Parcel Tax Definition

For purposes of reporting under AB 2109, a parcel tax, per Government Code section 12463.2, is defined as a non-ad valorem tax imposed as an incident of property ownership and collected on the annual property tax bill. Generally, the tax is charged on a parcel of property based on either a flat per parcel rate or a variable rate depending on the size, use and/or number of units on the parcel. A parcel tax includes, but is not limited to, all types of Mello-Roos taxes and special taxes for governmental purposes such as libraries, hospitals, schools, protection services, fire protection, ambulance services, parks, or museums. Please refer to the decision tree to determine parcel tax reporting for AB 2109.