



STATE BOARD OF EQUALIZATION

BOARD PROCEEDINGS DIVISION (MIC:80)
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State Controller

RAMON J. HIRSIG
Executive Director

December 4, 2009

No. 2009/056

TO: COUNTY ASSESSORS, COUNTY COUNSELS
AND OTHER INTERESTED PARTIES

Adjustment of 2010 Timber Yield Tax Rate

The State Board of Equalization will conduct a public hearing on the proposed 2010 Timber Yield Tax Rate on Wednesday, December 16, 2009, at 9:30 a.m., in Room 121, 450 N Street, Sacramento, California.

The Timber Yield Tax Rate for 2009 is 2.9 percent. Board staff's calculations indicate that the rate will remain at 2.9 percent for 2010.

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 16, 2009.

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

Memorandum

To : Mr. Ramon J. Hirsig
Executive Director

Date : November 23, 2009

From : Robert Ingenito, Chief
Research and Statistics Section

Subject: **2010 TIMBER YIELD TAX RATE
DECEMBER 16, 2009 - 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 1.048 percent in 2008-09 to 1.056 percent in 2009-10.

Applying the proportional change between 1.048 percent and 1.056 percent to the 2009 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 2010.

RI:cee

Attachment

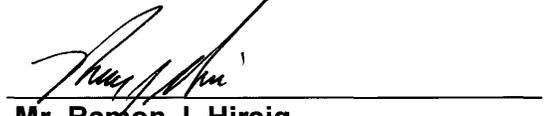
cc: Ms. Kristine Cazadd
Mr. David Gau
Ms. Diane Olson
Ms. Margaret S. Shedd
Ms. Benjamin Tang

Recommendation by:



Robert Ingenito Jr., Chief
Research and Statistics Section

Approved:



Mr. Ramon J. Hirsig
Executive Director

BOARD APPROVED
at the _____ Board Meeting

Diane Olson, Chief
Board Proceedings Division

CALCULATION OF 2010 TIMBER YIELD TAX RATE

2008-09 Average Tax Rate in Timber Adjustment Counties:

\$	1,800,367,300	Levies
	<u>171,760,218,000</u>	Assessed Value
	1.048%	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 Timber Yield Tax Rate:

$$2.9\% \times (1.056/1.048) = 2.9\%$$

November 2009
Research and Statistics Section
State Board of Equalization