

Name: _____

County: _____

LEGAL ENTITY OWNERSHIP PROGRAM SELF-STUDY TRAINING SESSION

Review Questions

1. What are the two types of transfers involving legal entities that may trigger a change in ownership of real property?
 - A transfer of personal property between an individual and an entity or between entities
 - A transfer of real property between an individual and an entity or between entities
 - A transfer of real property between an individual and a living trust
 - A transfer of an ownership interest in a legal entity that owns real property

2. What is the most common exclusion for a transfer of an interest in real property between an individual and a legal entity?
 - Interspousal exclusion
 - Parent-child exclusion
 - Proportional ownership interest transfer exclusion
 - None of the above

3. A change in control occurs when any person or entity obtains control through direct or indirect ownership or control of more than 75 percent of the voting stock of a corporation, or of more than a 75 percent ownership interest in any other type of legal entity?
 - True
 - False

4. On or after March 1, 1975, when real property or an interest in an entity is transferred to a legal entity or between entities in a transaction qualifying for the proportional ownership interest transfer exclusion (ownership interests are the same before and after), then those person(s) or entities holding ownership interests in that legal entity immediately after the transaction become which of the following?
 - Cotenants
 - Original co-owners
 - Original transferors
 - None of the above

5. The affiliated group exclusion is limited to corporations and does not apply to other entities such as limited liability companies or partnerships.
- True
- False
6. Whenever there is a change in control or a change in ownership of a legal entity that owns an interest in California real property, the person or legal entity acquiring control or ownership must file a *Change in Ownership Statement* with the County Assessor within 90 days of the date of the change in control or change in ownership to avoid a penalty.
- True
- False
7. The purpose of the Board's Legal Entity Ownership Program (LEOP) is to assist County Assessors in discovering changes in control or changes in ownership that have not been captured by a county's own discovery systems.
- True
- False
8. How often does LEOP generate and distribute reports to County Assessors?
- Daily
- Weekly
- Monthly
- Yearly
9. Assessors have the option to impose the penalty for failure to file form BOE-100-B timely with the Board in accordance with Revenue and Taxation Code sections 480.1 or 480.2.
- True
- False
10. Who may abate a penalty for failure to file form BOE-100-B timely in accordance with sections 480.1 or 480.2 if the failure to file the form timely was due to reasonable cause and circumstances beyond the assessee's control, and occurred notwithstanding the exercise of ordinary care in the absence of willful neglect?
- State Board of Equalization
- County board of supervisors sitting as a county board of equalization, or the assessment appeals board
- County Assessor
- County Tax Collector