
Finance Division

City Manager's Office



To: Pamela Cole, Case Manager
From: David Lacy, Financial Operations Manager
Date: December 7, 2016
Subject: Tax Analysis for Annexation C-719

The amount of property tax levied each year against a parcel of real estate is the product of the parcel's assessed value and its total tax rate. While annexation does not affect assessed value, annexation can have a significant impact on a parcel's total tax rate.

The following table shows the expected impact of annexation on the total tax rate of the parcel in the subject case.

TAX RATE IMPACT OF ANNEXATION

Annexation case

C-719

Tax lot

072W30CC06301

Description	Before Annexation		After Annexation	Change
Tax code area	92431213		92401000	
Government				
Marion County	\$	3.0252	\$ 2.8632	
City of Salem		-	5.5370	
Urban Renewal		-	1.0579	
Other government		2.8472	0.8957	
Total government		5.8724	10.3538	76%
Schools				
Salem SD 32J		5.0045	4.7520	
Chemeketa		0.6259	0.5945	
Willamette ESD		0.2967	0.2820	
Total schools		5.9271	5.6285	-5%
Bonds				
Marion County		-	-	
City of Salem		-	0.9977	
Salem SD 32J		0.8680	0.8629	
Chemeketa		0.2759	0.2743	
Other bonds		0.3108	-	
Total bonds		1.4547	2.1349	47%
Other				
Local options		0.7100	-	
Total other		0.7100	-	-100%
Total tax rate	\$	13.9642	\$ 18.1172	30%

Total tax levy = total tax rate x (assessed value / 1,000).

Tax rates presented here assume no compression.

Source: County Assessor

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