



# Multifamily Property Tax Exemption

City of Tacoma | Community and Economic  
Development Department

City Council Meeting

January 25, 2022

Resolution No. 40905 and 40906



## Overview



- Resolution 40905
- 1624 East 32<sup>nd</sup> Street
- Lower Pacific Avenue
- 82 units

# Overview



Number of units	Type of Unit	Average Size	Expected Rental Rate
	<b>Market Rate</b>		
33	Studio	350	\$1300
32	One Bedroom, one bath	650	\$1450
	<b>Regulated Rate</b>		
9	Studio	350	\$1273*including utilities
8	One Bedroom, one bath	650	\$1454*including utilities

# Location

1624 E 32<sup>nd</sup> Street

City of Tacoma | Proposed Property Tax Exemption Project  
1624 E 32ND ST, Tacoma, WA 98404  
4715014081



## Fiscal Implications



<b>Taxes Generated</b>	
Projected Total Sales Tax <b>Generated</b> for City	\$886,500
Projected Sales Tax <b>Generated</b> for City by construction	\$201,500
<b>Total Projected Sales Tax Generated</b>	<b>\$1,088,000</b>
<b>Taxes Exempted</b>	
<b>Projected Total Taxes to be Exempt by City</b>	<b>\$509,700</b>
<b>Net Positive Impact</b>	<b>\$578,300</b>

5

## Overview



- Resolution 40906
- 2542 S. I Street
- Downtown Regional Growth Center
- 8 units

6

# Overview



Number of units	Type of Unit	Average Size	Expected Rental Rate
<b><u>Market Rate</u></b>			
5	One Bedroom, one bath	440	\$1550
1	Two Bedroom, one bath	700	\$2800
<b><u>Regulated Rate</u></b>			
1	One Bedroom, one bath	440	\$1454*including utilities
1	Two Bedroom, one bath	700	\$1635*including utilities

# Location



2542 S I Street

City of Tacoma | Proposed Property Tax Exemption Project  
 2542 S I ST, Tacoma, WA 98405  
 2025180120



## Fiscal Implications



<b>Taxes Generated</b>	
Projected Total Sales Tax <b>Generated</b> for City	\$86,500
Projected Sales Tax <b>Generated</b> for City by construction	\$19,500
<b>Total Projected Sales Tax Generated</b>	<b>\$106,000</b>
<b>Taxes Exempted</b>	
<b>Projected Total Taxes to be Exempt by City</b>	<b>\$49,300</b>
<b>Net Positive Impact</b>	<b>\$56,700</b>

9



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