

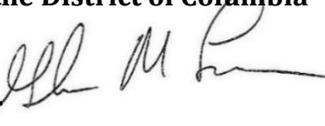
Government of the District of Columbia
Office of the Chief Financial Officer



Glen Lee
Chief Financial Officer

MEMORANDUM

TO: The Honorable Phil Mendelson
Chairman, Council of the District of Columbia

FROM: Glen Lee
Chief Financial Officer 

DATE: February 17, 2026

SUBJECT: Fiscal Impact Statement – Mu Lambda Foundation, Inc. Real Property
Tax Exemption Act of 2026

REFERENCE: Bill 26-221, Draft Committee Print as provided to the Office of Revenue
Analysis on February 6, 2026

Conclusion

Funds are sufficient in the fiscal year 2026 through fiscal year 2029 budget and financial plan to implement the bill. The bill's real property tax exemption will cost approximately \$13,000 in fiscal year 2026 and \$56,000 over the four-year financial plan period.

Background

The Mu Lambda Foundation, Inc. (Foundation) is the philanthropic arm of the Mu Lambda Chapter of the Alpha Phi Alpha Fraternity. The Foundation works with middle and high school students on college preparedness, mentoring, pregnancy prevention, scholastic encouragement, career mapping, and other related areas supporting this population. The Foundation is located at 2405 First Street, N.W.¹

The bill approves a thirty-year real property tax exemption for the Foundation's headquarters beginning on October 1, 2025. The Foundation must use the property for charitable and educational purposes to maintain the tax exemption which ends on September 30, 2055. The bill provides that this tax exemption is in addition to any other tax relief or assistance the Foundation receives.

¹ The property is known for assessment and taxation purposes as Square 3127, Lot 157.

The Honorable Phil Mendelson

FIS: Bill 26-221, "Mu Lambda Foundation, Inc. Real Property Tax Exemption Act of 2026," Draft Committee Print as provided to the Office of Revenue Analysis on February 6, 2026

Financial Plan Impact

Funds are sufficient in the fiscal year 2026 through fiscal year 2029 budget and financial plan to implement the bill. The property tax exemption will cost \$13,296 in fiscal year 2026 and \$56,461 over the four-year financial plan period. The exemption is funded retroactively to October 1, 2025.²

Bill 26-221, Mu Lambda Foundation, Inc. Real Property Tax Exemption Act of 2026					
Property Tax Exemption					
Fiscal Year 2026 – Fiscal Year 2029					
	FY 2026	FY 2027	FY 2028	FY 2029	Total
Tax Exemption	\$13,296	\$13,828	\$14,381	\$14,956	\$56,461

The Chief Financial Officer issued a Tax Abatement Financial Analysis (TAFA) assessing the need for the Foundation's tax exemption on June 23, 2025.³

² The exemption was funded as a revenue policy proposal included in the fiscal year 2026 through fiscal year 2029 budget and financial plan. See pages 3-23 through 3-24 in Executive Summary [Volume 1.pdf | Powered by Box](#)

³ [Tax Abatement Financial Analysis](#).