Will the tax increment be sufficient to pay for all eligible infrastructure costs?

Copyright Vermont League of Cities and Towns
Current as of: 11/21/2026

It depends on both the cost of the infrastructure and the amount of tax increment that will be generated by a housing development project. CHIP financing is used to close gaps in funding. The municipality and developer will need to determine what the gap is and whether the anticipated tax increment will close the gap fully.

Copyright Vermont League of Cities and Towns
Current as of: 11/21/2026