



STATE OF CALIFORNIA

STATE BOARD OF EQUALIZATION

Assessment Standards Division
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Executive Director

97/04

February 5, 1997

TO COUNTY ASSESSORS:

FINAL CCPI ANNOUNCED FOR 1997-98

Revenue and Taxation Code Section 51 provides that base-year values determined under Section 110.1 shall be compounded annually by an inflation factor. Section 51(a)(2) provides that for any assessment year commencing after January 1, 1985, the inflation factor shall be the percentage change from December of the prior fiscal year to December of the current fiscal year in the California Consumer Price Index (CCPI) for all items, as determined by the California Department of Industrial Relations, provided that the percentage increase for any assessment year shall not exceed 2 percent of the prior year's value.

Information from the Department of Industrial Relations shows that the CCPI increased from 154.2 in December 1995 to 157.9 in December 1996. This is a percentage increase of 2.3995. You should prepare your 1997 assessment roll using an inflation factor of 1.02.

Please call our Real Property Technical Services Unit at (916) 445-4982 if you have any questions.

Sincerely,

J. E. Speed
Deputy Director
Property Taxes Department

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