

# Two Examples of Municipal Service Districts

[Current Project Boundaries](#)

# BN - Municipal Service Districts

Fiscal Year	Principal	Interest	Debt Service	County Contribution	Town Contribution
2016	\$0	\$106,215	\$106,215	\$0	\$106,215
2017	\$1,348,763	\$212,430	\$1,561,193	\$339,803	\$1,221,390
2018	\$1,348,763	\$165,223	\$1,513,986	\$292,597	\$1,221,389
2019	\$1,348,763	\$118,017	\$1,466,780	\$245,390	\$1,221,390
2020	\$1,348,763	\$70,810	\$1,419,573	\$198,183	\$1,221,390
2021	\$1,348,763	\$23,603	\$1,372,366	\$150,976	\$1,221,390

Equivalent of a 7.82 cent town-wide tax increase

# BN - Municipal Service Districts



How to slice that apple  
(7.82 cent town-wide tax increase)

# BN - Municipal Service Districts

- Slicing the Apple
  - Who pays
    - What is “fair”
      1. Whole Town pays (taxes go up 7.82 cents across the board)
      2. Project area pays the equivalent of 7.82 cents
        1. One rate for ocean and non-oceanfront
        2. Different rates for ocean and non-oceanfront
      3. 7.82 cents split among all the Town and the project area

# BN - Municipal Service Districts

- Example 1: Debt Service Funded only by the project area

Fiscal Year	Debt Service	County Contribution	General Town Contribution	Oceantfront Contribution	Non-Oceanfrt Contribution
2016	\$106,215	\$0	\$106,215	\$0	\$0
2017	\$1,561,193	\$339,803	\$13,820	\$794,155	\$413,415
2018	\$1,513,986	\$292,597	\$13,820	\$794,155	\$413,415
2019	\$1,466,780	\$245,390	\$13,820	\$794,155	\$413,415
2020	\$1,419,573	\$198,183	\$13,820	\$794,155	\$413,415
2021	\$1,372,366	\$150,976	\$13,820	\$794,155	\$413,415

Esimated Parcels:	174	920
MSD Rate:	\$0.50	\$0.10
<b>AVERAGE Tax Per Parcel:</b>	<b>\$4,136</b>	<b>\$452</b>

# BN - Municipal Service Districts

- Example 2: Shared Costs

Fiscal Year	Debt Service	County Contribution	General Town Contribution	Oceantfront Contribution	Non-Oceanfrt Contribution	Total
2016	\$106,215	\$0	\$106,215	\$0	\$0	\$106,215
2017	\$1,561,193	\$339,803	\$331,482	\$476,493	\$413,415	\$1,561,193
2018	\$1,513,986	\$292,597	\$331,481	\$476,493	\$413,415	\$1,513,986
2019	\$1,466,780	\$245,390	\$331,482	\$476,493	\$413,415	\$1,466,780
2020	\$1,419,573	\$198,183	\$331,482	\$476,493	\$413,415	\$1,419,573
2021	\$1,372,366	\$150,976	\$331,482	\$476,493	\$413,415	\$1,372,366

Estimated Parcels:	174	920
MSD Rate:	\$0.30	\$0.10
Average Tax Per Parcel:	\$2,738	\$452

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- Discussion – etc.