

**FIRST AMENDMENT TO MULTI-FAMILY HOUSING TWELVE YEAR LIMITED PROPERTY
TAX EXEMPTION AGREEMENT**

This FIRST AMENDMENT TO MULTI-FAMILY HOUSING TWELVE YEAR LIMITED PROPERTY TAX EXEMPTION AGREEMENT (this "First Amendment") is entered into as of _____, 2019 between the CITY OF TACOMA, a first class charter city, hereinafter referred to as the "City" and HQC USA, LLC, hereinafter referred to as the "Applicant."

RECITALS

WHEREAS, Applicant and the City entered into that certain MULTI-FAMILY HOUSING TWELVE YEAR LIMITED PROPERTY TAX EXEMPTION AGREEMENT (separately the "Original PTE" and together with this First Amendment the "Agreement") dated November 7, 2017, for the development of 166 market-rate and affordable rental units, located at 1210 Tacoma Ave S., and

WHEREAS, the applicant has a desire to modify the Original PTE to an EIGHT YEAR YEAR LIMITED PROPERTY TAX EXEMPTION AGREEMENT ;

WHEREAS, except as expressly modified in this First Amendment, the remainder of the Original PSA shall remain in full force and effect;

NOW THEREFORE, Seller and Buyer agree to the following amendments to the Original PTE and thereby the Agreement:

AGREEMENT

1. The Applicant is interested in receiving an eight-year limited property tax exemption to develop 186 market-rate rental units, located at 1210 Tacoma Ave S, and

The housing will consist of 13 studio units, each 450-500 square feet which are expected to rent for approximately \$1,200-1,400 per month; 143 one-bedroom, one-bath units, 490-1150 square feet, which are expected to rent for approximately \$1,500-1,700 per month; 14 two-bedroom, one-bath units, each 950 square feet which are expected to rent for approximately \$2,200 per month and 16 two-bedroom, two-bath units, each 1,090 square feet which are expected to rent for approximately \$2,400 per month and include 174 on-site residential parking spaces.

2. Except as modified or amended herein, the Original Agreement remains in full force and effect.

IN WITNESS WHEREOF, the parties have executed this First Amendment as of the date set forth above.

CITY OF TACOMA, a first class municipal corporation

Elizabeth A. Pauli
City Manager

Department Approval:

Jeff Robinson
Community and Economic Development Department
Director

Approved as to form:

Office of City Attorney

Applicant:

HQC USA LLC