

Saint Paul Downtown Improvement District Proposed Service Charge -- Calculation Summary

Exhibit B

2024 District Budget for Full Program Implementation: **\$1,299,240**

Method of Financing: Service charge on commercial and industrial parcels in the Downtown Improvement District, plus volunteer contributions from public sector tax-exempt properties

Allocation of Service Charges: Annual service charges for affected parcels are based upon allocating program costs across all parcels according to two variables: building square footage and linear front footage. After deducting the voluntary contribution associated with city- and county-owned tax-exempt parcels (calculated using the same rate as commercial parcels), seventy percent (70%) of remaining costs are allocated based on building square footage; thirty percent (30%) of costs are allocated based on linear front footage.

Calculation:	<u>2024 Charges</u>	<u>Total Square Footage/Front Footage</u>	<u>Proposed Rates</u>
Total:	\$1,299,240		
-26%	(\$338,721) less City/County Contribution		
74%	\$960,519 Commercial and industrial parcels subject to service charge		
70%:	\$672,388	10,522,502 total square feet	\$0.0639 per square foot
30%:	\$288,131	21,171 total front feet	\$13.61 per linear front foot

For each property subject to the service charge: 1) the building square footage is multiplied by the per-square-foot rate to produce a sub-total, and 2) the linear front footage is multiplied by the per-linear-front-foot rate to produce another sub-total. The two sub-totals are added to produce the total special service charge for the property.

Sample Property:

<p><u>Square footage</u></p> <p>50,000 square feet</p> <p><u>\$0.0639</u> rate per square foot</p> <p>\$3,195.00 Sub-total</p>	<p><u>Linear front footage</u></p> <p>350 linear feet</p> <p><u>\$13.61</u> rate per linear front foot</p> <p>\$4,763.50</p>
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\$7,958.50 Total 2024 Service Charge