



## Industrial Property Tax Exemption

The City of Urbandale has authorized the use of the State of Iowa's industrial property tax exemption program for qualifying new and expanded building investments located anywhere in the city. Under this program, the actual value added to industrial real estate may be eligible for a partial exemption from real estate taxes for a period of five years.

### Program Benefits

The Industrial Property Tax Exemption is offered on a five-year sliding scale:

- Year One: 75% of the increment applicable to new construction
- Year Two: 60% of the increment applicable to new construction
- Year Three: 45% of the increment applicable to new construction
- Year Four: 30% of the increment applicable to new construction
- Year Five: 15% of the increment applicable to new construction

### Eligibility

Qualifying investment must be in one of the following categories:

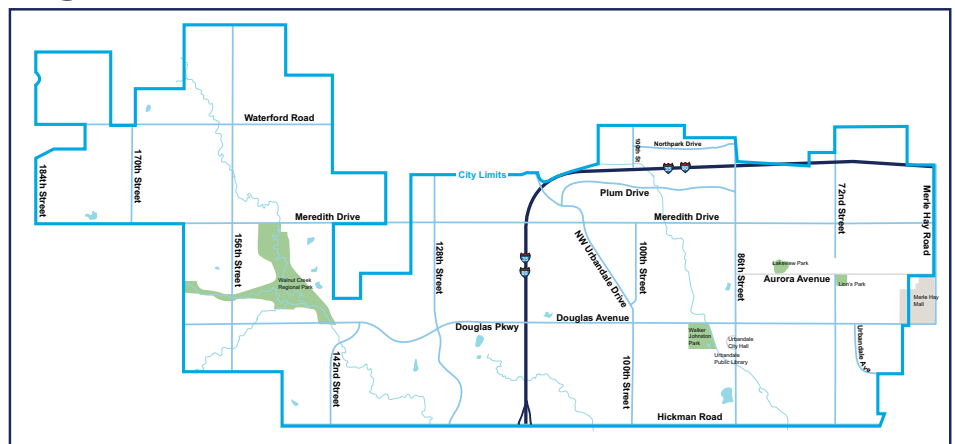
- Industrial real estate
- Research Facility
- Public Warehouse
- Distribution Center

The owner of the property must file an application with the County Assessor before February 1 of the assessment year in which the actual value added is first assessed for taxation. Please see the Polk County Assessor's website for forms and instructions.

### For Example

A company builds a warehouse on a parcel of land. The land is valued at \$500,000. The County Assessor determines the new warehouse is valued at \$2,000,000. Therefore, the property has a total valuation of \$2.5 million. The tax exemption is applied only to new taxable valuation (\$2,000,000).

### Eligible Area



The County shall have complete and sole discretion in determining eligibility for and amount of any exemption. This is a general summary of the partial property tax exemption described above.

Department of Economic Development  
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