



# Dealer's Heavy Equipment Inventory Declaration

Property Tax  
**Form 50-265**

**CONFIDENTIAL**

Year: \_\_\_\_\_ Page \_\_\_\_\_ of Pages \_\_\_\_\_

Send Original To: Appraisal District Name and Address

Phone (area code and number)

Send Copy To: County Tax Office Name and Address

Phone (area code and number)

**GENERAL INSTRUCTIONS:** This declaration is for a dealer of heavy equipment to declare heavy equipment inventory pursuant to Tax Code §23.1241. File a declaration for each business location.

**WHERE TO FILE:** Each declaration must be filed with the county appraisal district's chief appraiser and a copy of each declaration must be filed with the collector.

**DECLARATION DEADLINES:** Except as provided by Tax Code §23.1242(k), a declaration must be filed not later than February 1 of each year or, in the case of a dealer who was not in business on January 1, not later than 30 days after commencement of the business.

**PENALTIES:** In addition to other penalties provided by law, a dealer who fails to file or timely file a required declaration must forfeit a penalty of \$1,000 for each month or part of a month in which a declaration is not filed or timely filed after it is due. A tax lien attaches to the dealer's business personal property to secure payment of the penalty.

### OTHER IMPORTANT INFORMATION

The chief appraiser may examine the books and records of a dealer, including documentation regarding the applicability of Tax Code §23.1241 and Tax Code §23.1242 and sales records to substantiate information set forth in filed declarations.

## SECTION 1: PROVIDE INFORMATION REGARDING THE OWNER AND THE DEALER, INCLUDING THE NAME OF THE DEALER AND THE OWNER, THE MAILING ADDRESS, AND PHONE NUMBER.

Name of Dealer for Which Inventory is Being Declared

Owner's Name

Phone (area code and number)

Current Mailing Address (number and street)

City, State, ZIP Code

## SECTION 2: PROVIDE THE NAME AND PHYSICAL BUSINESS ADDRESS OF THE BUSINESS LOCATION OF THE INVENTORY THAT YOU ARE DECLARING IN THIS FORM.

Name of Business

Address of Location (number, street, city, state, ZIP code)

## SECTION 3: ALL BUSINESS LOCATIONS

You must attach a list with the name and business address of each location at which you conduct business.

## SECTION 4: GIVE APPRAISAL DISTRICT ACCOUNT NUMBER IF AVAILABLE, OR ATTACH TAX BILL OR COPY OF APPRAISAL OR TAX OFFICE CORRESPONDENCE CONCERNING THIS ACCOUNT.

Account Number

Starting Date of Business, if Not in Business on January 1st of This Year

**SECTION 5: BREAKDOWN OF UNITS SOLD, LEASED, OR RENTED AND TRANSACTION AMOUNT**

Complete the boxes on the number of units sold, leased or rented and the transaction amounts for the preceding year. See last page for definitions.

**Part I. Number of Units of Heavy Equipment:** Breakdown of sales, rentals, and leases for the previous 12-month period corresponding to the prior tax year. Provide the number of units for the business location for which you are declaring inventory (identified in SECTION 2). If you were not in business for the entire 12-month period, report the sales, leases, and rentals for the months you were in business.

Net Heavy Equipment Inventory	Fleet Transactions	Dealer Sales	Subsequent Sales
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**Part II. Transaction Amount:** Breakdown of sales, leases, and rentals amounts for the previous 12-month period corresponding to the prior tax year. Provide the transaction amounts for the business location for which you are declaring inventory (identified in SECTION 2). If you were not in business for the entire 12-month period, report the sales, leases, and rentals for the months you were in business.

\$ _____	\$ _____	\$ _____	\$ _____
Net Heavy Equipment Inventory	Fleet Transactions	Dealer Sales	Subsequent Sales

**SECTION 6: MARKET VALUE OF YOUR HEAVY EQUIPMENT INVENTORY**

State the market value of your net heavy equipment inventory for the current tax year, as computed under Tax Code §23.1241. Market value on January 1 is total annual sales (less fleet transactions, dealer sales, and subsequent sales) for the previous 12-month period corresponding to the prior tax year divided by 12. If you were not in business for the entire 12-month period, report the number of months you were in business and the total number of sales for those months; the chief appraiser will estimate your inventory's market value.

Total annual sales includes the sales price for each sale of heavy equipment inventory in a 12-month period PLUS lease and rental payment(s) received for each lease or rental in that 12-month period. This will be the same amount as the net heavy equipment inventory transaction amount (see Section 5, the first box in Part II) and divide by 12 to yield your market value for this tax year. If you were not in business for the entire preceding year, the chief appraiser will estimate your inventory's market value.

\$ \_\_\_\_\_ ÷ 12 = \_\_\_\_\_  
 Net Heavy Equipment Inventory Sales, Leases, and Rentals for Prior Year      Market Value for Current Tax Year

**SECTION 7: SIGN THE FORM**

By signing this declaration, you certify that the dealer identified in Section 1 is the owner of a dealer's heavy equipment inventory.

\_\_\_\_\_  
 On Behalf of (name of dealer)

**sign here** ➔

\_\_\_\_\_  
 Authorized Signature

\_\_\_\_\_  
 Date

\_\_\_\_\_  
 Printed Name

\_\_\_\_\_  
 Title

**If you make a false statement on this form, you could be found guilty of a Class A misdemeanor or a state jail felony under Section 37.10, Penal Code.**

## Definitions

**Net Heavy Equipment Inventory** – Heavy equipment units that have been sold, leased, or rented less fleet transactions, dealer sales and subsequent sales. Heavy equipment means self-propelled, self-powered or pull-type equipment, including farm equipment or a diesel engine, which weighs at least 1,500 pounds and is intended to be used for agricultural, construction, industrial, maritime, mining or forestry uses. The term does not include a motor vehicle that is required to be titled under Transportation Code Chapter 501 or registered under Transportation Code Chapter 502.

**Fleet Transactions** – The sale of five or more items of heavy equipment from your inventory to the same buyer within one calendar year.

**Dealer Sales** – Sales to dealers.

**Subsequent Sales** – A dealer-financed sale and that, at the time of sale, has dealer financing from your inventory in this same calendar year. The term does not include a rental or lease with an unexercised purchase option or without a purchase option.