

**AGENDA
BOARD OF SELECTMEN
MONDAY, MARCH 1, 2021
WAQUOIT MEETING ROOM
MASHPEE TOWN HALL
16 GREAT NECK ROAD NORTH
MASHPEE, MA 02649**

Virtual / Remote Meeting

Broadcast Live on Local Cable Channel 18

Streamed Live on the Town of Mashpee Website: <https://www.mashpeema.gov/channel-18>

7 p.m. – Convene Meeting in Open Session

PLEDGE OF ALLEGIANCE

MOMENT OF SILENCE

COMMUNICATIONS & CORRESPONDENCE

OLD BUSINESS

NEW BUSINESS

1. Update on Phase 1 of the Wastewater Plan
2. Financial Update and Projections for Phase 1 of the Wastewater Plan
3. Discussion of Spring Town Meeting

LIAISON REPORTS

TOWN MANAGER UPDATES

ADDITIONAL TOPICS

(This space is reserved for topics that the Chairman did not reasonably anticipate would be discussed)

EXECUTIVE SESSION

ADJOURNMENT

MASHPEE TOWN CLERK

FEB 25 2021

RECEIVED BY: _____

WASTEWATER PHASE 1 FINANCIAL COST ANALYSIS

Underlying circumstances:

1. Mashpee's Comprehensive Water Resources Management Plan (CWRMP) recommends a comprehensive hybrid plan for all areas of Mashpee, with nitrogen credit trading addressing our 3 south-facing embayments (Popponesset, Three Bays, Waquoit).
2. The Town is facing a cost of at least \$51.2 million over the next 30 years - to address Phase 1 of its wastewater and stormwater obligations.
3. This total estimated cost includes expenses and solutions we will need to address cooperatively & collectively with Sandwich, Barnstable, and Falmouth for our south-facing embayments.
4. If our current actions such as shellfish propagation prove to be insufficient, it is likely the federal & state government, along with the Conservation Law Foundation, will step in and force residents to implement solutions at a far greater public & private cost than if we act promptly on our own.
5. As directed, we are assuming a Static real estate market for tax rate purposes.
6. If one assumption changes - All numbers change.

Financial Assumptions:

Cost assumptions: Operation & Maintenance

1. Are not included in infrastructure cost analysis, but estimated at an additional 1.2 million per year for Phase 1.

Cost assumptions : Infrastructure

1. It is anticipated that the average interest costs for implementing these solutions will be at a collective interest rate of 0.0
2. Having spoken with Clean Water Trust, The Town of Mashpee forgiveness amount is 3.3%. The Cape & Islands Trust from Rooms tax surcharge is designated to offset infrastructure costs.
3. There will be additional CWRMP costs to the Town after Phase 1, 51.2 million, is completed.

Revenue Assumptions:

Revenue Assumptions: Operation and Maintenance

1. None are included at this time and would need professional consultant to complete estimates.

Revenue Assumptions: Infrastructure

For both scenerios:

1. Grant issued from the state 3.25 million to the Town of Mashpee for scenerio 2.
2. 2% WIIF implemented by Town meeting vote. Assume 3.25% increase yearly in levy amount. (Based on CPA commitment)
3. Assuming that all properties, vacant or improved are included.
4. We assume that average home value will be stagnant for 30 years
5. Rooms Tax actual amount for FY21 is \$550,000 with 2 quarters to be received. Assuming \$750,000 yearly with 75% going to wastewater.
6. The Cape & Islands Trust is not known at this time, but estimates of 10% and 20% are being used.

Open items:

1. We would need a professional consultant to help with estimates for Infrastructure and especially Operations & Maintenance.
2. Need the final cost estimate of phase 1 from GHD

Taxpayer Information sheet:

Operations & Maintenance is not included in the Taxpayer Information sheet.

Estimated additional cost per household for hook up: See the GHD Email from 12-2-19

Scenario 1:

51.2 Million assumed for Phase 1 10% Cape & Islands forgiveness

SRF Debt Forgiveness	Debt Cost	C&I 10% Forgiveness	A			A-B		Existing WIIF Assessment		
			Per year	Total Debt	Rooms Tax Offset	PHASE 1 Per year cost per taxpayer	Total for 30 years Debt Cost	*WIIF Cost Per year	Total WIIF Cost 30 years	Debt Exclusion Per year added to Town Tax
	Year 1-30 Phase 1			\$128		\$80	\$2,388	\$89	\$4,883	(\$9)
3.3%	\$143		(15)							

*WIIF starts at \$89 per year and over 30 years increases to \$240 in Final year.

Scenario 2:

51.2 Million assumed for Phase 1 20% Cape & Islands forgiveness

SRF Debt Forgiveness	Debt Cost	C&I 20% Forgiveness	A			A-B		Existing WIIF Assessment		
			Per year	Total Debt	Rooms Tax Offset	PHASE 1 Per year cost per taxpayer	Total for 30 years Debt Cost	*WIIF Cost Per year	Total WIIF Cost 30 years	Debt Exclusion Per year added to Town Tax
	Year 1-30 Phase 1			\$114		\$65	\$1,944	\$89	\$4,883	(\$24)
3.3%	\$143		(30)							

*WIIF starts at \$89 per year and over 30 years increases to \$240 in Final year.

Phase 1 Wastewater Debt Repayment Hypothetical Scenarios
as of February 25, 2021

Scenario 1 - 51.2 Million, 10% C&I				Scenario 2 - 51.2 Million, 20% C&I			
	Mashpee amount using Current Situation	Dollars	Cost to Avg. Taxpayer***		Mashpee amount using Current Situation	Dollars	Cost to Avg. Taxpayer***
Estimated cost		51,200,000	\$148.19			51,200,000	\$148.19
State Revolving Fund Forgiveness	3.3%	-1,689,600	(\$4.89)		3.3%	-1,689,600	(\$4.89)
Cape & Islands Cleanwater forgiveness	10%	-5,120,000	(\$14.82)		20%	-10,240,000	(\$29.64)
Cost after Principal Forgiveness		44,390,400	\$128.48			39,270,400	\$113.66
Estimated offset of Room Occupancy Tax	75% of Room Occupancy Tax (per Town meeting)****	-16,875,000	(\$48.83)		75% of Room Occupancy Tax (per Town meeting)****	-16,875,000	(\$48.83)
Estimated Taxpayer Share		27,515,400	\$79.65			22,395,400	\$64.83

Note 1 - Figures dependent on Shellfish success and investment of 1.5 million yearly

* Estimated parcels covered in phase 1 450

**** ACTUAL FY21 Rooms tax collected as of 2-28-21 525,000

***** Estimated Rooms tax per year going forward 750,000

*** Average home value for FY21 is \$498,047

FY 21 Parcels 11520

Total Town value for FY21 5,736,014,550

Anticipated Required Additional Debt Exclusion: 0