

**FARM RESIDENCE EXEMPTION WORKSHEET**  
**N.D.C.C. § 57-02-08(15)**

Name: \_\_\_\_\_ SS#: \_\_\_\_\_ Year: \_\_\_\_\_  
 Address: \_\_\_\_\_

**FARM INCOME: (Number 3 on application - Active Farmer Category)**

From Form 1040, Schedule F:

1. Line 36 (net farm profit or loss)	Enter	Enter
2. Minus: Line 9 (custom work income)	Enter	
3. Any other nonfarm income included on Line 36	Enter	
4. Deduction for nonfarm income	Enter	#VALUE!
5. Adjusted farm income	Enter	#VALUE!
6. Plus Line 16 (depreciation expense)	Enter	
7. Minus: Depreciation expense attributable to line 2	Enter	
8. " " " line 3	Enter	
9. Depreciation expense - agricultural	Enter	#VALUE!
10. Plus Line 23a (mortgage interest)	Enter	
11. Plus Line 23b (other interest)	Enter	
12. Schedule F Total	Enter	#VALUE!

From Form 1040, Schedule D - Capital Gains

13. Plus Sched. D Line 11 - gain from AGRICULTURAL PRODUCTS ONLY	Enter
14. Plus adjusted basis for No. 13 (this is the difference between gross sales price less expenses of sale and the amount reported for sales of agricultural products for which the farmer reported a capital gain)	Enter
15. Plus Sched. D Line 12 - Net long-term gain or (loss) from partnerships, S corps, estates, and trusts from Schedules K-1 (AGRICULTURAL PRODUCTS ONLY)	Enter

From Form 4797 - Part II - Ordinary Gains and Losses

16. Plus Form 4797 Line 18b (AGRICULTURAL PRODUCTS ONLY)	Enter
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From Form 1040, Schedule E - Part II - Income or Loss From Partnerships and S Corporations

17. Plus Sched. E Line 32 - income or (loss) (AGRICULTURAL PRODUCTS ONLY)	Enter
18. <b>NET FARM INCOME</b> (total of lines 12 through 17)	#VALUE!
19. <b>Net Farm Income (No. 18) divided by Adjusted Total Income (No. 25) equals Farm Income Percentage (this figure must be 50% or more in any one of the three preceding years to qualify for No. 3 - Active Farmer Category)</b>	#VALUE!

**NON-FARM INCOME: (Number 4 on application - Active Farmer Category)**

20. Schedule 1040, Line 22 - Total Income (exclude any amounts carried forward or carried back) <b>(Must enter this figure to calculate No. 19)</b>	Enter
21. Plus No. 9 above (depreciation expense - agricultural)	#VALUE!
22. Plus No. 10 above (mortgage interest - agricultural)	Enter
23. Plus No. 11 above (other interest - agricultural)	Enter
24. Plus No. 14 above (adjusted basis - agricultural)	Enter
25. ADJUSTED TOTAL INCOME (total of Nos. 20 through 24)	#VALUE!
26. Minus No. 18 above (NET FARM INCOME)	#VALUE!
27. <b>NON-FARM INCOME (No. 25 minus No. 26)</b> <b>If NON-FARM INCOME is more than \$40,000 in EACH of the three preceding years, you do not qualify for the exemption.</b>	#VALUE!