

## **Second Home Personal Property**

Second home personal property may be valued by on-site inspections or Forms of List, as is business personal property, unless the allocation method is used. The use of the allocation method requires an analysis of residential second home personal property which must be conducted every 5 years. This review must consist of inspecting or reviewing the Forms of List of a minimum of 2% of all second home accounts but under no circumstances should it be less than 10 accounts. The allocation % must be derived from the study and applied consistently to all second home RCNLD.

### **Allocation Method every FIVE years**

1. The form of list is sent to ALL second homeowners.
2. The returned forms of list are then placed on a excel spread sheet.
3. The Residence RCNLD is divided by the REPORTED value of the personal property.

*Residence RCNLD \$100,000*

*Reported Personal Property \$3,000*

*Percent Person Property 3 %*

4. The average personal property percentage is figured form all returned forms.

3% 4% 5% 7% 8% = Total 27 / 5 = 5.4 % average personal property percent

5. 5 % would be used for all reported and non-reported second homes.

6. Personal Property Value RCNLD \$100,000 x 0.05 = \$5,000 Person Property Value