
Finance Division

City Manager's Office



To: Pamela Cole, Case Manager
From: Samantha Naluai, Management Analyst
Date: September 13, 2018
Subject: Tax Analysis for Annexation C-726

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 for the tax lot in the subject case.

TAX RATE IMPACT OF ANNEXATION

Annexation case

C-726

Tax lot

083W13C 00900

Description	Before Annexation	After Annexation	Change
Tax code area	92400230	92401000	
Government			
Marion County	\$ 3.0252	\$ 2.8598	
City of Salem	-	5.5291	
Urban Renewal	-	1.0809	
Other government	2.0385	0.8945	
Total government	5.0637	10.3643	105%
Schools			
Salem SD 24J	4.5210	4.2866	
Chemeketa	0.6259	0.5936	
Willamette ESD	0.2967	0.2816	
Total schools	5.4436	5.1618	-5%
Bonds			
Marion County	-	-	
City of Salem	-	1.1449	
Salem SD 24J	1.5608	1.5258	
Chemeketa	0.2718	0.2701	
Other bonds	0.1561	-	
Total bonds	1.9887	2.9408	48%
Other			
Local options	-	-	
Total other	-	-	
Total tax rate	\$ 12.4960	\$ 18.4669	48%

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

Tax rates presented here assume no compression.

Source: County Assessor