



State Board of Equalization

News Release

Chairwoman Betty T. Yee

1st District – San Francisco

Ramon J. Hirsig
Executive Director
www.boe.ca.gov

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BETTY T. YEE ANNOUNCES VALUES SET FOR UTILITY PROPERTIES

Betty T. Yee, Chairwoman of the State Board of Equalization (BOE), today announced the Board Members voted to establish unitary values of privately owned public utility companies in California at \$71.4 billion. Local governments will collect an estimated \$779.1 million in revenue (including penalties) over the next fiscal year based on these values.

Total values were up \$3.8 billion over those adopted by the Board last year, and will generate approximately \$41 million more in taxes for local governments than in current fiscal year.

Values were set for 420 companies with property in California. They include telephone (long distance, local, and wireless), gas and electric companies, railroads and inter-county pipelines.

While most properties are assessed by county officials, privately-held public utilities are assessed by the BOE statewide. These properties are not subject to Proposition 13 and are reappraised annually at their market value.

A “unitary value” includes improvements, personal property, and land. A unitary valuation applies to properties owned or used by utility companies and considered necessary to their operation.

The BOE determines the fair market value as of January 1 by considering market conditions, use of the property, income generated by the property, replacement costs, investments in the property, regulatory climate, depreciation, and other factors.

The values set by the BOE are used by county governments to levy local property taxes, which help support county governments, cities, special districts and schools. Penalties are assessed for late or incomplete filings or failure to file with the BOE.

Chairwoman Betty T. Yee was elected to her post in November 2006. Her district includes many of California’s coastal counties, from Del Norte to Santa Barbara, and includes the entire San Francisco Bay Area.

The five-member Board of Equalization is a publicly elected tax board. The Board collects nearly \$53 billion annually in taxes and fees supporting state and local government services. It hears business tax appeals, acts as the appellate body for franchise and personal income tax appeals, and plays a significant role in the assessment and administration of property taxes.

Unitary Values established May 31, 2007

Related links:

- [State-Assessed Property Program](#)
- [Unitary Values established last year on May 17, 2006](#)

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