

Senate Bill 55

By: Senators Pearson of the 51st, Rogers of the 21st, Shafer of the 48th and Williams of the 19th

**AS PASSED**

A BILL TO BE ENTITLED  
AN ACT

1 To amend Chapter 5 of Title 48 of the Official Code of Georgia Annotated, relating to ad  
2 valorem taxation of property, so as to change the factors required to be considered in  
3 determining fair market value of real property; to change the deadline for filing for forest  
4 land conservation use assessment; to change certain provisions regarding the establishment  
5 of the equalized adjusted property tax digest; to change certain provisions regarding notice  
6 of changes made in taxpayers' returns; to provide for an effective date; to provide for  
7 applicability; to repeal conflicting laws; and for other purposes.

8 BE IT ENACTED BY THE GENERAL ASSEMBLY OF GEORGIA:

9 style="text-align:center">**SECTION 1.**

10 Chapter 5 of Title 48 of the Official Code of Georgia Annotated, relating to ad valorem  
11 taxation of property, is amended in Code Section 48-5-2, relating to definitions regarding ad  
12 valorem taxation of property, by revising subparagraph (B) of paragraph (3) as follows:

13 "(B) The tax assessor shall consider the following criteria in determining the fair  
14 market value of real property:

15 (i) Existing zoning of property;

16 (ii) Existing use of property, including any restrictions or limitations on the use of  
17 property resulting from state or federal law or rules or regulations adopted pursuant  
18 to the authority of state or federal law;

19 (iii) Existing covenants or restrictions in deed dedicating the property to a particular  
20 use; ~~and~~

21 (iv) Foreclosure sales, bank sales, other financial institution owned sales, or  
22 distressed sales, or any combination thereof, of comparable real property;

23 (v) Decreased value of the property based on limitations and restrictions resulting  
24 from the property being in a conservation easement; and

25 ~~(iv)~~(vi) Any other existing factors deemed pertinent in arriving at fair market value."

**SECTION 2.**

26  
27 Said chapter is further amended by revising paragraph (1) of subsection (j) of Code Section  
28 48-5-7.7, relating to forest land conservation use assessment, as follows:

29 "(j)(1) For the taxable year beginning January 1, 2009, all AH applications for  
30 conservation use assessment under this Code section, including the covenant agreement  
31 required under this Code section, shall be filed on or before the last day for filing ad  
32 valorem tax returns in the county for June 1 of the tax year for which such conservation  
33 use assessment is sought, except that in the case of property which is the subject of a  
34 reassessment by the board of tax assessors an application for conservation use assessment  
35 may be filed in conjunction with or in lieu of an appeal of the reassessment. For each  
36 taxable year beginning on or after January 1, 2010, all applications for conservation use  
37 assessment under this Code section, including the covenant agreement required under this  
38 Code section, shall be filed on or before the last day for filing ad valorem tax returns in  
39 the county for the tax year for which such conservation use assessment is sought, except  
40 that in the case of property which is the subject of a reassessment by the board of tax  
41 assessors an application for conservation use assessment may be filed in conjunction with  
42 or in lieu of an appeal of the reassessment. An application for continuation of such  
43 conservation use assessment upon a change in ownership of all or a part of the qualified  
44 property shall be filed on or before the last date for filing tax returns in the year following  
45 the year in which the change in ownership occurred. Applications for conservation use  
46 assessment under this Code section shall be filed with the county board of tax assessors  
47 who shall approve or deny the application. The county board of tax assessors shall file  
48 a copy of the approved application in the office of the clerk of the superior court in the  
49 county in which the eligible property is located. The clerk of the superior court shall file  
50 and index such application in the real property records maintained in the clerk's office.  
51 If the application is not so recorded in the real property records, a transferee of the  
52 property affected shall not be bound by the covenant or subject to any penalty for its  
53 breach. The fee of the clerk of the superior court for recording such applications shall be  
54 paid by the qualified owner of the eligible property with the application for conservation  
55 use assessment under this Code section and shall be paid to the clerk by the board of tax  
56 assessors when the application is filed with the clerk. If the application is denied, the  
57 board of tax assessors shall notify the applicant in the same manner that notices of  
58 assessment are given pursuant to Code Section 48-5-306 and shall return any filing fees  
59 advanced by the owner. Appeals from the denial of an application by the board of tax  
60 assessors shall be made in the same manner that other property tax appeals are made  
61 pursuant to Code Section 48-5-311."

62 **SECTION 3.**

63 Said chapter is further amended by revising subsection (c) of Code Section 48-5-274 relating  
 64 to the establishment of the equalized adjusted property tax digest, as follows:

65 "(c) The assessment ratio of assessed value to fair market value of county property to be  
 66 established by the state auditor for the purposes of paragraph (8) of subsection (b) of this  
 67 Code section shall be established through the use of personnel of the Department of Audits  
 68 and Accounts who have sufficient competence and expertise by way of education, training,  
 69 and experience in the fields of property evaluation and appraisal techniques. The  
 70 Department of Audits and Accounts shall use the Standard on Assessment-Ratio Studies  
 71 published by the International Association of Assessing Officers or its successors to  
 72 determine the valid transactions necessary to establish accurately the measure of central  
 73 tendency described in paragraph (8) of subsection (b) of this Code section; provided,  
 74 however, that standard shall only be used to the extent it does not conflict with criteria  
 75 enumerated in subparagraph (B) of paragraph (3) of Code Section 48-5-2."

76 **SECTION 4.**

77 Said chapter is further amended by revising subsections (a) and (b) of Code Section  
 78 48-5-306, relating to notice of changes made in taxpayers' returns, to read as follows:

79 "(a) *Method of giving notice to taxpayer of changes made in such taxpayer's return.* Each  
 80 county board of tax assessors may meet at any time to receive and inspect the tax returns  
 81 to be laid before it by the tax receiver or tax commissioner. The board shall examine all the  
 82 returns of both real and personal property of each taxpayer and if in the opinion of the  
 83 board any taxpayer has omitted from such taxpayer's returns any property that should be  
 84 returned or has failed to return any of such taxpayer's property at its fair market value, the  
 85 board shall correct the returns, assess and fix the fair market value to be placed on the  
 86 property, make a note of such assessment and valuation, and attach the note to the returns.  
 87 The board shall see that all taxable property within the county is assessed and returned at  
 88 its fair market value and that fair market values as between the individual taxpayers are  
 89 fairly and justly equalized so that each taxpayer shall pay as nearly as possible only such  
 90 taxpayer's proportionate share of taxes. When any such corrections; or changes, including  
 91 valuation increases or decreases, or equalizations have been made by the board, the board  
 92 shall, within five days, give written notice to the taxpayer of any such changes made in  
 93 such taxpayer's returns. The notice may be given personally by leaving the notice at the  
 94 taxpayer's dwelling house, usual place of abode, or place of business with some person of  
 95 suitable age and discretion residing or employed in the house, abode, or business, or by  
 96 sending the notice through the United States mail as first-class mail to the taxpayer's last  
 97 known address. When notice is given by mail, the county board of tax assessors' return

98 address shall appear in the upper left corner of the mailing face with the direction that if  
 99 not delivered 'Return in five days to' the above return address, and the lower left corner of  
 100 the mailing face shall be clearly marked in bold type — 'OFFICIAL TAX MATTER.'

101 (b) *Contents of notice.*

102 (1) The notice required to be given by the county board of tax assessors under subsection  
 103 (a) of this Code section shall be dated and shall contain the name and last known address  
 104 of the taxpayer. If the assessment of the value of the taxpayer's property is changed, the  
 105 notice shall contain:

106 (A) The amount of the previous assessment;

107 (B) The amount of the current assessment;

108 (C) The year for which the new assessment is applicable;

109 (D) A brief description of the assessed property broken down into real and personal  
 110 property classifications;

111 (E) The fair market value of property of the taxpayer subject to taxation and the  
 112 assessed value of the taxpayer's property subject to taxation after being reduced; and

113 (F) The name and phone number of the person in the assessors' office ~~that~~ who is  
 114 administratively responsible for the handling of the appeal and ~~that~~ who the taxpayer  
 115 may contact if ~~they have~~ the taxpayer has questions about the reasons for the  
 116 assessment change or the appeals process.

117 (2) In addition to the items required under paragraph (1) of this subsection, the notice  
 118 shall contain a statement of the taxpayer's right to an appeal, which statement shall be in  
 119 substantially the following form:

120 "The amount of your ad valorem tax bill for this year will be based on the appraised and  
 121 assessed values specified in this notice. You have the right to appeal these values to the  
 122 county board of tax assessors either followed by an appeal to the county board of  
 123 equalization or to arbitration and in either case, to appeal to the superior court.

124 If you wish to file an appeal, you must do so in writing no later than 30 days after the  
 125 date of this notice. If you do not file an appeal by this date, your right to file an appeal  
 126 will be lost. For further information on the proper method for filing an appeal, you may  
 127 contact the county board of tax assessors which is located at: (insert address) and which  
 128 may be contacted by telephone at: (insert telephone number)."

129 **SECTION 5.**

130 This Act shall become effective upon its approval by the Governor or upon its becoming law  
 131 without such approval and shall be applicable to all taxable years beginning on or after  
 132 January 1, 2009.

133

**SECTION 6.**

134 All laws and parts of laws in conflict with this Act are repealed.