



COUNTY OF SAN MATEO
Inter-Departmental Correspondence

County Counsel

DATE: April 7, 2006

BOARD MEETING DATE: May 2, 2006
SPECIAL NOTICE/HEARING None
VOTE REQUIRED: Majority

TO: Honorable Board of Supervisors
FROM: County Counsel
SUBJECT: Correction of Property Tax Roll, APN 054-320-070
Abbott Laboratories; Chesapeake Drive, Redwood City

Recommendation:

Approve a correction to the 2001, 2002, 2003 and 2004 property tax rolls, and corresponding tax refunds to Abbott Laboratories ("Abbott Labs") to correct a clerical error in the property tax assessment of APN 054-320-070, located at Chesapeake Drive, Redwood City.

Vision Alignment:

Commitment: responsive, effective, and collaborative government.

Goal 20: Government decisions are based on careful consideration of future impact, rather than temporary relief or immediate gain.

The implementation of this recommendation will further commitments and assist in achieving goals set forth in the County's Shared Vision 2010 report. Specifically, this proposal implements the commitment of providing "responsive, effective, and collaborative government."

Background

The Property is one of three vacant parcels (portions of which are submerged) assessed for a change in ownership as of December 29, 2000. Due to a clerical error, the allocation to the values of the three parcels was incorrect. The discovery of the error and review of the facts led to a reallocation between the three parcels. As a result of the reallocation, there was a net increase in the taxable value of two of the parcels and a net decrease in the taxable value of the subject Property, which decrease requires a reduction to the 2001, 2002, 2003 and 2004 annual property tax rolls in excess of \$50,000.

Discussion

Pursuant to section 4831, *et seq.*, of the Revenue & Taxation Code, which allows for corrections to the tax roll, the Assessor proposes to correct the assessment made against the Property. The Request for Approval of Decrease of Taxes No. 04-1826 is attached for reference. The reallocation of the taxable value among the three parcels resulted in an increase in the tax roll for the other two parcels.

Fiscal Impact

The fiscal impact of this action is a \$53,412.30 decrease in the 2001 tax roll, a \$55,296.22 decrease in the 2002 tax roll, a \$57,255.72 decrease in the 2003 tax roll, and a \$57,845.90 decrease in the 2004 tax roll, and corresponding property tax refunds of the same amounts, plus interest.

**SAN MATEO COUNTY ASSESSOR'S OFFICE
REQUEST FOR APPROVAL OF DECREASE OF TAXES**

RECEIVED
CONTROLLERS OFFICE

Abbott Laboratories
C/O Tax Div D367/Ap6d
100 Abbott Park Rd
Abbott Park, IL 60064-6057

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2004 NOV 16 A 9:13

No. 04-1826

APN: 054-320-070 VOL: 85 TRA: 009012 SITES: Chesapeake Dr Redwood City

The following Tax Roll Change(s) are requested, pursuant to section code 4831 of the Revenue and Taxation Code, due to: ASSESSOR ERROR - Correction To New Base Year Values

| Year | Land | Imps | Pers. Prop | Fixtures | Ex Cd | Ex Amt | Net Value |
|------|-------------|------|------------|----------|-------|--------|-------------|
| 2001 | | | | | | | |
| From | 5,512,720 | 0 | 0 | 0 | | 0 | 5,512,720 |
| To | 320,000 | 0 | 0 | 0 | | 0 | 320,000 |
| Diff | - 5,192,720 | 0 | 0 | 0 | | 0 | - 5,192,720 |

Tax Dollar Decreases over
\$10,000 require County
Counsel authorization

Rate Valuation Dollars
1.0286 x 5,512,720 56,703.82

Tax Dollar Decreases over
\$50,000 also require Board
of Supervisors approval.

Revised 320,000 3,291.52
(+) (-) (5,192,720) (53,412.30)
Estimated Tax Dollar Decrease \$

| | | | | | | | |
|------|-------------|---|---|---|--|---|-------------|
| 2002 | | | | | | | |
| From | 5,622,974 | 0 | 0 | 0 | | 0 | 5,622,974 |
| To | 326,400 | 0 | 0 | 0 | | 0 | 326,400 |
| Diff | - 5,296,574 | 0 | 0 | 0 | | 0 | - 5,296,574 |

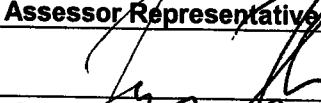

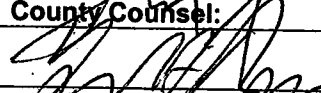
Tax Dollar Decreases over
\$10,000 require County
Counsel authorization

Rate Valuation Dollars
1.0440 x 5,622,974 58,703.84

Tax Dollar Decreases over
\$50,000 also require Board
of Supervisors approval.

Revised 326,400 3,407.62
(+) (-) (5,296,574) (55,296.22)
Estimated Tax Dollar Decrease \$

Signature / Authorization

| | | | |
|--|----------|---|----------|
| Assessor Representative | Date: | Deputy Controller: | Date: |
|  | 4/12/04 |  | 11/17/04 |
| County Counsel: | Date: | Board of Supervisors: | Date: |
|  | 12/10/04 | | |

Action

| | | | |
|------------------|-------|--------------------------------|-------|
| Roll Changed by: | Date: | Tax bill corrected & mailed by | Date: |
| | | | |

**SAN MATEO COUNTY ASSESSOR'S OFFICE
REQUEST FOR APPROVAL OF DECREASE OF TAXES**

APN: 054-320-070

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No. 04-1826

| Year | Land | Imps | Pers. Prop | Fixtures | Ex Cd | Ex Amt | Net Value |
|-------------|-------------|------|------------|----------|-------|--------|-------------|
| 2003 | | | | | | | |
| From | 5,735,433 | 0 | 0 | 0 | | 0 | 5,735,433 |
| To | 332,928 | 0 | 0 | 0 | | 0 | 332,928 |
| Diff | - 5,402,505 | 0 | 0 | 0 | | 0 | - 5,402,505 |

| | | | |
|--|-----------------|--------------------|-----------------------------|
| Tax Dollar Decreases over \$10,000 require County Counsel authorization | Rate | Valuation | Dollars |
| | <u>1.0598</u> x | <u>5,735,433</u> | <u>60,784.10</u> |
| Tax Dollar Decreases over \$50,000 also require Board of Supervisors approval. | Revised (+) (-) | <u>332,928</u> | <u>3,528.38</u> |
| | | <u>(5,402,505)</u> | <u>(57,255.72)</u> |
| Estimated Tax Dollar Decrease | | \$ | <u> </u> |

| | | | | | | | |
|-------------|-------------|---|---|---|--|---|-------------|
| 2004 | | | | | | | |
| From | 5,842,513 | 0 | 0 | 0 | | 0 | 5,842,513 |
| To | 339,143 | 0 | 0 | 0 | | 0 | 339,143 |
| Diff | - 5,503,370 | 0 | 0 | 0 | | 0 | - 5,503,370 |

| | | | |
|--|-----------------|--------------------|-----------------------------|
| Tax Dollar Decreases over \$10,000 require County Counsel authorization | Rate | Valuation | Dollars |
| | <u>1.0511</u> x | <u>5,842,513</u> | <u>61,410.64</u> |
| Tax Dollar Decreases over \$50,000 also require Board of Supervisors approval. | Revised (+) (-) | <u>339,143</u> | <u>3,564.74</u> |
| | | <u>(5,503,370)</u> | <u>(57,845.90)</u> |
| Estimated Tax Dollar Decrease | | \$ | <u> </u> |

YMT 12/10/04