

AT. 7

Nursery Stock

Nursery stock held for sale

Nursery stock held for sale may be NIMS inventory to the extent it includes purchased items such as seeds, starts, growing mediums and containers.

See AT.3 Special Tax Requirements For Inventory On-hand at Year-end

Permanent Crops

Nursery stock is treated as permanent crops if it is held primarily for propagation. If it is later sold the income is capital gains income.