

Multifamily Property Tax Exemption

City of Tacoma | Community and Economic Development Department

City Council Meeting

April 20, 2021

Resolution No. 40774 and 40775

••••Overview



- Resolution 40774
- •1618 & 1620 South G Street
- Downtown Regional Growth Center
- •12 units

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••••Overview **Average Size** Number **Type of Unit Expected Rental** of units Rate **Market Rate** One Bedroom, one 422 \$1250 bathroom Two Bedroom, two 1120 \$1750 3 bathroom **Regulated Rate** \$1385* including One Bedroom, one 422 bathroom utilities \$1558* including 1 Two Bedroom, two 1120 bathroom utilities



Fiscal Implications



Taxes Generated					
Projected Total Sales Tax Generated for City	\$129,800				
Projected Sales Tax Generated for City by construction	\$22,500				
Total Projected Sales Tax Generated	\$152,300				
Taxes Exempted					
Projected Total Taxes to be Exempt by City	\$57,000				
Net Positive Impact	\$95,300				

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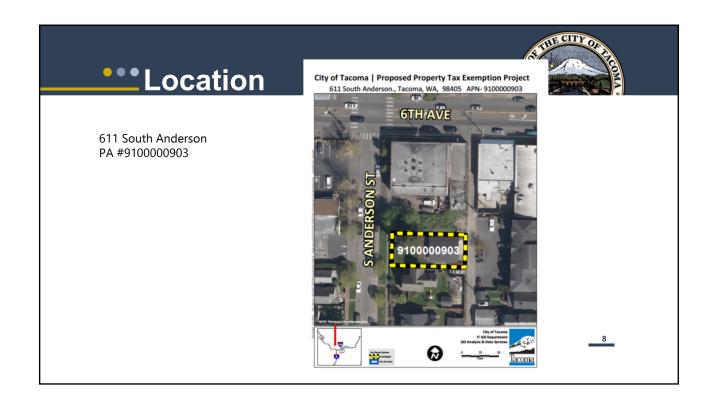
••••Overview



- Resolution 40775
- •611 S. Anderson Street
- •6th Avenue Mixed Use Center
- •8 units

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••••Overview			
Number of units	Type of Unit	Average Size	Expected Rental Rate
	Market Rate		
3	One Bedroom, one bathroom	480	\$1100
3	Two Bedroom, two bathroom	992	\$1900
	Regulated Rate		
1	One Bedroom, one bathroom	480	\$1385* including utilities
1	Two Bedroom, two bathroom	992	\$1558* including utilities



Fiscal Implications



Taxes Generated					
Projected Total Sales Tax Generated for City	\$86,500				
Projected Sales Tax Generated for City by construction	\$16,900				
Total Projected Sales Tax Generated	\$103,400				
Taxes Exempted					
Projected Total Taxes to be Exempt by City	\$41,260				
Net Positive Impact	\$62,140				

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