

CITY OF ALEXANDRIA
REVENUE DIVISION, DEPARTMENT OF FINANCE

Report #2: Potential Offset to Add-On Commercial Real Estate Tax

Cost Analysis of Tax Exemption/Reduced Tax Rates for Retailers*

(Excludes Ceased Businesses: 2007 BPOL Data As Of 12/31/07)

Option #1: Tax Exemption Based on Gross Receipt Thresholds

GROSS RECEIPTS LEVEL	COST	# OF ACCOUNTS AFFECTED
GREATER THAN \$2M	3,896,988	151
\$2M & LESS	720,332	1644
\$1M & LESS	402,196	1534
\$900,000 & LESS	362,247	1514
\$800,000 & LESS	325,739	1492
\$700,000 & LESS	296,064	1472
\$600,000 & LESS	256,869	1443
\$500,000 & LESS	197,673	1410
\$400,000 & LESS	182,997	1367
\$300,000 & LESS	127,690	1289
\$200,000 & LESS	51,480	1199
\$100,000 & LESS	39,078	1060

Option #2: Tax Rate Reduction (Reduction of \$.01 - \$.05)

GROSS RECEIPT LEVEL	CURRENT RATE (\$.20/\$100)	[\$.01 REDUCTION]		[\$.02 REDUCTION]		[\$.03 REDUCTION]		[\$.04 REDUCTION]		[\$.05 REDUCTION]	
	BPOL REVENUE	ESTIMATED REVENUE	COST								
GREATER THAN \$2M	3,896,988	3,702,138	194,849	3,507,289	389,699	3,312,439	584,548	3,117,590	779,398	2,922,741	974,247
\$2M & LESS	318,136	302,229	15,907	286,322	31,814	270,416	47,720	254,509	63,627	238,602	79,534
\$1M & LESS	39,949	37,951	1,997	35,954	3,995	33,957	5,992	31,959	7,990	29,962	9,987
\$900,000 & LESS	36,508	34,683	1,825	32,858	3,651	31,032	5,476	29,207	7,302	27,381	9,127
\$800,000 & LESS	29,675	28,191	1,484	26,707	2,967	25,224	4,451	23,740	5,935	22,256	7,419
\$700,000 & LESS	39,195	37,235	1,960	35,275	3,919	33,315	5,879	31,356	7,839	29,396	9,799
\$600,000 & LESS	34,561	32,833	1,728	31,105	3,456	29,377	5,184	27,649	6,912	25,921	8,640
\$500,000 & LESS	39,311	37,346	1,966	35,380	3,931	33,415	5,897	31,449	7,862	29,483	9,828
\$400,000 & LESS	55,307	52,542	2,765	49,777	5,531	47,011	8,296	44,246	11,061	41,481	13,827
\$300,000 & LESS	47,326	44,959	2,366	42,593	4,733	40,227	7,099	37,861	9,465	35,494	11,831
\$200,000 & LESS	41,286	39,222	2,064	37,157	4,129	35,093	6,193	33,029	8,257	30,965	10,322
\$100,000 & LESS	39,078	37,124	1,954	35,170	3,908	33,216	5,862	31,263	7,816	29,309	9,770
TOTAL:	4,617,320	4,386,454	230,866	4,155,588	461,732	3,924,722	692,598	3,693,856	923,464	3,462,990	1,154,330

*Includes Retail Merchants and Retail/Wholesale Merchants