



**BUSINESS OF THE CITY COUNCIL
YAKIMA, WASHINGTON
AGENDA STATEMENT**

Item No. 9.C.
For Meeting of: October 7, 2025

ITEM TITLE: Discuss Affordable Housing Fund (HB 1406) and YMC 7.92
Affordable Housing Incentive Program

SUBMITTED BY: Sara Watkins, City Attorney

SUMMARY EXPLANATION:

The Washington State Legislature passed HB 1406 allowing municipalities to retain a portion of the State sales tax to support affordable housing solutions. City Council adopted YMC 7.92: Affordable Housing Incentive Program taking action to retain the sales tax and set guidelines for the use of the funds. City Council directed staff to bring back to a meeting information regarding how the City could utilize the affordable housing tax credit and examples of what other jurisdictions are doing with their affordable housing tax credit funds.

ITEM BUDGETED: N/A

STRATEGIC PRIORITY 24-25: A Thriving Yakima

RECOMMENDATION:

ATTACHMENTS:

[Affordable & Supportive Housing Sales & Use Tax Report.pdf](#)
[1406.October.2025.pdf](#)