



North Dakota Farm Credit Council

AgCountry Farm Credit Services

Farm Credit Services of Mandan

**Testimony of Alyssa Glass
North Dakota Farm Credit Council Executive Director
SB 2152
March 7, 2025**

Chairman Beltz and members of the House Agriculture Committee, my name is Alyssa Glass and on behalf of the North Dakota Farm Credit Council (NDFCC), I'd like to express our support for SB 2152, which proposes some minor changes to subsection 6 of section 11-18-02.2 of the North Dakota Century Code. SB 2152 strikes Code J, which includes agricultural lands of less than eighty acres, as an acceptable exclusion to providing the consideration price on the deeds that are filed with country recorders. NDFCC is in favor of the removal of Code J.

NDFCC is comprised of two farmer/rancher-owned independent Farm Credit associations that provide credit and financial services to farmers, ranchers and agribusinesses of all sizes and income ranges in every county in North Dakota. North Dakota Farm Credit cooperatives provide about \$12.7 billion in loans to farmer, rancher and agribusinesses and provide financial services to approximately 28,000 customers. Both Farm Credit associations serving North Dakota employ their own appraisers and primarily work in smaller, rural markets where sales data is more limited.

According to our Farm Credit Services appraisers, the most time-consuming and expensive aspect of appraising rural properties is tracking, finding, verifying and analyzing good sales data. To effectively and efficiently provide a reliable and credible appraisal report, appraisers need consistent and adequate access to good sales data. This data would be beneficial not only to the appraisal profession; but also, to the financial institutions and consumers of appraisal services by allowing appraisers to provide their final work product in a timelier manner and possibly at cost savings to the consumer.

This change would allow appraisers greater access to market derived sales data that could be useful in appraisal assignments; however, these exclusions can be used by some real estate professionals to avoid disclosure of actual sales price of a real estate transaction that would typically be considered a market derived sale.

The removal of Code J, which includes agricultural lands of less than eighty acres is beneficial for the following reasons:

- This Code has been used by individuals to avoid disclosure of the sale price from auctions, bid sales, broker facilitated, or even by private sales that would be considered market value, simply because of the limited number of acres involved.
- As land values continue to increase, this impacts the effective purchasing power in market areas with smaller tract sales being prevalent that are for agricultural use.

- Code J as it now stands, also limits the ability to track data for vacant site sales in the rural residential markets. This hinders the ability of individuals to obtain financing if they are looking to purchase to construct a dwelling for their families.

SB 2152 would also be beneficial for the general public as good sales data is already severely limited in many rural markets in North Dakota. The availability of the information from publicly offered sales could be used by the legal profession, financial institutions, real estate sales professionals, as well as licensed and certified appraisers to provide better data to their customers and clients.

In closing, NDFCC encourages you to give SB 2152 a Do Pass recommendation because it will help enhance the timeliness, credibility, and efficiency of appraisal services.

Independently owned and operated associations serving North Dakota.

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