

Education Fund Outlook for FY 2024 - March 2023

		a.	b.	c.
(millions of dollars)		FY2023  Projected	FY2024 <i>Updated post town meeting Incl. Proportional Dec. 1 yields and rates, USM, COLA one-time (\$2.8M), Tax Reserve (\$22M)</i>	FY2024 <i>Updated post town meeting Incl. USM, COLA one-time (\$2.8M), Tax Reserve (\$50M)</i>
a	Average Homestead Property Tax Rate	\$1.386	\$1.308	\$1.334
b	Average Tax Rate on Household Income	2.32%	2.31%	2.36%
c	Uniform Non-Homestead Property Tax Rate	\$1.466	\$1.388	\$1.415
d	Property Yield Per Equalized Pupil	\$13,314	\$15,477	\$15,178
e	Income Yield Per Equalized Pupil	\$15,948	\$17,577	\$17,219
f	Equalized Pupil Count	85,806	84,415	84,415
g	Average Percentage Bill Change Compared to Prior Year		3.84%	5.86%
h	Statewide Education Spending Growth	6.2%	8.0%	8.0%
i	Statewide Education Grand List Growth	7.5%	9.7%	9.7%
<b>Sources</b>				
1a	Homestead Education Property Tax	635.0	666.8	679.8
1b	Property Tax Credit	(164.0)	(151.0)	(151.0)
2	Non-Homestead Education Property Tax	727.1	781.1	796.2
3	Sales & Use Tax	589.3	576.0	576.0
4	Purchase & Use Tax - <i>one-third of total</i>	48.6	49.4	49.4
5	Meals & Rooms Tax - <i>one-quarter of total</i>	58.1	58.9	58.9
6	Lottery Transfer	31.1	32.1	32.1
7	Medicaid Transfer	10.2	10.8	10.8
8	Other Sources (Wind & Solar, Fund Interest)	3.8	4.2	4.2
9	<b>Total Sources</b>	<b>1,939.2</b>	<b>2,028.2</b>	<b>2,056.4</b>
<b>Appropriations</b>				
10	Education Payment	1,577.6	1,703.3	1,703.3
11	Special Education Aid	208.1	226.2	226.2
12	State-Placed Students	17.5	19.0	19.0
13	Transportation Aid	21.8	23.5	23.5
14	Technical Education Aid	31.3	17.0	17.0
15	Small School Support	8.2	8.3	8.3
16	Essential Early Education Aid	7.5	8.4	8.4
17	Flexible Pathways	8.3	9.3	9.3
18	Universal School Meals	29.0	29.0	29.0
19	Teachers' Pensions (Normal Cost Only)	33.4	33.1	33.1
20	On-going Normal Cost of Teacher's OPEB	15.1	15.4	15.4
21	<i>One-time COLA payment</i>	-	2.8	2.8
22	Other Uses (Accounting & Auditing, Financial Systems)	3.4	3.5	3.5
23	<b>Total Uses</b>	<b>1,961.2</b>	<b>2,098.8</b>	<b>2,098.8</b>
<b>Allocation of Revenue Surplus/(Deficit)</b>				
24	Revenue Surplus/(Deficit)	(22.0)	(70.6)	(42.4)
25	Prior-Year Reversions	(45.5)	0.0	0.0
26	Transfer to/(from) Stabilization Reserve	2.5	4.9	4.9
27	Transfer to/(from) additional Reserve	-	22.0	50.0
28	Transfer to/(from) Unreserved/Unallocated	21.0	(97.5)	(97.3)
<b>Stabilization Reserve</b>				
29	Prior-Year Stabilization Reserve	39.3	41.8	41.8
30	Current-Year Stabilization Reserve	41.8	46.7	46.7
31	Percent of Prior-Year Net Appropriations	5%	5%	5%
32	Reserve Target	41.8	46.7	46.7
<b>Additional Reserve</b>				
33	PCB Reserve	32.0	29.5	29.5
33 a.	<i>Disbursement of PCB funds by the Emergency Boara</i>	(2.5)	0.0	-
34	<i>Tax Rate Offset Reserve</i>		22.0	50.0
<b>Available Funds</b>				
35	Prior-Year Unreserved/Unallocated	77.6	98.6	98.58
36	Current-Year Unreserved/Unallocated	98.6	1.1	1.3

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.

Prepared by JFO

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