

"Working together to fund Washington's future"

## Personal Property

Lisa Brewer Valuation Specialist April 24, 2024



- Why do I have to do this?
- Where does the authority come from to tax Personal Property?
- The Golden Rule of RCW's

# **Taxable Property**

All property now existing or that is hereafter created or brought into this state shall be subject to assessment and taxation ...excepting such as is exempted from taxation by law



RCW 84.36.005



- Chief characteristic of Personal Property is Mobility
- Tangible
- Intangible

## **Intangible Personal Property**

Rights & privileges having legal but not physical existence



Bonds, stocks, etc.

**Franchises** 

Covenant not to compete

Exempt under RCW 84.36.070

# **Tangible Personal Property**

- Machinery & Equipment (M&E)
- Furniture & Fixtures (F&F)
- Signs
- Farm M & E
- Leased Equipment
- Leasehold Improvements
- Communications Equipment
- Small Tools, etc.



## **Top Counties Locally Assess Values**

### **County**

Benton

#### **Assessed Value**

\$ 945,390,350

King	\$18,268,677,999
Snohomish	\$ 4,943,591,759
Pierce	\$ 4,128,963,001
Grant	\$ 2,718,650,834
Spokane	\$ 2,000,969,014
Clark	\$ 1,495,686,148
Yakima	\$ 1,355,249,830
Thurston	\$ 1,043,088,824
Cowlitz	\$ 1,005,159,950

• RCW 84.04.080 Personal Property Definition

WAC 458-12-005 Personal Property Definition

• RCW 84.40.190 Statement of Personal Property

• WAC 458-12-060 Listing of Personal Property

• RCW 84.40.060 Personal Property Assessment

• WAC 458-16-115 Head of Family Exemption

• RCW 84.36.630 Farming Machinery and

**Equipment Exemption** 



- In an ideal world Appraisers would physically list individual personal property items ... BUT ... who has the time!!!
- Washington uses a self-reporting system to assess Personal Property



- Asset Description
- Year of Acquisition
- Total Cost
  - ☐ Includes:

Freight Installation Trade-in value

☐ Excludes:

Sales Tax (except LHI)



Form 64 0102(a)

#### **Tangible Personal Property Listing**

For Washington State County of:

\*Required information





Personal property account/parcel # (if known):
UBI #: SIC or NAICS code:
Month/year business or farm began operating in this county: Month
*Business/taxpayer name: In bankrupcy? Yes No
*Mailing address:
*City: *State: *Zip:
*Phone: Email:
*Name of person submitting report:
*Check the boxes to verify if:
1. The person submitting the report is authorized to do so.
2. The person submitting verifies that the information is true and correct.
Person to contact concerning this report:
*Name: Title:
Address:
City: State: Zip:
*Phone: Fax: *Email:

#### Tangible Personal Property Listing



Head of family exemption qualification	Check the applicable boxes below
Is the owner/user of the property a Sole Proprietor or the only ben If "YES" please answer the questions below.	eficiary of a Trust? Yes No
Does the owner/user of the property reside with other family me	embers?Yes No
Does the owner/user of the property receive an old age pension the laws of WA state?	under Yes No
Is the owner/user of the property a surviving spouse who has no remarrried (widow/widower)?	t
Is the owner/user of the property a US Citizen, over age 65, who	has lived
in the state for at least 10 years?	Yes No
Owner/user may receive only one Head of Family Exemption (HC Property parcel/account in Washington state. If you qualify for the	OF) on Personal ne HOF
exemption do you want this to be the account where the exempt	tion is applied? Yes No
Please list below all real and personal property account numbers property located in the county.	for the taxpayer reporting personal



Form 64 0102(b)

#### Personal Property Owned as of Year:

When listing personal property, describe the property clearly. You may use more than one line if necessary.

If year built and year acquired are the same, use year acquired.



#### To reduce audit time please also send supporting IRS depreciation schedules to the assessor.

Business/taxpayer name:	UBI#:												
Description of asset(s): Include assets loaned or rented to others in the county and the name and address of person or	Ye	ar	124	(lf kn	Total original								
county and the name and address of person or business.	Manuf'd or built acquired:	Year  Inuf'd built uired:  Acquired:  Inuf'd built uired:  Inuf'd built	Sales tax paid:	cost basis:									
						0.00							
						0.00							
						0.00							
						0.00							
						0.00							
						0.00							
						0.00							
						0.00							
						0.00							
To reduce audit time please the assessor.	also send supp	porting IRS de	preciation sch	nedules to	TOTAL:	0.00							



Form 64 0102(g)

# Supplies Cost of Supplies on Hand - Average Supplies Inventory During the Year

Also use this page to list smaller purchases that are not listed elsewhere (such as expensed items like hand tools.) Do not list items held for sale or inventory used in the manufacturing process, or items that become a part of a manufactured product.

Reset form

*Business/taxpayer name:				UBI#:		
Description of supplies,	Annual	How many w	veeks worth of hand		are kept on	Other
tools ctell	expense \$:	1 week:	2 weeks:	3 weeks:	4 weeks:	(explain):
						×
Do you store fuel?	Yes	No	Check	one box to ar	nswer the qu	estion.
If yes, how many gallons can you store?		***		20		
Approximately how full, on average, do you keep the tank?	Full	3/4 full	1/2 full	1/4 full		ox to answer Jestion.
What are the annual expense for fuel?	8					

If not listed elsewhere in this report, assets such as hand tools, office - shop - maintenance supplies, spare parts, consumables, medical or dental supplies and shipping supplies should be listed. IRS Section 179 items also need to be listed below.



- Are you required to list if the Assessor fails to send the listing form?
- When are the Personal Property listings due?
- For late filing, what are the appropriate penalties?
- Can penalties for late filing be waived?
- What duty or authority does the Assessor have when a taxpayer fails to file?



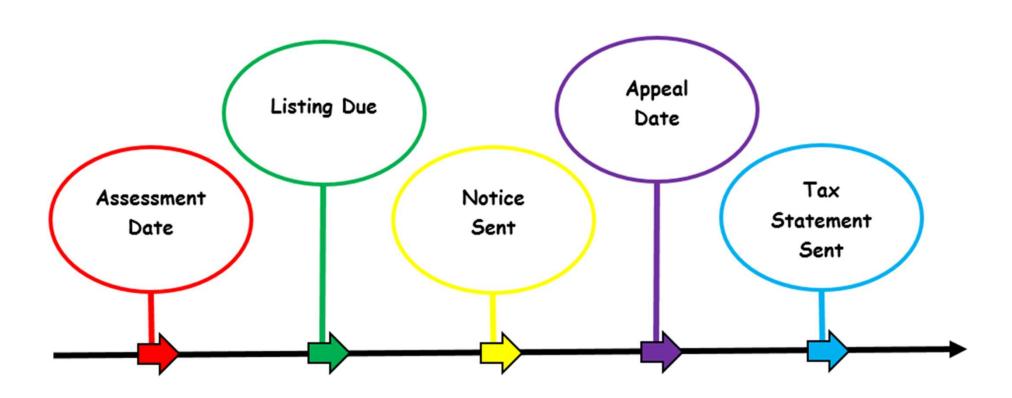
- Who pays for the Personal Property if it runs away?
- What if the owner of Personal Property moves to another county?
- What if Personal Property is moved to another state?



#### LACITIPHOTIS.

- Head of Family Exemption / \$15,000 household goods & furnishings
- Inventory held for Resale Exemption
- Farming Machinery and Equipment Exemption
- Public Property / Qualifying Non-Profit Exemption
- Parcels less than \$500 Assessed Value
- Vehicles designed to be primarily used on public roads

## Personal Property Timeline



.; that the within or any corporation, association or compossessed or controlled on the first day of March, 189 &, at 12 o'clock, meridian, and which is not already assessed of any property or placed any property out of said county or my possession for the purpose of avoiding any assesst to taxation in this county, which I or any firm of which I am a member, emnly swear that I am a resident of the County of.

TOP WITHIN COOKENTY

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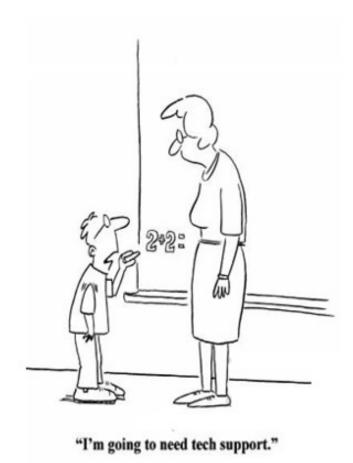
TOOMET!

Residence. County Assessor. N 681

C	est day of Mounty of arce in this	EDULE of the numbers and amounts of all Personal Property in the possession or under Roberts, belonging to him of the Town of and State of Washington, as required by the Go State. Residence, No. , Street; School District (If residing in town or city, give name and No. of street.)	meral Rever		v in
-		ITEMS OF PROPERTY.	No.	Assessor's Valuation.	
5		One year old Two years old and over Work horses Stallions One year old Two years old Cows All other cattle two years old and over d asses of all ages	1 22 2 3	4 9 7	3.
		all ages			
7	. Wagons : . Sewing a	all ages			0
\ 9		and clocks			5
		le8.			_
		d and office furniture, full value		2	0
		ural tools, implements, machinery			0
18	. Gold and . Diamond	silver plate and plated ware and jewelry, and fire arms Rufte	72.		L

Se a v	5 .11	<b>)</b> 13	. Gold and sliver plate and plated ware	
ss. minly to ta	7	14	. Diamonds and jewelry, and fire arms Ruffe	
ole ect			. Royalties and patent rights	
do s subj	1 7		. Steamboats, sailing vessels, wharf boats, barges, etc.	
1 2 2	is is		. Goods and merchandise, lumber, saw-logs, wood, coal, wool, hides, etc.	
ope	a de l		. Manufacturers' materials and manufactured articles	
12 1	1	E constant	. Manufacturers' tools, implements and machinery, including ougines and boilers	
in the	7		. Moneys of banks (whose capital is not represented by shares of stock), bankers, brokers or stock jobbers	
age 2	. 3	Anna moderna	. Credits of banks (whose capital is not represented by shares of stock), bankers, brokers or stock jobbers	
heh statemen nanaging	*		. Moneys other than of banks, bankers, brokers or stock jobbers, gold dust or bullion on hand or deposit	
ater 67	\$ 0		. Bonds and stocks (other than bank stock)	
man when	180		. Shares of gas, wharf or water stock	
ary,	s Y		. Notes, accounts, warrants and other credits	
d co	aten thi		. Shares of capital stock of insurance or other companies and associations not incorporated by the laws of this state	
of and	s st		Stock and furniture of sample rooms, saloons and eating houses, including billiard, bagatelle and similar tables	
full full	thi		Hay, wheat, cats, corn, barley or other farm products	
is as l	cing bel		The value of all elevators, warehouses and improvements on lands, the title of which is vested in any railroad company	150
O T B H S	mal n to	30.	The value of all improvements on lands held under the laws of the United States	30
on,	of wor	31.	Shares of stock of insurance or other companies or associations incorporated under the laws of this state	
章 A 1 m m m	e, or		Gas or water mains. Total number of feet and size	
d am d	ame d ar		Gas or water pipe other than mains. Total number of feet and average size.	
ass DOLL H. I.	ibe si		Telegraph, telephone and electric light lines as per form No. 7 in addition to their personal property above listed	
a hic and	n th		Cable, horse and electric railways as per form No. 7 in addition to their personal property above listed	
State of It, and forego was bany of will for said ye	upo		The value of all other articles of personal property not included in the preceding items	
tate d fo	ent		Total value of all personal property listed by assessor under section 16 of revenue law	
St and Paris	Ĕ		GWIN HICKS, STATE PRINTER, OLYMPIA.	,

# Cost Approach



#### **HISTORICAL COST**

- x TREND (Inflation)
- **= COST TODAY**



- x FACTOR GOOD (Depreciation)
- **ESTIMATE OF VALUE**

## **DOR Valuation Guidelines**

#### **Business Index**

#### **Percent Good Tables**

COMBINED TRENDED INVESTMENT TABLES FOR PERSONAL AND INDUSTRIAL PROPERTY

Percent Good Indicators -- For January 1, 2023 Valuations

#### INDEX TO TRENDED INVESTMENT VALUATION INDICATORS

For January 1, 2023 Valuations

#### **BUSINESS ACTIVITY OR TYPE OF BUSINESS**

Use Trend I from Combined Table unless Trend II, Trend III, Supplemental A, or Supplemental B indicated

#### A B C D E F G H I J K L M N O P Q R S T U V W XYZ

Trend/Column

i.	rena/column
-A-	
Agriculture	
Agricultural M&E (not otherwise listed be	elow) 18
Aquaculture & Commercial fishing	22
Nets	30
Pens, Support Structures, Pots, traps,	
Combines, incl headers	16
Dairy Milking M&E	14
Feed Mill M&E (production line)	7.5
Feed Mill M&E (portable)	12
Fertilizer & Chemical Applicators	
Dry Fertilizer Spreaders	18
Orchard & Farm sprayers	18
Sprayer attachments (booms, nozzles,	etc.) 24
Hand-held / Backpack sprayers	24
Tanks	16
Manure Systems - Liquid	24
GPS (Steering/Guidance System)	24
Hay Equipment, Hay Tarps	18
Mint Stills & Tubs	18
Irrigation Systems	
Circles	18
Gated Pipe	18
Wheel Moves & Handlines	16
Orchard Wind Machines	12
Seed Cleaning M&E (stationary)	7.5
Seed Cleaning M&E (portable)	12
Tanks (agricultural)	16
Tractors	12
Unlicensed & Licensed Farm Vehicles inc	cluding 16
trailers (permanently sited and/or not prin	
designed for use on public streets and hig	hways;

	Trend/Column
Small Tools	24
	-
Specialized Tooling (see <u>Add</u>	litional Comments)
Aircraft Parts Manufacturing	
M&E	14
Test Equipment	24
Small Tools	24
Amusement Games	
Electric (non-video) Games (i.e. pri	ize cranes, pinball,
etci	24
Manual-Type Games (i.e. pool table	ss, foosball tables.
shuffleboard, etc.)	14
Video Arcade Games (i.e. those with	h a video
component, monitor, joystick, etc.)	Supplemental A
Antique F&F	Value at Cost
Apartment F&F	16
Appliances	19
Coin-Op Washer & Dryer	24
Appliances (Household Type i.e., refr.	ig, dishwasher,
range/oven, microwave, washer/dry	er, etc.) 19
Apparel Manufacturing M&E	8.5
Aqua Farms	(see Agriculture)
Archery Equipment Manufacturing	
Artwork (i.e. limited production)	Value at Cost
Décor (i.e. mass-produced)	Value by industry
Assisted Living Facilities	
Furniture & Fixtures	16
Mattresses	30
Automotive Repair	
Diagnostic Equipment (electronic)	24
M&E	18
Small Tools	24
Welding Equipment	12
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	1 crock sood malactors - 1 or ournary											1,2220 Tuluduono												
													Com			ameras, Proces		ter &	CNC Milling Machines		Building and Land Imps			
														C	В	N	S	RG	RS	N.	M	L	4	6.5
Trend I	30.0%	24.0%	20.0%	19.0%	18.0%	16.0%	14.0%	12.0%	10.0%	8.5%	7.5%	6.5%	Trend II	27.0%	30.0%	25.0%	15.0%	4.0%	12.0%	Trend III	14.0%	Trend	4.0%	6.5%
1.000	0.700	0.760	0.800	0.810	0.820	0.840	0.860	0.880	0.900	0.915	0.925	0.935	1.000	0.730	0.700	0.750	0.850	0.960	0.880	1.000	0.860	1.000	0.960	0.935
1.113	0.546	0.643	0.712	0.730	0.749	0.786	0.823	0.862	0.902	0.932	0.953	0.973	1.005	0.535	0.492	0.565	0.726	0.926	0.778	1.028	0.760	1.160	1.069	1.014
1.173	0.402	0.515	0.601	0.624	0.647	0.695	0.746	0.800	0.855	0.899	0.929	0.959	0.978	0.380	0.335	0.413	0.601	0.865	0.666	1.045	0.665	1.299	1.149	1.062
1.194	0.287	0.398	0.489	0.514	0.540	0.594	0.653	0.716	0.783	0.837	0.874	0.912	0.942	0.268	0.226	0.298	0.492	0.800	0.565	1.055	0.577	1.321	1.122	1.010
1.227	0.206	0.311	0.402	0.428	0.455	0.513	0.577	0.648	0.725	0.787	0.831	0.877	0.935	0.194	0.157	0.222	0.415	0.763	0.494	1.052	0.495	1.353	1.103	0.967
1.256	0.150	0.242	0.329	0.355	0.382	0.441	0.508	0.583	0.668	0.737	0.787	0.839	0.922	0.140	0.108	0.164	0.348	0.722	0.428	1.054	0.426	1.415	1.108	0.945
1.272	0.150	0.186	0.267	0.291	0.317	0.375	0.443	0.520	0.608	0.683	0.737	0.795	0.884	0.098	0.073	0.118	0.283	0.664	0.361	1.058	0.368	1.446	1.087	0.903
1.272	0.150	0.150	0.213	0.236	0.260	0.315	0.381	0.457	0.547	0.625	0.682	0.743	0.849	0.068	0.050	0.085	0.231	0.612	0.305	1.058	0.317	1.444	1.042	0.843
1.287	0.150	0.150	0.173	0.193	0.216	0.268	0.331	0.407	0.499	0.579	0.638	0.703	0.830	0.049	0.050	0.062	0.192	0.575	0.263	1.063	0.274	1.466	1.015	0.801
1.302	0.150	0.150	0.150	0.158	0.179	0.228	0.288	0.363	0.454	0.536	0.597	0.665	0.784	0.034	0.050	0.050	0.154	0.521	0.218	1.139	0.252	1.501	0.998	0.766
1.324	0.150	0.150	0.150	0.150	0.150	0.195	0.252	0.325	0.416	0.498	0.562	0.632	0.756	0.024	0.050	0.050	0.150	0.483	0.185	1.192	0.227	1.554	0.992	0.742
1.360	0.150	0.150	0.150	0.150	0.150	0.163	0.223	0.293	0.384	0.468	0.534	0.607	0.718	0.020	0.050	0.050	0.150	0.440	0.155	1.204	0.197	1.597	0.978	0.713
1.384	0.150	0.150	0.150	0.150	0.150	0.150	0.195	0.263	0.352	0.436	0.502	0.578	0.684	0.020	0.050	0.050	0.150	0.402	0.150	1.204	0.150	1.647	0.969	0.687
1.394	0.150	0.150	0.150	0.150	0.150	0.150	0.169	0.233	0.319	0.402	0.468	0.544	0.638	0.020	0.050	0.050	0.150	0.360	0.150	1.215	0.150	1.624	0.917	0.634
1.439	0.150	0.150	0.150	0.150	0.150	0.150	0.150	0.211	0.296	0.380	0.447	0.525	0.587	0.020	0.050	0.050	0.150	0.318	0.150	1.215	0.150	1.659	0.899	0.605
1.486	0.150	0.150	0.150	0.150	0.150	0.150	0.150	0.192	0.275	0.359	0.427	0.507	0.538	0.020	0.050	0.050	0.150	0.280	0.150	1.215	0.150	1.711	0.890	0.584
1.549	0.150	0.150	0.150	0.150	0.150	0.150	0.150	0.169	0.258	0.342	0.412	0.494	0.496	0.020	0.050	0.050	0.150	0.248	0.150	1.215	0.150	1.812	0.905	0.578
1.615	0.150	0.150	0.150	0.150	0.150	0.150	0.150	0.150	0.242	0.326	0.397	0.482	0.454	0.020	0.050	0.050	0.150	0.218	0.150	1.215	0.150	1.913	0.917	0.571
1.696	0.150	0.150	0.150	0.150	0.150	0.150	0.150	0.150	0.229	0.314	0.385	0.473	0.418	0.020	0.050	0.050	0.150	0.193	0.150	1.215	0.150	2.049	0.943	0.571
1.732	0.150	0.150	0.150	0.150	0.150	0.150	0.150	0.150	0.206	0.293	0.364	0.452	0.373	0.020	0.050	0.050	0.150	0.165	0.150	1.190	0.150	2.193	0.969	0.572
1.750	0.150	0.150	0.150	0.150	0.150	0.150	0.150	0.150	0.186	0.271	0.340	0.427	0.328	0.020	0.050	0.050	0.150	0.150	0.150	1.091	0.150	2.239	0.950	0.546
1.763	0.150	0.150	0.150	0.150	0.150	0.150	0.150	0.150	0.167	0.250	0.317	0.402	0.298	0.020	0.050	0.050	0.150	0.150	0.150	1.096	0.150	2.283	0.930	0.520
1.775	0.150	0.150	0.150	0.150	0.150	0.150	0.150	0.150	0.150	0.230	0.295	0.378	0.275	0.020	0.050	0.050	0.150	0.150	0.150	1.107	0.150	2.310	0.903	0.492
1.798	0.150	0.150	0.150	0.150	0.150	0.150	0.150	0.150	0.150	0.211	0.277	0.358	0.238	0.020	0.050	0.050	0.150	0.150	0.150	1.118	0.150	2.423	0.910	0.483
1.806	0.150	0.150	0.150	0.150	0.150	0.150	0.150	0.150	0.150	0.193	0.257	0.336	0.198	0.020	0.050	0.050	0.150	0.150	0.150	1.127	0.150	2.482	0.895	0.462
1.823	0.150	0.150	0.150	0.150	0.150	0.150	0.150	0.150	0.150	0.176	0.240	0.318	0.171	0.020	0.050	0.050	0.150	0.150	0.150		0.150	2.526	0.874	0.440
1.855	0.150	0.150	0.150	0.150	0.150	0.150	0.150	0.150	0.150	0.161	0.222	0.302	0.149	0.020	0.050	0.050	0.150	0.150	0.150	_	0.150	2.595	0.862	0.423
1.890	0.150	0.150	0.150	0.150	0.150	0.150	0.150	0.150	0.150	0.150	0.206	0.288	0.136	0.020	0.050	0.050	0.150	0.150	0.150		0.150	2.622	0.836	0.399
1.942	0.150	0.150	0.150	0.150	0.150	0.150	0.150	0.150	0.150	0.150	0.190	0.277	0.125	0.020	0.050	0.050	0.150	0.150	0.150		0.150	2.705	0.828	0.385
1.989	0.150	0.150	0.150	0.150	0.150	0.150	0.150	0.150	0.150	0.150	0.176	0.265	0.106	0.020	0.050	0.050	0.150	0.150	0.150		0.150	2.800	0.823	0.373
2.026	0.150	0.150	0.150	0.150	0.150	0.150	0.150	0.150	0.150	0.150	0.163	0.248	0.087	0.020	0.050	0.050	0.150	0.150	0.150	I	0.150	2.902	0.819	0.361



Questions?

