

ASSEMBLY BILL

No. 3080

Introduced by Committee on Revenue and Taxation (Charles Calderon (Chair), Arambula, Eng, Hayashi, and Ma)

March 13, 2008

An act to amend Sections 72, 155.20, 441, 441.5, and 2823 of, and to add Section 205.6 to, the Revenue and Taxation Code, relating to taxation.

LEGISLATIVE COUNSEL'S DIGEST

AB 3080, as introduced, Committee on Revenue and Taxation. Property taxation: local administration.

(1) Existing law provides for the creation of an assessor's office in each county, and requires the assessor's office to determine the new base year value for taxable real property that has been newly constructed. Existing law requires an assessee or his or her designee to file with the city, county, or city and county, a scale copy of the floor plans and exterior dimensions of the building designated for the county assessor at the time the assessee files, or causes to be filed, an approved set of building plans.

This bill would authorize the scale copy to be filed in either a paper or electronic format.

(2) Existing property tax law authorizes each county board of supervisors to exempt from property taxation those properties having a full value too low to justify the costs of assessment and collection, and limits any exemption granted by each county board of supervisors to property with a value not exceeding \$5,000.

This bill would increase the limit for this exemption from \$5,000 to \$10,000.

(3) The California Constitution authorizes the exemption from property taxation of the principal residence of a disabled veteran, or a veteran's spouse, in the case in which a person has, as a result of a service-connected disease or injury, become disabled or died while on active duty in military service. Existing property tax law requires the State Board of Equalization to prescribe all procedures and forms required to carry into effect any property tax exemption.

This bill would require county assessors to supply specified information from disabled veterans' property tax exemption claims and county records at the written request of the board, in order to prevent duplications of the exemptions within the state and improper overlapping with other benefits provided by law.

(4) Existing law requires taxpayers that meet certain criteria to file a signed property statement with the county assessor, and in the case of a corporate owner of property, requires the property statement to be signed either by an officer of the corporation or an employee or agent who has been designated in writing by the board of directors to sign the statement. Existing law authorizes a taxpayer, in lieu of completing the property statement as printed by the assessor, to furnish the information required as attachments to the property statement, provided that one copy of the property statement is signed by the taxpayer and contains an appropriate reference to the data attached.

This bill would delete the requirement that the employee or agent who signs the property statement be designated in writing by the board of directors. This bill would also delete the requirement that the copy of the property statement be signed by the taxpayer and contains an appropriate reference to the data attached, and would instead require the attachments to be signed by the taxpayer.

(5) Existing law prohibits a county assessor from making a separate valuation of any parcel covered by a subdivision map filed for record after the lien date immediately preceding the current fiscal year.

This bill would provide that this prohibition does not apply in any county in which the board of supervisors provides for a separate valuation pursuant to an ordinance adopted by a majority vote of the board.

(6) By requiring county assessors to supply information from disabled veterans' property tax exemption claims and county records, this bill would impose a state-mandated local program.

The California Constitution requires the state to reimburse local agencies and school districts for certain costs mandated by the state. Statutory provisions establish procedures for making that reimbursement.

This bill would provide that, if the Commission on State Mandates determines that the bill contains costs mandated by the state, reimbursement for those costs shall be made pursuant to these statutory provisions.

Vote: majority. 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 72 of the Revenue and Taxation Code is
2 amended to read:

3 72. (a) A copy of any building permit issued by any city,
4 county, or city and county shall be transmitted by each issuing
5 entity to the county assessor as soon as possible after the date of
6 issuance.

7 (b) A copy of any certificate of occupancy or other document
8 that shows the date of completion of new construction issued or
9 finalized by any city, county, or city and county, shall be
10 transmitted by each entity to the county assessor within 30 days
11 after the date of issuance or finalization.

12 (c) At the time an assessee files, or causes to be filed, an
13 approved set of building plans with the city, county, or city and
14 county, a scale copy of the floor plans and exterior dimensions of
15 the building designated for the county assessor shall be filed by
16 the assessee or his or her designee. *The scale copy may be filed in*
17 *a paper or electronic format.* The scale copy shall be in sufficient
18 detail to allow the assessor to determine the square footage of the
19 building and, in the case of a residential building, the intended use
20 of each room. An assessee, or his or her designee, where multiple
21 units are to be constructed from the same set of building plans,
22 may file only one scale copy of floor plans and exterior dimensions,
23 so long as each application for a building permit with respect to
24 those building plans specifically identifies the scale copy filed
25 pursuant to this section. However, where the square footage of any
26 one of the multiple units is altered, an assessee, or his or her
27 designee, shall file a scale copy of the floor plan and exterior
28 dimensions that specifically identifies the alteration from the

1 previously filed scale copy. The receiving authority shall transmit
 2 that copy to the county assessor as soon as possible after the final
 3 plans are approved.

4 (d) The board of supervisors of a county may enact, by a
 5 majority vote of its entire membership, an ordinance, resolution,
 6 or board order that requires the local agency that approves the
 7 tentative map or maps, and any conditions of approval for the
 8 tentative map or maps that are filed with a county or a city in that
 9 county, to submit a copy of the map or maps, and any conditions
 10 of approval for the tentative map or maps, to the county assessor
 11 as soon as possible after the map or maps are filed. The ordinance,
 12 resolution, or board order may require that the map or maps be
 13 provided to the county assessor in an electronic format, if available
 14 in that form.

15 SEC. 2. Section 155.20 of the Revenue and Taxation Code is
 16 amended to read:

17 155.20. (a) Subject to the limitations listed in subdivisions (b),
 18 (c), (d), and (e), a county board of supervisors may exempt from
 19 property tax all real property with a base year value (as determined
 20 pursuant to Chapter 1 (commencing with Section 50) of Part 0.5),
 21 and personal property with a full value so low that, if not exempt,
 22 the total taxes, special assessments, and applicable subventions on
 23 the property would amount to less than the cost of assessing and
 24 collecting them.

25 (b) (1) The board of supervisors shall have no authority to
 26 exempt property with a total base year value or full value of more
 27 than ~~five~~ *ten* thousand dollars ~~(\$5,000)~~ (*\$10,000*), except that this
 28 limitation is increased to fifty thousand dollars (\$50,000) in the
 29 case of a possessory interest, for a temporary and transitory use,
 30 in a publicly owned fairground, fairground facility, convention
 31 facility, or cultural facility. For purposes of this paragraph,
 32 “publicly owned convention or cultural facility” means a publicly
 33 owned convention center, civic auditorium, theater, assembly hall,
 34 museum, or other civic building that is used primarily for staging
 35 any of the following:

- 36 (A) Conventions, trade and consumer shows, or civic and
 37 community events.
- 38 (B) Live theater, dance, or musical productions.
- 39 (C) Artistic, historic, technological, or educational exhibits.

1 (2) In determining the level of the exemption, the board of
2 supervisors shall determine at what level of exemption the costs
3 of assessing the property and collecting taxes, assessments, and
4 subventions on the property exceeds the proceeds to be collected.
5 The board of supervisors shall establish the exemption level
6 uniformly for different classes of property. In making this
7 determination, the board of supervisors may consider the total
8 taxes, special assessments, and applicable subventions for the year
9 of assessment only or for the year of assessment and succeeding
10 years where cumulative revenues will not exceed the cost of
11 assessments and collections.

12 (c) This section does not apply to those real or personal
13 properties enumerated in Section 52.

14 (d) The exemption authorized by this section shall be adopted
15 by the board of supervisors on or before the lien date for the fiscal
16 year to which the exemption is to apply and may, at the option of
17 the board of supervisors, continue in effect for succeeding fiscal
18 years. Any revision or rescission of the exemption shall be adopted
19 by the board of supervisors on or before the lien date for the fiscal
20 year to which that revision or rescission is to apply.

21 (e) Nothing in this section shall authorize either of the following:

22 (1) A county board of supervisors to exempt new construction,
23 unless the new total base year value of the property, including this
24 new construction, is ~~five~~ *ten* thousand dollars ~~(\$5,000)~~ *(\$10,000)*
25 or less.

26 (2) An assessor to exempt or not to enroll any property of any
27 value, unless specifically authorized by a county board of
28 supervisors, pursuant to this section.

29 SEC. 3. Section 205.6 is added to the Revenue and Taxation
30 Code, to read:

31 205.6. In order to assure the accuracy of the state's
32 reimbursements for the disabled veterans' property tax exemption
33 and to prevent duplications of the exemptions within the state and
34 improper overlapping with other benefits provided by law, county
35 assessors shall supply information from disabled veterans' property
36 tax exemption claims and county records as is specified by written
37 request of the board, and with the concurrence of the Controller,
38 necessary to fully identify all disabled veterans' property tax
39 exemption claims allowed by the assessors. The board may specify
40 that the information include all or a part of the names and social

1 security numbers of claimants and spouses and the identity and
2 location of the dwelling to which the exemption applies. The
3 information may be required in the form of data-processing media
4 or other media and in such format as is compatible with the
5 recordkeeping processes of the counties and the auditing procedures
6 of the state.

7 SEC. 4. Section 441 of the Revenue and Taxation Code is
8 amended to read:

9 441. (a) Each person owning taxable personal property, other
10 than a manufactured home subject to Part 13 (commencing with
11 Section 5800), having an aggregate cost of one hundred thousand
12 dollars (\$100,000) or more for any assessment year shall file a
13 signed property statement with the assessor. Every person owning
14 personal property that does not require the filing of a property
15 statement or real property shall, upon request of the assessor, file
16 a signed property statement. Failure of the assessor to request or
17 secure the property statement does not render any assessment
18 invalid.

19 (b) The property statement shall be declared to be true under
20 the penalty of perjury and filed annually with the assessor between
21 the lien date and 5 p.m. on April 1. The penalty provided by Section
22 463 applies for property statements not filed by May 7. If May 7
23 falls on a Saturday, Sunday, or legal holiday, a property statement
24 that is mailed and postmarked on the next business day shall be
25 deemed to have been filed between the lien date and 5 p.m. on
26 May 7. If, on the dates specified in this subdivision, the county's
27 offices are closed for the entire day, that day is considered a legal
28 holiday for purposes of this section.

29 (c) The property statement may be filed with the assessor
30 through the United States mail, properly addressed with postage
31 prepaid. For purposes of determining the date upon which the
32 property statement is deemed filed with the assessor, the date of
33 postmark as affixed by the United States Postal Service, or the
34 date certified by a bona fide private courier service on the envelope
35 containing the application, shall control. This subdivision shall be
36 applicable to every taxing agency, including, but not limited to, a
37 chartered city and county, or chartered city.

38 (d) (1) At any time, as required by the assessor for assessment
39 purposes, every person shall make available for examination
40 information or records regarding his or her property or any other

1 personal property located on premises he or she owns or controls.
2 In this connection details of property acquisition transactions,
3 construction and development costs, rental income, and other data
4 relevant to the determination of an estimate of value are to be
5 considered as information essential to the proper discharge of the
6 assessor's duties.

7 (2) (A) This subdivision shall also apply to an owner-builder
8 or an owner-developer of new construction that is sold to a third
9 party, is constructed on behalf of a third party, or is constructed
10 for the purpose of selling that property to a third party.

11 (B) The owner-builder or owner-developer of new construction
12 described in subparagraph (A), shall, within 45 days of receipt of
13 a written request by the assessor for information or records, provide
14 the assessor with all information and records regarding that
15 property. The information and records provided to the assessor
16 shall include the total consideration provided either by the
17 purchaser or on behalf of the purchaser that was paid or provided
18 either, as part of or outside of the purchase agreement, including,
19 but not limited to, consideration paid or provided for the purchase
20 or acquisition of upgrades, additions, or for any other additional
21 or supplemental work performed or arranged for by the
22 owner-builder or owner-developer on behalf of the purchaser.

23 (e) In the case of a corporate owner of property, the property
24 statement shall be signed either by an officer of the corporation or
25 an employee or agent ~~who has been designated in writing by the~~
26 ~~board of directors to sign the statements on behalf of the~~
27 ~~corporation.~~

28 (f) In the case of property owned by a bank or other financial
29 institution and leased to an entity other than a bank or other
30 financial institution, the property statement shall be submitted by
31 the owner bank or other financial institution.

32 (g) The assessor may refuse to accept any property statement
33 he or she determines to be in error.

34 (h) If a taxpayer fails to provide information to the assessor
35 pursuant to subdivision (d) and introduces any requested materials
36 or information at any assessment appeals board hearing, the
37 assessor may request and shall be granted a continuance for a
38 reasonable period of time. The continuance shall extend the
39 two-year period specified in subdivision (c) of Section 1604 for a
40 period of time equal to the period of the continuance.

1 (i) Notwithstanding any other provision of law, every person
2 required to file a property statement pursuant to this section shall
3 be permitted to amend that property statement until May 31 of the
4 year in which the property statement is due, for errors and
5 omissions not the result of willful intent to erroneously report. The
6 penalty authorized by Section 463 does not apply to an amended
7 statement received prior to May 31, provided the original statement
8 is not subject to penalty pursuant to subdivision (b). The amended
9 property statement shall otherwise conform to the requirements
10 of a property statement as provided in this article.

11 (j) This subdivision shall apply to the oil, gas, and mineral
12 extraction industry only. Any information that is necessary to file
13 a true, correct, and complete statement shall be made available by
14 the assessor, upon request, to the taxpayer by mail or at the office
15 of the assessor by February 28. For each business day beyond
16 February 28 that the information is unavailable, the filing deadline
17 in subdivision (b) shall be extended in that county by one business
18 day, for those statements affected by the delay. In no case shall
19 the filing deadline be extended beyond June 1 or the first business
20 day thereafter.

21 (k) The assessor may accept the filing of a property statement
22 by the use of electronic media. In lieu of the signature required by
23 subdivision (a) and the declaration under penalty of perjury
24 required by subdivision (b), property statements filed using
25 electronic media shall be authenticated pursuant to methods
26 specified by the assessor and approved by the board. Electronic
27 media includes, but is not limited to, computer modem, magnetic
28 media, optical disk, and facsimile machine.

29 (l) (1) After receiving the notice required by Section 1162, the
30 manager in control of a fleet of fractionally owned aircraft shall
31 file with the lead county assessor's office one signed property
32 statement for all of its aircraft that have acquired situs in the state,
33 as described in Section 1161.

34 (2) Flight data required to compute fractionally owned aircraft
35 allocation under Section 1161 shall be segregated by airport.

36 (m) (1) After receiving the notice required by paragraph (5) of
37 subdivision (b) of Section 1153.5, a commercial air carrier whose
38 certificated aircraft is subject to Article 6 (commencing with
39 Section 1150) of Chapter 5 shall file with the lead county assessor's
40 office designated under Section 1153.5 one signed property

1 statement for its personal property at all airport locations and
2 fixtures at all airport locations.

3 (2) Each commercial air carrier may file one schedule for all of
4 its certificated aircraft that have acquired situs in this state under
5 Section 1151.

6 (3) Flight data required to compute certificated aircraft allocation
7 under Section 1152 and subdivision (g) of Section 202 of Title 18
8 of the California Code of Regulations shall be segregated by airport
9 location.

10 (4) Beginning with the 2006 assessment year, a commercial air
11 carrier may file a statement described in this subdivision
12 electronically by means of the California Assessor's Standard Data
13 Record (SDR) network. If the SDR is not equipped to accept
14 electronic filings for the 2006 assessment year, an air carrier may
15 file a printed version of its property statement for that year with
16 its lead county assessor's office.

17 (5) This subdivision shall remain in effect only until December
18 31, 2010, and as of that date is repealed.

19 SEC. 5. Section 441.5 of the Revenue and Taxation Code is
20 amended to read:

21 441.5. In lieu of completing the property statement as printed
22 by the assessor pursuant to Section 452, the information required
23 of the taxpayer may be furnished to the assessor as attachments to
24 the property statement provided that the attachments shall be in a
25 format as specified by the assessor and: (a) ~~one copy of the property~~
26 ~~statement, as printed by the assessor, the attachment~~ is signed by
27 the taxpayer ~~and carries appropriate reference to the data attached;~~
28 or (b) the statement is filed electronically and authenticated as
29 provided in subdivision (k) of Section 441.

30 SEC. 6. Section 2823 of the Revenue and Taxation Code is
31 amended to read:

32 2823. (a) The county assessor shall determine a separate
33 valuation on the parcel, and shall determine the valuation of the
34 remaining parcel. The sum of the valuations of the parcels shall
35 equal their total valuation before separation.

36 (b) A separate valuation shall not be made of any parcel covered
37 by a subdivision map filed for record after the lien date
38 immediately preceding the current fiscal year. *However, this*
39 *prohibition shall not apply in any county in which the board of*
40 *supervisors provides for a separate valuation pursuant to an*

1 *ordinance adopted by a majority vote of the board.* In connection
2 with the recording of a final subdivision map a segregation may
3 nevertheless be made so as to include all of the land within the
4 subdivision in a single parcel.

5 (c) A separate valuation shall not be made dividing any piece
6 of property separately assessed in the original assessment into
7 more than four parcels. However, this prohibition shall not apply
8 in any county in which the board of supervisors so provides in an
9 ordinance adopted by a majority vote of the board.

10 (d) Notwithstanding any other provision of law, a separate
11 valuation to divide any existing residential structure into a
12 subdivision, as defined in Section 66424 of the Government Code,
13 shall not be made until a subdivision final map or parcel map, as
14 described in Sections 66434 and 66445, respectively, of the
15 Government Code has been recorded as required by law. If the
16 requirement for a parcel map is waived pursuant to subdivision
17 (b) of Section 66428 of the Government Code, then the assessor
18 shall not assign any parcel numbers or prepare a separate
19 assessment or separate valuation, unless the applicant provides a
20 copy of the finding made by the legislative body or advisory
21 agency, as required by that subdivision.

22 (e) With respect to nonresidential subdivisions, without regard
23 to the number of parcels involved, which are covered by special
24 assessment liens the bonds for which are owned by a county, the
25 board of supervisors of that county may authorize the county
26 assessor, auditor, and tax collector to prorate the amounts for past
27 due property taxes and assessment liens, plus any interest and
28 penalties that may have accrued thereon, among the various parcels
29 in the subdivision. Notwithstanding any other provision of law,
30 the tax collector may then enter into an installment payment
31 agreement with respect to the pending subdivision map and
32 thereupon the agreement shall be deemed the equivalent of a
33 certificate pursuant to Section 66492 of the Government Code for
34 purposes of permitting the filing of the final map and shall be
35 recorded together with the final map, provided that the past due
36 property taxes, assessment liens, and the special assessment lien
37 shall not be discharged of record by the agreement, but shall be
38 prorated among the parcels created by the final map.

39 (f) If the application requested that the tax created by the
40 assessment of personal property, or leasehold improvements, or

1 possessory interests be allowed to remain as a lien on the parcel
2 sought to be separately valued, and the assessor determines that
3 the value of the parcel is sufficient to secure the payment of the
4 tax, the assessor shall set forth the value of such personal property,
5 or leasehold improvements, or possessory interests opposite the
6 assessor's determination of the value of the parcel.

7 SEC. 7. If the Commission on State Mandates determines that
8 this act contains costs mandated by the state, reimbursement to
9 local agencies and school districts for those costs shall be made
10 pursuant to Part 7 (commencing with Section 17500) of Division
11 4 of Title 2 of the Government Code.

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