

City of Alexandria, Virginia

MEMORANDUM

DATE: APRIL 20, 2006
TO: HONORABLE MAYOR, AND MEMBERS OF CITY COUNCIL
FROM: JAMES HARTMANN, CITY MANAGER
SUBJECT: BUDGET MEMO # 130: IMPACT ON RESIDENTIAL REAL ESTATE TAXES OF A TEN CENT RATE REDUCTION

In the context of the preliminary add/delete work session City Council considered a ten cent reduction in the real estate tax rate to 81.5 cents per \$100 assessed value. If City Council were to approve such a rate reduction the effect on average residential real estate taxes would be the lowest such increase since 2000 and would be as follows:

Table with 6 columns: Property Type, Average Assessed Value CY 2006, Average Real Estate Taxes at Current Rate \$0.915, Average Real Estate Taxes at Proposed Rate \$0.815, Average \$ Increase, Average % Change. Rows include All Residential Properties, Single Family Residential Properties only, and Condominium Residential Properties only.

1For the disabled and income eligible senior citizens (up to \$72,000 in household income), and other low and moderate income homeowners (also up to \$72,000 in household income) the 2006 tax increase would be partially to fully offset by targeted tax relief programs for those groups.