
Finance Division

City Manager's Office



To: Pamela Cole, Case Manager
From: Samantha Naluai, Management Analyst
Date: March 22, 2018
Subject: Tax Analysis for Annexation C-725

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-725

Tax lot

083W17DB00100

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