

# 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 29, 2012

From: Bill Benson Jr., Acting Chief  
Research and Statistics Section

Subject: **2013 TIMBER YIELD TAX RATE**  
**DECEMBER 18-20, 2012 – 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 increased from 1.072 percent in 2011-12 to 1.076 percent in 2012-13.

Applying the proportional change between 1.072 percent and 1.076 percent to the 2012 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.

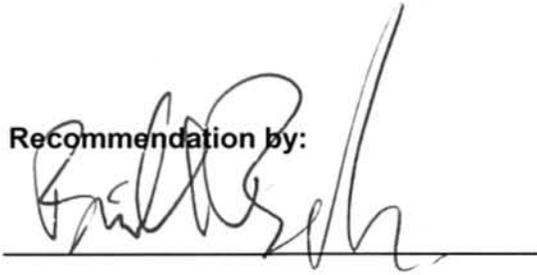
The staff recommends the adoption of a 2.9 percent timber yield tax rate for 2013.

BBJ:jm

Attachment

cc: Mr. Randy Ferris  
Mr. David Gau  
Ms. Joann Richmond  
Mr. Kevin Beile  
Mr. David Yeung

Recommendation by:



---

Bill Benson Jr., Acting Chief  
Research and Statistics Section

Approved:



---

Ms. Cynthia Bridges  
Executive Director

BOARD APPROVED  
at the \_\_\_\_\_ Board Meeting

---

Joann Richmond, Chief  
Board Proceedings Division

## CALCULATION OF 2013 TIMBER YIELD TAX RATE

2011-12 Average Tax Rate in Timber Adjustment Counties:

\$	1,591,833,000	Levies
	<u>148,455,980,000</u>	Assessed Value
	1.072%	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 Timber Yield Tax Rate:

$$2.9\% \times (1.076/1.072) = 2.9\%$$

November 2012  
Research and Statistics Section  
State Board of Equalization



STATE BOARD OF EQUALIZATION

BOARD PROCEEDINGS DIVISION (MIC:80)  
450 N STREET, SACRAMENTO, CALIFORNIA  
PO BOX 942879, SACRAMENTO, CALIFORNIA 94279-0080  
916-322-9569 • FAX 916-324-3984  
[www.boe.ca.gov](http://www.boe.ca.gov)

BETTY T. YEE  
First District, San Francisco  
SEN. GEORGE RUNNER (RET.)  
Second District, Lancaster  
MICHELLE STEEL  
Third District, Orange County  
JEROME E. HORTON  
Fourth District, Los Angeles  
JOHN CHIANG  
State Controller  
CYNTHIA BRIDGES  
Executive Director  
No. 2012/051

November 29, 2012

TO: COUNTY ASSESSORS, COUNTY COUNSELS  
AND OTHER INTERESTED PARTIES

ADJUSTMENT OF 2013 TIMBER YIELD TAX RATE

The State Board of Equalization will conduct a public hearing on the proposed 2013 Timber Yield Tax Rate on Tuesday, December 18, 2012, at 10:00 a.m., in Room 121, 450 N Street, Sacramento, California.

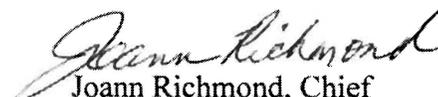
The Timber Yield Tax Rate for 2012 is 2.9 percent. Board staff's calculations indicate that the rate will remain at 2.9 percent for 2013.

Revenue and Taxation Code section 38202 requires that in December the Board adjust the Timber Yield Tax Rate to the nearest one-tenth of one percent for the next calendar year. The adjustment is to be in the same proportion as the change from the previous tax year to the present one of the average general property tax rate in the rate adjustment counties. The rate adjustment counties are Alpine, Del Norte, El Dorado, Glenn, Humboldt, Lassen, Mendocino, Modoc, Nevada, Placer, Plumas, Shasta, Sierra, Siskiyou, Tehama, Trinity, and Yuba.

Any information regarding the rate adjustment that is presented in writing or oral testimony at the public hearing will be considered before final Board adoption on December 18, 2012.

Written comments or requests to present testimony should be directed to Ms. Claudia Madrigal, Franchise and Income Tax Appeals Analyst, 1-916-324-8261, P. O. Box 942879, 450 N Street, MIC:80, Sacramento, CA 94279-0080 or e-mail at [Claudia.Madrigal@boe.ca.gov](mailto:Claudia.Madrigal@boe.ca.gov).

Sincerely,

  
Joann Richmond, Chief  
Board Proceedings Division

JR:cm