



STATE BOARD OF EQUALIZATION  
PROPERTY AND SPECIAL TAXES DEPARTMENT  
450 N STREET, SACRAMENTO, CALIFORNIA  
PO BOX 942879, SACRAMENTO, CALIFORNIA 94279-0064  
916 445-4982 • FAX 916 323-8765  
www.boe.ca.gov

BETTY T. YEE  
First District, San Francisco

MICHELLE STEEL  
Third District, Rolling Hills Estates

JEROME E. HORTON  
Fourth District, Los Angeles

JOHN CHIANG  
State Controller

BARBARA ALBY  
Acting Member  
Second District, Sacramento

RAMON J. HIRSIG  
Executive Director

No. 2010/042

September 9, 2010

TO COUNTY ASSESSORS:

OPEN-SPACE LAND INTEREST COMPONENT – 2011 LIEN DATE

In accordance with section 423, subdivision (b) of the Revenue and Taxation Code, the Board is required to determine and announce, no later than October 1, the interest component of the capitalization rate to be used in the valuation of lands assessed under sections 423, 423.5, and 426.

Section 423, subdivision (b)(1) provides that the interest component shall be:

...the arithmetic mean, rounded to the nearest 1/4 percent, of the yield rate for long-term United States government bonds, as most recently published by the Federal Reserve Board as of September 1, and the corresponding yield rates for those bonds, as most recently published by the Federal Reserve Board as of each September 1 immediately prior to each of the four immediately preceding assessment years.

Information received from the Federal Reserve Board indicated the yield rates for long-term United States government bonds were:

August 28, 2006 – 4.95 percent  
August 31, 2007 – 4.85 percent  
August 29, 2008 – 4.40 percent  
August 28, 2009 – 4.23 percent  
August 27, 2010 – 3.61 percent

The arithmetic mean of 4.95, 4.85, 4.40, 4.23, and 3.61 is 4.408. When rounded to the nearest one-quarter percent, the interest component for the 2011 assessment year is **4.5 percent**.

The interest components announced for prior lien dates are also enclosed.

Sincerely,

/s/ David J. Gau

David J. Gau  
Deputy Director  
Property and Special Taxes Department

DJG:grs  
Enclosure

**OPEN-SPACE LAND ASSESSED UNDER SECTIONS 423, 423.5, AND 426  
OF THE REVENUE AND TAXATION CODE**

**INTEREST COMPONENTS FOR PRIOR YEARS**

<b>Lien Date</b>	<b>Interest Component</b>
2010	4.50
2009	4.50
2008	4.50
2007	4.50
2006	4.50
2005	4.75
2004	5.25
2003	5.25
2002	5.75
2001	6.00
2000	6.25
1999	6.75
1998	6.75
1997	7.00
1996	7.00
1995	7.00
1994	6.75
1993	7.25
1992	8.00
1991	9.00
1990	8.25
1989	9.50
1988	9.00
1987	7.25
1986	10.50
1985	12.50
1984	12.00
1983	12.50
1982	14.50
1981	11.00
1980	9.00
1979	8.50
1978	7.00
1977	6.75
1976	7.25
1975	7.25