, the Department recognizes that at times perennial plants may not have true and fair value when viewed as a component of general market conditions. An example would be when the highest and best use of the land represents a market value in excess of the combined land and perennial plant value, and the plants do not contribute value on the “market” side, even though the plants might be a marketable variety. Importantly, this would be the case only on the “market” side—otherwise, for land classified as farm and agricultural land, the assessor needs to determine “true and fair” value (as evidenced by the market) for the perennial plants apart from the highest and best use of the land. In such a case, the perennial plants would have an improvement value under the current use valuation scenario, but no value in the estimation of the parcel under the general market value scenario.

In summary, the Department maintains that when land that qualifies for farm and agricultural classification under RCW 84.34.20(2) because the commercial agricultural activity directly results from the existence of perennial plants situated on the land and the market dictates that the perennial plants have a true and fair value regardless of the highest and best use of the land, the assessor is responsible to value and assess the perennial plants accordingly. However, the value of the perennial plants may not always be applicable in the market value estimations for the same parcel.

*****
Current Use Application
Farm and Agricultural Land Classification
Parcels with Same Ownership
Chapter 84.34 RCW

File with County Assessor

Assessor Use Only

 Tax code area:  
 Parcel number(s):  
 Owner(s) name and address:  
 Telephone no.:  
 Email address:  
 Sec:  
 Twp:  
 Rge:  

Application approved □ Application denied
□ All of parcel (land only) □ Portion of parcel (land only)
□ Home site approved □ Home site denied

Date owner notified: 
Fee returned □ Yes □ No Date: 
Assessor/Deputy Signature: 

APPEAL: A denial of an application for classification as farm and agricultural land may be appealed to the County Board of Equalization.

1. Legal description: 

2. Acreage:

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<thead>
<tr>
<th>Crops</th>
<th>Irrigated</th>
<th>Dry acres:</th>
</tr>
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<tbody>
<tr>
<td>Livestock</td>
<td>List types of crops</td>
<td></td>
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<tr>
<td>Grazing</td>
<td>List types of livestock</td>
<td></td>
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<tr>
<td>Horticulture</td>
<td>Describe horticulture</td>
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<tr>
<td>Farm buildings (including greenhouses)</td>
<td>Is grazing land cultivated? □ Yes □ No</td>
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<tr>
<td>Employee</td>
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<td>Residence</td>
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<tr>
<td>Equestrian</td>
<td>List types of equestrian uses:</td>
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<tr>
<td>Woodlot</td>
<td>Is woodlot area(s) used for grazing/sheltering of livestock? □ Yes □ No</td>
<td></td>
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<tr>
<td>Other</td>
<td>Describe other:</td>
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</tbody>
</table>

3. Describe the land on the parcel(s), if applicable, that is rented to others and not affiliated with agricultural use. Show the location on a map.

4. Is the parcel(s) subject to a lease or agreement that permits any use other than its present use? □ Yes □ No
If yes, please describe: 

5. Describe the present use of each parcel of land described in this application.

6. Describe the present improvements (residence, farm buildings, employee housing, etc.) on each parcel of land described in this application.

If a residence is located on the land, is it the primary residence of the farm operator or owner? □ Yes □ No
If yes, explain how the residence is central to or inherent in the use or operation of the farm and agricultural land for commercial agricultural purposes.
7. If the primary use of the land is subject to this application is horticulture, provide the following information:
   a. Are you selling plants that have been purchased from another grower for resale? □ Yes □ No
      If yes, how many acres of the land used for horticulture is being used to store and care for those plants
      that are purchased for resale? ______
   b. How many acres are used to grow plants in the
ground? ____________________________________________
   c. How many acres are used to grow plants in
      containers?_____________________________________
      For the acreage used for growing plants in containers, what percentage of the land is covered by
      pavement? ______
   d. Is the land used for horticulture less than five acres? □ Yes □ No
      If yes, what percentage of that acreage, if any is open to the general public for on-site retail sales? ______

8. Attach a map of the property to show an outline of the current use of each area of the property such as: livestock
   (type), row crops, hay land, pasture, wasteland, woodlots, etc.
   Include on the map, if available, the soil qualities and capabilities. Also indicate the location of improvements listed in
   questions 6 and 7.

9. Applications for parcels less than twenty acres must meet certain minimum income or investment standards (see RCW
   84.34.020(2)(b), (c), and (d)). Please supply the pertinent data below to show that the land will qualify for classification.

   List the yield per acre for the last five years (bushels, pounds, tons, etc.).
   List the annual gross income per acre for
   the last five (5) years. $_________ $_________ $_________ $_________ $_________ $_________ $_________
   If rented or leased, list the annual gross
   rental fee per acre for the last five years. $_________ $_________ $_________ $_________ $_________ $_________
   For standing crops or short rotation
   hardwoods, list the average investment per
   acre for the current year or previous year. $_________ $_________ $_________ $_________ $_________ $_________

   NOTICE: The assessor may require owners, regardless of the size of parcels(s) subject to the application, to submit pertinent data regarding the use of the classified land, productivity of typical crops, income, etc., to verify an eligible commercial agricultural activity is being conducted on the land.

   As owner(s) of the parcels described in this application, I hereby indicate by my signature below that I am aware of the
   additional tax, interest, and penalties involved when the land ceases to be classified under the provisions of Chapter 84.34
   RCW. I also certify that this application and any accompanying documents are accurate and complete.

   The agreement to tax according to use of the property is not a contract and can be annulled or canceled at any time by the
   Legislature (RCW 84.34.070)

   Print the name of each owner: ____________________________

   Signature of each owner: ____________________________

   Date: ____________________________

   Assessor

   In accordance with the provisions of RCW 84.34.035, "...[T]he assessor shall submit notification of such approval [Form
   REV 64 0088] to the county auditor for recording in the place and manner provided for the public recording of state tax liens
   on real property."
Farm and Agricultural Land Means Either:
1. A parcel of land or contiguous parcels of land of twenty or more acres devoted primarily to the production of livestock or agricultural commodities for commercial purposes, or enrolled in the Federal Conservation Reserve program or its successor administered by the United States Department of Agriculture.
2. Any parcel of land or contiguous parcels that are five acres or more but less than twenty acres devoted primarily to agricultural uses, which has:
   • Produced a gross income from agricultural uses equivalent to two hundred dollars or more per acre each year for three of the five calendar years preceding the date of application for classification under this chapter;
   • Standing crops with an expectation of harvest within seven years and a demonstrable investment in the production of those crops equivalent to one hundred dollars or more per acre in the current or previous year; or
   • Standing crops of short rotation hardwoods with an expectation of harvest within fifteen years and a demonstrable investment in the production of those crops equivalent to one hundred dollars or more per acre in the current or previous year.
3. Any parcel of land or contiguous parcels that are less than five acres devoted primarily to agricultural uses which have produced a gross income of fifteen hundred dollars or more each year for three of the five calendar years preceding the date of application for classification under this chapter.
Agricultural lands also include:
• Noncontiguous (in this context, means non adjoining/touching) parcels from one to five acres, but otherwise constituting an integral part of farming operations conducted on the land;
• Land, not to exceed twenty percent of classified land that has incidental uses compatible with agricultural purposes, and also the land on which appurtenances necessary to the production, preparation or sale of the agricultural products exist in conjunction with the lands producing such products;
• Land used primarily for equestrian-related activities for which a charge is made, including, but not limited to, stabling, training, riding, clinics, schooling, shows, or grazing for feed;
• Any land on which the principal place of residence of the farm operator or owner of land or housing for employees is sited if the farm and agricultural land is classified pursuant to RCW 84.34.020(2) (a), if the residence or housing is on or contiguous to the classified parcel, and the use of the housing or the residence is integral to the use of the classified land for agricultural purposes;
• Any land primarily used for commercial horticultural purposes, whether under a structure or not. Land cannot be primarily used for the storage, care, or selling of plants purchased from other growers for retail sale or covered by more than 20 percent pavement if the primary use is growing plants in containers. If the primary use of the land is growing plants in containers and the land used for this purpose is less than five acres, the land will not qualify for classification if more than 25 percent is open to the general public for on-site retail sales.

Statement of Additional Tax, Interest, and Penalty Due Upon Removal of Classification
1. Upon removal of classification, additional tax, interest, and penalty shall be imposed which shall be due and payable to the county treasurer thirty days after removal or upon sale or transfer, unless the Assessor has approved the Notice of Continuance signed by the new owner. The additional tax, interest, and penalty shall be the sum of the following:
   (a) The difference between the property tax paid as "Farm and Agricultural Land" and the amount of property tax otherwise due and payable for the last seven years had the land not been so classified; plus
   (b) Interest upon the amounts of the difference (a), paid at the same statutory rate charged on delinquent property taxes; plus
   (c) A penalty of twenty percent shall be applied to the additional tax and interest if the classified land is sold, transferred, or applied to some other use, except through compliance with the property owner’s request for withdrawal as described in RCW 84.34.070(1).
2. The additional tax, interest, and penalty specified in (1) shall not be imposed if removal resulted solely from:
   (a) Transfer to a governmental entity in exchange for other land located within the State of Washington;
   (b) A taking through the exercise of the power of eminent domain, or sale or transfer to an entity having the power of eminent domain in anticipation of the exercise of such power;
   (c) A natural disaster such as a flood, windstorm, earthquake, wildfire, or other such calamity rather than by virtue of the act of the landowner changing the use of such property;
   (d) Official action by an agency of the State of Washington or by the county or city where the land is located disallowing the present use of such land;
   (e) Transfer of land to a church when such land would qualify for property tax exemption pursuant to RCW 84.36.020;
   (f) Acquisition of property interests by state agencies or agencies or organizations qualified under RCW 84.34.210 and 64.04.130 for the purposes enumerated in those sections (see RCW 84.34.108(6)(f));
   (g) Removal of land classified as farm and agricultural land under RCW 84.34.020(2)(f) (homesite);
   (h) Removal of land from classification after enactment of a statutory exemption that qualifies the land for exemption and receipt of notice from the owner to remove the land from classification;
   (i) The creation, sale, or transfer of forestry riparian easements under RCW 76.13.120;
   (j) The creation, sale, or transfer of a conservation easement of private forest lands within unconfined channel migration zones or containing critical habitat for threatened or endangered species under RCW 76.09.040;
   (k) The sale or transfer of land within two years after the death of the owner of at least a fifty percent interest in the land if the land has been assessed
and valued as classified forest land, designated as forest land under chapter 84.33 RCW, or classified under this chapter continuously since 1993. The date of death shown on a death certificate is the date used (see WAC 458-30-300(5)(k)); or

(i) The discovery that the land was classified in error through no fault of the owner.
FARM & AGRICULTURE MANAGEMENT PLAN
FOR PARCELS WISHING FOR
CLASSIFICATION PURSUANT TO RCW 84.34

Property Owner & Address: ________________________________

________________________________________________________

Parcel(s): ______________________________________________

________________________________________________________

Total Acreage: __________________________________________

Buildings/ Structures: ____________________________________

Phone Number: __________________________________________

________________________________________________________

Email: __________________________________________________

________________________________________________________

*PROOF OF INCOME FROM THE PAST 3 YEARS REQUIRED*

□ APPROVED  □ DENIED  □ INCOMPLETE

Application Fee: □ SUBMITTED □ ENCLOSED

Proof of Income: □ SUBMITTED □ ATTACHED

Crop and Livestock Production Data:

Please specify the type(s) of commercial farming activities that are occurring on your parcel. Additional pages may be attached if needed. (If more than 1 type of crop is being produced, please list under 2nd crop/fruit)

☐ Non-Irrigated  ☐ Irrigated  ☐ Non-Irrigated  ☐ Irrigated

Acres  Crop Type:  2nd Crop  Acres  Crop Type:

☐ Non-Irrigated Fruit  ☐ Irrigated Fruit  ☐ Non-Irrigated Fruit  ☐ Irrigated Fruit

Acres  Type of Fruit:  2nd Fruit  Acres  Crop Type:

☐ Grazing Lands primarily devoted to the production of livestock for commercial purposes

Acres Grazed  Type of Livestock:  Quantity:

☐ Equestrian Related Activities

Acres used for:  ☐ Classes/ Lessons  ☐ Boarding  ☐ Breeding  ☐ Grazing

☐ CRP  Acres enrolled  Contract expires:

☐ Non-producing/ Incidental Uses of Land (such as wetland preservation, gravel pit, product stand)

Acres

WHAT ARE YOUR COMMERCIAL FARM GOALS AND OBJECTIVES FOR THE NEXT FIVE YEARS?

<table>
<thead>
<tr>
<th>2019</th>
<th>2020</th>
<th>2021</th>
<th>2022</th>
<th>2023</th>
</tr>
</thead>
</table>

YOU MAY ATTACH ANOTHER SHEET OF PAPER FOR THE ABOVE INFORMATION

PLEASE ESTIMATE YOUR GROSS COMMERCIAL FARM INCOME FOR THE NEXT FIVE YEARS

<table>
<thead>
<tr>
<th>2017</th>
<th>2018</th>
<th>2019</th>
<th>2020</th>
<th>2021</th>
</tr>
</thead>
</table>

PROOF OF GROSS COMMERCIAL FARM INCOME WILL BE REQUIRED FOR 3 OUT OF 5 YEARS

Who is/ will be farming the property:  ☐ Owner  ☐ Lessee/ Renter  ☐ Custom Farmed  ☐ Share Crop

If someone other than the owner is doing the farming, please fill out page 3 or submit a copy of the lease agreement.

Home Site Information:
For parcels **twelve or more acres** with housing, the home site may be classified as farm and agricultural land if considered integral to the farming operation. Examples of integral activities: checking on livestock/crops, working on machinery, arranging for work, etc.

If the owner occupied, does the owner participate in the farming operation? □ Yes □ No

If the housing is leased, does the lessee participate in the farming operation? □ Yes □ No

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**Arial Map of Parcel:**

In the box below, please draw a map showing the layout of your parcel such as buildings, production areas, roads, ponds, fences, etc...
Maps can also be attached from the County GIS mapping system (http://imap.klickitatcounty.org) with the above information included.

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I declare under penalty of perjury under the laws of the state of Washington that the foregoing information is true and correct to the best of my knowledge.

Signature: ________________________________ Date: ______________

Please be sure to fill out the entire form. If you have questions or concerns about completing this form, please do not hesitate to contact us. Return completed questionnaires to:

**Klickitat County Assessor's Office**
205 S. Columbus Room 200
Goldendale, WA 98620

Contact Information: Michael Bellamy - Programs Coordinator
Main line (509) 773-3715 (509) 493-6028
Direct (509) 773-2308
Toll Free 1(800) 764-2235
Fax (509) 773-6397
E-mail: mikeb@klickitatcounty.org

**Incomplete Questionnaires Will Be Returned To You for Completion**

Failure to respond to requested information will result in removal from the classification resulting in additional taxes, interest and penalties. (WAC 458.30.270)
Rental or Lease Agreements:

If a written lease agreement does not exist, please fill out the following lease information. Otherwise, please submit a copy of your current lease agreement. Annual leases must be submitted yearly.

Lessee/ Renter: ________________________________

Address: ________________________________

City, State, & Zip: ________________________________

Phone Number: ________________________________

Length of Agreement: ________________________________

Parcel Number(s): ________________________________

Acreage Used: ________________________________

Owners Signature: ________________________________

Lease/ Renter Signature: ________________________________

*NOT MANDATORY

The Assessor’s office requests lease agreements to help verify who is doing the farm/ ranch activities and to collect data to verify current use rates in Klickitat County. If you would like to help us collect our data, please list the rental agreement below.

Agreement (% per person or yearly rental cost) ________________________________