

FINANCIAL FORECAST | TOWN OF METHUEN

A COMMUNITY COMPACT CABINET INITIATIVE

APRIL 2019



DLS
DIVISION OF LOCAL SERVICES
MA DEPARTMENT OF REVENUE

PREPARED BY:

DLS | Technical Assistance Bureau

100 Cambridge Street, Boston, MA 02114

www.mass.gov/dls



Christopher C. Harding
Commissioner of Revenue

Sean R. Cronin
Senior Deputy Commissioner

April 16, 2019

Honorable James P. Jajuga
41 Pleasant Street
Methuen, MA 01844

Dear Mayor Jajuga,

I am pleased to present the enclosed financial forecast for the City of Methuen as part of the Baker-Polito Administration's Community Compact Cabinet initiative. This collaborative program strives to create clear mutual standards, expectations, and accountability for both the state and municipalities. It is my hope that our guidance provides direction and serves as a resource for local officials as we build better government for our citizens.

If you have any questions regarding the report, please contact Zack Blake, Technical Assistance Bureau Chief, at (617) 626-2358 or blakez@dor.state.ma.us.

Sincerely,

A handwritten signature in black ink, appearing to read "Sean R. Cronin".

Sean R. Cronin
Senior Deputy Commissioner

Supporting a Commonwealth of Communities

mass.gov/DLS | P.O. Box 9569 Boston, MA 02114-9569 | (617) 626-2300

SUMMARY OF PROJECTED REVENUES AND EXPENDITURES

	FY2019	FY2020	FY2021	FY2022	FY2023	FY2024
General Fund						
Revenues						
Property Tax Levy	89,846,256	93,464,941	97,201,565	100,931,604	104,654,894	108,371,266
State Aid Cherry Sheet	51,165,843	53,269,711	54,567,778	55,900,114	57,267,391	58,670,324
Estimated Local & Offset Receipts	12,681,000	12,807,809	12,935,888	13,065,245	13,195,898	13,327,858
Available Funds/Other Financing Sources	6,790,981	730,000	730,000	730,000	730,000	730,000
Total Revenues	160,484,080	160,272,461	165,435,231	170,626,963	175,848,183	181,099,448
Year-to-year percentage change		-0.13%	3.22%	3.14%	3.06%	2.99%
Expenditures						
Legislative and Executive	1,423,851	1,286,998	1,308,628	1,333,885	1,354,703	1,362,382
Financial	2,260,201	2,389,249	2,425,040	2,458,731	2,486,965	2,510,324
Economic & Community Development	1,530,680	1,639,297	1,647,453	1,653,402	1,665,466	1,671,784
Public Safety	23,147,191	23,528,144	23,779,638	23,868,236	24,003,863	24,106,924
Education	81,287,737	83,640,446	86,108,355	88,649,724	91,266,745	93,961,677
Public Works	10,385,297	10,442,434	10,781,163	11,129,665	11,489,792	11,861,821
Human Services	909,245	942,023	955,968	967,767	979,777	996,716
Culture & Recreation	1,785,191	1,773,003	1,543,222	1,562,960	1,576,170	1,595,608
Debt Service	3,866,119	4,258,791	5,070,074	5,179,045	5,107,624	5,304,809
Risk Management	1,145,000	1,215,500	1,273,775	1,334,964	1,399,213	1,466,673
Employee Benefits	26,543,164	27,180,365	28,112,573	29,082,695	30,092,446	31,143,621
State Assessments	2,776,961	2,646,763	2,904,395	3,196,203	3,527,070	3,902,592
Miscellaneous	3,908,141	-	-	-	-	-
Other Amounts Raised	960,607	984,347	1,007,309	1,030,845	1,054,969	1,079,696
Other Financing Uses	-	-	500,000	500,000	500,000	500,000
Total Expenditures	161,929,385	161,927,360	167,417,594	171,948,122	176,504,803	181,464,627
Total Expenditures Percentage Change		0.00%	3.39%	2.71%	2.65%	2.81%
General Fund Surplus/(Shortfall)	(1,445,305)	(1,654,899)	(1,982,363)	(1,321,159)	(656,620)	(365,179)
Financial Impact of COLA Increase	-	22,234	265,737	513,549	764,291	1,017,654
Total Surplus/(Shortfall) after COLA	(1,445,305)	(1,677,133)	(2,248,100)	(1,834,708)	(1,420,911)	(1,382,833)
Enterprise Funds						
Enterprise Funds: Revenues	12,855,765	13,288,819	13,857,373	14,152,729	14,448,596	14,761,442
Total Enterprise Revenue Percentage Change		3.37%	4.28%	2.13%	2.09%	2.17%
Enterprise Funds: Expenditures	11,410,460	11,818,221	12,361,040	12,630,210	12,899,433	13,185,169
Total Enterprise Expenditures Percentage Change		3.57%	4.59%	2.18%	2.13%	2.22%
Enterprise Surplus/(Shortfall)	1,445,305	1,470,598	1,496,333	1,522,519	1,549,163	1,576,273
	-	-	-	-	-	-
Fiscal Year-End Balances	Balance	Balance	Balance	Balance	Balance	Balance
	6/30/2018	6/30/2019	6/30/2020	6/30/2021	7/1/2021	7/2/2021
General Stabilization	\$1,828,131	\$2,847,584	\$3,892,524	\$4,963,587	\$6,061,427	\$7,186,712
General Stabilization as a Percentage of Budget	1.1%	1.6%	2.2%	2.7%	3.2%	3.7%
Public Safety SF	330,045	331,695	333,354	335,020	336,696	338,379
	0	0	0	0	0	0
OPEB Fund	10,506	10,558	10,611	10,664	10,717	10,771

Revenue Projections

				Adjusted					
	FY2016	FY2017	FY2018	FY2019	FY2020	FY2021	FY2022	FY2023	FY2024
	Budget	Budget	Budget	Budget	Projected	Projected	Projected	Projected	Projected
PROPERTY TAX LEVY									
MAXIMUM ALLOWABLE LEVY	80,592,982	83,578,045	86,698,275	90,014,577	93,464,941	97,201,565	100,931,604	104,654,894	108,371,266
TOTAL Tax Levy	79,674,787	83,215,227	86,562,062	89,846,256	93,464,941	97,201,565	100,931,604	104,654,894	108,371,266
<i>Excess Tax Levy Capacity</i>	<i>918,195</i>	<i>362,818</i>	<i>136,213</i>	<i>168,321</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>

STATE AID CHERRY SHEET

Education: Distributions and Reimbursements	41,177,408	42,215,391	42,489,977	44,921,535	46,875,901	48,029,628	49,214,015	50,429,645	51,677,139
Education: Offset Items	0	0	0	0	0	0	0	0	0
General Govt: Distributions and Reimbursements	5,610,932	5,798,728	6,048,867	6,179,761	6,327,925	6,472,265	6,620,214	6,771,861	6,927,300
General Govt: Offset Item	61,838	61,134	62,294	64,547	65,885	65,885	65,885	65,885	65,885
TOTAL Cherry Sheet	46,850,178	48,075,253	48,601,138	51,165,843	53,269,711	54,567,778	55,900,114	57,267,391	58,670,324

TOTAL MSBA Reimbursement	4,851,449	3,456,911	-	-	-	-	-	-	-
---------------------------------	------------------	------------------	----------	----------	----------	----------	----------	----------	----------

ESTIMATED LOCAL RECEIPTS

Local Receipts Not Allocated	11,346,500	12,514,500	12,388,500	12,681,000	12,807,809	12,935,888	13,065,245	13,195,898	13,327,858
Offset Receipts	0	0	0	0	0	0	0	0	0
TOTAL Estimated Receipts	11,346,500	12,514,500	12,388,500	12,681,000	12,807,809	12,935,888	13,065,245	13,195,898	13,327,858

AVAILABLE FUNDS/OTHER FINANCING

Free Cash	1,214,772	500,234	0	0	0	0	0	0	0
Other Available Funds	1,184,404	2,749,087	430,000	6,790,981	730,000	730,000	730,000	730,000	730,000
TOTAL Available Funds	2,399,176	3,249,321	430,000	6,790,981	730,000	730,000	730,000	730,000	730,000
TOTAL GENERAL FUND REVENUES	145,122,090	150,511,212	147,981,700	160,484,080	160,272,461	165,435,231	170,626,963	175,848,183	181,099,448

ENTERPRISE FUNDS

Water & Sewer Fund Revenues	10,742,778	12,161,833	12,749,522	12,855,765	13,288,819	13,857,373	14,152,729	14,448,596	14,761,442
Water & Sewer Retained Earnings	1,064,949	-	-	-	-	-	-	-	-
TOTAL Enterprise Funds	11,807,727	12,161,833	12,749,522	12,855,765	13,288,819	13,857,373	14,152,729	14,448,596	14,761,442

GRAND TOTAL REVENUES	156,929,817	162,673,045	160,731,222	173,339,845	173,561,280	179,292,604	184,779,692	190,296,779	195,860,890
-----------------------------	--------------------	--------------------	--------------------	--------------------	--------------------	--------------------	--------------------	--------------------	--------------------

Tax Levy Limit / New Growth

	FY2016 Budget	FY2017 Budget	FY2018 Budget	FY2019 Budget	FY2020 Projected	FY2021 Projected	FY2022 Projected	FY2023 Projected	FY2024 Projected
LEVY LIMIT									
II A. Prior Year Tax Levy Limit	77,798,956	80,592,982	83,578,045	86,698,275	90,014,577	93,464,941	97,201,565	100,931,604	104,654,894
II A1. Amended Prior Growth (LA-13A)	-	-	-	-	-	-	-	-	-
II B. 2.5% Increase	1,944,974	2,014,825	2,089,451	2,167,457	2,250,364	2,336,624	2,430,039	2,523,290	2,616,372
II C. Certified New Growth	849,052	970,238	1,030,779	1,148,845	1,200,000	1,400,000	1,300,000	1,200,000	1,100,000
II C1. Adjusted New Growth									
II D. Override	-	-	-	-	-	-	-	-	-
II E. Levy Limit	80,592,982	83,578,045	86,698,275	90,014,577	93,464,941	97,201,565	100,931,604	104,654,894	108,371,266
Year-to-year percentage change	3.6%	3.7%	3.7%	3.8%	3.8%	4.0%	3.8%	3.7%	3.6%
III B. Debt Exclusion(s)	-	-	-	-	-	-	-	-	-
III C. Capital Exclusion(s)	-	-	-	-	-	-	-	-	-
III D. Stabilization Fund Override									
III E. Other Adjustment									
III F. Water/Sewer									
III G. Maximum Allowable Tax Levy	80,592,982	83,578,045	86,698,275	90,014,577	93,464,941	97,201,565	100,931,604	104,654,894	108,371,266
Ic. Tax Levy (Approved by DLS)	79,674,787	83,215,227	86,562,062	89,846,256					
DLS Gateway, Taxrate, Levy Limit worksheet									
DLS Gateway, Taxrate, Tax Rate Recap, page 1 Ic									

	FY2016 Budget	FY2017 Budget	FY2018 Budget	FY2019 Budget	FY2020 Projected	FY2021 Projected	FY2022 Projected	FY2023 Projected	FY2024 Projected
New Growth Dollars by Property Class									
Residential New Growth	335,169	443,281	563,716	610,256	600,000	600,000	600,000	600,000	600,000
Commercial (C)	179,305	129,210	60,957	70,848					
Industrial (I)	21,494	8,025	7,312	14,640					
Personal Property (PP)	313,084	389,722	398,794	453,101					
CIP New Growth	513,883	526,957	467,063	538,589	600,000	800,000	700,000	600,000	500,000
TOTAL New Growth	849,052	970,238	1,030,779	1,148,845	1,200,000	1,400,000	1,300,000	1,200,000	1,100,000
DLS, Gateway, Taxrate, LA-13 Tax Levy Base Growth, column K									

3-year average									
Residential	487,903	488,584	447,389	539,084					
CI	155,559	146,821	135,434	96,997					
PP	374,278	398,954	367,200	413,872					
Total	1,017,740	1,034,358	950,023	1,049,954	0	0	0	0	0

5-year average									
Residential	479,526	483,697	494,141	527,945					
CI	297,234	167,514	134,436	118,844					
PP	404,331	392,805	382,270	409,751					
Total	1,181,092	1,044,016	1,010,847	1,056,540	0	0	0	0	0

10-year average									
Residential	461,662	441,193	442,925	461,300					
CI	242,915	246,107	222,950	204,712					
PP	363,267	385,081	398,740	401,224					
Total	1,067,844	1,072,381	1,064,614	1,067,235	0	0	0	0	0

LEVY CEILING									
Real and Personal Property Total Value	4,804,659,354	5,034,718,497	5,329,524,351	5,571,226,722					
II F. Levy Ceiling (2.5% Total Value)	120,116,484	125,867,962	133,238,109	139,280,668	-	-	-	-	-
Override Capacity	39,523,502	42,289,917	46,539,834	49,266,091					
DLS Gateway, Tax Rate, LA-4 Assessment/Classification									

	FY2016	FY2017	FY2018	FY2019	FY2020	FY2021	FY2022	FY2023	FY2024
DEBT EXCLUSIONS									
Less: Total Reimbursement Adjustments									
Total Net Excluded Debt Service	-	-	-	-	-	-	-	-	-
DLS Gateway, Tax Rate, DE-1 Debt Exclusions, column G									
DLS Gateway, Tax Rate, DE-1 Debt Exclusions, column H									
DLS Gateway, Tax Rate, DE-1 Debt Exclusions, column I									

	FY2016	FY2017	FY2018	FY2019	FY2020	FY2021	FY2022	FY2023	FY2024
CAPITAL EXCLUSIONS									
III C. Total Capital Exclusions	-	-	-	-	-	-	-	-	-

State Aid Cherry Sheet

	FY2016	FY2017	FY2018	FY2019	FY2020	FY2021	FY2022	FY2023	FY2024
	Final Budget	Final Budget	Final Budget	Final Budget	Governor	Projected	Projected	Projected	Projected
Chapter 70	41,119,363	42,147,523	42,360,163	44,704,725	46,730,530	47,898,794	49,096,264	50,323,670	51,581,761
Regional School Transportation	-	-	-	-	-	-	-	-	-
School Construction Ongoing Payments	-	-	-	-	-	-	-	-	-
Charter Tuition Reimbursement	58,045	67,868	129,814	216,810	145,371	130,834	117,751	105,975	95,378
Racial Equality	-	-	-	-	-	-	-	-	-
Smart Growth	-	-	-	-	-	-	-	-	-
Education: Distributions and Reimbursements	41,177,408	42,215,391	42,489,977	44,921,535	46,875,901	48,029,628	49,214,015	50,429,645	51,677,139
Year-to-year percentage change	0.7%	2.5%	0.7%	5.7%	4.4%	2.5%	2.5%	2.5%	2.5%
School Lunch	-	-	-	-	-	-	-	-	-
School Choice Receiving Tuition	-	-	-	-	-	-	-	-	-
Education: Offset Items	-	-	-	-	-	-	-	-	-
Education Aid	41,177,408	42,215,391	42,489,977	44,921,535	46,875,901	48,029,628	49,214,015	50,429,645	51,677,139
Year-to-year percentage change	0.6%	2.5%	0.7%	5.7%	4.4%	2.5%	2.5%	2.5%	2.5%
Lottery	-	-	-	-	-	-	-	-	-
Hold Harmless Lottery Aid	-	-	-	-	-	-	-	-	-
Additional Assistance	-	-	-	-	-	-	-	-	-
Unrestricted General Government Aid	5,012,292	5,227,821	5,431,706	5,621,816	5,773,605	5,917,945	6,065,894	6,217,541	6,372,980
Local Share of Racing Taxes	-	-	-	-	-	-	-	-	-
Regional Public Libraries	-	-	-	-	-	-	-	-	-
Police Career Incentive	-	-	-	-	-	-	-	-	-
Urban Revitalization	-	-	-	-	-	-	-	-	-
Veterans' Benefits	354,730	376,070	364,178	277,534	282,738	282,738	282,738	282,738	282,738
Exemptions: VBS and Elderly	243,910	194,837	252,983	280,411	271,582	271,582	271,582	271,582	271,582
State Owned Land	-	-	-	-	-	-	-	-	-
General Govt: Distributions and Reimburseme	5,610,932	5,798,728	6,048,867	6,179,761	6,327,925	6,472,265	6,620,214	6,771,861	6,927,300
	2.1%	3.3%	4.3%	2.2%	2.4%	2.3%	2.3%	2.3%	2.3%
Public Libraries	61,838	61,134	62,294	64,547	65,885	65,885	65,885	65,885	65,885
General Govt: Offset Item	61,838	61,134	62,294	64,547	65,885	65,885	65,885	65,885	65,885
General Govt Aid	5,672,770	5,859,862	6,111,161	6,244,308	6,393,810	6,538,150	6,686,099	6,837,746	6,993,185
Year-to-year percentage change	2.1%	3.3%	4.3%	2.2%	2.4%	2.3%	2.3%	2.3%	2.3%
TOTAL State Aid	46,850,178	48,075,253	48,601,138	51,165,843	53,269,711	54,567,778	55,900,114	57,267,391	58,670,324
Year-to-year percentage change	0.8%	2.6%	1.1%	5.3%	4.1%	2.4%	2.4%	2.4%	2.4%

Local Receipt Projections

	FY2016 Budget	FY2017 Budget	FY2018 Budget	FY2019 Budget	FY2020 Projected	FY2021 Projected	FY2022 Projected	FY2023 Projected	FY2024 Projected
Local Receipts Not Allocated-Budget									
1. Motor Vehicle Excise	5,525,000	6,070,000	6,145,000	6,260,280	6,322,883	6,386,112	6,449,973	6,514,473	6,579,618
2a. Meals Excise (deposited directly to SF)					0	0	0	0	0
2b. Room Excise	70,000	76,500	86,500	93,000	93,930	94,869	95,818	96,776	97,744
2c. Other Excise					0	0	0	0	0
2d. Cannabis Excise					0	0	0	0	0
3. Penalties/Interest on Taxes and Excises					0	0	0	0	0
4. Payment In Lieu of Taxes	235,000	235,000	284,000	256,000	258,560	261,146	263,757	266,395	269,059
5. Charges for Services-Water					0	0	0	0	0
6. Charges for Services-Sewer					0	0	0	0	0
7. Charges for Services-Hospital					0	0	0	0	0
8. Charges for Services-Solid Waste Fees					0	0	0	0	0
9. Other Charges for Services	2,050,000	2,100,000	2,200,000	2,278,230	2,301,012	2,324,022	2,347,262	2,370,735	2,394,442
10. Fees					0	0	0	0	0
11. Rentals					0	0	0	0	0
12. Dept. Revenue-Schools					0	0	0	0	0
13. Dept. Revenue-Libraries					0	0	0	0	0
14. Dept. Revenue-Cemeteries	188,500	172,000	185,000	157,247	158,819	160,407	162,011	163,631	165,267
15. Dept. Revenue-Recreation					0	0	0	0	0
16. Other Departmental Revenue	725,000	750,000	775,000	881,000	889,810	898,708	907,695	916,772	925,940
17. Licenses/Permits	1,180,000	1,273,000	1,340,000	1,450,000	1,464,500	1,479,145	1,493,936	1,508,875	1,523,964
18. Special Assessments	30,000	30,000	25,000	25,716	25,973	26,233	26,495	26,760	27,028
19. Fines and Forfeits	360,000	325,000	345,000	294,527	297,472	300,447	303,451	306,486	309,551
20. Investment Income	483,000	483,000	503,000	555,000	560,550	566,156	571,818	577,536	583,311
21. Medicaid Reimbursement	500,000	1,000,000	500,000	430,000	434,300	438,643	443,029	447,459	451,934
22. Misc. Recurring					0	0	0	0	0
23. Misc. Non-Recurring					0	0	0	0	0
TOTAL Local Receipts-Budget	11,346,500	12,514,500	12,388,500	12,681,000	12,807,809	12,935,888	13,065,245	13,195,898	13,327,858

AVAILABLE FUNDS

				Adjusted					
	FY2016	FY2017	FY2018	FY2019	FY2020	FY2021	FY2022	FY2023	FY2024
	Budget	Budget	Budget	Budget	Projected	Projected	Projected	Projected	Projected
Free Cash-Appropriated									
Prior Year Purposes	549,383	334,845							
General Stabilization Fund (SF)									
Public Safety SF									
OPEB Fund									
Transfer to Other Reserve									
Special Projects/CIP									
Current year purposes	665,389	165,389							
Reduce Tax Rate									
Total Free Cash Appropriated	1,214,772	500,234	0	0	0	0	0	0	0

Other Available Funds

General stabilization fund (SF)	300,000	2,339,087		1,293,868					
Public Safety SF				229,113					
Comcast/Verizon Revolving Fund	234,404	60,000	80,000	380,000	80,000	80,000	80,000	80,000	80,000
School Lunch Revolving Fund	90,000	140,000	160,000	210,000	110,000	110,000	110,000	110,000	110,000
Title 1 Federal Grant	33,000	100,000	140,000	45,000	65,000	65,000	65,000	65,000	65,000
PL 94-142 Federal Grant	75,000	60,000		45,000	110,000	110,000	110,000	110,000	110,000
Before & After School Program					15,000	15,000	15,000	15,000	15,000
Overlay Surplus									
Castle Fund									
Health Insurance Trust Fund				300,000	300,000	300,000	300,000	300,000	300,000
Deficit Bond c278 Acts of 2018				4,000,000	-				
Bond premiums									
Cemetery Funds	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000
Other	402,000	0	0	238,000					
Total Other Available Funds	1,184,404	2,749,087	430,000	6,790,981	730,000	730,000	730,000	730,000	730,000

TOTAL Available Funds	2,399,176	3,249,321	430,000	6,790,981	730,000	730,000	730,000	730,000	730,000
------------------------------	------------------	------------------	----------------	------------------	----------------	----------------	----------------	----------------	----------------

Expenditures

	FY2016	FY2017	FY2018	Adjusted FY2019	FY2020	FY2021	FY2022	FY2023	FY2024
	Actual	Actual	Actual	Budget	Projected	Projected	Projected	Projected	Projected
LEGISLATIVE and EXECUTIVE									
Personal Services	894,816	765,681	800,186	846,507	877,561	893,002	911,946	926,325	927,436
Expenses	162,203	350,739	205,891	303,370	309,437	315,626	321,939	328,378	334,946
Council Reserve Fund	-	-	-	273,974	100,000	100,000	100,000	100,000	100,000
Capital Outlay	-	-	-	-	-	-	-	-	-
TOTAL Legislative and Executive	1,057,019	1,116,421	1,006,077	1,423,851	1,286,998	1,308,628	1,333,885	1,354,703	1,362,382

FINANCIAL

Personal Services	1,399,695	1,432,586	1,445,616	1,469,258	1,582,487	1,602,143	1,619,376	1,630,823	1,637,059
Expenses	826,177	850,234	1,036,707	753,943	769,022	784,402	800,090	816,092	832,414
Capital Outlay	42,356	38,399	75,329	37,000	37,740	38,495	39,265	40,050	40,851
TOTAL Financial	2,268,228	2,321,219	2,557,652	2,260,201	2,389,249	2,425,040	2,458,731	2,486,965	2,510,324

ECONOMIC & COMMUNITY DEVELOPMENT

Personal Services	1,316,468	1,303,249	1,237,331	1,380,740	1,486,358	1,491,455	1,494,284	1,503,166	1,506,238
Expenses	181,910	190,404	391,495	149,940	152,939	155,998	159,118	162,300	165,546
Capital Outlay	-	-	-	-	-	-	-	-	-
TOTAL Economic & Community Development	1,498,378	1,493,653	1,628,826	1,530,680	1,639,297	1,647,453	1,653,402	1,665,466	1,671,784

PUBLIC SAFETY

Police Personal Services	10,684,653	11,043,482	11,617,296	11,271,065	11,669,961	11,832,148	11,909,444	11,977,594	12,026,186
Police Expenses	1,113,564	1,319,412	1,062,648	917,010	935,350	954,057	973,138	992,601	1,012,453
Police Capital Outlay	163,121	404,189	517,042	109,702	110,841	112,003	60,422	61,630	62,863
Total Police	11,961,338	12,767,082	13,196,986	12,297,777	12,716,152	12,898,208	12,943,004	13,031,825	13,101,502

Fire Personal Services	8,827,026	9,289,156	9,454,388	10,224,150	10,407,918	10,469,275	10,504,834	10,543,232	10,568,040
Fire Expenses	449,884	537,409	485,693	396,151	404,074	412,155	420,398	428,806	437,382
Fire Capital Outlay	-	-	-	229,113	-	-	-	-	-
Total Fire	9,276,910	9,826,565	9,940,081	10,849,414	10,811,992	10,881,430	10,925,232	10,972,038	11,005,422

TOTAL Public Safety	21,238,248	22,593,647	23,137,067	23,147,191	23,528,144	23,779,638	23,868,236	24,003,863	24,106,924
----------------------------	-------------------	-------------------	-------------------	-------------------	-------------------	-------------------	-------------------	-------------------	-------------------

EDUCATION

Methuen Public Schools	66,004,774	68,742,044	70,307,841	72,373,137	74,544,331	76,780,661	79,084,081	81,456,603	83,900,301
Methuen Public Schools (Non-net)	5,039,712	5,207,299	5,586,120	5,670,731	5,795,669	5,969,539	6,148,625	6,333,084	6,523,077
Methuen Public School Capital Outlay	-	-	-	-	-	-	-	-	-
Total Methuen Public Schools	71,044,485	73,949,343	75,893,961	78,043,868	80,340,000	82,750,200	85,232,706	87,789,687	90,423,378

Total RSD	-	-	-	-	-	-	-	-	-

Greater Lawrence Vocational Technical	3,533,641	3,403,254	3,169,962	2,828,869	2,885,446	2,943,155	3,002,018	3,062,058	3,123,299
Essex North Shore Agricultural School	585,305	413,729	415,640	415,000	415,000	415,000	415,000	415,000	415,000
Total Vocational Assessment	4,118,946	3,816,983	3,585,602	3,243,869	3,300,446	3,358,155	3,417,018	3,477,058	3,538,299
TOTAL Education	75,163,431	77,766,326	79,479,563	81,287,737	83,640,446	86,108,355	88,649,724	91,266,745	93,961,677

Expenditures

	FY2016	FY2017	FY2018	Adjusted FY2019	FY2020	FY2021	FY2022	FY2023	FY2024
	Actual	Actual	Actual	Budget	Projected	Projected	Projected	Projected	Projected
PUBLIC WORKS									
DPW Personal Services	3,311,070	3,536,088	3,832,236	4,061,902	4,232,696	4,237,039	4,240,632	4,244,826	4,249,371
DPW Expenses	1,736,707	1,872,470	1,734,262	2,003,895	1,995,013	2,034,913	2,075,611	2,117,123	2,159,465
Snow & Ice Personal Services	227,678	484,363	484,794	75,000	100,000	125,000	150,000	175,000	200,000
Snow & Ice Expenses	584,602	1,261,288	1,086,229	150,000	225,000	300,000	375,000	450,000	525,000
DPW Capital Items	96,834	101,676	-	90,000	-	-	-	-	-
DPW Capital Improvements	-	100,000	100,000	300,000	-	-	-	-	-
Solid Waste Disposal	2,711,253	3,018,631	3,166,038	3,704,500	3,889,725	4,084,211	4,288,422	4,502,843	4,727,985
TOTAL Public Works	8,668,144	10,374,516	10,403,560	10,385,297	10,442,434	10,781,163	11,129,665	11,489,792	11,861,821

HUMAN SERVICES

Personal Services	348,469	361,800	381,588	397,495	420,038	423,543	424,693	425,842	431,702
Expenses	548,321	511,164	438,064	511,750	521,985	532,425	543,074	553,935	565,014
Capital Outlay	-	-	-	-	-	-	-	-	-
TOTAL Health & Human Services	896,789	872,964	819,651	909,245	942,023	955,968	967,767	979,777	996,716

CULTURE and RECREATION

Personal Services	134,844	190,175	178,764	194,565	197,559	199,139	199,458	199,778	200,098
Library Support	1,201,089	1,242,277	1,278,088	1,316,431	1,310,906	1,334,354	1,353,578	1,366,270	1,385,186
Debt (Nevins Memorial)	304,978	294,578	279,533	264,844	255,000	-	-	-	-
Expenses	11,278	10,337	11,621	9,351	9,538	9,729	9,924	10,122	10,324
Capital Outlay	-	-	-	-	-	-	-	-	-
TOTAL Culture & Recreation	1,652,188	1,737,366	1,748,006	1,785,191	1,773,003	1,543,222	1,562,960	1,576,170	1,595,608

DEBT SERVICE

Debt Service	7,382,394	6,511,438	3,793,441	3,771,119	3,608,516	4,611,474	4,720,945	4,645,324	4,843,759
Debt Excluded Debt Service	-	-	-	-	-	-	-	-	-
Temporary Interest/Issue Expense	348,762	118,344	42,150	95,000	186,942	-	-	-	-
Deficit BANs	-	-	-	-	463,333	458,600	458,100	462,300	461,050
TOTAL Debt Service	7,731,155	6,629,782	3,835,591	3,866,119	4,258,791	5,070,074	5,179,045	5,107,624	5,304,809

RISK MANAGEMENT

Comprehensive Insurance	478,790	519,955	608,491	550,000	577,500	606,375	636,694	668,529	701,955
Indemnity, Police & Fire	-	-	-	-	-	-	-	-	-
Unemployment, General Government	12,012	68,138	36,800	35,000	50,000	50,000	50,000	50,000	50,000
Unemployment, School	-	-	-	-	-	-	-	-	-
Workers Compensation Expenses	626,384	623,375	418,659	560,000	588,000	617,400	648,270	680,684	714,718
TOTAL Risk Management	1,117,187	1,211,467	1,063,950	1,145,000	1,215,500	1,273,775	1,334,964	1,399,213	1,466,673

70,500

EMPLOYEE BENEFITS

	1,058,334								
Group Health Insurance	11,115,888	12,028,534	12,598,596	13,195,152	13,195,152	13,459,055	13,728,236	14,002,801	14,282,857
Life Insurance	22,035	32,215	29,654	25,000	26,250	27,563	28,941	30,388	31,907
Medicare	1,193,216	1,236,219	1,285,462	1,260,000	1,297,800	1,336,734	1,376,836	1,418,141	1,460,685
Personal Services and Other Expenses	-	-	-	100,000	100,000	100,000	100,000	100,000	100,000
Retirement	10,327,635	10,867,272	11,414,490	11,963,012	12,561,163	13,189,221	13,848,682	14,541,116	15,268,172
TOTAL Employee Benefits	22,658,774	24,164,240	25,328,203	26,543,164	27,180,365	28,112,573	29,082,695	30,092,446	31,143,621

Expenditures

	FY2016	FY2017	FY2018	Adjusted FY2019	FY2020	FY2021	FY2022	FY2023	FY2024
	Actual	Actual	Actual	Budget	Projected	Projected	Projected	Projected	Projected
STATE ASSESSMENTS									
Mosquito Control	81,496	81,864	84,468	90,375	91,829	94,125	96,478	98,890	101,362
Air Pollution	12,764	13,084	13,403	13,766	14,059	14,410	14,770	15,139	15,517
RMV Non-Renewal Surcharge	70,780	77,620	77,620	77,620	77,620	77,620	77,620	77,620	77,620
MBTA	-	-	-	-	900	923	946	970	994
Regional Transit	586,918	707,209	732,874	730,063	762,839	781,910	801,458	821,494	842,031
Special Education	3,888	14,226	-	16,219	10,148	10,148	10,148	10,148	10,148
School Choice Sending Tuition	149,338	206,755	282,968	277,317	350,275	385,303	423,833	466,216	512,838
Charter School Sending Tuition	973,088	1,184,891	1,390,920	1,571,601	1,339,093	1,539,957	1,770,950	2,036,593	2,342,082
Essex County Agriculture HS	-	-	-	-	-	-	-	-	-
TOTAL State Assessments	1,878,272	2,285,649	2,582,253	2,776,961	2,646,763	2,904,395	3,196,203	3,527,070	3,902,592

MISCELLANEOUS

Court Judgments	-	-	-	-	-	-	-	-	-
Transfers Out and Other Financing Uses	-	-	-	3,784,976					
Snow & Ice (Prior Year Deficit)	-	-	1,259,681	-					
Transfers Out	964,582	1,042,010	-	123,165					
Transfer to Prior Year Overlay Deficits	-	-	179,166	-					
TOTAL Misc.	964,582	1,042,010	1,438,848	3,908,141	-	-	-	-	-

OTHER AMOUNTS TO BE RAISED

Deficits/Judgements/Tax title									
Cherry Sheet Offsets	61,838	61,134	62,294	64,547	65,885	65,885	65,885	65,885	65,885
Abatements & Exemptions (Overlay)	441,615	443,067	735,804	896,060	918,462	941,424	964,960	989,084	1,013,811
TOTAL Other Amounts Raised	503,453	504,201	798,098	960,607	984,347	1,007,309	1,030,845	1,054,969	1,079,696

OTHER FINANCING USES

Prior Year Purposes									
OPEB Fund									
CIP				-	-	500,000	500,000	500,000	500,000
TOTAL Other Financing Uses	-	-	-	-	-	500,000	500,000	500,000	500,000

TOTAL GENERAL FUND	147,295,850	154,113,461	155,827,344	161,929,385	161,927,360	167,417,594	171,948,122	176,504,803	181,464,627
---------------------------	--------------------	--------------------	--------------------	--------------------	--------------------	--------------------	--------------------	--------------------	--------------------

ENTERPRISE FUNDS

Water & Sewer Fund	11,152,598	10,755,815	12,483,659	11,410,460	11,818,221	12,361,040	12,630,210	12,899,433	13,185,169
TOTAL Enterprise Funds	11,152,598.31	10,755,815	12,483,659	11,410,460	11,818,221	12,361,040	12,630,210	12,899,433	13,185,169

GRAND TOTAL Expenditures	158,448,448	164,869,276	168,311,002	173,339,845	173,745,581	179,778,634	184,578,332	189,404,235	194,649,795
---------------------------------	--------------------	--------------------	--------------------	--------------------	--------------------	--------------------	--------------------	--------------------	--------------------

Enterprise Funds

	FY2016 Budget	FY2017 Budget	FY2018 Budget	FY2019 Budget	FY2020 Projected	FY2021 Projected	FY2022 Projected	FY2023 Projected	FY2024 Projected
Enterprise Revenues									
Water & Sewer Revenues	10,742,778	12,161,833	12,749,522	12,855,765	13,288,819	13,857,373	14,152,729	14,448,596	14,761,442
Water & Sewer Retained Earnings	1,064,949	0	0	0	0	0	0	0	0
TOTAL Enterprise Revenues-Budget	11,807,727	12,161,833	12,749,522	12,855,765	13,288,819	13,857,373	14,152,729	14,448,596	14,761,442

DLS, Gateway, Taxrate, A-2 Enterprise Funds

	FY2016 Actual	FY2017 Actual	FY2018 Actual	FY2019 Actual	FY2020 Actual	FY2021 Actual	FY2022 Actual	FY2023 Actual	FY2024 Actual
Water & Sewer Revenues	10,699,512	12,161,833	11,910,608						
TOTAL Enterprise Receipts-Actual	10,699,512	12,161,833	11,910,608	0	0	0	0	0	0

Difference: Receipts Actual over Budget

Water & Sewer	(43,266)	0	(838,914)						

Retained Earning certified as of:	7/1/15	7/1/16	7/1/17	7/1/18	7/1/19	7/1/20	7/1/21	7/1/22	7/1/23
Water & Sewer	2,602,176	2,086,174	3,701,410	3,848,208					

	FY2016 Actual	FY2017 Actual	FY2018 Budget	FY2019 Budget	FY2020 Projected	FY2021 Projected	FY2022 Projected	FY2023 Projected	FY2024 Projected
Enterprise Expenditures									
Personal Services	2,410,356	2,566,709	2,649,126	3,094,759	3,171,988	3,179,339	3,187,200	3,189,472	3,191,495
Expenses	2,157,850	2,297,514	2,057,899	2,586,800	2,638,536	2,691,307	2,745,133	2,800,036	2,856,037
Capital Outlay	101,826	88,000	240,000	65,000	66,300	67,626	68,979	70,359	71,766
Capital Expenditures	0	0	53,695	0	0	0	0	0	0
Greater Lawrence Sanitary District	3,145,650	2,419,652	4,175,815	3,735,086	3,921,840	4,117,932	4,323,829	4,540,020	4,767,021
OPEB Fund									
Debt	1,874,663	1,884,038	1,876,375	1,928,815	2,019,557	2,304,836	2,305,069	2,299,546	2,298,850
Transfer to GF -- Indirect Costs	1,462,253	1,499,902	1,430,748	1,445,305	1,470,598	1,496,333	1,522,519	1,549,163	1,576,273
Total Water & Sewer	11,152,598	10,755,815	12,483,659	12,855,765	13,288,819	13,857,373	14,152,729	14,448,596	14,761,442

Debt

	FY2016 Actual	FY2017 Actual	FY2018 Actual	FY2019 Budget	FY2020 Projected	FY2021 Projected	FY2022 Projected	FY2023 Projected	FY2024 Projected
GF Debt Service	7,382,394	6,511,438	3,793,441	3,771,119	3,608,516	4,611,474	4,720,945	4,645,324	4,843,759
GF Excluded Debt Service	-	-	-	-	-	-	-	-	-
GF Short-term Interest	348,762	118,344	42,150	95,000	186,942	-	-	-	-
Deficit BANs	-	-	-	-	463,333	458,600	458,100	462,300	461,050
GF Debt Issue Expense									
Total Debt	7,731,155	6,629,782	3,835,591	3,866,119	4,258,791	5,070,074	5,179,045	5,107,624	5,304,809

COLA Financial Impact Analysis		1%	1%	1%	1%	1%
	FY2019 Budget	FY2020 Projected	FY2021 Projected	FY2022 Projected	FY2023 Projected	FY2024 Projected
<u>General Fund:</u>						
Elected Officials	\$0	\$0	\$0	\$0	\$0	\$0
Council Employees	\$0	\$76,023	\$76,023	\$76,023	\$76,023	\$76,023
Department Heads	\$0	\$0	\$708,713	\$721,839	\$732,932	\$732,932
Middle Management	\$0	\$0	\$1,303,324	\$1,312,991	\$1,320,087	\$1,320,087
AFSME Unit A	\$0	\$0	\$1,472,149	\$1,479,428	\$1,482,456	\$1,482,456
AFSME Unit B	\$0	\$0	\$134,902	\$134,902	\$134,902	\$134,902
Police Superiors	\$0	\$2,147,401	\$2,147,401	\$2,147,401	\$2,147,401	\$2,147,401
Police Patrol	\$0	\$0	\$4,509,999	\$4,546,484	\$4,566,510	\$4,577,908
NEBPA (Dispatch)	\$0	\$0	\$552,580	\$654,068	\$658,054	\$658,054
Local 1691 Firefighters	\$0	\$0	\$9,184,663	\$9,201,313	\$9,201,313	\$9,201,313
Local 123 Superintendents	\$0	\$0	\$197,972	\$197,972	\$197,972	\$197,972
DPW	\$0	\$0	\$3,132,411	\$3,132,411	\$3,132,411	\$3,132,411
Unaffiliated	\$0	\$0	\$907,952	\$910,593	\$910,593	\$910,593
Stipends	\$0	\$0	\$0	\$0	\$0	\$0
	\$0	\$2,223,424	\$24,328,089	\$24,515,425	\$24,560,654	\$24,572,052
TOTAL GF Financial Impact of COLA (Cumulative)	\$0	\$22,234	\$265,737	\$513,549	\$764,291	\$1,017,654
<u>Enterprise Funds:</u>						
Middle Management	\$0	\$0	\$152,635	\$152,635	\$152,635	\$152,635
AFSME Unit A	\$0	\$0	\$152,550	\$152,550	\$152,550	\$152,550
Local 123 Superintendents	\$0	\$0	\$296,958	\$296,958	\$296,958	\$296,958
DPW	\$0	\$0	\$1,913,446	\$1,913,446	\$1,913,446	\$1,913,446
DPW	\$0	\$0	\$2,515,589	\$2,515,589	\$2,515,589	\$2,515,589
TOTAL Impact of COLA (Cumulative)	\$0	\$0	\$25,156	\$50,563	\$76,225	\$102,143

Net School Spending (NSS) Analysis

	FY2016 Budget	FY2017 Budget	FY2018 Budget	FY2019 Budget	FY2020 Projected	FY2021 Projected	FY2022 Projected	FY2023 Projected	FY2024 Projected
Foundation and Local Contribution									
Total Foundation Budget	82,043,539	82,530,483	82,768,414	86,998,110	90,857,808	93,129,253	95,457,485	97,843,922	100,290,020
Total Minimum Local Contribution	37,346,579	37,005,017	38,768,414	39,600,184	41,279,232	42,311,213	43,368,993	44,453,218	45,564,548

Apportionment of Local Contribution Across School Districts

Percent Methuen Public	92.00%	92.20%	92.79%	93.75%	94.26%	94.26%	94.26%	94.26%	94.26%
Percent Greater Lawrence	8.00%	7.80%	7.21%	6.25%	5.74%	5.74%	5.74%	5.74%	5.74%
Percent Essex Agricultural									

Allocations on Foundation Shares

Methuen Public Foundation Budget	75,476,679	76,096,299	76,802,334	81,561,883	85,638,473	87,779,435	89,973,921	92,223,269	94,528,850
Methuen Public Minimum Local Contribution	34,357,316	34,166,160	35,661,626	37,125,698	38,907,943	39,880,641	40,877,657	41,899,599	42,947,089
Foundation Aid	41,119,363	41,930,139	41,140,708	44,436,185	46,730,530	47,898,794	49,096,264	50,323,670	51,581,761

Target aid phase-in/Add. Aid Increment/Transitional Relief		217,384		268,540					
Aid after increment (held harmless)	41,119,363	42,147,523	42,147,523	44,704,725	46,730,530	47,898,794	49,096,264	50,323,670	51,581,761

Methuen Public Foundation Enrollment	7,112	7,155	7,088	7,169	7,164	7,164	7,164	7,164	7,164
\$/Per Pupil Rate	25	55	30	20	20	20	20	20	20
Per Pupil Aid	-	-	212,640	-	-	-	-	-	-
Non-operating District Reduction to Foundation									
Total Chapter 70	41,119,363	42,147,523	42,360,163	44,704,725	46,730,530	47,898,794	49,096,264	50,323,670	51,581,761
Required Net School Spending	75,476,679	76,313,683	78,021,789	81,830,423	85,638,473	87,779,435	89,973,921	92,223,269	94,528,850

INFORMATIONAL: Indirect Costs Municipal Side

Charter Tuition	786,991	857,730	1,246,105	1,571,601	1,339,093	1,539,957	1,770,950	2,036,593	2,342,082
Choice Tuition	95,709	190,300	210,078	277,317	350,275	385,303	423,833	466,216	512,838
Charter Reimbursement	58,045	67,868	129,814	216,810	145,371	130,834	117,751	105,975	95,378
Net Choice/Charter	824,655	980,162	1,326,369	1,632,108	1,543,997	1,794,426	2,077,033	2,396,834	2,759,542
Municipal Reg/SPED/Voc Tuition Costs (net transportation)	20,637	4,043	-	120,821	10,148	2,943,155	3,002,018	3,062,058	3,123,299
Municipal costs	10,369,627	11,794,274	13,210,782	13,721,647	14,407,729	15,128,116	15,884,522	16,678,748	17,512,685
Municipal Net School Spending	11,214,919	12,778,479	14,537,151	15,474,576	15,961,874	19,865,696	20,963,572	22,137,639	23,244,521
Budgeted School Committee Appropriation	71,330,224	73,470,127	72,000,000	78,000,000	80,340,000	82,750,200	85,232,706	87,789,687	90,423,378
Less: Transportation Costs and Budgeted Revenues	5,088,000	5,193,531	5,193,531	5,670,731	5,795,669	5,969,539	6,148,625	6,333,084	6,523,077
School Committee Net School Spending	66,242,224	68,276,596	66,806,469	72,329,269	74,544,331	76,780,661	79,084,081	81,456,603	83,900,301
Combined Municipal and School Expenditures	77,457,143	81,055,075	81,343,620	87,803,845	90,506,205	96,646,357	100,047,653	103,594,242	107,144,822
Prior Year NSS Carry-Over	3,093,415	1,102,591	-	-	-	-	-	-	-
Over/(under) Required NSS	(1,112,951)	3,638,801	3,321,831	5,973,422	4,867,732	8,866,922	10,073,732	11,370,973	12,615,972

Choice and Charter

	FY2012 Budget	FY2013 Budget	FY2014 Budget	FY2015 Budget	FY2016 Budget	FY2017 Budget	FY2018 Budget	FY2019 Budget	FY2020 Governor
School Choice Sending Enrollment	20	19	21	22	17	31	34	41	42
School Choice Sending Tuition Assessment	105,970	98,369	121,800	118,425	95,709	190,300	210,078	277,317	350,275
Charter School Enrollment	22	30	40	54	65	76	103	126	102
Charter School Tuition Cost	258,702	348,052	467,741	634,874	786,991	857,730	1,246,105	1,571,601	1,339,093

School Choice Sending & Charter School
Enrollment and Tuition Estimates

