
Finance Department

555 Liberty ST SE, RM 230



To: Pamela Cole, Case Manager
From: Kelli Blechschmidt, Management Analyst, I
Date: March 26, 2021
Subject: Tax Analysis for Annexation C-738

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 tables show the expected impact of annexation on the total tax rate for each of the parcels in the subject case based on most recent tax levies. These tables are for demonstration purposes only and does not guarantee taxing rates, final code areas or values upon potentially annexed properties.

The property demonstrated in the first table is currently owned by the City of Salem and is thus exempt from property tax assessment. However, the table demonstrates what the impact would be on the property if it was non – exempt before and after annexation.

TAX RATE IMPACT OF ANNEXATION

Annexation case

C-738

Tax lot

083W08A000100

Description	Before Annexation	After Annexation	Change
Tax code area	92400230	92401000	
Government			
Marion County	\$ 3.0252	\$ 2.8355	
City of Salem	-	5.4825	
Urban Renewal	-	0.9512	
Other government	2.0385	0.8872	
Total government	5.0637	10.1564	101%
Schools			
Salem SD 24J	4.5210	4.2505	
Chemeketa	0.6259	0.5887	
Willamette ESD	0.2967	0.2792	
Total schools	5.4436	5.1184	-6%
Bonds			
Marion County	-	-	
City of Salem	-	1.1705	
Salem SD 24J	2.7370	2.7161	
Chemeketa	0.2602	0.2583	
Other bonds	0.1427	-	
Total bonds	3.1399	4.1449	32%
Other			
Local options	-	-	
UR Special Levy	-	0.2403	
Total other	-	0.2403	
Total tax rate	\$ 13.6472	\$ 19.6600	44%

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

Tax rates presented here assume no compression.

Source: County Assessor

TAX RATE IMPACT OF ANNEXATION

Annexation case
Tax lot

C-738
083W05DD02400

Description	Before Annexation		After Annexation	Change
Tax code area	92400230		92401000	
Government				
Marion County	\$	3.0252	\$ 2.8355	
City of Salem		-	5.4825	
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