



STATE BOARD OF EQUALIZATION
PROPERTY TAX DEPARTMENT
450 N STREET, SACRAMENTO, CALIFORNIA
PO BOX 942879, SACRAMENTO, CALIFORNIA 94279-0064
1-916-274-3350 • FAX 1-916-285-0134
www.boe.ca.gov

SEN. GEORGE RUNNER (RET.)
First District, Lancaster

FIONA MA, CPA
Second District, San Francisco

JEROME E. HORTON
Third District, Los Angeles County

DIANE L. HARKEY
Fourth District, Orange County

BETTY T. YEE
State Controller

DEAN R. KINNEE
Executive Director

No. 2018/011

February 6, 2018

TO COUNTY ASSESSORS:

VESSEL VALUATION FACTORS FOR LIEN DATE 2018

The enclosed vessel valuation factors are for lien date 2018. These valuation factors may be applied to historic costs of vessels purchased anytime during the 2017 calendar year, and to the 2017 lien date values for vessels that were previously determined by application of the BOE valuation factors.

The sail boat category has had some rebounding of value from the market decline that was indicated in the 2010 lien date value; and together with other current data, indicates the market is still returning to historical trends.

The 2018 lien date valuation factor table includes categories for:

- Powerboats
 - Inboard/Outboard/Stern Drive under 30'
 - Inboard/Outboard/Stern Drive 30' and over
- Sailboats
- Personal Watercraft (Jet Ski)

Based on data provided by county assessors, the powerboat valuation factors were derived using the following types/makes of vessels:

- | | | |
|----------------|-----------------|------------------|
| Bass | Runabout | Utility Cruiser |
| Center Console | Sports Cruiser | Utility Runabout |
| Cruiser | Sports Fisher | Utility |
| Day Cruiser | Ski | Yacht |
| Fish and Ski | Sports Runabout | |
| Racer | Trawler | |

The valuation factors are intended as a guide in the mass appraisal of vessels when determining value for property taxation purposes. However, relevant data pertinent to the assessment of specific property should always be reviewed and considered. We hope the information presented proves useful and that it promotes uniformity of assessments.

As this is an annual study, your input and assistance is welcomed so that we may provide you with the most representative and useful information possible.

For questions or suggestions regarding the vessel study or factors, you may contact:

Mr. Barry Frazier at barry.frazier@boe.ca.gov or 1-916-274-3416, or
Ms. Nichole Spence at nichole.spence@boe.ca.gov or 1-916-274-3370

Sincerely,

/s/ David Yeung

David Yeung, Chief
County-Assessed Properties Division
Property Tax Department

DY:bwf
Enclosure

VESSEL VALUATION FACTORS January 1, 2018 Lien Date

The valuation factors below may be applied to prior year's assessed values and to reported costs of vessels purchased anytime during the 2017 calendar year
(See examples on following page.)

POWERBOATS* - Inboard/Outboard/Stern Drive Under 30 Feet	
First year valuation factor for new models purchased in 2017	.97
Valuation factor for used models purchased in 2017	.97
Annual valuation factor for all vessels currently on the roll	.97
POWERBOATS – Inboard/Outboard/Stern Drive 30 Feet and Over	
First year valuation factor for new models purchased in 2017	.94
Valuation factor for used models purchased in 2017	.98
Annual valuation factor for all vessels currently on the roll	.98

*Bass	Sports Fisher
Center Console	Ski
Cruiser	Sports Runabout
Day Cruiser	Trawler
Fish and Ski	Utility Cruiser
Racer	Utility Runabout
Runabout	Utility
Sports Cruiser	Yacht

SAILBOATS	
First year valuation factor for new models purchased in 2017	1.00
Valuation factor for used models purchased in 2017	1.00
Annual valuation factor for all vessels currently on the roll	1.00
PERSONAL WATERCRAFT (Jet Ski)	
First year valuation factor for new models purchased in 2017	.95
Valuation factor for used models purchased in 2017	.97
Annual valuation factor for all vessels currently on the roll	.97

Example 1

A 36-foot powerboat was purchased used in 2009 for \$200,000. Trending the original historical purchase price and subsequent enrolled values by the factors provided by the BOE for each year results in the following 2018 lien date value:

$$\$200,000 \times .80^1 = \$160,000 \text{ (2010 lien date value)}$$

$$\$160,000 \times 1.05^2 = \$168,000 \text{ (2011 lien date value)}$$

$$\$168,000 \times 1.00^3 = \$168,000 \text{ (2012 lien date value)}$$

$$\$168,000 \times .97^4 = \$162,960 \text{ (2013 lien date value)}$$

$$\$162,960 \times .86^5 = \$140,146 \text{ (2014 lien date value)}$$

$$\$140,146 \times .91^6 = \$127,533 \text{ (2015 lien date value)}$$

$$\$127,533 \times .93^7 = \$118,606 \text{ (2016 lien date value)}$$

$$\$118,606 \times .92^8 = \$109,118 \text{ (2017 lien date value)}$$

$$\$109,118 \times .98^9 = \$106,936 \text{ (2018 lien date value)}$$

Example 2

A 28-foot powerboat was purchased new for \$300,000 during the 2017 calendar year. Depreciating the purchase price of this vessel by the appropriate factor results in the following calculation to arrive at the lien date 2018 value:

$$\$300,000 \times 0.97^9 = \$291,000$$

¹ See Letter To Assessors 2010/004, *Vessel Depreciation Factors*.

² See Letter To Assessors 2010/076, *Vessel Valuation Factors*.

³ See Letter To Assessors 2012/004, *Vessel Valuation Factors*.

⁴ See Letter To Assessors 2013/009, *Vessel Valuation Factors*.

⁵ See Letter To Assessors 2013/061, *Vessel Valuation Factors*.

⁶ See Letter To Assessors 2014/064, *Vessel Valuation Factors*.

⁷ See Letter To Assessors 2016/003, *Vessel Valuation Factors*.

⁸ See Letter To Assessors 2016/048, *Vessel Valuation Factors*.

⁹ See factor contained in this Letter to Assessors.