

MINUTES OF THE HOUSE COMMITTEE ON TAXATION

The meeting was called to order by Joan Wagon at _____
Chairperson

9:05 a.m. ~~p.m.~~ on Thursday, February 14, 1991 in room 519-S of the Capitol.

All members were present except:

Committee staff present:

Tom Severn & Chris Courtwright, Legislative Research;
Don Hayward & Bill Edds, Revisors;
Linda Frey, Committee Secretary & Douglas E. Johnston, aide

Conferees appearing before the committee:

Chairman Wagon called the committee to order at 9:05 a.m. for discussion and possible action on H.C.R. 5006 and H.C.R. 5007.

A letter from Frances Kastner, Director of Governmental Affairs for the Kansas Food Dealers Assoc., was distributed to the committee (attachment 1). State-wide computer runs on the effect of H.C.R. 5006 and H.C.R. 5007 from Legislative Research were distributed to the committee (attachment 2).

Rep. Lowther stated his concern for non-inventory businesses that received the largest tax increase as a result of the 1985 change in classification. Rep. Lowther presented an idea to leave 30% classification of commercial and industrial real property, not reimpose inventory tax and then introduce a new classification for real property used for commercial purposes that had inventories below \$150,000 for commercial and industrial property with little or nominal inventory. Rep. Lowther stated that the problem was an inability to separate the valuation of those types of businesses from other commercial and industrial property. He said that after consultation with Legislative Research, it was determined that differentiating between inventoried and non-inventoried businesses in any business classification would be impossible, therefore he is not offering that concept as an amendment. However, he had another concept.

Rep. Lowther moved and Rep. Charlton seconded the motion to adopt the following amendment to H.C.R. 5006:

On page 3, line 22, after the period add "The legislature may authorize counties to impose taxes, other than property taxes, upon merchants' and manufacturers' inventories."

Rep. Lowther stated that the amendment was designed to prevent

CONTINUATION SHEET

MINUTES OF THE House COMMITTEE ON Taxation

room 519-S, Statehouse, at 9:05 a.m./~~p.m.~~ on Thursday, February 14, 1991

further loss of valuation at the local levels thereby also preventing further increases in mil levies. The amendment would grant constitutional authority to the legislature to authorize local option excise taxes on merchant's and manufacturer's inventories. One member vocalized his opposition to the amendment because he said it would negatively affect economic development. There was some question as to the amendment's potential effect on the School District Equalization formula and its effect on economic competition between counties. Lowther stated that there was already constitutionally authorized local option property tax abatement for counties resulting in economic competition.

On the question of Lowther's motion to amend HCR 5006 the motion failed.

Charlton moved and Rep. Marvin Smith seconded an amendment to HCR 5007 to reduce multifamily residential rate from 15% to 12% without the \$5,000 exemption HCR 5007 gives single-family housing. The amendment did the same for mobile home parks. It also increased the rate on vacant lots zoned commercial to the commercial real estate level (i.e. from 12% to 20%). Vacant lots zoned residential would remain at 12% without the \$5,000 exemption. A computer run on the state-wide effect of the amendment was provided (attachment 3).

Charlton stated that state-wide computer runs on the separate vacant lot rate changes were not possible. That therefore the rate changes on the computer analysis were for both residential vacant lots and commercial vacant lots even though only the latter was the subject of change in the proposed amendment. Charlton's best estimate showed that if half of the vacant lots in the state were zoned commercial the revenues generated would be more than enough to pay for the property tax relief going to residential.

When questioned, Charlton stated that it was already the policy of the state of Kansas that tenants of multifamily residential property pay property taxes (re: Kansas Homestead Property Tax Relief Act).

Some members expressed concern that the amendment would entail a complicated appraisal appeals process.

CONTINUATION SHEET

MINUTES OF THE House COMMITTEE ON Taxation
room 519-S, Statehouse, at 9:05 a.m./~~p.m.~~ on Thursday, February 14, 1991

The Chair brought the motion to a vote. The motion passed.

Glasscock moved and Smith seconded the same amendment to HCR 5006.

Following discussion, the motion was withdrawn.

Rep. Larkin moved and Rep. Ken Grotewiel seconded an amendment to HCR 5006 which would assess residential multifamily and mobile home parks at 12 percent; vacant lots at 12% and fraternal benefits at 15%; lowers commercial rates to 25% with a 20% rate on the first \$50,000 of valuation. Agricultural improvements were classified the same as commercial property. No inventory assessment rate was established by the proposed amendment. Business machinery received a 30% rate. Utilities and utility inventories were rated at 33 percent

Larkin stated that the proposed amendment included elements from HCR 1606 and proposals from the last legislative session.

There was stated concern that the amendment would not achieve its intended goal of protecting small businesses. It was stated that business owners able to own their own land would more greatly benefit than the many business owners that utilize rented property.

Larkin agreed his proposed amendment would not assess small businesses at a lower rate than those for all businesses in HCR 5006 and HCR 5007. In the Larkin proposal some of the larger businesses would pay more than in the HCR 5006 and HCR 5007.

Rep. Vancrum requested the question be divided. The Chairman ruled the question was not divisible. Discussion resumed.

Larkin said the \$50,000 exemption would be allotted per parcel. It was stated by a member that the exemption was in effect a loophole and that large properties could be replatted to multiply eligibility for the exemption.

The Chair brought the motion to a vote. The motion carried. Reps. Vancrum and Snowbarger voted no.

A county-by-county computer analysis on HCR 5006 with the Larkin amendment was requested.

Rep. J.C. Long moved and Rep. Snowbarger seconded to amend HCR 5006 and HCR 5007.

CONTINUATION SHEET

MINUTES OF THE HOUSE COMMITTEE ON TAXATION,

room 519-S Statehouse, at 9:05 a.m./~~pm~~ on Thursday, February 14, 1991

The amendment would mandate telecommunications carriers be classified as businesses for the purpose of real and personal property tax valuation (attachment 4). This would stop the assessment of telecommunications carriers as utilities.

There was some question as to the effect the amendment would have on state revenues.

The Chair brought the motion to a vote. The motion carried.

The committee adjourned at 10:48 a.m.

GUEST LIST

COMMITTEE: _____

Delegation

DATE: _____

2/14/91

NAME (PLEASE PRINT)	ADDRESS	COMPANY/ORGANIZATION
Wendell STROM	TOPEKA	AARP CCTF
George Goebel	Topeka	AARP CCTF-SLC
HAROLD PITTS	"	AARP-CCTF
Robert E. Anderson	Topeka	MidCont Int'l Center
Alene M. Grubel	Topeka	Speaker Prod. Team
Patrick Hurley	Topeka	Census
Norman K. Kopp	Topeka	KASB
Tom Humphrey	"	KMHA
Mary Eden Simon	Topeka	So of Women Voters
Carl Cooper	Great Bend	Centel
Dan Haas	Overland Park	KCPZ
Jim Ludwig	TOPEKA	KPL
George Barber	Topeka	Enron
FRANCES KASNER	Topeka	1/2 Food Dealers Assn
DENNY KOCH	"	SW Bell
JERRY COONS	LAWRENCE	KGE
PAN SOMERVILLE	TOPEKA	KS Motor Car Dealers
Jerry Warden	Wichita	
Bob Trakheim	Wichita	Rep. James Wolchuk
GEORGE RICKETT	WICHITA	KS RESTAURANT & HOSPITALITY ASSN
Willie O'Neil	w. ichita	
Tom Whitaker	Topeka	KS Motor Carriers Assn
Judy Ann	"	Assoc. of Architects
W. J. Weins	MERIDEN	KFFT

GUEST LIST

COMMITTEE: Separation

DATE: 2/14/91

NAME (PLEASE PRINT)	ADDRESS	COMPANY/ORGANIZATION
Roland F. Smith	WICHITA	WIBA
Juda Cohn	Topeka	AIA
Lisa Getz	WICHITA	KS ASSO. FOR SMALL BUSINESS
Jacquie Oakes	Topeka	Ks. Ind. Auto Dealers Assoc.
Anne Smith	Topeka	Ks. Assoc. of Counties
Shelley Sutton	Topeka	KES
JANET STUBBS	Topeka	HBAK
Don Schuchle	Topeka	KSOGA
Bob Corkins	Topeka	KCCI
Paul E. Fleener	Manhattan	Kansas Farm Bureau
Kevin Robertson	Topeka	Ks Lodging Assn.
Mike Beam	Topeka	Ks. LVSTK. ASSN.
Harriet Lange	Topeka	Ks Assn Broadcasters
ARMIN SAMUELSON	Hesston	SELF
ALAN STEPPAT	TOPEKA	PETE McGill & Associates
Kirby L. Stegman	Topeka	Dept. of Revenue
JANICE S MARCUM	TOPEKA	DOR
Cindy Gulpin	Topeka	Division of Budget
Ed L. Repp	Topeka	PCCO.
Je Lutz	Topeka	Foulst & Sieph
Mike Recht	Topeka	AT&T
Susan Ruff	Topeka	Revenue



EXECUTIVE DIRECTOR
JIM SHEEHAN
Shawnee Mission

February 13, 1991

Repr. Joan Wagnon, Chairman -- House Taxation Committee

OFFICERS

PRESIDENT
J. R. WAYMIRE
Leavenworth

1st VICE-PRESIDENT
SKIP KLEIER
Carbondale

2nd VICE-PRESIDENT
TREASURER
MIKE BRAXMEYER
Atwood

ASST. TREASURER
JOHN CUNNINGHAM
Shawnee Mission

BOARD OF DIRECTORS

CHAIRMAN
MIKE DONELAN
Colby

STEVE ASHTON
Salina

DONALD CALL
Cedar Vale

GLEN CATLIN
Herington

DUANE CROSIER
Seneca

TOM FLOERSCH
Fredonia

ROY FRIESEN
Syracuse

ARNIE GRAHAM
Emporia

STAN HAYES
Manhattan

CHUCK MALLORY
Topeka

JOHN McKEEVER
Louisburg

LEONARD McKINZIE
Overland Park

BILL REUST
Parsons

BILL WEST
Abilene

JOE WHITE
Kingman

DIRECTOR OF
GOVERNMENTAL AFFAIRS

FRANCES KASTNER

RE: Your request on average grocery store inventories

I am certain you and members of your committee understand the difficulty in trying to find an AVERAGE DOLLAR AMOUNT OF INVENTORY IN A GROCERY STORE -- simply because it is impossible to determine what is an "average grocery store". Also I am a little confused as to what that figure will mean to you during your deliberations UNLESS the decision is made to allow the \$150,000 inventory exemption AT EACH LOCATION OF A STORE.

Our office in Shawnee Mission made some phone calls and based upon data they received, they made a VERY ROUGH ESTIMATE of what the "AVERAGE" amount of inventory would be. Using estimates from huge superstores, with several million dollars in inventory and the small individually owned stores with about \$100,000 inventory, we added up the estimates, divided that figure by the approximate number of stores, and came up with a GUESTIMATE of \$360,000 as the "average" inventory for grocery stores in Kansas.

As you will recall, the most frequently asked question we have is how the \$150,000 exemption can be fair IF it is applied ONLY to the corporation's TOTAL inventory when that corporation may have grocery stores in 50 counties, or in only two counties. It creates an UNEQUAL and UNFAIR disadvantage to those counties where the corporate office is located and the \$150,000 deduction is used. The other counties where the corporation has a store reaps the benefits of taxing the entire amount of inventory.

When we still had the inventory tax, each store's inventory was assessed and taxed at the local level, with local mill levies applied. We have no way to verify whether our "guestimate" is anywhere near the state-wide "average" of inventories in grocery stores. Perhaps the Revenue Department would be able to provide more figures for the last year that inventory tax was paid.

Frances Kastner
Frances Kastner, Director
Governmental Affairs, KFDDA

HOUSE TAXATION
Attachment #1
02/14/91

Assumptions

Mobile Home Parks (SCR 1611, HCR 5006, and HCR 5007)

The common areas of mobile home parks had been assessed at 12 percent in 1989 and 1990, based on an administrative interpretation by the Property Valuation Division (PVD). All of these runs assume that the administrative interpretation would be changed and that the common areas would be assessed at the same level as commercial and industrial.

Residential \$5,000 Exemption (HCR 5007)

Based on data provided by the Department of Revenue, it is assumed that a \$5,000 owner occupied exemption for non multi-family residential property would reduce the tax base by \$396 million.

Merchants' Inventory (HCR 5007)

Assessed at 25 percent above \$150,000 of appraised valuation per taxpayer with 40 percent write-down eliminated.

Use 1988 merch inv data -- Assume \$150,000 threshold eliminate exactly 60 percent of the assessed value in each county and statewide. Divide the 25 percent assessment level by 60 percent to eliminate the write down (which had been implicit in Dale's data). Multiply this figure (41.67 percent) by .4 to account for the 60 percent threshold elimination.

So the computer was told to use 16.67 percent.

(Note: Policy questions may remain regarding inventories of Motor Vehicle Dealers and Farm Implement Dealers)

Manufacturers' Inventory (HCR 5007)

Assessed at 25 percent above \$150,000 of appraised valuation per taxpayer.

Use 1988 manuf inv data -- Assume \$150,000 threshold eliminate exactly 40 percent of the assessed value in each county.

Multiply by .6 to account for adjustment.

So the computer was told to use 15 percent.

Machinery and Equipment (HCR 5006)

The amendment would decelerate depreciation to a 15-year straight-line depreciation schedule with an assessment level of 30 percent. This table assumes that such a provision would be the same as increasing the tax base on machinery and equipment by 20 percent with an assessment level of 30 percent.

HCR 5006

	88 ASSESSED ACTUAL	% OF TOTAL		90 ASSESSED ACTUAL (a)	% OF TOTAL	PROP RATIO	90 ASSESSED PROPOSED	% OF TOTAL
URBAN REAL ESTATE			URBAN REAL ESTATE					
ALL OTHER	2,491,767,058	21.94%	RESID MULTI-FAM	214,358,286	1.51%	15.00%	267,947,858	1.93%
VACANT LOTS	55,585,441	0.49%	RESID "SINGLE-FAM"	3,807,847,461	26.83%	11.00%	3,490,526,839	25.14%
COMMERCIAL AND INDUSTRIAL	1,123,448,429	9.89%	MOBILE HOME PARKS	12,218,656	0.09%	20.00%	20,364,427	0.15%
			VACANT LOTS	122,918,921	0.87%	11.00%	112,675,678	0.81%
			FRATERNAL BENEFIT	9,098,098	0.06%	15.00%	4,549,049	0.03%
			COMM'L & INDUS	2,627,972,785	18.51%	20.00%	1,751,981,857	12.62%
			AG IMPROVEMENTS	3,540,915	0.02%	30.00%	3,540,915	0.03%
			AGRICULTURAL	6,086,423	0.04%	30.00%	6,086,423	0.04%
TOTAL URBAN REAL ESTATE	3,670,800,928	32.32%	TOTAL URBAN REAL ESTATE	6,804,041,545	47.93%		5,657,673,045	40.74%
RURAL REAL ESTATE			RURAL REAL ESTATE					
HOME SITES/PLANNED SUB DIV	338,344,275	2.98%	RESID MULTI-FAM	587,832	0.00%	15.00%	734,790	0.01%
			RESID "SINGLE-FAM"	783,357,217	5.52%	11.00%	718,077,449	5.17%
			MOBILE HOME PARKS	1,785,952	0.01%	20.00%	2,976,587	0.02%
			VACANT LOTS	21,729,961	0.15%	11.00%	19,919,131	0.14%
			FRATERNAL BENEFIT	813,534	0.01%	15.00%	406,767	0.00%
SPOT COMMERCIAL	156,387,083	1.38%	COMM'L & INDUS	325,769,974	2.30%	20.00%	217,179,983	1.56%
AG IMPROVEMENTS	285,964,795	2.52%	AG IMPROVEMENTS	142,344,269	1.00%	30.00%	142,344,269	1.03%
AG LAND	1,373,221,632	12.09%	AGRICULTURAL	1,416,202,028	9.98%	30.00%	1,416,202,028	10.20%
TOTAL RURAL REAL ESTATE	2,153,917,785	18.97%	TOTAL RURAL REAL ESTATE	2,692,590,767	18.97%		2,517,841,003	18.13%
TANGIBLE PERSONAL PROPERTY			URBAN TANGIBLE PERSONAL					
GAS AND OIL	1,132,435,207	9.97%	GAS AND OIL	3,354,180	0.02%	30.00%	3,354,180	0.02%
BUSINESS MACHINERY & EQUIP	873,729,421	7.69%	BUS MACH & EQ	540,554,964	3.81%	30.00%	972,998,935 n	7.01%
ALL OTHER PERSONAL	322,915,490	2.84%	ALL OTHER PERSONAL	60,626,519	0.43%	30.00%	60,626,519	0.44%
			MOBILE HOMES	31,304,145	0.22%	11.00%	28,695,466	0.21%
			MOTOR VEHICLES	49,943,291	0.35%	30.00%	49,943,291	0.36%
			TOTAL URBAN PERSONAL	685,783,099	4.83%		1,115,618,391	8.03%
			RURAL TANGIBLE PERSONAL					
			GAS AND OIL	1,363,463,016	9.61%	30.00%	1,363,463,016	9.82%
			BUS MACH & EQ	217,701,586	1.53%	30.00%	391,862,855 n	2.82%
			ALL OTHER PERSONAL	40,925,565	0.29%	30.00%	40,925,565	0.29%
			MOBILE HOMES	17,284,849	0.12%	11.00%	15,844,445	0.11%
			MOTOR VEHICLES	66,767,651	0.47%	30.00%	66,767,651	0.48%
			TOTAL RURAL PERSONAL	1,706,142,667	12.02%		1,878,863,532	13.53%
			EXEMPT PROPERTY					
MERCHANTS' INVENTORY	371,149,155	3.27%	MERCHANTS INVENTORY	0	0.00%	0.00%	0	0.00%
MANUFACTURERS' INVENTORY	382,172,899	3.37%	MANUFACTURERS INV	0	0.00%	0.00%	0	0.00%
LIVESTOCK	115,669,322	1.02%	LIVESTOCK	0	0.00%	0.00%	0	0.00%
			MOTOR VEH DEALERS INV	0	0.00%	0.00%	0	0.00%
			FARM MACHINERY	0	0.00%	0.00%	0	0.00%
			TOTAL EXEMPT PERSONAL	0	0.00%		0	0.00%
TOTAL PERSONAL	3,198,071,494	28.16%	TOTAL PERSONAL	2,391,925,766	16.85%		2,994,481,923	21.56%
			PUBLIC SERVICE CORP	2,185,794,977	15.40%	35.00%	2,550,094,140	18.36%
			UTILITY INVENTORY (a)	0	0.00%	35.00%	45,953,334	0.33%
			RAILROADS (a)	120,091,670	0.85%	25.00%	120,091,670	0.86%
TOTAL STATE ASSESSED	2,333,823,827	20.55%	TOTAL STATE-ASSESSED (a)	2,305,886,647	16.24%		2,716,139,144	19.56%
TOTAL ASSESSED VALUATION	11,356,614,034	100.00%	TOTAL ASSESSED VALUATION (a)	14,194,444,725	100.00%		13,886,135,115	100.00%

a) Adjusted to reflect utility inventories and railroad settlement. n) 30 percent at 15-year depreciation.

HCR 5007

	88 ASSESSED ACTUAL	% OF TOTAL		90 ASSESSED ACTUAL (a)	% OF TOTAL	PROP RATIO	90 ASSESSED PROPOSED	% OF TOTAL
URBAN REAL ESTATE			URBAN REAL ESTATE					
ALL OTHER	2,491,767,058	21.94%	RESID MULTI-FAM	214,358,286	1.51%	15.00%	267,947,858	1.91%
VACANT LOTS	55,585,441	0.49%	RESID "SINGLE-FAM"	3,807,847,461	26.83%	12.00%	3,482,852,924 b	24.77%
COMMERCIAL AND INDUSTRIAL	1,123,448,429	9.89%	MOBILE HOME PARKS	12,218,656	0.09%	20.00%	20,364,427	0.14%
TOTAL URBAN REAL ESTATE	3,670,800,928	32.32%	VACANT LOTS	122,918,921	0.87%	12.00%	122,918,921	0.87%
RURAL REAL ESTATE			FRATERNAL BENEFIT	9,098,098	0.06%	15.00%	4,549,049	0.03%
HOME SITES/PLANNED SUB DIV	338,344,275	2.98%	COMM'L & INDUS	2,627,972,785	18.51%	20.00%	1,751,981,857	12.46%
SPOT COMMERCIAL	156,387,083	1.38%	AG IMPROVEMENTS	3,540,915	0.02%	30.00%	3,540,915	0.03%
AG IMPROVEMENTS	285,964,795	2.52%	AGRICULTURAL	6,086,423	0.04%	30.00%	6,086,423	0.04%
AG LAND	1,373,221,632	12.09%	TOTAL URBAN REAL ESTATE	6,804,041,545	47.93%		5,660,242,373	40.26%
TOTAL RURAL REAL ESTATE	2,153,917,785	18.97%	RURAL REAL ESTATE					
TANGIBLE PERSONAL PROPERTY			RESID MULTI-FAM	587,832	0.00%	15.00%	734,790	0.01%
GAS AND OIL	1,132,435,207	9.97%	RESID "SINGLE-FAM"	783,357,217	5.52%	12.00%	716,498,757 b	5.10%
BUSINESS MACHINERY & EQUIP	873,729,421	7.69%	MOBILE HOME PARKS	1,785,952	0.01%	20.00%	2,976,587	0.02%
ALL OTHER PERSONAL	322,915,490	2.84%	VACANT LOTS	21,729,961	0.15%	12.00%	21,729,961	0.15%
URBAN TANGIBLE PERSONAL			FRATERNAL BENEFIT	813,534	0.01%	15.00%	406,767	0.00%
GAS AND OIL			COMM'L & INDUS	325,769,974	2.30%	20.00%	217,179,983	1.54%
BUS MACH & EQ			AG IMPROVEMENTS	142,344,269	1.00%	30.00%	142,344,269	1.01%
ALL OTHER PERSONAL			AGRICULTURAL	1,416,202,028	9.98%	30.00%	1,416,202,028	10.07%
MOBILE HOMES			TOTAL RURAL REAL ESTATE	2,692,590,767	18.97%		2,518,073,142	17.91%
MOTOR VEHICLES			URBAN TANGIBLE PERSONAL					
TOTAL URBAN PERSONAL			GAS AND OIL	3,354,180	0.02%	30.00%	3,354,180	0.02%
RURAL TANGIBLE PERSONAL			BUS MACH & EQ	540,554,964	3.81%	30.00%	810,832,446	5.77%
GAS AND OIL			ALL OTHER PERSONAL	60,626,519	0.43%	30.00%	60,626,519	0.43%
BUS MACH & EQ			MOBILE HOMES	31,304,145	0.22%	12.00%	28,632,379 b	0.20%
ALL OTHER PERSONAL			MOTOR VEHICLES	49,943,291	0.35%	30.00%	49,943,291	0.36%
MOBILE HOMES			TOTAL URBAN PERSONAL	685,783,099	4.83%		953,388,815	6.78%
MOTOR VEHICLES			RURAL TANGIBLE PERSONAL					
TOTAL RURAL PERSONAL			GAS AND OIL	1,363,463,016	9.61%	30.00%	1,363,463,016	9.70%
EXEMPT PROPERTY			BUS MACH & EQ	217,701,586	1.53%	30.00%	326,552,379	2.32%
MERCHANTS' INVENTORY	371,149,155	3.27%	ALL OTHER PERSONAL	40,925,565	0.29%	30.00%	40,925,565	0.29%
MANUFACTURERS' INVENTORY	382,172,899	3.37%	MOBILE HOMES	17,284,849	0.12%	12.00%	15,809,611 b	0.11%
LIVESTOCK	115,669,322	1.02%	MOTOR VEHICLES	66,767,651	0.47%	30.00%	66,767,651	0.47%
TOTAL PERSONAL	3,198,071,494	28.16%	TOTAL RURAL PERSONAL	1,706,142,667	12.02%		1,813,518,222	12.90%
PUBLIC SERVICE CORP			EXEMPT PROPERTY					
UTILITY INVENTORY (a)			MERCHANTS INVENTORY	0	0.00%	16.67%	206,410,087 c	1.47%
RAILROADS (a)			MANUFACTURERS INV	0	0.00%	15.00%	190,831,556 c	1.36%
TOTAL STATE ASSESSED	2,333,823,827	20.55%	LIVESTOCK	0	0.00%	0.00%	0	0.00%
			MOTOR VEH DEALERS INV	0	0.00%	0.00%	0	0.00%
			FARM MACHINERY	0	0.00%	0.00%	0	0.00%
			TOTAL EXEMPT PERSONAL	0	0.00%		397,241,643	2.83%
			TOTAL PERSONAL	2,391,925,766	16.85%		3,164,148,680	22.51%
			PUBLIC SERVICE CORP	2,185,794,977	15.40%	35.00%	2,550,094,140	18.14%
			UTILITY INVENTORY (a)	0	0.00%	35.00%	45,953,334	0.33%
			RAILROADS (a)	120,091,670	0.85%	25.00%	120,091,670	0.85%
			TOTAL STATE-ASSESSED (a)	2,305,886,647	16.24%		2,716,139,144	19.32%
TOTAL ASSESSED VALUATION	11,356,614,034	100.00%	TOTAL ASSESSED VALUATION (a)	14,194,444,725	100.00%		14,058,603,339	100.00%

a) Adjusted to reflect utility inventories and railroad settlement. b) First \$5,000 exempt. c) 25 percent with first \$150,000 exempt.

Assumptions

Mobile Home Parks (HCR 5006 and HCR 5007 as Introduced)

The common areas of mobile home parks had been assessed at 12 percent in 1989 and 1990, based on an administrative interpretation by the Property Valuation Division (PVD). Both of these runs assume that the administrative interpretation would be changed and that the common areas would be assessed at the same level as commercial and industrial.

Residential \$5,000 Exemption (HCR 5007 and "Charlton")

Based on data provided by the Department of Revenue, it is assumed that a \$5,000 owner occupied exemption for non multi-family residential property would reduce the tax base by \$396 million.

Merchants' Inventory (HCR 5007 and "Charlton")

Assessed at 25 percent above \$150,000 of appraised valuation per taxpayer with 40 percent write-down eliminated.

Use 1988 merch inv data -- Assume \$150,000 threshold eliminate exactly 60 percent of the assessed value in each county and statewide. Divide the 25 percent assessment level by 60 percent to eliminate the write down (which had been implicit in Dale's data). Multiply this figure (41.67 percent) by .4 to account for the 60 percent threshold elimination.

So the computer was told to use 16.67 percent.

(Note: Policy questions may remain regarding inventories of Motor Vehicle Dealers and Farm Implement Dealers)

Manufacturers' Inventory (HCR 5007 and "Charlton")

Assessed at 25 percent above \$150,000 of appraised valuation per taxpayer.

Use 1988 manuf inv data -- Assume \$150,000 threshold eliminate exactly 40 percent of the assessed value in each county.

Multiply by .6 to account for adjustment.

So the computer was told to use 15 percent.

Machinery and Equipment (HCR 5006 as Introduced)

The amendment would decelerate depreciation to a 15-year straight-line depreciation schedule with an assessment level of 30 percent. This table assumes that such a provision would be the same as increasing the tax base on machinery and equipment by 20 percent with an assessment level of 30 percent.

Assumptions

Commercial and Industrial ("Larkin #1")

Assessed at 20 percent below \$50,000 of appraised valuation per taxpayer and at 25 percent above \$50,000. Data provided by the Department of Revenue during the 1990 Session indicated that such a split would assess approximately 17 percent of urban commercial and industrial real estate at 20 percent and 83 percent at 25 percent. The rural split was 46 percent at 20 percent and 54 percent at 25 percent.

So the computer was told to use weighted assessment rates of of 24.15 for urban commercial and 22.70 for rural commercial.

Vacant Lots ("Charlton")

The amendment approved by the Committee on February 14 would assess vacant lots zoned as commercial at 20 percent and other vacant lots at 12 percent. The simulation run assumes that ALL vacant lots would be assessed at 20 percent.

Interexchange Telecommunications ("Charlton" and "Larkin #1")

Amendments approved by the Committee would lower the assessment levels for interexchange telecommunications carriers below the levels applicable for other utilities for real property, inventories, and other personal property. NO adjustment has been made to the data to account for these amendments.

HCR 5006

	88 ASSESSED ACTUAL	% OF TOTAL		90 ASSESSED ACTUAL (a)	% OF TOTAL	PROP RATIO	90 ASSESSED PROPOSED	% OF TOTAL
URBAN REAL ESTATE			URBAN REAL ESTATE					
ALL OTHER	2,491,767,058	21.94%	RESID MULTI-FAM	214,358,286	1.51%	15.00%	267,947,858	1.93%
VACANT LOTS	55,585,441	0.49%	RESID "SINGLE-FAM"	3,807,847,461	26.83%	11.00%	3,490,526,839	25.14%
COMMERCIAL AND INDUSTRIAL	1,123,448,429	9.89%	MOBILE HOME PARKS	12,218,656	0.09%	20.00%	20,364,427	0.15%
			VACANT LOTS	122,918,921	0.87%	11.00%	112,675,678	0.81%
			FRATERNAL BENEFIT	9,098,098	0.06%	15.00%	4,549,049	0.03%
			COMM'L & INDUS	2,627,972,785	18.51%	20.00%	1,751,981,857	12.62%
			AG IMPROVEMENTS	3,540,915	0.02%	30.00%	3,540,915	0.03%
			AGRICULTURAL	6,086,423	0.04%	30.00%	6,086,423	0.04%
TOTAL URBAN REAL ESTATE	3,670,800,928	32.32%	TOTAL URBAN REAL ESTATE	6,804,041,545	47.93%		5,657,673,045	40.74%
RURAL REAL ESTATE			RURAL REAL ESTATE					
HOME SITES/PLANNED SUB DIV	338,344,275	2.98%	RESID MULTI-FAM	587,832	0.00%	15.00%	734,790	0.01%
			RESID "SINGLE-FAM"	783,357,217	5.52%	11.00%	718,077,449	5.17%
			MOBILE HOME PARKS	1,785,952	0.01%	20.00%	2,976,587	0.02%
			VACANT LOTS	21,729,961	0.15%	11.00%	19,919,131	0.14%
			FRATERNAL BENEFIT	813,534	0.01%	15.00%	406,767	0.00%
			COMM'L & INDUS	325,769,974	2.30%	20.00%	217,179,983	1.56%
			AG IMPROVEMENTS	142,344,269	1.00%	30.00%	142,344,269	1.03%
			AGRICULTURAL	1,416,202,028	9.98%	30.00%	1,416,202,028	10.20%
TOTAL RURAL REAL ESTATE	2,153,917,785	18.97%	TOTAL RURAL REAL ESTATE	2,692,590,767	18.97%		2,517,841,003	18.13%
TANGIBLE PERSONAL PROPERTY			URBAN TANGIBLE PERSONAL					
GAS AND OIL	1,132,435,207	9.97%	GAS AND OIL	3,354,180	0.02%	30.00%	3,354,180	0.02%
BUSINESS MACHINERY & EQUIP	873,729,421	7.69%	BUS MACH & EQ	540,554,964	3.81%	30.00%	972,998,935 n	7.01%
ALL OTHER PERSONAL	322,915,490	2.84%	ALL OTHER PERSONAL	60,626,519	0.43%	30.00%	60,626,519	0.44%
			MOBILE HOMES	31,304,145	0.22%	11.00%	28,695,466	0.21%
			MOTOR VEHICLES	49,943,291	0.35%	30.00%	49,943,291	0.36%
			TOTAL URBAN PERSONAL	685,783,099	4.83%		1,115,618,391	8.03%
			RURAL TANGIBLE PERSONAL					
			GAS AND OIL	1,363,463,016	9.61%	30.00%	1,363,463,016	9.82%
			BUS MACH & EQ	217,701,586	1.53%	30.00%	391,862,855 n	2.82%
			ALL OTHER PERSONAL	40,925,565	0.29%	30.00%	40,925,565	0.29%
			MOBILE HOMES	17,284,849	0.12%	11.00%	15,844,445	0.11%
			MOTOR VEHICLES	66,767,651	0.47%	30.00%	66,767,651	0.48%
			TOTAL RURAL PERSONAL	1,706,142,667	12.02%		1,878,863,532	13.53%
			EXEMPT PROPERTY					
MERCHANTS' INVENTORY	371,149,155	3.27%	MERCHANTS INVENTORY	0	0.00%	0.00%	0	0.00%
MANUFACTURERS' INVENTORY	382,172,899	3.37%	MANUFACTURERS INV	0	0.00%	0.00%	0	0.00%
LIVESTOCK	115,669,322	1.02%	LIVESTOCK	0	0.00%	0.00%	0	0.00%
			MOTOR VEH DEALERS INV	0	0.00%	0.00%	0	0.00%
			FARM MACHINERY	0	0.00%	0.00%	0	0.00%
			TOTAL EXEMPT PERSONAL	0	0.00%		0	0.00%
TOTAL PERSONAL	3,198,071,494	28.16%	TOTAL PERSONAL	2,391,925,766	16.85%		2,994,481,923	21.56%
			PUBLIC SERVICE CORP	2,185,794,977	15.40%	35.00%	2,550,094,140	18.36%
			UTILITY INVENTORY (a)	0	0.00%	35.00%	45,953,334	0.33%
			RAILROADS (a)	120,091,670	0.85%	25.00%	120,091,670	0.86%
TOTAL STATE ASSESSED	2,333,823,827	20.55%	TOTAL STATE-ASSESSED (a)	2,305,886,647	16.24%		2,716,139,144	19.56%
TOTAL ASSESSED VALUATION	11,356,614,034	100.00%	TOTAL ASSESSED VALUATION (a)	14,194,444,725	100.00%		13,886,135,115	100.00%

a) Adjusted to reflect utility inventories and railroad settlement. n) 30 percent at 15-year depreciation.

HCR 5007

	88 ASSESSED ACTUAL	% OF TOTAL		90 ASSESSED ACTUAL (a)	% OF TOTAL	PROP RATIO	90 ASSESSED PROPOSED	% OF TOTAL
URBAN REAL ESTATE			URBAN REAL ESTATE					
ALL OTHER	2,491,767,058	21.94%	RESID MULTI-FAM	214,358,286	1.51%	15.00%	267,947,858	1.91%
VACANT LOTS	55,585,441	0.49%	RESID "SINGLE-FAM"	3,807,847,461	26.83%	12.00%	3,482,852,924 b	24.77%
COMMERCIAL AND INDUSTRIAL	1,123,448,429	9.89%	MOBILE HOME PARKS	12,218,656	0.09%	20.00%	20,364,427	0.14%
			VACANT LOTS	122,918,921	0.87%	12.00%	122,918,921	0.87%
			FRATERNAL BENEFIT	9,098,098	0.06%	15.00%	4,549,049	0.03%
			COMM'L & INDUS	2,627,972,785	18.51%	20.00%	1,751,981,857	12.46%
			AG IMPROVEMENTS	3,540,915	0.02%	30.00%	3,540,915	0.03%
			AGRICULTURAL	6,086,423	0.04%	30.00%	6,086,423	0.04%
			TOTAL URBAN REAL ESTATE	6,804,041,545	47.93%		5,660,242,373	40.26%
RURAL REAL ESTATE			RURAL REAL ESTATE					
HOME SITES/PLANNED SUB DIV	338,344,275	2.98%	RESID MULTI-FAM	587,832	0.00%	15.00%	734,790	0.01%
			RESID "SINGLE-FAM"	783,357,217	5.52%	12.00%	716,498,757 b	5.10%
			MOBILE HOME PARKS	1,785,952	0.01%	20.00%	2,976,587	0.02%
			VACANT LOTS	21,729,961	0.15%	12.00%	21,729,961	0.15%
			FRATERNAL BENEFIT	813,534	0.01%	15.00%	406,767	0.00%
			COMM'L & INDUS	325,769,974	2.30%	20.00%	217,179,983	1.54%
			AG IMPROVEMENTS	142,344,269	1.00%	30.00%	142,344,269	1.01%
			AGRICULTURAL	1,416,202,028	9.98%	30.00%	1,416,202,028	10.07%
			TOTAL RURAL REAL ESTATE	2,692,590,767	18.97%		2,518,073,142	17.91%
TANGIBLE PERSONAL PROPERTY			URBAN TANGIBLE PERSONAL					
GAS AND OIL	1,132,435,207	9.97%	GAS AND OIL	3,354,180	0.02%	30.00%	3,354,180	0.02%
BUSINESS MACHINERY & EQUIP	873,729,421	7.69%	BUS MACH & EQ	540,554,964	3.81%	30.00%	810,832,446	5.77%
ALL OTHER PERSONAL	322,915,490	2.84%	ALL OTHER PERSONAL	60,626,519	0.43%	30.00%	60,626,519	0.43%
			MOBILE HOMES	31,304,145	0.22%	12.00%	28,632,379 b	0.20%
			MOTOR VEHICLES	49,943,291	0.35%	30.00%	49,943,291	0.36%
			TOTAL URBAN PERSONAL	685,783,099	4.83%		953,388,815	6.78%
			RURAL TANGIBLE PERSONAL					
			GAS AND OIL	1,363,463,016	9.61%	30.00%	1,363,463,016	9.70%
			BUS MACH & EQ	217,701,586	1.53%	30.00%	326,552,379	2.32%
			ALL OTHER PERSONAL	40,925,565	0.29%	30.00%	40,925,565	0.29%
			MOBILE HOMES	17,284,849	0.12%	12.00%	15,809,611 b	0.11%
			MOTOR VEHICLES	66,767,651	0.47%	30.00%	66,767,651	0.47%
			TOTAL RURAL PERSONAL	1,706,142,667	12.02%		1,813,518,222	12.90%
			EXEMPT PROPERTY					
			MERCHANTS INVENTORY	0	0.00%	16.67%	206,410,087 c	1.47%
			MANUFACTURERS INV	0	0.00%	15.00%	190,831,556 c	1.36%
			LIVESTOCK	0	0.00%	0.00%	0	0.00%
			MOTOR VEH DEALERS INV	0	0.00%	0.00%	0	0.00%
			FARM MACHINERY	0	0.00%	0.00%	0	0.00%
			TOTAL EXEMPT PERSONAL	0	0.00%		397,241,643	2.83%
			TOTAL PERSONAL					
			TOTAL PERSONAL	2,391,925,766	16.85%		3,164,148,680	22.51%
			PUBLIC SERVICE CORP	2,185,794,977	15.40%	35.00%	2,550,094,140	18.14%
			UTILITY INVENTORY (a)	0	0.00%	35.00%	45,953,334	0.33%
			RAILROADS (a)	120,091,670	0.85%	25.00%	120,091,670	0.85%
			TOTAL STATE-ASSESSED (a)	2,305,886,647	16.24%		2,716,139,144	19.32%
TOTAL STATE ASSESSED	2,333,823,827	20.55%	TOTAL STATE ASSESSED (a)	14,194,444,725	100.00%		14,058,603,339	100.00%

a) Adjusted to reflect utility inventories and railroad settlement. b) First \$5,000 exempt. c) 25 percent with first \$150,000 exempt.

CHARLTON

	88 ASSESSED ACTUAL	% OF TOTAL		90 ASSESSED ACTUAL (a)	% OF TOTAL	PROP RATIO	90 ASSESSED PROPOSED	% OF TOTAL
URBAN REAL ESTATE			URBAN REAL ESTATE					
ALL OTHER	2,491,767,058	21.94%	RESID MULTI-FAM	214,358,286	1.51%	12.00%	214,358,286	1.52%
VACANT LOTS	55,585,441	0.49%	RESID "SINGLE-FAM"	3,807,847,461	26.83%	12.00%	3,482,852,924 b	24.72%
COMMERCIAL AND INDUSTRIAL	1,123,448,429	9.89%	MOBILE HOME PARKS	12,218,656	0.09%	12.00%	12,218,656	0.09%
			VACANT LOTS	122,918,921	0.87%	20.00%	204,864,868	1.45%
			FRATERNAL BENEFIT	9,098,098	0.06%	15.00%	4,549,049	0.03%
			COMM'L & INDUS	2,627,972,785	18.51%	20.00%	1,751,981,857	12.43%
			AG IMPROVEMENTS	3,540,915	0.02%	30.00%	3,540,915	0.03%
			AGRICULTURAL	6,086,423	0.04%	30.00%	6,086,423	0.04%
TOTAL URBAN REAL ESTATE	3,670,800,928	32.32%	TOTAL URBAN REAL ESTATE	6,804,041,545	47.93%		5,680,452,978	40.31%
RURAL REAL ESTATE			RURAL REAL ESTATE					
HOME SITES/PLANNED SUB DIV	338,344,275	2.98%	RESID MULTI-FAM	587,832	0.00%	12.00%	587,832	0.00%
			RESID "SINGLE-FAM"	783,357,217	5.52%	12.00%	716,498,757 b	5.08%
			MOBILE HOME PARKS	1,785,952	0.01%	12.00%	1,785,952	0.01%
			VACANT LOTS	21,729,961	0.15%	20.00%	36,216,602	0.26%
			FRATERNAL BENEFIT	813,534	0.01%	15.00%	406,767	0.00%
SPOT COMMERCIAL	156,387,083	1.38%	COMM'L & INDUS	325,769,974	2.30%	20.00%	217,179,983	1.54%
AG IMPROVEMENTS	285,964,795	2.52%	AG IMPROVEMENTS	142,344,269	1.00%	30.00%	142,344,269	1.01%
AG LAND	1,373,221,632	12.09%	AGRICULTURAL	1,416,202,028	9.98%	30.00%	1,416,202,028	10.05%
TOTAL RURAL REAL ESTATE	2,153,917,785	18.97%	TOTAL RURAL REAL ESTATE	2,692,590,767	18.97%		2,531,222,190	17.96%
TANGIBLE PERSONAL PROPERTY			URBAN TANGIBLE PERSONAL					
GAS AND OIL	1,132,435,207	9.97%	GAS AND OIL	3,354,180	0.02%	30.00%	3,354,180	0.02%
BUSINESS MACHINERY & EQUIP	873,729,421	7.69%	BUS MACH & EQ	540,554,964	3.81%	30.00%	810,832,446	5.75%
ALL OTHER PERSONAL	322,915,490	2.84%	ALL OTHER PERSONAL	60,626,519	0.43%	30.00%	60,626,519	0.43%
			MOBILE HOMES	31,304,145	0.22%	12.00%	28,632,379 b	0.20%
			MOTOR VEHICLES	49,943,291	0.35%	30.00%	49,943,291	0.35%
			TOTAL URBAN PERSONAL	685,783,099	4.83%		953,388,815	6.77%
			RURAL TANGIBLE PERSONAL					
			GAS AND OIL	1,363,463,016	9.61%	30.00%	1,363,463,016	9.68%
			BUS MACH & EQ	217,701,586	1.53%	30.00%	326,552,379	2.32%
			ALL OTHER PERSONAL	40,925,565	0.29%	30.00%	40,925,565	0.29%
			MOBILE HOMES	17,284,849	0.12%	12.00%	15,809,611 b	0.11%
			MOTOR VEHICLES	66,767,651	0.47%	30.00%	66,767,651	0.47%
			TOTAL RURAL PERSONAL	1,706,142,667	12.02%		1,813,518,222	12.87%
			EXEMPT PROPERTY					
MERCHANTS' INVENTORY	371,149,155	3.27%	MERCHANTS INVENTORY	0	0.00%	16.67%	206,410,087 c	1.46%
MANUFACTURERS' INVENTORY	382,172,899	3.37%	MANUFACTURERS INV	0	0.00%	15.00%	190,831,556 c	1.35%
LIVESTOCK	115,669,322	1.02%	LIVESTOCK	0	0.00%	0.00%	0	0.00%
			MOTOR VEH DEALERS INV	0	0.00%	0.00%	0	0.00%
			FARM MACHINERY	0	0.00%	0.00%	0	0.00%
			TOTAL EXEMPT PERSONAL	0	0.00%		397,241,643	2.82%
TOTAL PERSONAL	3,198,071,494	28.16%	TOTAL PERSONAL	2,391,925,766	16.85%		3,164,148,680	22.45%
			PUBLIC SERVICE CORP	2,185,794,977	15.40%	35.00%	2,550,094,140	18.10%
			UTILITY INVENTORY (a)	0	0.00%	35.00%	45,953,334	0.33%
			RAILROADS (a)	120,091,670	0.85%	25.00%	120,091,670	0.85%
TOTAL STATE ASSESSED	2,333,823,827	20.55%	TOTAL STATE-ASSESSED (a)	2,305,886,647	16.24%		2,716,139,144	19.27%
TOTAL ASSESSED VALUATION	11,356,614,034	100.00%	TOTAL ASSESSED VALUATION (a)	14,194,444,725	100.00%		14,091,962,992	100.00%

a) Adjusted to reflect utility inventories and railroad settlement. b) First \$5,000 exempt. c) 25 percent with first \$150,000 exempt.

Attachment 3-5

LARKIN #1

	88-ASSESSED ACTUAL	% OF TOTAL		90 ASSESSED ACTUAL (a)	% OF TOTAL	PROP RATIO	90 ASSESSED PROPOSED	% OF TOTAL
URBAN REAL ESTATE			URBAN REAL ESTATE					
ALL OTHER	2,491,767,058	21.94%	RESID MULTI-FAM	214,358,286	1.51%	12.00%	214,358,286	1.51%
VACANT LOTS	55,585,441	0.49%	RESID "SINGLE-FAM"	3,807,847,461	26.83%	12.00%	3,807,847,461	26.79%
COMMERCIAL AND INDUSTRIAL	1,123,448,429	9.89%	MOBILE HOME PARKS	12,218,656	0.09%	12.00%	12,218,656	0.09%
			VACANT LOTS	122,918,921	0.87%	12.00%	122,918,921	0.86%
			FRATERNAL BENEFIT	9,098,098	0.06%	15.00%	4,549,049	0.03%
			COMM'L & INDUS	2,627,972,785	18.51%	24.15%	2,115,518,092	14.88%
			AG IMPROVEMENTS	3,540,915	0.02%	25.00%	2,950,763	0.02%
			AGRICULTURAL	6,086,423	0.04%	30.00%	6,086,423	0.04%
TOTAL URBAN REAL ESTATE	3,670,800,928	32.32%	TOTAL URBAN REAL ESTATE	6,804,041,545	47.93%		6,286,447,650	44.23%
RURAL REAL ESTATE			RURAL REAL ESTATE					
HOME SITES/PLANNED SUB DIV	338,344,275	2.98%	RESID MULTI-FAM	587,832	0.00%	12.00%	587,832	0.00%
			RESID "SINGLE-FAM"	783,357,217	5.52%	12.00%	783,357,217	5.51%
			MOBILE HOME PARKS	1,785,952	0.01%	12.00%	1,785,952	0.01%
			VACANT LOTS	21,729,961	0.15%	12.00%	21,729,961	0.15%
			FRATERNAL BENEFIT	813,534	0.01%	15.00%	406,767	0.00%
SPOT COMMERCIAL	156,387,083	1.38%	COMM'L & INDUS	325,769,974	2.30%	22.70%	246,499,280	1.73%
AG IMPROVEMENTS	285,964,795	2.52%	AG IMPROVEMENTS	142,344,269	1.00%	25.00%	118,620,224	0.83%
AG LAND	1,373,221,632	12.09%	AGRICULTURAL	1,416,202,028	9.98%	30.00%	1,416,202,028	9.96%
TOTAL RURAL REAL ESTATE	2,153,917,785	18.97%	TOTAL RURAL REAL ESTATE	2,692,590,767	18.97%		2,589,189,261	18.22%
TANGIBLE PERSONAL PROPERTY			URBAN TANGIBLE PERSONAL					
GAS AND OIL	1,132,435,207	9.97%	GAS AND OIL	3,354,180	0.02%	30.00%	3,354,180	0.02%
BUSINESS MACHINERY & EQUIP	873,729,421	7.69%	BUS MACH & EQ	540,554,964	3.81%	30.00%	810,832,446	5.70%
ALL OTHER PERSONAL	322,915,490	2.84%	ALL OTHER PERSONAL	60,626,519	0.43%	30.00%	60,626,519	0.43%
			MOBILE HOMES	31,304,145	0.22%	12.00%	31,304,145	0.22%
			MOTOR VEHICLES	49,943,291	0.35%	30.00%	49,943,291	0.35%
			TOTAL URBAN PERSONAL	685,783,099	4.83%		956,060,581	6.73%
			RURAL TANGIBLE PERSONAL					
			GAS AND OIL	1,363,463,016	9.61%	30.00%	1,363,463,016	9.59%
			BUS MACH & EQ	217,701,586	1.53%	30.00%	326,552,379	2.30%
			ALL OTHER PERSONAL	40,925,565	0.29%	30.00%	40,925,565	0.29%
			MOBILE HOMES	17,284,849	0.12%	12.00%	17,284,849	0.12%
			MOTOR VEHICLES	66,767,651	0.47%	30.00%	66,767,651	0.47%
			TOTAL RURAL PERSONAL	1,706,142,667	12.02%		1,814,993,460	12.77%
			EXEMPT PROPERTY					
MERCHANTS' INVENTORY	371,149,155	3.27%	MERCHANTS INVENTORY	0	0.00%	0.00%	0	0.00%
MANUFACTURERS' INVENTORY	382,172,899	3.37%	MANUFACTURERS INV	0	0.00%	0.00%	0	0.00%
LIVESTOCK	115,669,322	1.02%	LIVESTOCK	0	0.00%	0.00%	0	0.00%
			MOTOR VEH DEALERS INV	0	0.00%	0.00%	0	0.00%
			FARM MACHINERY	0	0.00%	0.00%	0	0.00%
			TOTAL EXEMPT PERSONAL	0	0.00%		0	0.00%
TOTAL PERSONAL	3,198,071,494	28.16%	TOTAL PERSONAL	2,391,925,766	16.85%		2,771,054,041	19.49%
			PUBLIC SERVICE CORP	2,185,794,977	15.40%	33.00%	2,404,374,475	16.91%
			UTILITY INVENTORY (a)	0	0.00%	33.00%	43,327,429	0.30%
			RAILROADS (a)	120,091,670	0.85%	25.00%	120,091,670	0.84%
TOTAL STATE ASSESSED	2,333,823,827	20.55%	TOTAL STATE-ASSESSED (a)	2,305,886,647	16.24%		2,567,793,574	18.06%
TOTAL ASSESSED VALUATION	11,356,614,034	100.00%	TOTAL ASSESSED VALUATION (a)	14,194,444,725	100.00%		14,214,484,527	100.00%

a) Adjusted to reflect utility inventories and railroad settlement.

PROPOSED AMENDMENT NO. ———

TO HCR 5006

Amend HCR 5006 by inserting an additional subpart (9) following subpart (8) as it appears on page 2, lines 29-30, to read as follows:

"(9) Public utility real property of an interexchange telecommunications carrier that does not provide basic local exchange telephone service.....20%"

Further amend HCR 5006 by inserting an additional subpart (7) following subpart (6) as it appears on page 3, lines 14-15, to read as follows:

"(7) Public utility tangible personal property including inventory thereof of an interexchange telecommunications carrier that does not provide basic local exchange telephone service.....30%"

PROPOSED AMENDMENT NO. _____

TO HCR 5007

Amend HCR 5007 by inserting an additional subpart (9) following subpart (8) as it appears on page 2, lines 29-30, to read as follows:

"(9) Public utility real property of an interexchange telecommunications carrier that does not provide basic local exchange telephone service.....20%"

Further amend HCR 5007 by inserting an additional subpart, (7) following subpart (6) as it appears on page 3, lines 14-15 to read as follows:

"(7) Public utility tangible personal property including inventory thereof of an interexchange telecommunications carrier that does not provide basic local exchange telephone service.....30%"