

METHUEN FINANCIAL PRESENTATION

October 1, 2024

CHAPTER 70 FUNDS - 44.69% OVER PAST 5 YEARS

Ability to Pay - Chapter 70 Trends	FY 2024	FY 2023	FY 2022	FY 2021	FY 2020	FY 2019	Time Period Change	Time Period Percentage Change
Chapter 70 Aid Historical Trends	\$ 64,681,414	\$ 56,601,025	\$ 48,647,173	\$ 48,444,163	\$ 47,567,622	\$ 44,704,725	\$ 19,976,689	44.69%
Annual Percentage Change	14.28%	16.35%	0.42%	1.84%	6.40%	---		

CHAPTER 70 INCREASED 36.71% OVER PAST 3 YEARS

Ability to Pay - Chapter 70 Trends	FY 2025	FY 2024	FY 2023
<u>Chapter 70 Aid Historical Trends</u>	68,616,821	\$ 64,681,414	\$ 56,601,025
Annual Percentage Change	6.08%	14.28%	16.35%

LOCAL RECEIPTS

<u>Local Receipts: Actual minus Estimated</u>	\$ 3,664,796	\$ 2,398,676	\$ 2,788,125	\$ 542,668	\$ 1,217,235	\$ 2,447,561	201.08%
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SIGNIFICANT DECREASE IN EDUCATIONAL SPENDING

Actual Net School Spending as % of Required Net School Spending	101.46%	101.64%	105.23%	102.79%	104.99%	107.23%	-5.77%
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SIGNIFICANT INCREASE IN FREE CASH/ STABILIZATION FUND FY 2019 - FY 2024

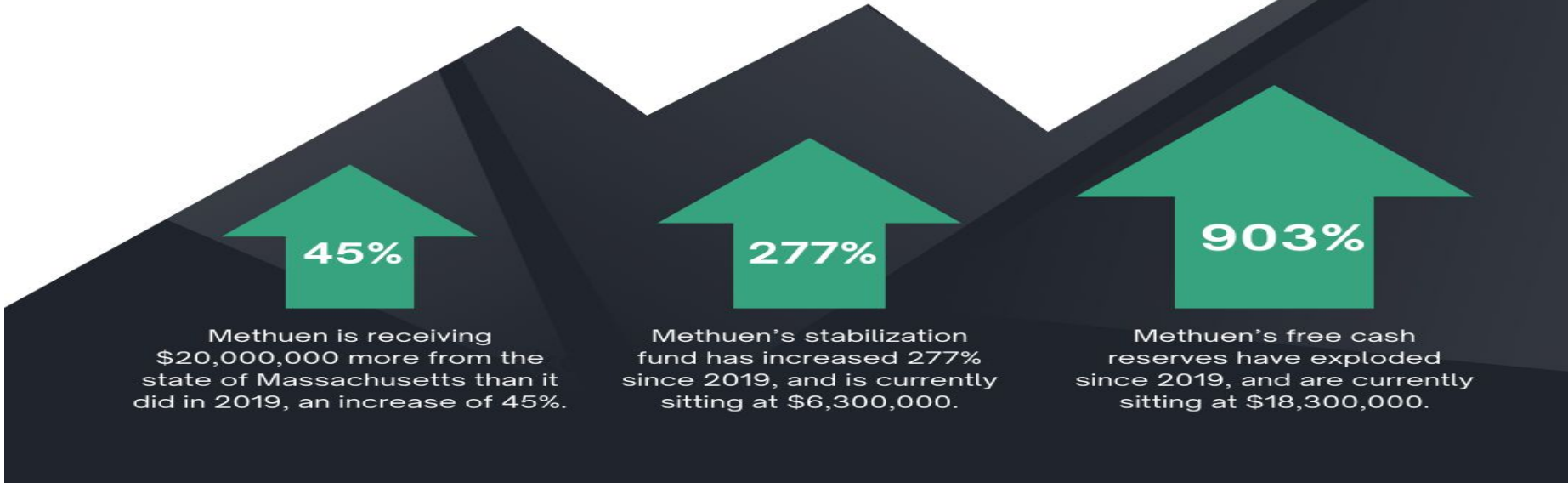
<u>Certified Free Cash available from previous fiscal year</u>	\$ 18,362,855	\$ 16,602,506	\$ 12,889,421	\$ 4,810,652	\$ 3,079,400	\$ 1,829,948	\$ 16,532,907	903.46%
Annual Percentage Change	10.60%	28.81%	167.94%	56.22%	68.28%	---		

<u>Total Stabilization Fund</u>		\$ 6,309,867	\$ 4,962,580	\$ 3,833,142	\$ 2,629,335	\$ 1,673,565	\$ 4,636,302	277.03%
Annual Percentage Change		27.15%	29.47%	45.78%	57.11%	---		

Net school spending in Methuen has decreased by 6% since 2019, despite astronomical increases in state aid.



Rather than paying its educators what they are worth, the city of Methuen has been using additional state funding for its schools to pad its cash reserves.



45%

Methuen is receiving \$20,000,000 more from the state of Massachusetts than it did in 2019, an increase of 45%.

277%

Methuen's stabilization fund has increased 277% since 2019, and is currently sitting at \$6,300,000.

903%

Methuen's free cash reserves have exploded since 2019, and are currently sitting at \$18,300,000.

FINANCIAL PICTURE

1. Chapter 70 - \$64.6 million (\$20 million increase or 45% since 2019)
2. Free Cash - \$18.3 million (903% increase since 2019!)
3. Stabilization Fund - \$6.3 million (277% increase since 2019!)
4. Local Tax Receipts - \$3.6 million surplus last year!
5. Tax levy capacity - \$660,000
6. Net school spending - 6% decrease over the last 5 years
7. Staffing Shortage - 62 program assistant

EAGLE TRIBUNE - FEB 18, 2023 - METHUEN CITY COUNCIL RAISES

“raises were one feature of the ordinance, which was initially

proposed at their last meeting to address the disparity between compensation

for Methuen’s council and similar bodies in other cities. City councilors in

Everett, for example, make \$29,196 and in Peabody they make \$11,016”

MALDEN

Ability to Pay - Chapter 70 Trends	FY 2024	FY 2023	FY 2022	FY 2021	FY 2020	FY 2019	Time Period Change	Time Period Percentage Change
Chapter 70 Aid Historical Trends	\$ 63,196,977	\$ 54,074,627	\$ 51,413,853	\$ 51,206,223	\$ 51,206,223	\$ 49,297,769	\$ 13,899,208	28.19%
Annual Percentage Change	16.87%	5.18%	0.41%	0.00%	3.87%	---		

MALDEN 24-25

2024-25 Scale (2% Effective 9/1/2024)

Step	BA	BA15	MA	MA15	MA30	MA45	MA60
1	\$ 56,452.11	\$ 58,293.41	\$ 62,932.71	\$ 64,697.74	\$ 66,629.17	\$ 68,471.85	\$ 71,567.94
2	\$ 59,218.22	\$ 61,080.31	\$ 66,019.10	\$ 67,857.62	\$ 69,708.63	\$ 71,567.94	\$ 74,644.63
3	\$ 61,693.16	\$ 63,548.32	\$ 69,090.23	\$ 70,956.49	\$ 72,793.62	\$ 74,646.01	\$ 77,726.86
4	\$ 64,165.32	\$ 66,020.49	\$ 72,186.34	\$ 74,029.02	\$ 75,886.95	\$ 77,726.86	\$ 80,824.34
5	\$ 66,629.17	\$ 68,471.85	\$ 75,264.40	\$ 77,119.57	\$ 78,969.19	\$ 80,824.34	\$ 83,898.26
6	\$ 69,101.33	\$ 70,956.49	\$ 78,341.09	\$ 80,208.73	\$ 82,063.89	\$ 83,898.26	\$ 86,984.65
7	\$ 72,186.34	\$ 74,029.02	\$ 82,063.89	\$ 83,898.26	\$ 85,758.97	\$ 87,603.03	\$ 90,699.13
8	\$ 75,264.40	\$ 77,119.57	\$ 86,984.65	\$ 88,841.20	\$ 90,790.65	\$ 92,537.66	\$ 95,635.14
9	\$ 78,341.09	\$ 80,208.73	\$ 91,924.82	\$ 93,779.97	\$ 95,637.91	\$ 98,100.37	\$ 101,175.66
10	\$ 85,510.78	\$ 87,406.15	\$ 99,934.74	\$ 101,698.38	\$ 103,618.72	\$ 105,521.01	\$ 108,723.87
11	\$ 88,076.10	\$ 90,028.34	\$ 102,932.78	\$ 104,749.33	\$ 106,727.28	\$ 108,686.64	\$ 111,985.59

Revere 23-24

Current

Step	BA	BA +15	MA	MA+15	MA+30	MA+45	MA+60	CAGS	PHD/EDD
0	\$ 52,873.83	\$ 54,157.57	\$ 58,303.52	\$ 60,457.47	\$ 62,597.38	\$ 64,753.50	\$ 66,904.21	\$ 69,054.92	\$ 75,806.13
1	\$ 54,157.57	\$ 55,674.51	\$ 62,365.25	\$ 64,511.65	\$ 66,668.84	\$ 68,813.07	\$ 70,969.18	\$ 73,115.58	\$ 79,881.90
2	\$ 57,588.77	\$ 59,730.85	\$ 66,422.67	\$ 68,577.70	\$ 70,725.18	\$ 72,874.81	\$ 75,024.44	\$ 77,178.39	\$ 83,929.60
3	\$ 61,644.03	\$ 63,795.82	\$ 70,496.29	\$ 72,630.80	\$ 74,786.91	\$ 76,936.55	\$ 79,090.50	\$ 81,236.89	\$ 87,994.57
4	\$ 65,709.01	\$ 67,856.48	\$ 74,542.91	\$ 76,699.02	\$ 78,849.73	\$ 81,000.44	\$ 83,145.75	\$ 85,304.02	\$ 92,061.71
5	\$ 69,775.06	\$ 71,917.14	\$ 78,606.80	\$ 80,756.43	\$ 82,916.86	\$ 85,056.78	\$ 87,207.49	\$ 89,361.44	\$ 96,121.29
6	\$ 73,835.72	\$ 75,982.11	\$ 82,670.70	\$ 84,824.65	\$ 86,964.56	\$ 89,119.60	\$ 91,274.63	\$ 93,421.02	\$ 100,184.10
7	\$ 77,892.06	\$ 80,043.85	\$ 86,723.80	\$ 88,886.39	\$ 91,029.54	\$ 93,189.97	\$ 95,326.65	\$ 97,482.76	\$ 104,243.68
8	\$ 81,955.95	\$ 84,101.27	\$ 90,798.49	\$ 92,945.96	\$ 95,095.60	\$ 97,246.31	\$ 99,394.86	\$ 101,547.73	\$ 108,305.42
9	\$ 86,012.29	\$ 88,170.56	\$ 94,860.23	\$ 97,005.54	\$ 99,158.41	\$ 101,309.12	\$ 103,455.52	\$ 105,608.39	\$ 112,368.23

Longevity

10 Years	\$2,000
15 Years	\$2,500
20 Years	\$3,500
25 Years	\$4,500
30 Years	\$5,500
35 Years	\$6,000

MANAGEMENTS OFFER (9/16/24) ON THE TABLE NOW 24-25

24-25												
Step	BA	BA +15	MA	MA+15	MA+30	MA+45	MA+60	CAGS	PHD/EDD	1.035	Longevity	
0										\$300	10 Years	\$ 2,300.00
1	\$ 56,053.08	\$ 57,623.12	\$ 64,548.04	\$ 66,769.56	\$ 69,002.25	\$ 71,221.53	\$ 73,453.10	\$ 75,674.62	\$ 82,677.76		15 Years	\$ 2,800.00
2	\$ 59,604.38	\$ 61,821.43	\$ 68,747.47	\$ 70,977.92	\$ 73,200.56	\$ 75,425.43	\$ 77,650.30	\$ 79,879.64	\$ 86,867.13		20 Years	\$ 3,800.00
3	\$ 63,801.57	\$ 66,028.68	\$ 72,963.66	\$ 75,172.88	\$ 77,404.45	\$ 79,629.32	\$ 81,858.66	\$ 84,080.18	\$ 91,074.38		25 Years	\$ 4,800.00
4	\$ 68,008.82	\$ 70,231.46	\$ 77,151.91	\$ 79,383.48	\$ 81,609.47	\$ 83,835.46	\$ 86,055.86	\$ 88,289.67	\$ 95,283.87		30 Years	\$ 5,800.00
5	\$ 72,217.19	\$ 74,434.24	\$ 81,358.04	\$ 83,582.91	\$ 85,818.95	\$ 88,033.77	\$ 90,259.75	\$ 92,489.09	\$ 99,485.53		35 Years	\$ 6,300.00
6	\$ 76,419.97	\$ 78,641.49	\$ 85,564.17	\$ 87,793.51	\$ 90,008.32	\$ 92,238.78	\$ 94,469.24	\$ 96,690.76	\$ 103,690.55			
7	\$ 80,618.28	\$ 82,845.38	\$ 89,759.13	\$ 91,997.41	\$ 94,215.57	\$ 96,451.62	\$ 98,663.08	\$ 100,894.65	\$ 107,892.21			
8	\$ 84,824.41	\$ 87,044.81	\$ 93,976.44	\$ 96,199.07	\$ 98,423.94	\$ 100,649.93	\$ 102,873.68	\$ 105,101.90	\$ 112,096.11			
9	\$ 89,022.72	\$ 91,256.53	\$ 98,180.33	\$ 100,400.73	\$ 102,628.96	\$ 104,854.94	\$ 107,076.46	\$ 109,304.68	\$ 116,301.12			

OUR 24-25 PROPOSAL

Step	B	B+15	M	M+15	M+30	M+45	M+60	M+75
1	54415	56217	58106	59916	61722	63529	65330	66592
2	57746	59561	61507	63318	65124	66934	68740	70002
3	61109	62918	64909	66722	68541	70247	72171	73433
4	64478	66297	68336	70163	71974	73787	75607	76868
5	67866	69684	71777	73596	75423	77243	79065	80326
6	71256	73095	75239	77063	78895	80703	82542	83806
7	77499	79437	81025	82502	84769	86590	88423	89683
8	83739	85776	86811	87938	90643	92475	94299	95562
9	86297	88339	92094	94186	96289	98381	100476	101737
10	91052	93206	94658	96747	98851	100944	103038	104301
11	0	0	99873	102078	104298	106506	108715	110048

COMPS

	Methuen	Revere	Lowell	HAVERHILL	TEWKSBURY	ANDOVER	NORTH ANDOVER	MALDEN	WOBURN	DANVERS	NORTH READING	Greater Lawrence	Billerica	Comp Averages	Difference with average	Comp Median	Diff with Median
Schedule Min	\$48,656.00	\$56,053.00	\$53,048.00	\$53,753.00	\$54,202.00	\$60,549.36	\$54,012.00	\$56,452.11	\$58,061.00	\$57,257.00	\$54,352.00	\$63,311.00	\$56,513.00	\$56,463.62	\$7,807.62	\$56,252.56	\$7,596.56
Schedule Max	\$99,334.00	\$116,301.00	\$113,598.00	\$102,987.00	\$110,008.00	\$122,449.33	\$111,460.00	\$111,985.59	\$110,923.00	\$116,671.00	\$107,312.00	\$109,760.00	\$112,664.00	\$112,176.58	\$12,842.58	\$111,722.80	\$12,388.80
Lane Count	8	9	9	8	11	7	7	7	8	11	9	8	7				
Max Step Number	11	9	11	14	10	15	13	11	11	15	12	12	12				
B Min	\$48,656.00	\$56,053.00	\$55,885.00	\$53,753.00	\$54,202.00	\$60,549.36	\$54,012.00	\$56,452.11	\$58,061.00	\$57,257.00	\$54,352.00	\$63,311.00	\$56,513.00	\$56,700.04	\$8,044.04		
B Max	\$82,188.00	\$89,023.00	\$97,760.00	\$85,919.00	\$82,495.00	\$92,214.15	\$88,958.00	\$88,076.10	\$93,807.00	\$89,668.00	\$90,581.00	\$101,192.00	\$88,182.00	\$90,656.27	\$8,468.27		
M Min	\$52,124.00	\$64,548.00	\$60,812.00	\$61,091.00	\$58,560.00	\$68,549.16	\$60,300.00	\$62,932.71	\$65,978.00	\$61,579.00	\$60,940.00	\$65,722.00	\$59,338.00	\$62,529.16	\$7,214.00		
M Max	\$90,150.00	\$98,180.00	\$102,689.00	\$93,231.00	\$94,102.00	\$105,508.19	\$97,441.00	\$102,932.78	\$101,569.00	\$97,229.00	\$99,605.00	\$103,643.00	\$97,684.00	\$99,484.50	\$9,334.50		
M+30 Min	\$55,557.00	\$69,003.00		\$65,974.00	\$62,316.00	\$72,308.80	\$63,050.00	\$66,629.17	\$70,457.00	\$65,900.00	\$62,011.00			\$66,405.44	\$10,848.44		
M+30 Max	\$94,144.00	\$102,629.00		\$98,111.00	\$97,981.00	\$109,316.54	\$102,389.00	\$106,727.28	\$106,398.00	\$104,792.00	\$100,676.00			\$103,224.42	\$9,080.42		
M+60 Min	\$58,981.00	\$73,452.00	\$64,686.00	\$70,854.00	\$66,109.00	\$76,108.49	\$66,462.00	\$71,567.94	\$74,647.00	\$70,222.00	\$64,868.00	\$67,639.00	\$62,305.00	\$69,076.70	\$10,095.70		
M+60 Max	\$98,131.00	\$107,076.00	\$106,563.00	\$102,987.00	\$101,861.00	\$112,972.29	\$108,635.00	\$111,985.59	\$110,923.00	\$112,355.00	\$103,532.00	\$106,088.00	\$102,568.00	\$107,295.49	\$9,164.49		

EVERETT 24 - 25

Step	B	B+10	B+20	M	M+6	M+12	M+18	M+30	M+60/CAGS	D
1	\$58,511	\$59,816	\$61,746	\$63,689	\$64,989	\$66,914	\$68,856	\$72,735	\$75,157	\$77,575
2	\$61,744	\$63,030	\$64,977	\$66,917	\$68,218	\$70,148	\$72,086	\$75,961	\$78,382	\$80,806
3	\$64,975	\$66,270	\$68,209	\$70,155	\$71,452	\$73,378	\$75,319	\$79,193	\$81,618	\$84,039
4	\$68,205	\$69,502	\$71,441	\$73,383	\$74,684	\$76,608	\$78,552	\$82,426	\$84,851	\$87,273
5	\$71,440	\$72,736	\$74,673	\$76,612	\$77,914	\$79,842	\$81,782	\$85,659	\$88,078	\$90,501
6	\$74,673	\$75,971	\$77,906	\$79,845	\$81,151	\$83,075	\$85,016	\$88,893	\$91,320	\$93,735
7	\$78,542	\$79,839	\$81,776	\$83,720	\$85,017	\$86,943	\$88,885	\$92,762	\$95,187	\$97,603
8	\$83,066	\$84,363	\$86,301	\$88,238	\$89,539	\$91,468	\$93,407	\$97,282	\$99,712	\$102,128
9	\$87,924	\$89,220	\$91,157	\$93,099	\$94,396	\$96,322	\$98,265	\$102,142	\$104,564	\$106,985
10	\$93,742	\$95,033	\$96,976	\$98,918	\$100,216	\$102,142	\$104,087	\$107,961	\$110,382	\$112,801

RESOURCES

Massachusetts Department of Elementary and Secondary
Education Chapter 70 District Profile

DLS - Division of Local Services

Eagle Tribune

Collective Bargaining Agreements

Revere Public Schools Wage Proposals