

NAME: _____

DATE: _____

2023 PROPERTY TAX LEGISLATION

SELF STUDY SESSION

REVIEW QUESTIONS

1. Which division of the California State Board of Equalization (BOE) reviews all introduced and amended bills to identify legislation that could impact or be of interest to the BOE?
 - County-Assessed Properties Division
 - Legislative, Research and Statistics Division
 - State-Assessed Properties Division
 - Assessment Practices Survey Division

2. What is the effective date of Assembly Bill 84?
 - December 31, 2023
 - January 1, 2024
 - October 1, 2023
 - October 11, 2023
 - None of the above

3. Which of the following statements about Assembly Bill 84 are true? Mark all that apply.
 - Amends Revenue and Taxation Code section 259.15 to require a property owner claiming a partial exemption for non-Low-Income Housing Tax Credit or Community Land Trust properties to file an affidavit with specified information regarding the units for which the exemption is claimed.
 - Adds section 214 to the Revenue and Taxation Code to expand the type of financing eligible for "welfare exempt" property to include qualified 501(c)(3) bonds.
 - Extends Revenue and Taxation Code provisions governing when a unit shall be treated as occupied by a lower-income household when tenant income increases. Units in this category are no longer low-income when the occupant's income increases to 100 percent of AMI, adjusted for family size.
 - All of the above.

4. The affidavit required in the amended Revenue and Taxation Code section 259.15 is subject to public disclosure.
- True
- False
5. Qualified 501(c)(3) bonds are tax-exempt qualified private activity bonds issued by a state or local government, the proceeds of which are used by a 501(c)(3) organization to continue their mission and exempt purpose.
- True
- False
6. Section 4(b) of article XIII of the California Constitution authorizes the Legislature to exempt from taxation, in whole or in part, property used exclusively for religious, hospital, charitable, or scientific purposes.
- True
- False
7. From the 2024-25 fiscal year through the 2028-29 fiscal year, the provisions of Assembly Bill 84 require that a unit continue to be treated as occupied by a lower income household if which of the following are true? Mark all that apply.
- The unit continues to be rent restricted.
- The occupants were lower income households on the lien date in the fiscal year in which their occupancy of the unit commenced.
- The property is subject to an enforceable and verifiable agreement with a public agency.
- All of the above.
8. Which bill extends the revocable transfer on death deeds provisions to interests in stock cooperatives?
- Assembly Bill 556
- Assembly Bill 84
- Senate Bill 890
- Assembly Bill 288
- Assembly Bill 228

9. Assembly Bill 556 amends Revenue and Taxation Code section 69 and provides for which of the following? Mark all that apply.
- Tax relief to persons who own property substantially damaged or destroyed in any Governor-proclaimed disaster.
 - Victims of the 2018 Camp Fire are allowed an additional three years to apply the base year value of a property that was substantially damaged or destroyed to a replacement property.
 - Tax relief if a property was substantially damaged or destroyed after November 1, 2018, but before November 20, 2018.
 - The replacement property can be purchased or newly constructed in any California county.
10. For purposes of Revenue and Taxation Code section 69, substantially damaged means physical damage amounting to 50 percent or more of its current market value immediately before the damage.
- True
 - False
11. Assembly Bill 1033 allows a local agency to adopt an ordinance to allow the separate conveyance of the primary dwelling unit and accessory dwelling unit or units as condominiums, as specified.
- True
 - False
12. Assembly Bill 1361 authorizes a County Assessor to provide a written or electronic determination of preliminary eligibility for the disabled veterans' exemption.
- True
 - False

13. Effective October 8, 2023, Assembly Bill 1500 amends Revenue and Taxation Code section 69.

- True
- False

14. Which of the following are true of Assembly Bill 1500? Mark all that apply.

- Extends the three-year time period to eight years.
- Applies to property that was substantially damaged or destroyed in the 2018 Woolsey Fire or the 2018 Camp Fire on or after November 1, 2018 but on or before November 30, 2018.
- Became effective immediately upon signature.
- All of the above.

15. Revenue and Taxation Code section 70.5 allows owners of the property substantially damaged or destroyed in any disaster to reconstruct comparable property onsite with a return to the former property's base year value if they elect to rebuild instead of purchasing replacement property.

- True
- False

16. As described in Revenue and Taxation Code section 70.5, to be comparable, the reconstructed property must be similar in size, utility, and function. Property is considered similar in "size and utility" if its full cash value does not exceed 120 percent of the full cash value of the property before damage or destruction.

- True
- False

17. Which Government Code section(s) authorize(s) the Governor to proclaim a state of emergency under specified circumstances? Mark all that apply.

- Section 70.5
- Section 8625
- Section 8588
- Section 69
- Section 8558

18. Which of the following are true of Assembly Bill 1528? Mark all that apply.

- Requires any outstanding ad valorem tax, interest, or penalty that was levied on the property of a housing authority to be canceled.
- States that this is not a change but is a declaratory of existing law.
- Amends section 34400 of the Health and Safety Code.
- Requires any tax, interest, or penalty levied that was paid prior to January 1, 2024, to be refunded.
- Specifies that property held by a nonprofit public benefit corporation that is controlled by a housing authority is exempt from taxation.
- All of the above.

19. Regarding the welfare exemption for property owned and used by nonprofit organizations and in process of being built or rehabilitated, Assembly Bill 1754 changes "may" to "shall" regarding the prohibition of a denial on the basis that the property does not currently include a residential unit.

- True
- False

20. Senate Bill 82 provides that the County Assessor may accept an electronically generated letter of service-connected disability, in lieu of an original letter of service-connected disability, at the discretion of the claimant, for purposes of verifying eligibility for an exemption.

- True
- False

21. The letter of service-connected disability is provided by which agency?

- United States Department of Justice
- United States Department of Defense
- National Archives and Records Administration
- United States Department of Veterans Affairs
- County Veterans Service Office

22. Which of the following are true of Senate Bill 419? Mark all that apply.

- Requires the Legislative Analyst's Office to provide a report to the Assembly Committee on Revenue and Taxation, the Senate Committee on Governance and Finance, and the public that summarizes its findings relating to the performance indicators.
- Effective October 1, 2023.
- Extends the sunset date to the January 1, 2029 lien date, the property tax exemption for qualified property used in space flight.
- Amends Revenue and Taxation Code section 242.
- Requires County Assessors, the BOE, the Employment Development Department, and taxpayers benefitting from the exemption, to provide information specified by the Legislative Analyst's Office.
- Extends sunset date of Revenue and Taxation Code section 242 to July 1, 2030.
- All of the above.

23. Space flight means any flight designated for suborbital, orbital, or interplanetary travel by a space vehicle, satellite, space facility, or space station of any kind.

- True
- False

24. The Assessor cannot deny the property tax exemption for qualified property used in space flight if the space flight launch fails, is postponed, or is canceled; or if a launch vehicle, or any component thereof, is destroyed.

- True
- False

25. Under Senate Bill 520, if a person receiving the homeowners' exemption is not occupying the dwelling because they are confined to a hospital or other care facility, the person shall be deemed to occupy that dwelling as their principal place of residence, provided that which of the following are true? Mark all that apply.

- The dwelling is not rented or leased to a person that is not described in section 267(c)(4) of Title 26 of the United States Code.
- The person intends to return to the dwelling when possible to do so.
- The person would not occupy the dwelling if they were not confined to the hospital or other care facility.
- All of the above.

26. The United States Constitution exempts from property tax the first \$7,000 of assessed value for owner-occupied principal places of residence.

True

False

27. Senate Bill 734 provides that there is no independent possession or use of land or improvements if the possession or use is for a tenancy in a residential unit in a publicly owned housing project by a low-income household, rented at affordable rents.

True

False

28. Revenue and Taxation Code section 107 sets forth three elements that must exist to find that a person's use of publicly owned tax-exempt property rises to the level of a taxable possessory interest. Property Tax Rule 20 adds an additional required element. Which element is added by Property Tax Rule 20?

Exclusivity

Durability

Private benefit

Independence

29. Health and Safety Code section 50079.5 defines "lower-income households" as persons and families whose income does not exceed the qualifying limits for lower-income families as established and amended from time to time pursuant to section 8 of the United States Housing Act of 1937.

True

False

30. Which of the following are true of Senate Bill 890? Mark all that apply.

- Corrects a statutory reference for purposes of the base year value transfer for persons over 55, severely disabled, or victims of wildfire or natural disaster.
- Written by the Governance and Fiscal Committee.
- Adds Revenue and Taxation Code section 63.2 to the list of applicable exclusions regarding a reassessable transfer of a pro rata interest in a mobilehome park or a floating marina.
- Adds Revenue and Taxation Code section 69.6 to the list of exceptions to the requirement that the original property be reassessed at current market value for purposes of the qualified contaminated property base year value transfer.
- Effective October 4, 2023.
- All of the above.