

Tisbury School Project

Financial Discussion

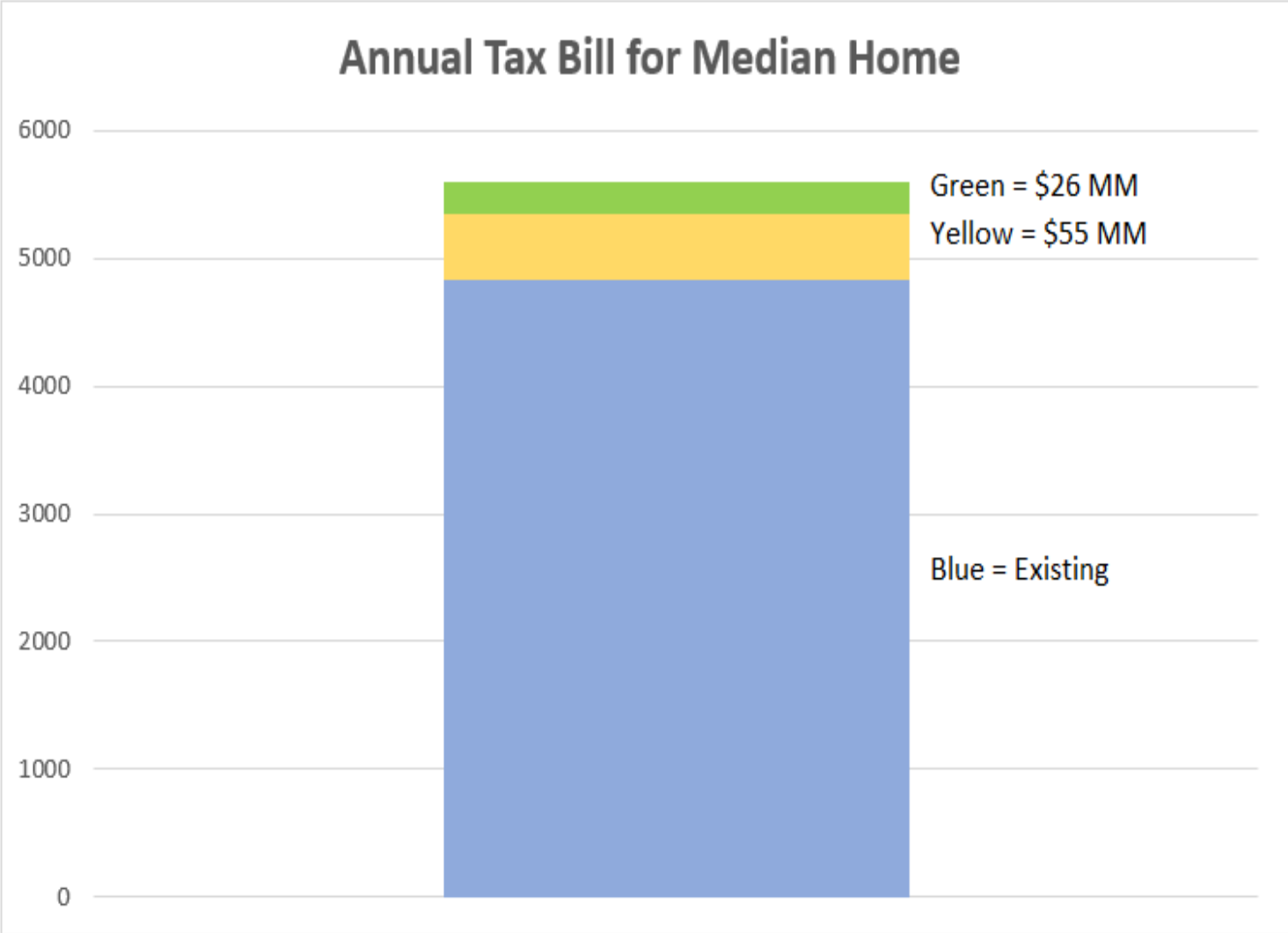


Where we are right now:

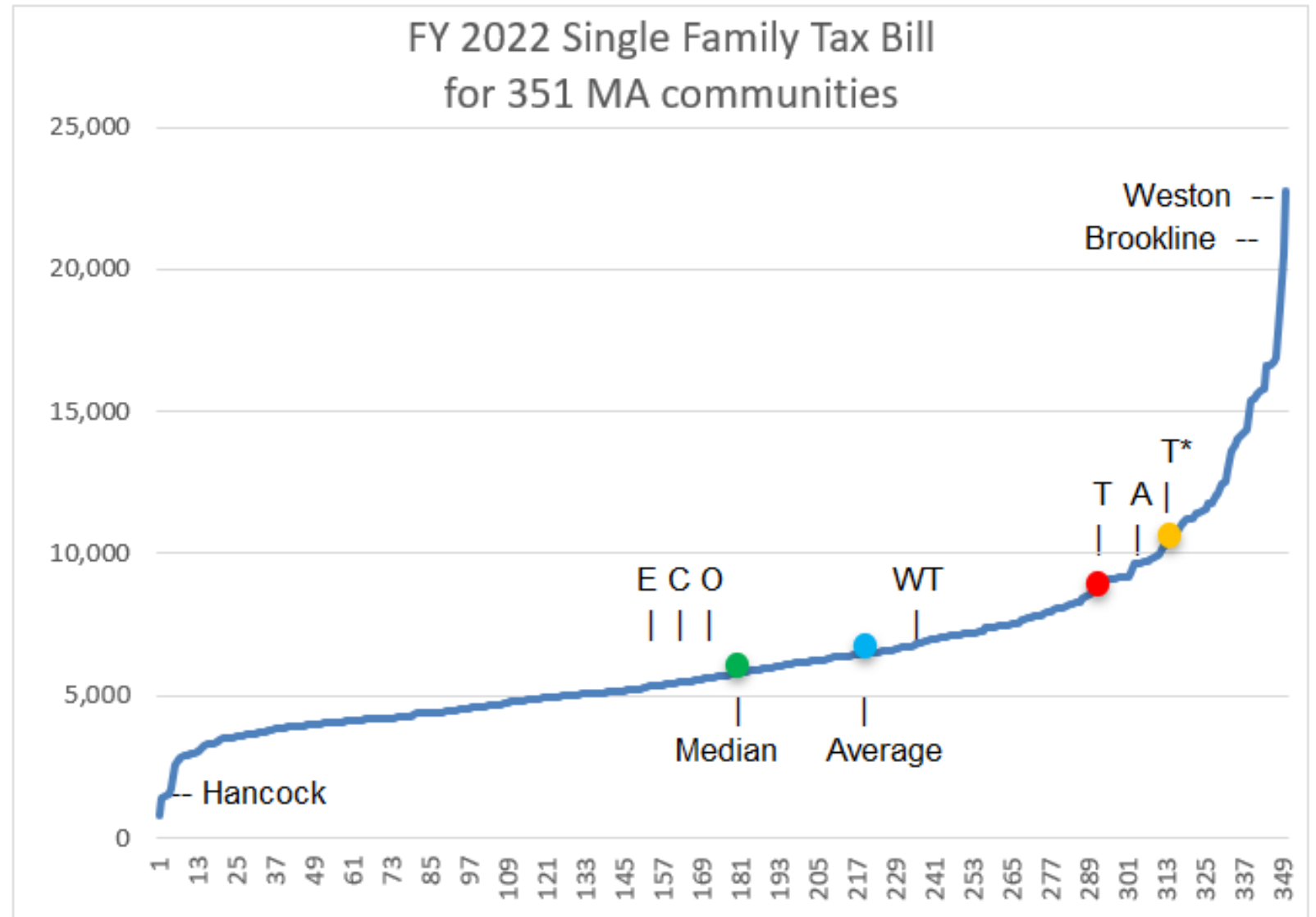
The town has authorized \$55 million in debt to renovate and expand the elementary school.

The special town meeting will decide if the town will authorize another \$26 million to complete the project.

Impact on Tax Bills



How does
Tisbury
compare to
other towns?



Red point is Tisbury before school debt. **Orange** point is Tisbury with all school debt.

Hypothetical:
increase
Residential
Exemption

\$744,000 home value

Owner-occupied (has Residential Exemption)

	<u>No Add'l</u> <u>Debt</u>	<u>\$55 MM</u> <u>Debt</u>	<u>\$81 MM</u> <u>Debt</u>
Residential Tax Rate	8.70	9.64	10.08
Residential Exemption Rate	18%	18%	18%
Annual Tax Bill	\$ 4,828	\$ 5,350	\$ 5,594
Residential Exemption Rate			21%
Annual Tax Bill			\$ 5,339

Our choice today

Go ahead with the project:

- With commitment from contractor and a known construction cost
- With a design that will meet our educational needs for the next 50 years

Go back for a third design:

- Waste a good portion of the funds that have been spent so far
- Incur costs to break contracts we have already signed
- Delay for 12 – 24 months, risking further inflation in construction costs
- Pay \$1 million a year for temporary school
- With no guarantee of savings