



**STATE BOARD OF EQUALIZATION**

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State Controller

November 30, 2007

RAMON J. HIRSIG  
Executive Director

No. 2007/046

TO: COUNTY ASSESSORS, COUNTY COUNSELS  
AND OTHER INTERESTED PARTIES

Adjustment of 2008 Timber Yield Tax Rate

The State Board of Equalization will conduct a public hearing on the proposed 2008 Timber Yield Tax Rate on Wednesday, December 12, 2007, at 9:30 a.m., in Room 121, 450 N Street, Sacramento, California.

The Timber Yield Tax Rate for 2007 is 2.9 percent. Board staff's calculations indicate that the rate will remain at 2.9 percent for 2008.

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 12, 2007.

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](mailto:Joann.Richmond@boe.ca.gov).

Sincerely,

Diane G. Olson, Chief  
Board Proceedings Division

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# Memorandum

To : Mr. Ramon J. Hirsig  
Executive Director

Date : November 20, 2007

From : David E. Hayes, Manager  
Research and Statistics Section

Subject: ***2008 TIMBER YIELD TAX RATE  
DECEMBER 12, 2007 - 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 decreased from 1.042 percent in 2006-07 to 1.041 percent in 2007-08.

Applying the proportional change between 1.042 percent and 1.041 percent to the 2007 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.

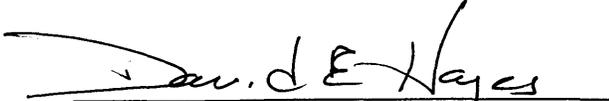
The staff recommends the adoption of a 2.9 percent timber yield tax rate for 2008.

DEH:cee

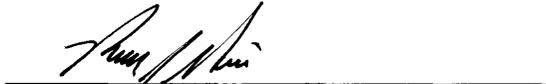
Attachment

cc: Mr. David Gau  
Ms. Kristine Cazadd  
Ms. Margaret S. Shedd  
Mr. Benjamin Tang  
Ms. Diane G. Olson

Recommendation by:

  
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David E. Hayes, Manager  
Research and Statistics Section

Approved:

  
\_\_\_\_\_  
Mr. Ramon J. Hirsig  
Executive Director

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Diane G. Olson, Chief  
Board Proceedings Division

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

## CALCULATION OF 2008 TIMBER YIELD TAX RATE

2006-07 Average Tax Rate in Timber Adjustment Counties:

\$	1,562,297,000	Levies
	<u>149,959,107,000</u>	Assessed Value
	1.042%	Tax Rate

2007-08 Average Tax Rate in Timber Adjustment Counties:

\$	1,709,188,000	Levies
	<u>164,136,708,000</u>	Assessed Value
	1.041%	Tax Rate

2008 Timber Yield Tax Rate:

$$2.9\% \times (1.041/1.042) = 2.9\%$$

November 2007  
Research and Statistics Section  
State Board of Equalization