



STATE OF CALIFORNIA

STATE BOARD OF EQUALIZATION

1000 N STREET, SACRAMENTO, CALIFORNIA
(P.O. BOX 1799, SACRAMENTO, CALIFORNIA 95808)

(916) 445-4982

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Executive Secretary

No. 83/74

June 28, 1983

TO COUNTY ASSESSORS:

SUMMARY OF PROPOSED LEGISLATION NUMBER 10

Following are brief summaries of legislation introduced during the 1983-84 regular session of the Legislature. These measures relate to the Revenue and Taxation Code and otherwise to the assessing function.

AB 3

Author: Assemblyman Bates
Action: Amended in Assembly
Date: May 31, 1983
Affected Code Sections: Adds Part 21 to Division 2 of the Revenue and Taxation Code.

As amended, this bill would impose a six percent oil severance tax on all oil severed in excess of 36,500 barrels per year per producer, such tax to be effective on or after October 1, 1983. The 36,500 barrel exemption would be prorated for any portion of a year for which the oil severance tax is in effect.

AB 70

Authors: Assemblyman Hughes et al.
Action: Amended in Assembly
Date: May 26, 1983
Affected Code Sections: In pertinent part, adds Sections 630, 631, 632, 633, 634, 750, and 751 to the Revenue and Taxation Code.

As amended, the relevant sections of this bill would require both county assessors and the State Board of Equalization to annually prepare two supplemental assessment rolls. One, reflecting changes in ownership or the completion of new construction occurring between March 1 and June 30, would be prepared after July 1 of the current fiscal year, and would replace the local roll prepared for that year. The other, prepared after January 1 of the current fiscal year, would reflect either:

- (1) the pro rata increase, if any, in full cash value since the lien date for that fiscal year; or

AB 70 (Contd.)

- (2) for property already listed on the first supplemental roll because of a March 1 - June 30 change in ownership or completion of new construction, the pro rata increase in full cash value as it appeared on that supplemental roll.

On both rolls, consideration must be given to the number of months remaining in that fiscal year after the change in ownership or completion of new construction of the property.

AB 689

Author: Assemblyman Costa
Action: Amended in Assembly
Date: June 6, 1983
Affected Code Sections: Amends Sections 51283 and 51284 of the Government Code.

This bill would amend cancellation procedures for lands restricted by Williamson Act contracts. It would:

- (1) require that any deferred taxes collected as a consequence of cancellation be sent to the State Controller within 30 days of collection, and
- (2) require that the notice of public hearing on a proposed cancellation be sent to the Department of Conservation as well as to every owner of adjacent contracted land.

ACA 2

Author: Assemblyman Elder
Action: Amended in Assembly
Date: June 9, 1983
Affected Constitutional Provisions: In pertinent part, amends Article XIII, Sections 3(k) and 24, and Article XIII A, Sections 1 and 2.

As amended, this measure changes the proposed maximum ad valorem tax rate for other than residential and agricultural property and property owned by non-profit corporations from 1 percent to 2 1/4 percent. It also would exempt from taxation the first \$25,000 of full cash value of commercial and industrial property owned by a small business, as defined by the Legislature.

June 28, 1983

ACA 28

Author: Assemblyman Elder
Action: Amended in Assembly
Date: May 31, 1983
Affected Constitutional Provisions: Amends Article XIII A, Section 2(a).

As amended, this measure would allow the Legislature to provide that persons over age 55 (including married couples when only one spouse is over 55 years old) and eligible for the homeowners' exemption may transfer the base year value of their principal place of residence to any replacement property of equal or lesser value located within the same county and purchased or newly constructed within one year after the sale of the original property.

SB 813

Authors: Senator Hart et al.
Action: Amended in Assembly
Date: June 8, 1983
Affected Code Sections: In pertinent part, adds Sections 630, 631, 632, 633, 634, 750, and 751 to the Revenue and Taxation Code.

The provisions of the relevant sections of this bill are identical to those of AB 70, also discussed in this summary.


SB 1275

Author: Ellis
Action: Amended in Assembly
Date: June 8, 1983
Affected Code Sections: Amends Sections 207 and 270 of the Revenue and Taxation Code. Urgency statute.

As amended, this bill would cancel or refund any tax or penalty imposed for fiscal years 1977-78 through 1982-83 on property eligible for the religious exemption if the owner has filed an appropriate claim on or before March 1, 1984, and paid a \$25 filing fee for each year claimed.

Copies of each of these measures are enclosed for your information.

Sincerely,



Verne Walton, Chief
Assessment Standards Division

VW:ebv
Enclosures
AL-04B-1814A