

# Morristown, Tennessee

## Tax Structure for Industrial Property

### Real Estate

|  |        |
|--|--------|
| Ratio of Assessment                                | 40%    |
| Combined City/County rate per \$100 Assessed Value | \$2.69 |

*Example:*

|                                      |                 |
|--------------------------------------|-----------------|
| Appraised Value of Land and Building | \$1,000,000     |
| Assessment Rate                      | <u>x40%</u>     |
|                                      | \$400,000       |
| Tax Rate is per \$100                | <u>÷100</u>     |
|                                      | \$4,000         |
| Combined Tax Rate                    | <u>x2.69</u>    |
|                                      | <u>\$10,760</u> |

### Personal Property

|  |        |
|--|--------|
| Ratio of Assessment                                | 30%    |
| Combined City/County rate per \$100 Assessed Value | \$2.69 |

Appraised value is cost in year 1;  
 88% in year 2;  
 75% in year 3;  
 63% in year 4;  
 50% in year 5;  
 38% in year 6;  
 25% in year 7;  
 20% in year 8 and thereafter.

*Example:* (Assumption: Cost \$1,000,000 and in year 4)

|                       |                   |
|-----------------------|-------------------|
| Appraised Value       | \$630,000         |
| Assessed Rate         | <u>x30%</u>       |
|                       | \$189,000         |
| Tax Rate is per \$100 | <u>÷100</u>       |
|                       | \$1,890           |
| Combined Tax Rate     | <u>x2.69</u>      |
|                       | <u>\$5,084.10</u> |