

Senator Hefner, on 1063, the public hearing, that in all places the words "actual value" which refer to market value was changed to "taxable value" which then permits personal property to be valued at something other than market value and in this it would be net book value concept.

SENATOR HEFNER: Okay. Does that refer then to our state depreciation schedule?

SENATOR WARNER: Under the basic bill, the...the taxable value is the one that's contained in the amendment of the state depreciation schedule, yes.

SENATOR HEFNER: Okay, then that would be amendment 3048, wouldn't it?

SENATOR WARNER: It's contained in that amendment, yes.

SENATOR HEFNER: Okay, then I have one other question. Okay, all personal property would be valued...would be treated as taxable value and real property as actual value?

SENATOR WARNER: That's the purp...that is correct, and that would reflect the proposed constitutional amendment where real property and the uniformity clause of real and personal property would be treated the same. Real property, under any system that we have been talking about here, would be under actual value except for agricultural land, that's modified as the Legislature and the voters permitted. And personal property, other than motor vehicles, would be taxable value, the value of that being determined by the depreciation of that...of that item or items.

SENATOR HEFNER: Madam President, I have one more question of Senator Warner. Okay, how do we treat improvements on real property?

SENATOR WARNER: I believe the way...they would be treated as real property, I believe.

SENATOR HEFNER: As...then that would be actual value, wouldn't it?

SENATOR WARNER: Yes.

SENATOR HEFNER: Okay, thank you.