

DETERMINATION > LIVESTOCK > NATIONAL AVERAGE MARKET VALUE

National Average Market Values of Specified Livestock Determination 2020

Issued: 26 May 2020

NAMV 2020

Note to this determination

This note does not form part of the national average market values of specified livestock determination 2020 (the determination) but is produced to aid Inland Revenue staff, taxpayers and their agents in their understanding of how the values contained in this determination are arrived at and how they should be used.

Section EC 15 of the Income Tax Act 2007 (the Act) requires the Commissioner of Inland Revenue (the Commissioner) to make a determination declaring the national average market values (NAMV) for an income year for each class of specified livestock set out in Schedule 17 of the Act. This determination is published in May each year.

These NAMVs are used by taxpayers that are in the business of livestock farming to value their livestock on hand where the taxpayer has elected to use the herd scheme to value livestock in an income year.

As the name of this determination suggests, NAMVs provide the national average market value of specified livestock classes. As such they may not always reflect the market value of the livestock of a particular taxpayer, or even of a particular region. This being so, the values are not intended to be used for any other purpose than that for which they are produced; valuing livestock of taxpayers who have elected to value their livestock under the herd scheme in the income year for which the determination relates.

In order to ascertain the market value of the various classes of livestock the Commissioner contracts with a number of experienced livestock valuers situated throughout the country¹. Each valuer is asked to provide the market value of the various specified livestock classes located in their region. There is generally more than one valuer contracted for each region. The market valuations required are for "good quality on-farm animals (capital stock)" as at 30 April. From these values the CIR then calculates the national average market value for each livestock class. In the case of sheep, beef, dairy cattle and deer (red, wapiti and elk) classes a weighted average is used (based on total livestock numbers for a type of livestock in that region compared to the national herd numbers for that type of livestock²). Because of their comparatively low numbers, a straight average is used for the remaining livestock types.

¹ Thirty-eight valuations were obtained for the 2020 determination.

² Numbers are based on data collated by Statistics New Zealand.

National Average Market Values of Specified Livestock Determination 2020

This determination may be cited as “The National Average Market Values of Specified Livestock Determination, 2020”.

This determination is made in terms of section EC 15 of the Income Tax Act 2007 and shall apply to specified livestock on hand at the end of the 2019-2020 income year.

For the purposes of section EC 15 of the Income Tax Act 2007 the national average market values of specified livestock, for the 2019-2020 income year, are as set out in the following table.

National Average Market Values of Specified Livestock

Type of Livestock	Classes of Livestock	Average Market Value per Head \$
Sheep	Ewe hoggets	108.00
	Ram and wether hoggets	105.00
	Two-tooth ewes	177.00
	Mixed-age ewes (rising three-year and four-year old ewes)	156.00
	Rising five-year and older ewes	128.00
	Mixed-age wethers	105.00
	Breeding rams	340.00
Beef cattle	<i>Beef breeds and beef crosses:</i>	
	Rising one-year heifers	526.00
	Rising two-year heifers	888.00
	Mixed-age cows	1090.00
	Rising one-year steers and bulls	678.00
	Rising two-year steers and bulls	1035.00
	Rising three-year and older steers and bulls	1315.00
	Breeding bulls	2950.00
Dairy cattle	<i>Friesian and related breeds, Jersey and other dairy breeds:</i>	
	Rising one-year heifers	737.00

	Rising two-year heifers	1222.00
	Mixed-age cows	1525.00
	Rising one-year steers and bulls	471.00
	Rising two-year steers and bulls	818.00
	Rising three-year and older steers and bulls	1186.00
	Breeding bulls	1711.00
Deer	<i>Red deer, wapiti, elk, and related crossbreeds:</i>	
	Rising one-year hinds	236.00
	Rising two-year hinds	405.00
	Mixed-age hinds	430.00
	Rising one-year stags	283.00
	Rising two-year and older stags (non-breeding)	455.00
	Breeding stags	1990.00
	<i>Other breeds:</i>	
	Rising one-year hinds	157.00
	Rising two-year hinds	230.00
	Mixed-age hinds	265.00
	Rising one-year stags	169.00
	Rising two-year and older stags (non-breeding)	261.00
	Breeding stags	655.00
Goats	<i>Angora and angora crosses (mohair producing):</i>	
	Rising one-year does	92.00
	Mixed-age does	117.00
	Rising one-year bucks (non-breeding)/wethers	52.00
	Bucks (non-breeding)/wethers over one year	66.00
	Breeding bucks	448.00
	<i>Other fibre and meat producing goats (Cashmere or Cashgora producing):</i>	
	Rising one-year does	74.00
	Mixed-age does	104.00
	Rising one-year bucks (non-breeding)/wethers	51.00

	Bucks (non-breeding)/wethers over one year	68.00
	Breeding bucks	374.00
	<i>Milking (dairy) goats:</i>	
	Rising one-year does	321.00
	Does over one year	430.00
	Breeding bucks	588.00
	Other dairy goats (culls)	84.00
Pigs	Breeding sows less than one year of age	204.00
	Breeding sows over one year	306.00
	Breeding boars	442.00
	Weaners less than 10 weeks of age (excluding sucklings)	87.00
	Growing pigs 10 to 17 weeks of age (porkers and baconers)	144.00
	Growing pigs over 17 weeks of age (baconers)	205.00

This determination was signed by me on the 26th day of May 2020.

Rob Falk

National Advisor, Technical Standards, Legal Services

Inland Revenue

References

Legislative references

Income Tax Act 2007: s EC 15

About this publication

National average market value determinations

These determinations establish the national average market value of specified livestock for a specified period and are published in the Tax Information Bulletin each year.