

NAME: _____

DATE: _____

**2019 PROPERTY TAX LEGISLATION
SELF STUDY SESSION**

REVIEW QUESTIONS

1. Assembly Bill 46 amends Revenue and Taxation Code section 205.5, relating to the provisions that allow a disabled veteran to file for the disabled veterans' exemption in person. This bill replaces (1) certain terms relating to mental illness with more culturally sensitive terms, and (2) references to a specific gender with gender-neutral terms.
☐ True
☐ False

2. For a five-year period beginning on January 1, 2020, what is the maximum value for any possessory interest that a county board of supervisors can exempt under a "low value" ordinance?
☐ \$5,000
☐ \$10,000
☐ \$50,000
☐ \$500,000

3. Assembly Bill 608 gives the assessor the choice on how to administer the low value exemption. What choices does the assessor have, if the county has enacted a low value ordinance? Mark all that apply.
☐ Enroll a value of \$100
☐ Enroll the property and apply the low value exemption
☐ Not enroll property that qualifies for the low value exemption
☐ Request approval from board of supervisors to not enroll property that qualifies for the low value exemption

4. Assembly Bill 872 excludes from change in ownership any parent-to-child transfer of stock in a qualified corporation that owns qualified real property, provided that the transfer is due to the death of the parent.
- ☐ True
- ☐ False
5. Assembly Bill 872 provides that to qualify for the exclusion, a corporation must meet certain conditions to be a "qualified corporation." Mark all applicable conditions.
- ☐ The corporation is created between March 1, 1975 and November 6, 1986, inclusive.
- ☐ The corporation is created prior to March 1, 1975 or after November 6, 1986.
- ☐ The corporation owns qualified property.
- ☐ The only stockholders of the corporation are parents and their children.
- ☐ All of the above.
6. Assembly Bill 872 provides that to qualify for the exclusion, real property must meet certain conditions to be a "qualified property." Mark all applicable conditions.
- ☐ A claim must be filed by January 1, 2022 to receive the exclusion.
- ☐ A parcel of land that has an adjusted base year value which does not exceed \$1 million immediately prior to the date of death of the last surviving parent.
- ☐ A parcel of land that contains the principal residence of the parents prior to their death that has been the continuous place of residence of a child of those parents since the creation of the qualified corporation.
- ☐ A parcel of land that is used solely for the production of food.
7. The parent-child change in ownership exclusion applies to (1) a principal residence, and (2) the first \$1 million dollars of adjusted base year value of all other real property. The law specifies that the exclusion applies to a transfer of real property and does not apply to transfers of interests in legal entities. However, the law provides certain exceptions for transfers of interests in certain resident-owned legal entities. What are the exceptions? Mark all that apply.
- ☐ Cooperative housing corporations
- ☐ Resident-owned floating home marinas
- ☐ Resident-owned mobilehome parks
- ☐ All of the above

8. Under Senate Bill 196, property owned by a community land trust may qualify for the welfare exemption if certain conditions are met. Mark all conditions that apply.
- ☐ A deed restriction or other instrument serving as an enforceable restriction on the sale or resale value of owner-occupied units or the affordability of rental units is recorded.
 - ☐ Improvements are not or will not be available for use and ownership by qualified persons.
 - ☐ The property is being or will be developed or rehabilitated as an owner-occupied single-family dwelling, owner-occupied unit in a multifamily dwelling, a member-occupied unit in a limited equity housing cooperative, or a rental housing development.
 - ☐ All of the above
9. Senate Bill 196 provides that the welfare exemption can be denied to a property on the basis that the property does not contain a single-family dwelling, a unit in a multifamily dwelling, a unit in a limited equity housing cooperative, or a rental housing development that is in the course of construction.
- ☐ True
 - ☐ False
10. Senate Bill 196 specifies that the community land trust will be liable for property tax for the years for which the property was exempt if the property was not developed or rehabilitated, or at least in the process of being developed or rehabilitated, within a five-year period. If a community land trust acquired property on March 17, 2020, what is the deadline within which the property must at least be in the process of being developed or rehabilitated?
- ☐ January 1, 2025
 - ☐ March 17, 2025
 - ☐ January 1, 2026
 - ☐ July 1, 2026
11. A community land trust will be liable for property tax for the years for which the property was exempt if the property was not developed or rehabilitated, or at least in the process of being developed or rehabilitated within a five-year period. Senate Bill 196 provides that supplemental and escape assessments are to be made within five years of the lien date following the date on which the property becomes subject to taxation.
- ☐ True
 - ☐ False

12. Under Revenue and Taxation Code section 402.1, Senate Bill 196 creates a rebuttable presumption that the sale or resale price of the dwelling or unit includes both the dwelling or unit and the land leased from a community land trust on which the dwelling or unit is situated.
- ☐ True
- ☐ False
13. Senate Bill 780 prohibits any entity that is authorized to issue a building permit from transmitting to the county assessor (1) a copy of a building permit, or (2) a copy of any certificate of occupancy or other documents that shows the date of completion of new construction.
- ☐ True
- ☐ False
14. Senate Bill 791 creates a new allocation formula to be used by each assessor the proportionate amount of time, both in the air and on the ground, that certificated aircraft have spent in California during a specified period. Mark the appropriate time period.
- ☐ One week in July and one week in October
- ☐ Two weeks in January
- ☐ The 12-month period from January 1 – December 31 of the previous year immediately preceding the lien date
- ☐ None of the above

15. Match the bill number(s) enacted in 2019 with the code section that each bill amends.

1	AB 46
2	AB 608
3	AB 872
4	SB 196
5	SB 780
6	SB 791

	Revenue and Taxation Code 62
	Revenue and Taxation Code section 72
	Revenue and Taxation Code section 75.11
	Revenue and Taxation Code section 155.20
	Revenue and Taxation Code section 214.18
	Revenue and Taxation Code section 253
	Revenue and Taxation Code section 402.1
	Revenue and Taxation Code section 441
	Revenue and Taxation Code section 532
	Revenue and Taxation Code section 1153.5