

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 32nd Street
- Lower Pacific Avenue
- •82 units

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•••	Overview	STATE CITY OF PERSONS AS	
Number of units	Type of Unit	Average Size	Expected Rental Rate
	Market Rate		
33	Studio	350	\$1300
32	One Bedroom, one bath	650	\$1450
	Regulated Rate		
9	Studio	350	\$1273*including utilities
8	One Bedroom, one bath	650	\$1454*including utilities
			<u>.</u>



Fiscal Implications



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

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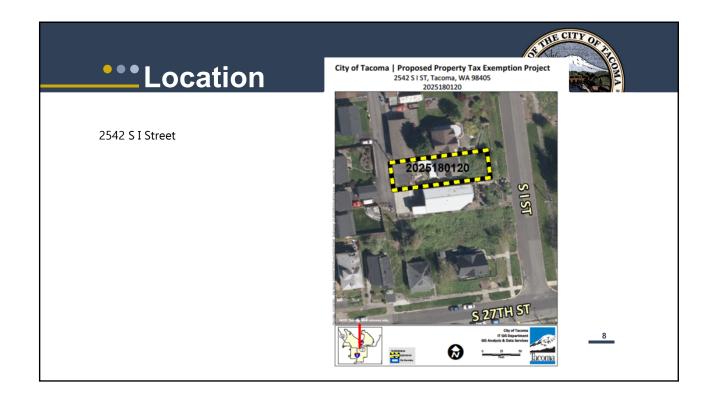
••• Overview



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

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



Fiscal Implications



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

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