

AMENDED IN ASSEMBLY APRIL 16, 2001

CALIFORNIA LEGISLATURE—2001–02 REGULAR SESSION

**ASSEMBLY BILL**

**No. 1380**

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**Introduced by Assembly Member Aanestad and Senator Oller**  
**(Coauthors: Assembly Members Bates, Briggs, Cox, Maddox,**  
**Robert Pacheco, Pescetti, Strickland, and Wyman)**  
**(Coauthors: Senators Battin, Haynes, and Monteith)**

February 23, 2001

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An act to add Section 201.21 to the Revenue and Taxation Code, relating to taxation, to take effect immediately, tax levy.

LEGISLATIVE COUNSEL'S DIGEST

AB 1380, as amended, Aanestad. Property taxation: exemption: agricultural equipment.

The California Constitution authorizes the Legislature to classify personal property for differential taxation or for exemption by means of a statute approved by a  $\frac{2}{3}$  vote of the membership of each house.

Pursuant to this constitutional authorization, this bill would exempt agricultural equipment, as defined, *and farm vehicles, as provided*, from property taxation.

Section 2229 of the Revenue and Taxation Code requires the Legislature to reimburse local agencies annually for certain property tax revenues lost as a result of any exemption or classification of property for purposes of ad valorem property taxation.

This bill would provide that, notwithstanding Section 2229 of the Revenue and Taxation Code, no appropriation is made and the state shall not reimburse local agencies for property tax revenues lost by them pursuant to the bill.

This bill would take effect immediately as a tax levy.

Vote: <sup>2</sup>/<sub>3</sub>. Appropriation: no. Fiscal committee: yes. State-mandated local program: yes.

*The people of the State of California do enact as follows:*

1 SECTION 1. Section 201.21 is added to the Revenue and  
2 Taxation Code, to read:

3 ~~201.21. (a) Agricultural equipment, as defined in~~  
4 ~~subdivision (b), is exempt from personal property taxation.~~

5 ~~(b) For purposes of this section, "agricultural equipment"~~  
6 ~~means an implement of husbandry, as defined in Section 411,~~  
7 ~~including equipment used in forestry, dairy, cattle, pork, poultry,~~  
8 ~~or winegrower operations.~~

9 201.21. (a) *The following are exempt from personal property*  
10 *taxation:*

11 (1) *Agricultural equipment.*

12 (2) *Farm vehicles.*

13 (b) *For purposes of this section:*

14 (1) *"Agricultural equipment" means an implement of*  
15 *husbandry, as defined in Section 411, including equipment used in*  
16 *forestry, dairy, cattle, pork, poultry, or winegrower operations.*

17 (2) *"Farm vehicles" includes only those vehicles described in*  
18 *Section 36101 of the Vehicle Code, relating to farm vehicles that*  
19 *are exempt from registration.*

20 SEC. 2. Notwithstanding Section 2229 of the Revenue and  
21 Taxation Code, no appropriation is made by this act and the state  
22 shall not reimburse any local agency for any property tax revenues  
23 lost by it pursuant to this act.

24 SEC. 3. This act provides for a tax levy within the meaning of  
25 Article IV of the Constitution and shall go into immediate effect.

