



STATE OF CALIFORNIA

STATE BOARD OF EQUALIZATION
PROPERTY AND SPECIAL TAXES DEPARTMENT
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No. 2009/059

December 14, 2009

TO COUNTY ASSESSORS:

FINAL CCPI ANNOUNCED FOR 2010-11

Revenue and Taxation Code section 51 provides that base year values determined under section 110.1 shall be compounded annually by an inflation factor, not to exceed 2 percent. Section 51(a)(1)(C) provides that, for any assessment year commencing on or after January 1, 1998, the inflation factor shall be the percentage change, rounded to the nearest one-thousandth of 1 percent, from October of the prior fiscal year to October of the current fiscal year in the California Consumer Price Index (CCPI) for all items, as determined by the California Department of Industrial Relations.

Since section 51 does not distinguish between positive and negative changes in the CCPI, and because article XIII A, section 2(b) of the California Constitution specifically provides for adjustments based upon reductions in the CCPI, it is our opinion that section 51 requires factor adjustments whether positive or negative. For further information, please see Letter To Assessors 2009/036, dated September 2, 2009.

Information from the Department of Industrial Relations shows that the CCPI decreased from 226.572 in October 2008 to 226.035 in October 2009. Rounded to the nearest one-thousandth of 1 percent, this is a decrease of 0.237 percent. A factor of 1.00 represents no change to the existing base. Subtracting 0.00237 from 1.00 results in a factor of 0.99763, which reflects the 0.237 percentage decrease.

Accordingly, please prepare your **2010** assessment roll using an inflation factor of **0.99763**.

The final inflation factors announced for this and prior years are enclosed. If you have any questions, please contact our Assessment Services Unit at 916-445-4982.

Sincerely,

/s/ David J. Gau

David J. Gau
Deputy Director
Property and Special Taxes Department

DJG:grs
Enclosure

FINAL INFLATION FACTORS

Year	CCPI % Change	Base Year Value Change ¹	Factor
2010-11	(0.237)	-0.237%	.99763
2009-10	3.477	2%	1.02
2008-09	3.38	2%	1.02
2007-08	2.269	2%	1.02
2006-07	4.596	2%	1.02
2005-06	3.665	2%	1.02
2004-05	1.867	1.867%	1.01867
2003-04	2.459	2%	1.02
2002-03	3.215	2%	1.02
2001-02	4.172	2%	1.02
2000-01	3.214	2%	1.02
1999-2000	1.853	1.853%	1.01853
1998-99	2.0807	2%	1.02
1997-98	2.3995	2%	1.02
1996-97	1.1148	1.11%	1.0111
1995-96	1.194426	1.19%	1.0119
1994-95	2.31	2%	1.02
1993-94	3.44	2%	1.02
1992-93	3.04	2%	1.02
1991-92	6.4	2%	1.02
1990-91	4.758	2%	1.02
1989-90	4.73	2%	1.02
1988-89	5.16	2%	1.02
1987-88	2.095	2%	1.02
1986-87	4.4	2%	1.02
1985-86	5.1	2%	1.02
1984-85	5.0	2%	1.02
1983-84	1.0	1%	1.01
1982-83	11.14	2%	1.02
1981-82	7.13	2%	1.02
1980-81	17.32	2%	1.02
1979-80	9.83	2%	1.02
1978-79	8.23	2%	1.02
1977-78	7.17	2%	1.02
1976-77	6.25	2%	1.02

¹ Increase to base year value is limited to 2 percent pursuant to California Constitution, article XIII A, section 2(b).