

Multifamily Property Tax Exemption

City of Tacoma | Community and Economic
Development Department
City Council Meeting
February 2, 2021
Resolution No. 40744

Overview



RCW 84.14.010 Definitions

- "Affordable housing" means residential housing that is rented by a person or household whose monthly housing costs, including utilities other than telephone, do not exceed thirty percent of the household's monthly income
- "Low income household" means a single person, family, or unrelated persons living together whose adjusted income is at or below eighty percent of the median family income adjusted for family size, for the county where the project is located

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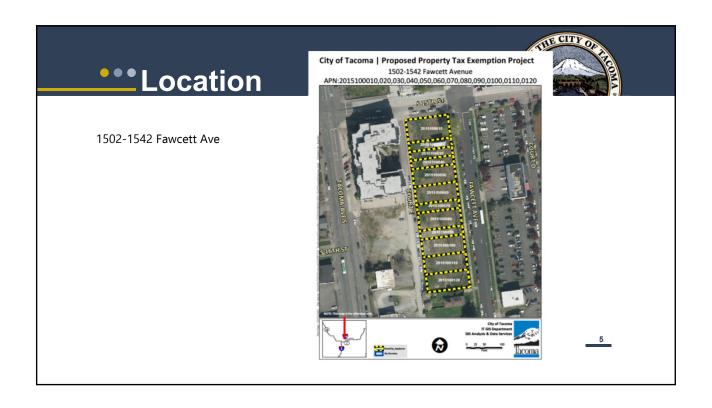
Overview

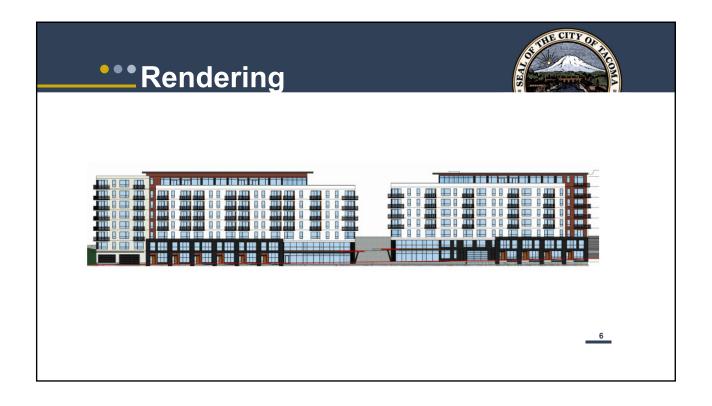


- Resolution 40744
- •1502-1542 Fawcett Avenue
- Downtown Regional Growth Center
- •386 units

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Overview Number of Type of Unit Average Size Expected Rental Rate units **Market Rate** 21 Studio 446 \$1,467 209 One Bedroom, one bathroom \$2,100 \$3,260 Two Bedroom, two bathroom **Regulated Units** 10 Studio 446 \$1,211*including utilities 53 One Bedroom, one bathroom \$1,385*including utilities 11 Two Bedroom, two bathroom 992 \$1,558*including utilities





Fiscal Implications



Taxes Generated	
Projected Total Sales Tax Generated for City	\$4,000,000
Projected Sales Tax Generated for City by construction	\$650,000
Total Projected Sales Tax Generated	\$4,650,000
Taxes Exempted	
Projected Total Taxes to be Exempt by City	\$1,650,000
Net Positive Impact	3,000,000

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