cownty

DROUGHT-SALE TAX FLAG · FOR YOUR TAX PREPARER · PRINTED 2026-11-01

Drought livestock sale: Gaines County, TX

Information only; not financial, tax or legal advice. Ask your tax preparer whether and how IRC §1033(e) or §451(g) applies. FSA decides program eligibility.

Taxpayer: _____ Preparer: _____

IRS drought lists for the applicable region (county + contiguous counties)

Region: Gaines County, TX; Lea County, NM; Andrews County, TX; Dawson County, TX; Martin County, TX; Terry County, TX; Yoakum County, TX. Source: Census county adjacency file.

12 months ending	IRS notice	Region counties listed
2026-08-31	Notice 2026-54 https://www.irs.gov/pub/irs-drop/n-26-54.pdf	Gaines County, TX, Lea County, NM, Andrews County, TX, Dawson County, TX, Martin County, TX, Terry County, TX, Yoakum County, TX
2025-08-31	Notice 2025-52 https://www.irs.gov/pub/irs-drop/n-25-52.pdf	Gaines County, TX, Lea County, NM, Andrews County, TX, Dawson County, TX, Martin County, TX, Terry County, TX, Yoakum County, TX
2027-08-31 (running, through 2026-11-01)	not yet published	Gaines County, TX: D2+ 6 wk (2026-09-01 to 2026-10-06); Lea County, NM: D2+ 5 wk (2026-09-01 to 2026-09-29); Andrews County, TX: D2+ 6 wk (2026-09-22 to 2026-10-27); Dawson County, TX: D2+ 8 wk (2026-09-08 to 2026-10-27); Martin County, TX: D2+ 6 wk (2026-09-22 to 2026-10-27); Terry County, TX: D2+ 9 wk (2026-09-01 to 2026-10-27); Yoakum County, TX: D2+ 4 wk (2026-09-01 to 2026-09-22)

Notice 2006-82: a 4-year §1033(e) replacement period is extended until the end of the taxpayer's first tax year ending after the first drought-free year (12 months ending Aug 31 with no severe, extreme or exceptional drought anywhere in the region). Check the U.S. Drought Monitor archive: droughtmonitor.unl.edu/Maps/MapArchive.aspx

USDA disaster designations naming the county

Designation	Type	Hazard	Approved
S6240	Contiguous	Drought-FAST TRACK	2026-05-06
S6198	Contiguous	Drought-FAST TRACK	2026-04-24
S6173	Contiguous	Drought-FAST TRACK	2026-04-10
S6178	Primary	Drought-FAST TRACK	2026-04-10
S5995	Contiguous	Drought-FAST TRACK	2025-06-02
S5949	Contiguous	Drought-FAST TRACK	2025-03-25

Sale numbers (entered by the producer)

Tax year of sale	
Head sold on account of drought	
Head usually sold in a year	
Excess head	

Average price per head	
Proceeds from excess head	
Basis per head	
Gain on excess head	

Only livestock held for draft, breeding or dairy; not poultry or slaughter animals; only the number sold in excess of usual business practice. Bring sale barn receipts, prior-years' sale counts, and the designation numbers above. Arithmetic only; Cownty computes no tax. Producer's own numbers; Cownty stores nothing from this page.