



(916) 445-4588

December 18, 1979

Mr. Ernie Eaton
Plumas County Assessor's Office
P. O. Box 1016
Quincy, California 95971

*See Exemptions
Inventory*

Dear Mr. Eaton:

Subject: Inventory Exemption

In our telephone conversation the other day, you asked whether equipment leased out by an equipment rental yard and a boat that was leased by a resort on Lake Almanor would be entitled to the inventory exemption.

As you pointed out, prior to the passage of AB 66, the boat and the rental equipment were considered to be business inventory items. It is our opinion that such items still remain business inventories.

In regard to the Proposition 4 matter, I have requested the Budget Analyst's section of the state to forward me a copy of their analysis of Proposition 4. When I receive the copy, which should be sometime next week, I will forward it on to you.

Very truly yours,

Glenn L. Wigby
Assistant Chief Counsel

GLR:sfb

cc: Mr. G. P. Adelman
Mr. R. H. Gustafson
Legal