



STATE OF CALIFORNIA

STATE BOARD OF EQUALIZATION

BOARD PROCEEDINGS DIVISION (MIC:80)
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KRISTINE CAZADD
Interim Executive Director
No. 2010/067

December 3, 2010

TO: COUNTY ASSESSORS, COUNTY COUNSELS
AND OTHER INTERESTED PARTIES

Adjustment of 2011 Timber Yield Tax Rate

The State Board of Equalization will conduct a public hearing on the proposed 2011 Timber Yield Tax Rate on Tuesday, December 14, 2010, at 9:30 a.m., in Room 121, 450 N Street, Sacramento, California.

The Timber Yield Tax Rate for 2010 is 2.9 percent. Board staff's calculations indicate that the rate will remain at 2.9 percent for 2011.

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 14, 2010.

Written comments or requests to present testimony should be directed to Ms. Joann Richmond, Property Tax Appeals Analyst, 916-322-1931, P. O. Box 942879, 450 N Street, MIC:80, Sacramento, CA 94279-0080 or e-mail at Joann.Richmond@boe.ca.gov.

Sincerely,

Diane G. Olson, Chief
Board Proceedings Division

DGO:jr

Memorandum

To : Ms. Kristine Cazadd
Interim Executive Director

Date : November 29, 2010

From : Robert Ingenito, Chief
Research and Statistics Section

Subject: **2011 TIMBER YIELD TAX RATE
DECEMBER 14, 2010 - HEARING**

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 1.056 percent in 2009-10 to 1.064 percent in 2010-11.

Applying the proportional change between 1.056 percent and 1.064 percent to the 2010 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 2011.

RI:cee

Attachment

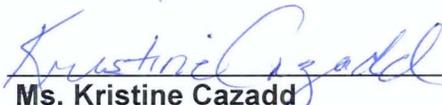
cc: Mr. Randy Ferris
Mr. David Gau
Ms. Diane Olson
Ms. Margaret S. Shedd
Ms. Benjamin Tang

Recommendation by:



**Robert Ingenito, Chief
Research and Statistics Section**

Approved:



**Ms. Kristine Cazadd
Interim Executive Director**

BOARD APPROVED
at the _____ Board Meeting

**Diane Olson, Chief
Board Proceedings Division**

CALCULATION OF 2011 TIMBER YIELD TAX RATE

2009-10 Average Tax Rate in Timber Adjustment Counties:

\$	1,775,593,000	Levies
	<u>168,082,612,000</u>	Assessed Value
	1.056%	Tax Rate

2010-11 Average Tax Rate in Timber Adjustment Counties:

\$	1,701,472,000	Levies
	<u>159,921,101,000</u>	Assessed Value
	1.064%	Tax Rate

2011 Timber Yield Tax Rate:

$$2.9\% \times (1.064/1.056) = 2.9\%$$

November 2010
Research and Statistics Section
State Board of Equalization