

Education Fund Outlook for FY 2024 - February 2023

<i>(millions of dollars)</i>		FY2023 <i>Projected (incl. BAA)</i>	FY2024 <i>Incl. Gov. Rec. Categorical Aid</i>	FY2024 <i>Incl. all Gov. Rec. Cat. Aid and Universal School Meals</i>	FY2024 <i>Incl. all Gov. Rec. Cat. Aid, Universal School Meals, Tax Reserve</i>
a	Average Homestead Property Tax Rate	\$1.386	\$1.267	\$1.386	\$1.339
b	Average Tax Rate on Household Income	2.32%	2.24%	2.32%	2.37%
c	Uniform Non-Homestead Property Tax Rate	\$1.466	\$1.344	\$1.466	\$1.420
d	Property Yield Per Equalized Pupil	\$13,314	\$15,975	\$13,314	\$15,112
e	Income Yield Per Equalized Pupil	\$15,948	\$18,229	\$15,948	\$17,159
f	Average Percentage Bill Change Compared To Prior Year		0.54%	2.64%	6.23%
g	Equalized Pupil Count	85,806	84,890	84,890	84,890
h	Statewide Education Spending Growth	6.2%	8.5%	8.5%	8.5%
i	Statewide Education Grand List Growth	7.5%	9.7%	9.7%	9.7%
Sources					
1a	Homestead Education Property Tax	635.0	645.2	658.7	681.8
1b	Property Tax Credit	(164.0)	(151.0)	(151.0)	(151.0)
2	Non-Homestead Education Property Tax	727.1	757.2	773.0	800.0
3	Sales & Use Tax	589.3	576.0	576.0	576.0
4	Purchase & Use Tax - <i>one-third of total</i>	48.6	49.4	49.4	49.4
5	Meals & Rooms Tax - <i>one-quarter of total</i>	58.1	58.9	58.9	58.9
6	Lottery Transfer	31.1	32.1	32.1	32.1
7	Medicaid Transfer	10.2	10.8	10.8	10.8
8	Other Sources (Wind & Solar, Fund Interest)	3.8	4.2	4.2	4.2
9	Total Sources	1,939.2	1,982.7	2,012.0	2,062.2
Appropriations					
10	Education Payment	1,577.6	1,711.9	1,711.9	1,711.9
11	Special Education Aid	208.1	226.2	226.2	226.2
12	State-Placed Students	17.5	19.0	19.0	19.0
13	Transportation Aid	21.8	23.5	23.5	23.5
14	Technical Education Aid	31.3	17.0	17.0	17.0
15	Small School Support	8.2	8.3	8.3	8.3
16	Essential Early Education Aid	7.5	8.4	8.4	8.4
17	Flexible Pathways	8.3	9.3	9.3	9.3
18	Teachers' Pensions (Normal Cost Only)	33.4	33.1	33.1	33.1
19	On-going Normal Cost of Teacher's OPEB	15.1	15.4	15.4	15.4
20	<i>Universal School Meals</i>	29.0	-	29.0	29.0
21	Other Uses (Accounting & Auditing, Financial Systems)	3.4	3.5	3.5	3.5
22	Total Uses	1,961.2	2,075.6	2,104.6	2,104.6
Allocation of Revenue Surplus/(Deficit)					
23	Revenue Surplus/(Deficit)	(22.0)	(92.9)	(92.6)	(42.5)
24	Prior-Year Reversions	(45.5)	0.0	0.0	0.0
25	Transfer to/(from) Stabilization Reserve	2.5	4.9	4.9	4.9
26	Transfer to/(from) additional Reserve	-	-	-	50.0
27	Transfer to/(from) Unreserved/Unallocated	21.0	(97.8)	(97.5)	(97.3)
Stabilization Reserve					
28	Prior-Year Stabilization Reserve	39.3	41.8	41.8	41.8
29	Current-Year Stabilization Reserve	41.8	46.7	46.7	46.7
30	Percent of Prior-Year Net Appropriations	5%	5%	5%	5%
31	Reserve Target	41.8	46.7	46.7	46.7
Additional Reserve					
32	Additional Reserve for Other Post Employment Benefits	-	-	-	-
32 a.	<i>Prefund of Normal Cost of Teacher's OPEB using reserved funds</i>	-	-	-	-
33	PCB Reserve	32.0	29.5	29.5	29.5
33 a.	<i>Disbursement of PCB funds by the Emergency Board</i>	(2.5)	-	-	-
34	<i>Tax Rate Offset Reserve</i>		-	0.0	50.0
Available Funds					
35	Prior-Year Unreserved/Unallocated	77.6	98.58	98.58	98.58
36	Current-Year Unreserved/Unallocated	98.58	0.8	1.1	1.2

Notes:

- 1) The FY23 special education appropriation does not reflect all special education funds to be expended due to funds that have been carry-forward from AOE.
- 2) Shaded purple italicized lines reflect policy proposals for FY 2024, and do not reflect current law. The FY 2024 estimate for Universal School Meals will be refined in coming months with additional data.

Prepared by JFO

2/21/2023