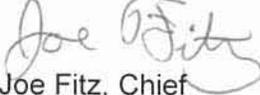


# Memorandum

To: Honorable Jerome E. Horton, Chairman  
Honorable Michelle Steel, Vice Chair  
Honorable Betty T. Yee, First District  
Senator George Runner (Ret.), Second District  
Honorable John Chiang, State Controller

Date: November 27, 2013

From:   
Joe Fitz, Chief  
Research and Statistics Section

Subject: **2014 TIMBER YIELD TAX RATE**  
**DECEMBER 17, 2013 – Board Meeting**

Section 38202 of the Revenue and Taxation Code requires an annual adjustment of the timber yield tax rate based upon the change in the average rate of general property taxation in the 17 rate adjustment counties between the current tax year and the preceding tax year.

We estimate the rate of general property taxation in the 17 counties decreased from 1.076 percent in 2012-13 to 1.073 percent in 2013-14.

Applying the proportional change between 1.076 percent and 1.073 percent to the 2013 timber yield tax rate of 2.9 percent does not call for any adjustment, when the rate is rounded to the nearest one-tenth of one percent as required by statute.

The staff recommends the adoption of a 2.9 percent timber yield tax rate for 2014.

JF:jm

Attachment

cc: Mr. Randy Ferris  
Mr. David Gau  
Ms. Joann Richmond  
Mr. Michele Pielsticker  
Mr. David Yeung  
Mr. Ken Thompson  
Mr. Bill Benson

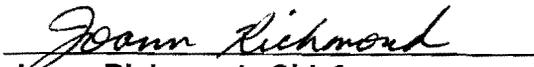
**Recommendation by:**

  
\_\_\_\_\_  
**Joe Fitz, Chief  
Research and Statistics Section**

**Approved:**

  
\_\_\_\_\_  
**Ms. Cynthia Bridges  
Executive Director**

**BOARD APPROVED**  
at the 12/17/13 Board Meeting

  
\_\_\_\_\_  
**Joann Richmond, Chief  
Board Proceedings Division**

## CALCULATION OF 2014 TIMBER YIELD TAX RATE

2012-13 Average Tax Rate in Timber Adjustment Counties:

\$	1,590,253,000	Levies
	<u>147,759,648,000</u>	Assessed Value
	1.076%	Tax Rate

2013-14 Average Tax Rate in Timber Adjustment Counties:

\$	1,721,601,000	Levies
	<u>160,432,956,000</u>	Assessed Value
	1.073%	Tax Rate

2014 Timber Yield Tax Rate:

$$2.9\% \times (1.073/1.076) = 2.9\%$$

November 2013  
Research and Statistics Section  
State Board of Equalization